JS Islamic Hybrid Fund of Funds

Annual Report 2021

JS investments
Managing Mutual Funds Better!

CONTENTS

VISION

To be recognized as a responsible asset manager respected for continuingly realizing goals of its investors.

MISSION

To build JS Investments into a top ranking Asset Management Company; founded on sound values; powered by refined knowhow; supported by a committed team operating within an accountable framework of social, ethical and corporate responsibility - a strong and reliable institution for its shareholders to own; an efficient service provider and value creator for clients; an exciting and fulfilling work place for employees; and a participant worth reckoning for competitors.

BROAD POLICY OBJECTIVES

- Value creation for clients on a sustainable basis
- Maintain high standards of ethical behaviors and fiduciary responsibility
- Manage Investments with Prudence and with the aim of providing consistent returns better than that of peers
- Take Products and Services to the People, Create awareness on understanding financial goals, risks and rewards
- Professional Excellence – Adapt, Evolve and Continuously Improve
- Maintain highly effective controls through strong compliance and risk management
- A talented, diligent and diverse HR

ORGANIZATION

Management Company	JS Investments Limited 19 th Floor, The Centre, Plot # 28, SB-5 Abdullah Haroon Road, Saddar, Karachi-75600 Tel: (92-21) 111-222-626 Fax: (92-21) 35165540 E-mail:info@jsil.com Website: www.jsil.com	
Board of Directors	Mr. Suleman Lalani	Chairman
	Ms. Iffat Zehra Mankani	Chief Executive Officer
	Mr. Hasan Shahid	Non-Executive Director
	Mr. Asif Reza Sana	Independent Director
	Ms. Aisha Fariel Salahuddin	Independent Director
	Mr. Zahid Ullah Khan	Non-Executive Director
	Mr. Imran Haleem Shaikh	Non-Executive Director
	Mr. Mirza Muhammad Sadeed Hassan Barlas*	Non-Executive Director
Audit Committee	Mr. Asif Reza Sana	Chairman
	Ms. Aisha Farial Salahuddin	Member
	Mr. Hasan Shahid	Member
Director Finance & Company Secretary	Mr. Muhammad Khawar Iqbal	
Chief Financial Officer	Mr. Zafar Iqbal Ahmed	
Trustee	Digital Custodian Company Limited Fromerly; MCB Financial Services Ltd. 4th Floor, Perdesi House 2/1, R-Y-16, Old Queens Road, Karachi - 75530	
Auditors	KPMG Taseer Hadi & Co. Chartered Accountants 1st & 3rd floor, Modern Motors House Beamount Road Karachi	
Legal Adviser	Bawaney & Partners	
Shariah Advisors	Al – Halal Shariah Advisors (Pvt) Limited	

** Mr. Mirza Muhammad Sadeed Hassan Barlas has been appointed as Director of JS Investments Limited w.e.f August 09, 2021 in*

Directors' Report to the Unit Holders

The Board of Directors of JS Investments Limited, the Management Company of **JS Islamic Hybrid Fund of Fund** (the Fund), is pleased to present the Annual Report for the year ended June 30, 2021.

Economy Review:

Despite innumerable challenges, Pakistan's economy is moving progressively on a sustainable growth path. Before the COVID-19 pandemic hit Pakistan's economy, the reforms had laid the base for an economic recovery as was visible in 2H FY19 figures, however, it was brought to a halt due to the incidence of the coronavirus pandemic. Pakistan did much better in coping up with the pandemic compared to many countries and as a result GDP growth came in at 3.94% for FY21; sharply recovering from the FY20 decline of 0.5%. The rebound in GDP growth was underpinned by a recovery in industrial sector growth from an FY20 contraction of 3.8% to an FY21 expansion of 3.6%. Similarly, the services sector grew 4.4% in FY21, after constricting by 0.6% in the preceding year.

Inflation is still one of the bigger issues that our economy faces today. Headline CPI and core CPI averaged 8.9% and 6.6% respectively. The latter remained below 7%, allowing the SBP to accommodate growth by continuing to maintain a dovish monetary policy stance. It is also pertinent to mention that inflation all over the world remained volatile mainly due to supply-side disruptions in commodities due to the COVID-19 pandemic.

The SBP also maintained its policy of a flexible exchange rate regime. The rupee appreciated by 9.4% against the greenback; largely a consequence of the current account surplus reported during the period. As a result, SBP reserves rose 54% to USD 17.8 bn while total liquid FX reserves rose 36% to USD 24.8 bn. The import cover has remained steady at 5 months despite a rise in imports as a result of a rebound in economic activity.

Equity Market Review:

The KSE100 index rose 37.6% in FY21 while the KSE30 and KMI 30 indices rose 27.6% and 39.3% respectively. The stellar returns are mostly due to COVID-induced market decline in the preceding year which was recovered in the current fiscal year.

Technology & Communication returned 294% during the year while Glass & Ceramics rose 171%. Refinery, Engineering, Auto Assemblers, Paper & Board and Cement were the other sectors that gained the most during the period. The biggest underperforming sectors were Food & Personal Care, Oil & Gas Exploration and Fertilizer with a return of -3.2%, -0.4% and 1.8% respectively.

The dominant theme during the fiscal year was high beta pro-cyclical stocks that tend to benefit from economic expansion, higher large-scale manufacturing growth and higher demand from housing in particular. The incumbent government's focus on promoting housing and water conservation (through construction of dams) has led to a sharp rally in construction sector related stocks.

On the other hand, traditional blue-chip companies sharply underperformed. The same earnings stability that helped prop up valuations during the FY17 – FY19 recession led to a lack of interest in these stocks when corporate earnings growth concerns were at the forefront.

Traded value improved significantly on the bourse. KSE 100 average traded value rose from PKR 6.1 bn in FY20 to PKR 13.2 bn in FY21, a historic increase of 116%. Traded value has improved significantly on the back of the sharpest rebound in equities since 2017.

Income / Money Market Review:

During FY21, State Bank of Pakistan (SBP) kept the Policy Rate unchanged at 7%. The central bank has decreased its supply of Pakistan Investment Bonds and had rejected bids in the new issuance of 5Y instrument until January 2021. However, as demand remained intact particularly from the Insurance and Banking sector, SBP finally started accepting bids in the 5Y instrument at a cut-off yield of 9.52%. Currently, the 5 Year PIB is trading at 9.48%.

The Ministry of Finance and the SBP remain committed towards prioritizing economic growth. Although concerns around the current account and inflation remain intact; investors have preferred to remain in short-term treasury bills and floating rate bonds due to expectations of modest interest rate tightening in the near term. During the period under review, the secondary market yields for the 3M, 6M and 12M T-bills have increased to 7.28%, 7.53% and 7.81%, respectively.

The Islamic money market witnessed the issuance of Government of Pakistan Ijara Sukuk in the 2QFY21. SBP accepted bids of PKR 335 bn in Variable Rental Rate (VRR) Ijara Sukuk as preference for floating rate Sukuk remained prevalent among investors. Furthermore, bids of PKR 33 bn bids were received for the 5 year Fixed Rental Rate (FRR) Ijara Sukuk, out of which only PKR 14 bn was accepted. In comparison, there was no new issuance of Ijara Sukuks in the previous quarter.

Review of Fund Performance

The performance of the three Allocation Schemes of the Fund for the year ended June 30, 2021 is tabulated below. Total net assets of the Fund moved from PKR. 457.3034 million to PKR. 452.1870 million as at June 30, 2021.

Allocation Schemes	Net Assets (PKR. in millions)	Return	Benchmark Return
JS Islamic Hybrid Fund Of Funds - Mustahkem	0.2870	43.07%	6.03%
JS Islamic Hybrid Fund Of Funds - Mutanasib	10.8701	30.45%	38.55%
JS Islamic Hybrid Fund Of Funds - Mufeed	4.0508	39.75%	36.78%
JS Islamic Hybrid Fund Of Funds - JSICPAP-8	436.9751	6.26%	3.39%

JS Islamic Hybrid Fund Of Funds - JSICPAP-8

The Plan was of two years maturity from the clearance of all outstanding proceeds from Pre-(nitial Offering Period (Pre-IOP) and Initial Offering Period (IOP) i.e. from 15 October 2019 to 20 December 2019. The Management Company (Wakeel) has further extended the maturity period for two years with approval of the Securities & Exchange Commission of Pakistan due on December 26, 2021, which shall close on 26 December 2023. After the end of this period, the Management Company (Wakeel) may announce a subsequent maturity for certain period where the Management Company (Wakeel) feels appropriate in the interest of unit holders

Asset Manager Rating

The Pakistan Credit Rating Agency Limited (PACRA) has affirmed JS Investments' Management Quality Rating of “AM2“(AM-Two) with a "stable" outlook. The rating denotes High Management Quality.

Auditors

The external auditors of the Fund Messrs KPMG Taseer Hadi & Co, Chartered Accountants retire and being eligible offers themselves for reappointment. The Board of Directors, upon recommendation of the Audit Committee of the Board has approved the appointment of the Fund Messrs EY Ford Rhodes Chartered Accountants, as the Fund's auditors for the ensuing year ending June 30, 2022.

Board of Directors

During the period Ms. Iffat Zehra Mankani has joined as the Chief Executive Officer of the Company in place of Mr. Hasnain Raza Nensey. In addition to that Syed Tauqir Haider Rizvi, Mr. Babbar Wajid, Mr. Kamran Jafar and Mr. Tahir Ali Sheikh have resigned from the Board whereas, Mr. Suleman Lalani, Mr. Imran Haleem Shaikh, Mr. Zahid Ullah Khan and Mr. Mirza M. Sadeed H. Barlas were appointed as Directors on their places respectively.

Shariah Advisors

Messrs Al-Hilal Shariah Advisors (Pvt.) Limited, completed its tenure. The Board of Directors of JS Investment Limited, the Management Company of the Fund, upon recommendation of the Audit Committee has approved the appointment of Al-Hilal Shariah Advisors for the ensuing year ending June 30, 2022.

Additional Matters

a. Annexed to the Annual Report is Fund Manager's Report giving description of principal risks and uncertainties with reasonable indication of future prospects of profit.
b. The Pattern of Unit holding as at June 30, 2021 is disclosed in Annexure 1 of the published financial statements.
c. The system of internal control is sound in design and has been effectively implemented and monitored.
d. A performance table / key financial data is annexed to this annual report.

Significant Matter

- Subsequent to the year ended June 30, 2021, Sindh Revenue Board (SRB) through its letter dated August 12, 2021, has intimated MUFAP that the mutual funds do not qualify as Financial Institution/ Industrial Establishment and are, therefore, not liable to pay the Sindh Workers Welfare Fund (SWWF) contributions. This development was discussed at the MUFAP level and has also been taken up with the Securities and Exchange Commission of Pakistan (SECP) and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognized in the financial statements of the Funds on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF, Accordingly, going forward, no provision for SWWF would be recognized in the financial statement of the Fund.

- The Board approved addition of the note 12.1 related to the prospective reversal of SWWF in the financial statements of Fund on September 22, 2021.

- Due to the enactment of the Sindh Trusts Act, 2020 (as amended vide Sindh Trusts (Amended) Act, 2021) ("the Act"), the Trusts including Collective Investment Schemes, Private Funds etc, being Specialized Trusts are required to be registered with the Assistant Director of Industries and Commerce (Trust Wing), Government of Sindh under Section 12A of the Act. For this purpose, Re-Stated Trust Deeds of all Funds have been executed between the Management Company and the Trustees and all the relevant Trust Deeds along with necessary documents have been submitted with Assistant Director of Industries and Commerce (Trust Wing), Government of Sindh.

Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited (formerly MCB Financial Services Limited) for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.

The Directors' Report was initially approved by the Board of Directors of Management Company on August 21, 2021 and further amended on September 22, 2021 to incorporate the subsequent event as disclosed in above significant matter related to reversal of SWWF provisioning.

Karachi: Director Chief Executive Officer

شراکت داروں کے لیے ڈائریکٹرز رپورٹ

جے ایس انویسٹمنٹس لمیٹڈ کے بورڈ آف ڈائریکٹرز، JS اسلامک ہائبرڈ فنڈ آف فنڈز (دی فنڈ) کی مینجمنٹ کمپنی نے 30 جون 2021 کو ختم ہونے والے سال کے لیے سالانہ رپورٹ پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

معاشی جائزہ

لاتعداد چیلنجز کے باوجود، پاکستان کی معیشت ترقی کی راہ پر مستحکم نمو کی طرف بڑھ رہی ہے۔کووڈ 19 کی وباء کے پاکستانی معیشت پر حملے سے پہلے اصلاحات کے ذریعے معاشی بحالی کا آغاز ہو گیا تھا جس کا اندازہ مالی سال 19 کی دوسری ششماہی سے ہوتا ہے، تاہم کرونا وائرس کی وبا پھیلنے کے سبب بحالی کا عمل رک گیا۔ پاکستان نے کئی دوسرے ممالک کے مقابلے میں وباء سے نمٹنے کیلئے بہتر اقدامات کئے جس کے نتیجے میں مالی سال21 کے لئے جی ڈی پی کی شرح نمو مالی سال 20 میں 0.5% کی کمی سے بحالی کے بعد3.94% ہوگئی۔ جی ڈی پی کی نمو کے دوبارہ بڑھنے کی وجہ مالی سال20 میں صنعتی شعبے کے3.8% سکڑاؤ سے مالی سال 21میں 3.6% اضافہ تھی۔اسی طرح خدمات کے شعبہ میں گزشتہ سال کے 0.6% سکڑاؤ کے بعد مالی سال21 میں 4.4% پھیلاؤ آیا۔

افراط زر آج بھی ہماری معیشت کو درپیش سب سے بڑے مسائل میں سے ایک ہے۔ بلند ترین سی پی آئی اور بنیادی سی پی آئی بالترتیب 8.9% اور 6.6% ہیں۔موخر الذکر کے 7% سے کم رہنے کے سبب اسٹیٹ بینک آف پاکستان کو اپنی نرم مانیٹری پالیسی برقرار رکھنے میں مدد ملی۔ یہ کہنا بھی ضروری ہے کہ دنیا بھر میں افراط زر میں اتار چڑھاؤ کی کیفیت جاری ہے جس کی وجہ کووڈ - 19 کی وباء سے اشیاء کی سپلائی کے مرحلے میں بڑی رکاوٹیں پیدا ہونا تھی۔

اسٹیٹ بینک آف پاکستان نے لچکدار شرح تبادلہ کی پالیسی کا سلسلہ بھی برقرار رکھا۔گرین بیک کے مقابلے میں روپے کی قیمت میں 9.4% بہتری آئی جو اس مدت کے دوران میں اضافی کرنٹ اکاؤنٹ کے سبب ممکن ہوئی۔اس کے نتیجے میں اسٹیٹ بینک آف پاکستان کے ذخائر 54% اضافے کے ساتھ 17.8 بلین امریکی ڈالر ہو گئے جب کہ کل لیکویڈ غیر ملکی زرِ مبادلہ (FX) کے ذخائر 36% اضافے کے ساتھ 24.8 بلین امریکی ڈالر ہو گئے۔معاشی سرگرمیوں کے دوبارہ بڑھنے کے نتیجے میں درآمدات میں اضافے کے باوجود درآمدات کا کور 5 ماہ تک مستحکم رہا۔

ایکیویٹی مارکیٹ کا جائزہ

مالی سال 21 میں KSE 100 انڈیکس میں 37.6% جبکہ KSE 30 اور KMI 30 انڈیکسز میں بالترتیب 27.6% اور 39.3% کا اضافہ ہوا۔شاندار منافع زیادہ تر پچھلے سال کووڈ کی وجہ سے مارکیٹ میں کمی کے سبب ہے جو رواں مالی سال میں بحال کیا گیا تھا۔

سال کے دوران ٹیکنالوجی اور کمیونیکیشن نے 294% کا منافع دیا جبکہ گلاس اور سرامکس میں 171% کا اضافہ ہوا۔اس مدت کے دوران ریفائنری، انجینئرنگ، آٹو اسمبلرز، پیپر اینڈ بورڈ اور سیمنٹ وہ دیگر شعبے تھے جن میں سب سے زیادہ اضافہ ہوا۔فوڈ اینڈ پرسنل کیئر، آئل اینڈ گیس اور ایکسپلوریشن اینڈ فرٹیلائزر سب سے زیادہ کم کارکردگی کا مظاہرہ کرنے والے تھے جن میں بالترتیب -3.2%، -0.4% اور 1.8% کا منافع ہوا۔

مالی سال کے دوران غالب موضوع high beta pro-cyclical اسٹاک تھا جس کو معاشی پھیلاؤ، بڑے پیمانے کی مینوفیکچرنگ میں بڑے اضافے اور خاص طور پر ہاؤسنگ کی جانب سے زیادہ طلب سے فائدہ ہوا۔موجودہ حکومت کے ہاؤسنگ اور پانی کے ذخائر میں اضافہ (ڈیمز کی تعمیر کے ذریعے) پر خصوصی توجہ نے تعمیراتی شعبہ سے متعلق اسٹاکس میں تیزی سے اضافہ کیا ہے۔

دوسری طرف روایتی مستحکم کمپنیز کی کارکردگی میں معمولی سی کمی دیکھنے میں آئی۔ آمدنی کا جو استحکام مالی سال 17 - مالی سال19 کی کساد بازاری کے دوران میں اقدار کو سہارا دینے میں معاون رہا، اسی کے سبب ان اسٹاکس میں عدم دلچسپی پیدا ہوئی جب کارپوریٹ آمدنی میں اضافہ سے متعلق تشویش نمایاں رہی۔

بازار حصص میں تجارتی ویلیو میں نمایاں بہتری آئی۔ KSE 100 میں ٹریڈنگ کی اوسط ویلیو مالی سال20 کے 6.1 بلین پاکستانی روپے سے بڑھ کر مالی سال 21 میں 116% کے تاریخی اضافے کے ساتھ 13.2 بلین پاکستانی روپے ہو گئی۔تجارتی ویلیو میں اس نمایاں اضافے کا سبب 2017 سے ایکویٹیز میں تیزی سے دوبارہ اضافہ ہونا تھا۔

انکم/ منی مارکیٹ کا جائزہ

اب تک کے مالی سال کے دوران، اسٹیٹ بینک آف پاکستان (SBP) نے پالیسی ریٹ میں کوئی تبدیلی نہیں کی اور یہ شرح 7% رہی۔سینٹرل بینک نے پاکستان انویسٹمنٹ بانڈز (PIBs)

(کی فراہمی میں کمی کی ہے اور جنوری 2021 تک 5 سالہ دستاویز کے نئے اجراء میں بولیاں مسترد کر دی تھیں۔ تاہم، انشورنس اور بینکنگ سیکٹر سے خاص طور پر طلب برقرار رہی، اسٹیٹ بینک نے بالآخر 9.52% کی کٹ آف پیداوار پر 5 سالہ دستاویز میں بولیاں قبول کرنا شروع کر دیں۔ اس وقت 5 سالہ PIBs 9.48% پر تجارت کر رہا ہے۔

وزارتِ خزانہ اور اسٹیٹ بینک آف پاکستان معاشی ترقی کو ترجیح دینے کے لیے پرعزم ہیں۔ اس کے باوجود کرنٹ اکاؤنٹ اور افراطِ زر کے بارے میں خدشات برقرار ہیں؛ سرمایہ کاروں نے قلیل مدت میں معمولی شرحِ سود میں سختی کی توقعات کی وجہ سے قلیل مدتی ٹریژری بلوں (T Bills) اور فلوٹنگ ریٹ بانڈز میں رہنے کو ترجیح دی ہے۔ زیرِ جائزہ مدت کے دوران، 3 ماہ، 6 ماہ اور 12 ماہ کے ٹی بلز کے لیے ثانوی مارکیٹ کی پیداوار بالترتیب 7.28%، 7.53% اور 7.81% تک بڑھ گئی ہے۔

مالی سال 2021 کی دوسری سہ ماہی (2QFY21) میں اسلامک منی مارکیٹ نے حکومتِ پاکستان کے اجارہ سکوک کے اجراء مشاہدہ کیا۔ SBP نے ویری ایبل رینٹل ریٹ (VRR) اجارہ سکوک میں 335 بلین پاکستانی روپے کی بولیاں منظور کیں کیونکہ سرمایہ کاروں میں فلوٹنگ ریٹ سکوک کو ترجیح دی جاتی رہی۔ مزید برآں، 5 سالہ فکسڈ رینٹل ریٹ (FRR) اجارہ سکوک کے لیے 33 بلین پاکستانی روپے کی بولیاں موصول ہوئیں، جن میں سے صرف 14 بلین پاکستانی روپے کی بولیاں قبول کی گئیں۔ اس کے مقابلے میں، گزشتہ سہ ماہی میں اجارہ سکوکس کا کوئی نیا اجراء نہیں ہوا تھا۔

فنڈ کی کارکردگی کا جائزہ

30 جون 2021 کو ختم ہونے والے سال کے لیے فنڈ کی تین ایلوکیشن اسکیموں کی کارکردگی درجِ ذیل ہے۔ 30 جون 2021 کو فنڈ کے خالص اثاثہ جات 457.3034 ملین روپے سے 452.1870 ملین روپے پر پہنچ گئے۔

ایلوکیشن اسکیمز	خالص اثاثہ جات (ملین پاکستانی روپے میں)	منافع	بینچ مارک منافع
JS اسلامک ہائبرڈ فنڈ آف فنڈز- مستحکم	0.2870	43.07%	6.03%
JS اسلامک ہائبرڈ فنڈ آف فنڈز- متناسب	10.8701	30.45%	38.55%
JS اسلامک ہائبرڈ فنڈ آف فنڈز- مفید	4.0508	39.75%	36.78%
JS اسلامک ہائبرڈ فنڈ آف فنڈز- JSIAAP-8	436.9751	6.26%	3.39%

JS اسلامک ہائبرڈ فنڈ آف فنڈز 1 - JSICPAP-8

یہ پلان ابتدائی پیشکش سے قبل کی مدت (Pre - IOP) اور ابتدائی پیشکش کی مدت (IOP) یعنی 15 اکتوبر 2019 اور 20 دسمبر 2019 سے حاصل ہونے والی تمام بقایا آمدنی کی کلیئرنس سے دوسال کی میچوریٹی کا ہے۔ مینجمنٹ کمپنی (وکیل) نے سیکیوریٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی منظوری سے میچوریٹی کی مدت میں مزید دوسال کی توسیع کر دی ہے جو 26 دسمبر 2023 کو اختتام پذیر ہوگی۔ اس مدت کے اختتام کے بعد، مینجمنٹ کمپنی (وکیل) مخصوص مدت کے لیے بعد کی میچوریٹی کا اعلان کر سکتی ہے جہاں مینجمنٹ کمپنی (وکیل) یونٹ ہولڈرز کے حق میں بہتر محسوس کریں۔

ایسیٹ مینجر ریٹنگ

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (PACRA) نے جے ایس انویسٹمنٹس لمیٹڈ کو " AM 2 " (اے ایم ٹو) کی مینجمنٹ کوالٹی ریٹنگ "stable" امکانات کے ساتھ تفویض کی ہے۔ یہ ریٹنگ مینجمنٹ کے اعلی معیار کی نشاندہی کرتی ہے۔

آڈیٹرز

فنڈ کے بیرونی آڈیٹرز میسرز کے پی ایم جی تاثیر ہادی اینڈ کو، چارٹرڈ اکاؤنٹنٹس ریٹائر ہو گئے۔ بورڈ آف ڈائریکٹرز نے، آڈٹ کمیٹی کی تجویز پر میسرز ای وائے فورڈ رہوڈز چارٹرڈ اکاؤنٹنٹس کی 30 جون 2022 کو ختم ہونے والے سال کے لیے بطور فنڈ کے آڈیٹر تقرری کی منظوری دی۔

بورڈ آف ڈائریکٹرز

مدت کے دوران، محترمہ عفت زہرہ منکانی نے جناب حسنین رضا نینسی کی جگہ کمپنی کی چیف ایگزیکیٹو آفیسر کی حیثیت سے شمولیت اختیار کی۔ اس کے علاوہ جناب سید توقیر حیدر رضوی، جناب بابر واجد اور جناب کامران جعفر بورڈ سے مستعفی ہو گئے جبکہ جناب سلیمان لالانی، جناب حلیم شیخ، جناب زاہد اللہ خان اور جناب مرزا ایم ساد ید ایچ برلاس کو بالترتیب ان کی جگہ ڈائریکٹر مقرر کیا گیا۔

شریعہ ایڈوائزرز

میسرز ال۔ہلال شریعہ ایڈوائزرز (پرائیوٹ) لمیٹڈ نے اپنی مدت مکمل کی۔ JS انویسٹمنٹس لمیٹڈ کے بورڈ آف ڈائریکٹرز، فنڈ کی مینجمنٹ کمپنی نے، آڈٹ کمیٹی کی تجویز پر ال۔ہلال شریعہ ایڈوائزرز کو 30 جون 2022 کو ختم ہونے والے اگلے سال کے لیے تقرری کی منظوری دی۔

اضافی معاملات

ا۔سالانہ رپورٹ کے ساتھ فنڈ مینیجر رپورٹ منسلک ہے جس میں مرکزی خطرات اور منافع جات کے مستقبل کے امکانات کی مناسب علامت کے ساتھ ہیجان کی کیفیت کی وضاحت کی ہے۔

ب۔شائع ہونے والے مالیاتی گوشوارے انکسچر میں دیئے گیا ہے جس میں 30 جون 2021 کو یونٹ ہولڈنگ کے نمونہ کی تشہیر ہوئی۔

ج۔اندرونی کنٹرول کا نظام ساخت کے اعتبار سے مضبوط ہے اور اس پر موثر اطلاق اور نگرانی کی جاتی ہے۔

د۔کارکردگی کا ٹیبل/اہم مالیاتی معلومات اس سالانہ رپورٹ کے ضمیمہ میں دی گئی ہیں۔

اہم معاملات

- 30 جون 2021 کو ختم ہونے والے سال کے بعد، سندھ ریونیو بورڈ (ایس۔آر۔بی) نے 12 اگست 2021 کے اپنے خط کے ذریعے ایم یو ایف اے پی کو آگاہ کیا ہے کہ میوچل فنڈز مالیاتی ادارے/صنعتی ادارے کے طور پر اہل نہیں ہیں اور اس وجہ سے وہ سندھ ورکرز ویلفیئر فنڈ (SWWF) کی شراکت ادائیگی کے ذمہ دار نہیں ہیں۔ اس ترقی پر MUFAP کی سطح پر تبادلہ خیال کیا گیا اور اسے سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) کے ساتھ بھی اٹھایا گیا ہے اور ایس ای سی پی کے ساتھ مشاورت کے ساتھ تمام اثاثہ جات مینجمنٹ کمپنیوں نے فنڈ کے SWWF کو 13 اگست 2021 کے مالی بیانات میں تسلیم شدہ مجموعی فراہمی کو الٹ دیا ہے۔ ایس ای سی پی نے ڈبلیوڈبلیوایف کی فراہمی کی ممکنہ الٹ پلٹ کے لئے اپنی رضامندی دی ہے، اس کے مطابق، آگے بڑھتے ہوئے فنڈ کے مالی بیان میں ڈبلیوڈبلیوایف کے لئے کوئی شق تسلیم نہیں کی جائے گی۔
- 22 ستمبر 2021 کو بورڈ نے مالیاتی بیانات میں (SWWF) کے ممکنہ الٹ سے متعلق نوٹ 12.1 شامل کرنے کی منظوری دی۔

۔ سندھ ٹرسٹس ایکٹ 2020. (ترمیم شدہ بذریعہ سندھ ٹرسٹس (ترمیم شدہ) ایکٹ 2021 ("دی ایکٹ") کے نفاذ سے ٹرسٹس بشمول اجتماعی انویسٹمنٹ اسکیمز، پرائیویٹ فنڈز وغیرہ کو ایکٹ کے سیکشن 12A کے تحت خصوصی ٹرسٹس ہونے کی بناء پر اسٹنٹ ڈائریکٹر آف انڈسٹریز اینڈ کامرس (ٹرسٹ ونگ)، حکومت سندھ کے ساتھ رجسٹر ہونا لازمی ہے۔ اس مقصد کیلئے منیجمنٹ کمپنیز کے درمیاں تمام فنڈز کی دوبارہ تشکیل کی گئی ٹرسٹ ڈیڈز مکمل کرلی گئی ہیں اور ٹرسٹیز ار تمام متعلقہ ٹرسٹ ڈیڈز مع ضروری دستاویزات اسسٹنٹ ڈائریکٹر آف انڈسٹریز اینڈ کامرس (ٹرسٹ ونگ)، حکومت سندھ کے پاس جمع کرادی گئی ہیں۔

اظہارِ تشکر

ڈائریکٹرز بیش قدر معاونت، مدد اور رہنمائی پر سیکیوریٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) اور ڈیجیٹل کسٹوڈین کمپنی لمیٹڈ (سابقہ: MCB فنانشل کمپنی لمیٹڈ) سے اظہارِ تشکر کرتے ہیں۔ بورڈ لگن اور محنت پر مینجمنٹ کمپنی کے ملازمین اور انتظامیہ پر اعتماد پر یونٹ ہولڈرز کا بھی شکریہ ادا کرتا ہے۔

ڈائریکٹروں کی رپورٹ کو ابتدائی طور پر 21 اگست 2021 کو مینجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز نے منظور کیا 22 ستمبر 2021 کو مزید ترمیم کی تاکہ بعد کے ایونٹ کو شامل کیا جاسکے جیسا کے مذکورہ بالا اہم معاملے میں ظاہر کی گیا ہے جو کہ SWWF پرو ویژننگ سے متعلق ہے۔

چیف ایگزیکٹو آفیسر   ڈائریکٹر

کراچی:

Fund Manager Report
Annual Report 2021

JS Islamic Hybrid Fund of Funds (JSIHFoF)

- **Description of the Collective Investment Scheme category and type**
  Shariah Compliant Fund of Funds and Shariah Compliant Fund of Funds Scheme - Allocation Plan

- **Statement of Collective Investment Scheme's investment objective**
  JS Islamic Hybrid Fund of Funds aims to generate need based returns for its clients by offering several Allocation Baskets/Plans with varying mix of exposures to low / high risk asset classes via underlying mutual funds. Investment Objectives of the Allocation Baskets/Plans initially offered under JSIHFOF are Mustanad, Mustahkem, Mutanasib & Mufeed.

  JS Islamic Capital Preservation Allocation Plan – 8 (JSICPAP-8) is a limited-term (2 Years) Constant Proportion Portfolio Insurance (CPPI) based allocation plan offered under "JS Islamic Hybrid Fund of Funds". The Plan aims to earn a potentially high return through dynamic asset allocation between Shariah Compliant Equities, Shariah Compliant Sovereign Income/Money Market based Collective Investment Schemes and Shariah Compliant bank saving accounts/term deposits, while providing principal preservation of the Initial Investment Value at completion of the life of the Plan.

- **Explanation as to whether the Collective Investment Scheme has achieved its stated objective**
  The collective investment scheme achieved its stated objective.

- **Statement of benchmark(s) relevant to the Collective Investment Scheme**
  Weighted average daily return of KMI 30 index, six (6)/ three (3) month average deposit rates of three (3) 'A' rated scheduled Islamic Banks or Islamic Banking windows of scheduled Commercial Banks, as selected by MUFAP based on actual proportion of the Equity Portion consisting of Shariah Compliant Equity Funds, Income Portion consisting of Shariah Compliant Income and Money Market Funds, and any Cash or Near cash instruments in each of the Allocation Baskets".

  BM JSICPAP_8
  The Benchmark of each Allocation Plan in the Fund will be the weighted average daily return of i) KMI 30 index; ii) six (6) month average deposit rates of three (3) 'A' rated scheduled Islamic Banks or Islamic Banking windows of scheduled Commercial Banks; iii) six months PKISRV Rates and iv) three (3) month average deposit rates of three (3) 'AA' rated scheduled Islamic Banks or Islamic Banking windows of scheduled Commercial Banks, as selected by MUFAP - based on actual proportion of i) Equity Portion consisting of Shariah Compliant Equity Funds; ii) Shariah Compliant Income Funds within Income Portion; iii) Shariah Compliant Sovereign Income Funds within Income Portion; and iv) Money Market Funds and Cash or Near cash instruments; in each of the Allocation Plans as approved by SECP.

Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks

	JSIHFOF Mustanad*	BM	JSIHFOF Mustahkem	BM	JSIHFOF Mutanasib	BM	JSIHFOF Mufeed	BM	JSIHFOF JS ICPAP_8	BM
Jul-20	17.18%	3.66%	1.45%	0.35%	8.58%	0.44%	8.05%	-4.20%	0.51%	0.31%
Aug-20	-1.75%	3.99%	1.20%	0.37%	3.83%	-1.78%	3.72%	-6.13%	0.44%	0.34%
Sep-20	228.41%	3.75%	0.54%	0.37%	-1.73%	4.33%	-1.48%	7.90%	0.48%	0.28%
Oct-20	-29.45%	3.76%	-0.58%	0.27%	0.57%	1.82%	0.43%	6.38%	0.49%	0.32%
Nov-20	6.02%	0.81%	-0.81%	0.41%	1.69%	0.57%	1.66%	8.20%	0.59%	0.28%
Dec-20	n/a	n/a	1.86%	1.82%	7.27%	5.27%	7.23%	5.01%	0.51%	0.28%
Jan-21	n/a	n/a	0.12%	0.73%	4.09%	1.60%	4.02%	-18.46%	0.41%	0.26%
Feb-21	n/a	n/a	0.18%	-3.33%	0.84%	-11.30%	0.84%	-11.33%	0.46%	0.24%
Mar-21	n/a	n/a	0.68%	-6.32%	-4.03%	-24.26%	-4.01%	-27.72%	0.60%	0.27%
Apr-21	n/a	n/a	34.66%	6.08%	-0.71%	22.87%	7.21%	0.44%	0.52%	0.25%
May-21	n/a	n/a	0.47%	0.22%	7.55%	-0.63%	7.05%	0.42%	0.54%	0.25%
Jun-21	n/a	n/a	1.01%	0.27%	-0.22%	-0.97%	0.04%	0.95%	0.55%	0.24%
FY21	**49.01%**	**3.79%**	**43.07%**	**6.03%**	**30.45%**	**38.55%**	**39.75%**	**36.78%**	**6.26%**	**3.39%**

*Annualized

- **Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance**

Mustanad (Income Focused Plan): The plan shall aim to provide its investors a stable stream of income by investing solely in shariah compliant sovereign, income and money market funds and cash/near cash instruments.

Mustahkem (Balanced Plan with Income Preference): The Plan shall aim to provide Investors with a low risk plan primarily in Shariah compliant sovereign / income / money market funds. The plan attempts to enhance the returns through limited exposure (up to 30%) to Shariah compliant Equity Funds.

Mutanasib (Active Allocation Plan): The plan follows a robust and active asset allocation strategy between Shariah Compliant equity Funds and Shariah complaint Sovereign income and money market funds to achieve high risk adjusted returns. The plan shall attempt to benefit from performance of Equity schemes and limit downside risk by active reallocation of its portfolio between the Equity portion and the Fixed Income portion.

Mufeed (Balanced Basket/Plan with Equity Preference): The Plan aims to offer an enhanced growth potential to its investors by seeking high exposure in Shariah compliant equity funds (up to 70%), while keeping an appropriate exposure to Shariah compliant sovereign, Income and Money Market Funds to optimize risk.

JS Islamic Capital Preservation Plan 8: The JS ICPAP - 8 maintained nil equity exposure. The Fund was primarily invested in cash or near cash instruments with commercial banks and money market mutual funds.

- **Disclosure of the Collective Investment Scheme's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)**

	JSIHFOF Mustanad		JSIHFOF Mustahkem		JSIHFOF Mutanasib		JSIHFOF Mufeed		JSIHFOF JS ICPAP_8	
	Jun-21	Jun-20	Jun-21	Jun-20	Jun-21	Jun-20	Jun-21	Jun-20	Jun-21	Jun-20
Cash	n/a	29.78%	32.48%	2.93%	2.10%	4.42%	7.09%	18.68%	0.28%	25.99%
Open End Funds	n/a	0.00%	23.33%	39.33%	97.58%	94.78%	91.72%	78.67%	99.57%	72.27%
Other including receivables	n/a	70.22%	44.19%	57.74%	0.31%	0.80%	1.19%	2.66%	0.15%	1.74%
Total	n/a	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

- **Based on changes in total NAV and NAV per unit since the last review period or since commencement (in the case of newly established Collective Investment Scheme)**

	30-Jun-21		30-Jun-20	
	Net Assets Excluding JSIL FoFs (PKR mn)	NAV per Unit (PKR)	Net Assets Excluding JSIL FoFs (PKR mn)	NAV per Unit (PKR)
JSIHFOF Mustanad	n/a	n/a	0	66.64
JSIHFOF Mustahkem	0	63.49	0	63.49
JSIHFOF Mutanasib	11	62.28	10	62.01
JSIHFOF Mufeed	4	39.94	3	39.77
JSIHFOF - JS ICPAP_8	437	86.69	444	86.68

- **Disclosure of the markets that the Collective Investment Scheme has invested in:**

  The plans invest in Shariah compliant equity, Islamic fixed income and Islamic money market Collective Investment Schemes.

- **Disclosure on distribution (if any), comprising:-**
  - Particulars of income distribution or other forms of distribution made and proposed during the period; and
  - Statement on effects on the NAV before and after distribution is made

Distribution

Mustanad: NIL; Mustahkem: 27%; Mutanasib: 18%; Mufeed: 15.35%; JSIHFOF - JS ICPAP_8: 5.41%

NAVs per unit as on June 30, 2021		
	Cum NAV (PKR)	Ex-NAV (PKR)
JSIHFOF Mustanad	n/a	n/a
JSIHFOF Mustahkem	63.49	63.49
JSIHFOF Mutanasib	62.28	62.28
JSIHFOF Mufeed	39.94	39.94
JSIHFOF - JS ICPAP_8	86.69	86.69

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

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

- **Breakdown of unit holdings by size**

Fund Name	Ranges			Number of Folios
JS IHFOF-Mufeed	0.0001	to	9,999.9999	1
	10,000.0000	to	49,999.9999	-
	50,000.0000	to	99,999.9999	-
	100,000.0000	to	499,999.9999	1
	500,000.0000	&	above	-
			Total	**2**

Fund Name	Ranges			Number of Folios
JS IHFOF-Mustahkem	0.0001	to	9,999.9999	2
	10,000.0000	to	49,999.9999	-
	50,000.0000	to	99,999.9999	-
	100,000.0000	to	499,999.9999	-
	500,000.0000	&	above	-
			Total	**2**

Fund Name	Ranges			Number of Folios
JS IHFOF-Mustanad	0.0001	to	9,999.9999	-
	10,000.0000	to	49,999.9999	-
	50,000.0000	to	99,999.9999	-
	100,000.0000	to	499,999.9999	-
	500,000.0000	&	above	-
			Total	**-**

Fund Name	Ranges			Number of Folios
JS IHFOF-Mutanasib	0.0001	to	9,999.9999	22
	10,000.0000	to	49,999.9999	3
	50,000.0000	to	99,999.9999	1
	100,000.0000	to	499,999.9999	-
	500,000.0000	&	above	-
			Total	**26**

Fund Name	Ranges			Number of Folios
JS IHFOF-JSICPAP-8	0.0001	to	9,999.9999	108
	10,000.0000	to	49,999.9999	46
	50,000.0000	to	99,999.9999	6
	100,000.0000	to	499,999.9999	12
	500,000.0000	&	above	1
			Total	**173**

- **Disclosure on unit split (if any), comprising:-**
  The Fund has not carried out any unit split exercise during the year.

- **Disclosure of circumstances that materially affect any interests of the unit holders**
  Investment is subject to market risk.

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

  The Management Company and / or any of its delegates have not received any soft commission from its brokers / dealers by virtue of transactions conducted by the Fund.

JS Islamic Hybrid Fund of Funds

Performance Table

		JS ISLAMIC HYBRID FUND OF FUNDS									
		Mufeed					Mustahkem				
		2021	2020	2019	2018	2017	2021	2020	2019	2018	2017
Net assets	Rs.	4,054,809	3,372,118	30,842,636	61,116,774	76,577,715	287,011	224,773	803,724	134,103,911	231,571,314
Net income / loss	Rs.	1,264,345	4,714,319	(2,802,535)	(14,095,888)	(1,629,714)	93,377	(82,247)	599,574	(5,340,518)	(1,673,168)
Total return of the Fund	%	39.75	(45.44)	(9.23)	(18.01)	(2.08)	43.07	(34.57)	9.52	(2.56)	(0.72)
Dividend distribution	%	15.35	-	-	-	-	27.16	-	8.88	-	-
Capital Growth	%	24.40	(45.44)	(9.23)	(18.01)	(2.08)	15.91	(34.57)	0.64	(2.56)	(0.72)
Average annual return											
- One Year (Since launch date)*	%	39.75	(45.44)	(9.23)	(18.01)	(2.08)	43.07	(34.57)	9.52	(2.56)	(0.72)
- Two Year (Since launch date)*	%	(2.85)	(27.34)	(13.62)	(10.05)	-	4.25	(12.53)	3.48	(1.64)	-
- Three Year (Since launch date)*	%	(4.97)	(24.23)	(9.77)	-	-	6.01	(9.20)	2.08	-	-
NAV per unit	Rs.	39.94	39.77	72.87	80.28	97.92	63.49	63.49	97.04	96.74	99.28
Year-end offer price per unit	Rs.	41.30	41.12	75.35	83.01	100.86	63.86	63.86	97.59	97.29	99.78
Highest offer price per unit	Rs.	58.84	89.49	85.83	103.77	103.02	90.74	99.99	102.38	100.94	100.53
Lowest offer price per unit	Rs.	41.12	40.71	74.17	78.30	99.20	63.86	63.76	96.64	94.64	99.06
Year-end repurchase price per unit	Rs.	39.94	39.77	72.87	80.28	97.92	63.49	63.49	97.04	96.74	99.28
Highest repurchase price per unit	Rs.	56.91	86.55	83.01	100.74	100.01	90.22	99.42	101.80	100.43	100.02
Lowest repurchase price per unit	Rs.	39.77	39.37	71.73	76.01	96.31	62.85	63.39	96.09	94.16	98.56
interim distribution	Rs.	15.35	-	-	-	-	27.16	-	8.88	-	-
Final distribution	Rs.	-	-	-	-	-	-	-	-	-	-
Total distribution as % of par value	Rs.	15.35	-	-	-	-	27.16	-	8.88	-	

		JS ISLAMIC HYBRID FUND OF FUNDS										
		Mustanad				Mutanasib					JSICPAP-8	
		2020	2019	2018	2017	2021	2020	2019	2018	2017	2021	2020
Net assets	Rs.	60,461	212,278	19,375,526	812,771,657	10,870,131	10,125,242	13,586,752	29,105,321	72,344,563	436,975,088	443,520,783
Net income / loss	Rs.	(44,340)	1,817,717	4,932,564	1,557,874	2,904,440	(2,321,105)	308,630	11,666,145	(1,194,954)	26,750,689	(96,035,378)
Total return of the Fund	%	(36.33)	20.67	6.37	0.19	30.45	(23.90)	1.74	(17.21)	(1.62)	6.26	(13.32)
Dividend distribution	%	-	19.08	3.75	0.80	18.40	-	1.38	-	-	5.41	-
Capital Growth	%	(36.33)	1.59	2.62	(0.61)	12.05	(23.90)	0.36	(17.21)	(1.62)	0.85	(13.32)
Average annual return												
- One Year (Since launch date)*	%	(36.33)	20.67	6.37	0.19	30.45	(23.90)	1.74	(17.21)	(1.62)	6.26	(13.32)
- Two Year (Since launch date)*	%	(7.83)	13.52	3.28	-	3.28	(11.08)	(7.74)	(9.42)	-	(3.53)	-
- Three Year (Since launch date)*	%	(3.10)	9.08	-	-	2.76	(13.12)	(5.70)	-	-	-	-
NAV per unit	Rs.	66.64	104.55	106.48	100.01	62.28	62.01	81.49	81.45	98.38	86.69	86.68
Year-end offer price per unit	Rs.	66.64	104.55	106.48	100.01	64.44	64.12	84.26	84.22	101.34	89.63	89.62
Highest offer price per unit	Rs.	119.29	109.41	106.50	100.12	85.93	97.27	86.42	103.80	103.02	95.20	106.67
Lowest offer price per unit	Rs.	66.36	98.22	100.05	100.00	64.12	57.31	79.39	79.65	100.00	89.62	87.72
Year-end repurchase price per unit	Rs.	66.64	104.55	106.48	100.01	62.28	62.01	81.49	81.45	98.38	86.69	86.68
Highest repurchase price per unit	Rs.	119.29	109.41	106.50	100.12	83.11	94.08	100.77	83.58	100.01	92.07	102.13
Lowest repurchase price per unit	Rs.	66.36	98.22	100.05	100.00	62.01	55.43	77.33	76.78	97.10	86.68	83.99
interim distribution	Rs.	-	19.08	-	0.80	18.40	-	1.38	-	-	5.41	-
Final distribution	Rs.	-	-	3.75	-	-	-	-	-	-	-	-
Total distribution as % of par value	Rs.	-	19.08	3.75	0.80	18.40	-	1.38	-	-	5.41	-

Notes
- *JS Islamic Hybrid Fund of Funds was launched on June 07, 2017.
- Investment portfolio composition of the Fund is disclosed in note 6 of the financial statements.
- The income distribution have been shown against The year to which they relate although these were declared & distributed subsequently to the year end.

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

بِسۡمِ ٱللَّهِ ٱلرَّحۡمَٰنِ ٱلرَّحِيمِ

Al-Hilal
Shariah Advisors

September 14, 2021

The purpose of this report is to provide an opinion on the Shariah Compliance of the Fund's investment and operational activities with respect to Shariah guidelines provided.

It is the core responsibility of the Management Company to operate the Fund and invest the amount of money in such a manner which is in compliance with the Shariah principles as laid out in the Shariah guidelines. In the capacity of the Shariah Advisor, our responsibility lies in providing Shariah guidelines and ensuring compliance with the same by review of activities of the fund. We express our opinion based on the review of the information, provided by the management company, to an extent where compliance with the Shariah guidelines can be objectively verified.

Our review of Fund's activities is limited to enquiries of the personnel of Management Company and various documents prepared and provided by the management company.

Keeping in view the above; we certify that:

We have reviewed all the investment and operational activities of the fund including all transactions and found them to comply with the Shariah guidelines. On the basis of information provided by the management company, all operations of the fund for the year ended June 30, 2021 comply with the provided Shariah guidelines. Therefore, it is resolved that investments in JS Islamic Hybrid Fund of Funds (JS-IHFoF) managed by JS Investments Limited are halal and in accordance with Shariah principles.

May Allah (SWT) bless us and forgive our mistakes and accept our sincere efforts in accomplishment of cherished tasks and keep us away from sinful acts.

For and on behalf of Shariah Supervisory Council of Al-Hilal Shariah Advisors (Pvt.) Limited.

Mufti Irshad Ahmad Aijaz
Member Shariah Council

Faraz Younus Bandukda, CFA
Chief Executive

Al-Hilal Shariah Advisors (Pvt) Limited

807 8th Floor Horizon Tower, Khayban-e-Saadi, Block - 3 Clifton, Karachi, Pakistan. Tel :+92-21-35305931-37, Web: www.alhilalsa.com

STATEMENT OF COMPLIANCE WITH SHARIAH PRINCIPLES

JS Islamic Hybrid Fund of Funds (the Fund) has fully complied with Shariah Principles specifi-ed in the Trust Deed and in the guidelines issued by the Shariah Advisors for its operations, investments, bank accounts and placements made during the year ended June 30, 2021. The Shariah Advisors has also confi¬rmed that the transactions were observed to be compliant with the guidelines laid down by Shariah Advisors.

Iffat Zehra Mankani
Chief Executive Officer

Karachi: September 24, 2021

Independent Reasonable Assurance Report to the Unit Holders on the Statement of Compliance with Shariah Principles

We were engaged by the Board of Directors of JS Investments Limited, Management Company of **JS Islamic Hybrid Fund of Fund** (the Fund), to report on Fund's Compliance with the Shariah principles as set out in the annexed statement prepared by the management company for the year ended 30 June 2021, in the form of an independent reasonable assurance conclusion about whether the annexed statement presents fairly the status of the Fund's compliance with Shariah principles specified in the Trust Deed and the guidelines issued by the Shariah Advisor, in all material respects.

Applicable Criteria

The criteria against which the subject matter information (the Statement) is assessed comprise of Shariah principles specified in the Trust Deed and the guidelines issued by the Shariah Advisor.

The above criteria were evaluated for their implementation on the financial statements of the Fund for the year ended 30 June 2021.

Responsibilities of the Management Company

The management company of the Fund is responsible for preparation of the annexed statement that is free from material misstatement and for the information contained therein.

This responsibility includes designing, implementing and maintaining internal controls relevant to the preparation of the annexed statement that is free from material misstatement, whether due to fraud or error. The management company is also responsible to ensure that the financial arrangements and transactions having Shariah implications entered into by the Fund in substance and in their legal form are in compliance with the Shariah principles specified in the Trust Deed and guidelines issued by the Shariah Advisor.

Our Independence and Quality Control

We have complied with the independence and other ethical requirements of the Code of Ethics for Chartered Accountants issued by the Institute of Chartered Accountants of Pakistan, which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

The firm applies International Standard on Quality Control 1 "Quality Control for Firms That Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements" and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Our responsibilities

Our responsibility is to examine the annexed statement and to report thereon in the form of an independent reasonable assurance conclusion based on the evidence obtained. We conducted our engagement in accordance with International Standard on Assurance Engagements (ISAE) 3000 (Revised), Assurance Engagements Other Than Audits or Reviews of Historical Financial Information issued by the International Auditing and Assurance Standards Board. That standard requires that we plan and perform our procedures to obtain reasonable assurance about whether the annexed statement presents fairly the status of the Fund's compliance with the Shariah principles specified in the Trust Deed and the guidelines issued by the Shariah Advisor, in all material respects. The procedures selected depend on our judgment, including the assessment of the risks of material non-compliances with Shariah principles and guidelines whether due to fraud or error. In making those risk assessments, we have considered internal control relevant to financial arrangements and transactions having Shariah implications, in order to design assurance procedures that are appropriate in the circumstances, but not for the purposes of expressing a conclusion as to the effectiveness of the Fund's internal control. Reasonable assurance is less than absolute assurance.

The procedures performed included performing tests of controls for making investments and maintaining bank accounts in accordance with the Shariah principles specified in the Trust Deed and the guidelines issued by the Shariah Advisor.

Conclusion

Our conclusion has been formed on the basis of, and is subject to, the matters outlined in this report. We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

In our opinion, the annexed statement, for the year ended 30 June 2021, presents fairly the status of the Fund's compliance with the Shariah principles specified in the Trust Deed and the guidelines issued by the Shariah Advisor, in all material respects.

Date: 30 September 2021

Karachi

KPMG Taseer Hadi & Co.
Chartered Accountants

DIGITAL CUSTODIAN COMPANY
Formerly MCB Financial Services Limited

REPORT OF THE TRUSTEE TO THE UNIT HOLDERS

JS ISLAMIC HYBRID FUND OF FUNDS

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

JS Islamic Hybrid Fund of Funds, an open-end scheme established under a trust deed executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited Formerly MCB Financial Services Limited as the Trustee on 28th October 2016.

1. JS Investments Limited, the Management Company of JS Islamic Hybrid Fund of Funds has, in all material respects, managed JS Islamic Hybrid Fund of Funds during the year ended 30th June 2021 in accordance with the provisions of the following:

    (i) Investment limitations imposed on the Asset Management Company and the Trustee under the trust deed and other applicable laws;

    (ii) the valuation or pricing is carried out in accordance with the deed and any regulatory requirement;

    (iii) the creation and cancellation of units are carried out in accordance with the deed;

    (iv) and any regulatory requirement

Khawaja Anwar Hussain
Chief Executive Officer
Digital Custodian Company Limited
Formerly MCB Financial Services Limited

Karachi: September 13, 2021

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INDEPENDENT AUDITOR'S REPORT

To the Unit Holders of JS Islamic Hybrid Fund of Funds

Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of JS Islamic Hybrid Fund of Funds ("the Fund"), which comprise the statement of assets and liabilities as at 30 June 2021, income statement, statement of comprehensive income, statement of movement in unit holders' fund, cash flow statement for the year then ended, and notes to the financial statements, including summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 June 2021, and of its financial performance and its cash flows for the year then ended in accordance with accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the key audit matter:

No.	Key Audit Matter(s)	How the matter was addressed in our audit
1	*Investments – Valuation of investments* Refer note 4.1 and 6 to the financial statements for accounting policies and details of investments. As at 30 June 2021, the Fund has investments classified as "Fair value through profit or loss" amounting to Rs. 457.6 million in aggregate representing 99% of total assets value of the Fund. We identified valuation of investments as a key audit matter because of its significance in relation to the net asset value of the fund.	Our audit procedures included the following: • obtaining an understanding of and testing the design and operating effectiveness of the key controls for the valuation of investments; and • assessing, on a sample basis, whether investments were valued at fair value based on the rates quoted by Mutual Fund Association of Pakistan (MUFAP).

Other Information

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

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

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

The Board of Directors are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.

- Conclude on the appropriateness of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation Rules, 2003) and Non-Banking Finance Companies and Notified Entities Regulations, 2008.

The engagement partner responsible on the audit resulting in this independent auditor's report is Amyn Pirani.

Date: September 30, 2021

Karachi

KPMG Taseer Hadi & Co.
Chartered Accountants

FINANCIAL STATEMENTS

Statement of Assets and Liabilities

As at 30 June 2021

	Note	30 June 2021							
		Mufeed	Munafa (Note 1.3.2)	Mustahkem	Mustanad (Note 1.3.4)	Mutanasib	JS Islamic Active Allocation Plan I (Note 1.3.6)	JS Islamic Capital Preservation Allocation Plan 8	Total
		(Rupees)							
Assets									
Bank balances	5	309,501	136,983	176,255	250,122	236,326	172,031	1,252,148	2,533,366
Investments	6	4,002,431	-	126,586	-	10,959,636	-	442,486,575	457,575,228
Deferred formation cost	7	-	-	-	-	-	-	647,007	647,007
Advances and other receivables	8	51,943	-	239,812	-	35,065	-	4,746	331,566
Total assets		4,363,875	136,983	542,653	250,122	11,231,027	172,031	444,390,476	461,087,167
Liabilities									
Payable to the Management Company (Wakeel)	9	500	134,223	221,343	-	1,306	-	959,027	1,316,399
Remuneration payable to the Trustee	10	393	-	31	-	1,034	-	40,341	41,799
Annual fee payable to the Securities and Exchange Commission of Pakistan	11	745	-	53	216	2,157	-	88,153	91,324
Accrued expenses and other liabilities	12	307,428	2,760	34,215	249,906	356,399	172,031	6,327,867	7,450,606
Total liabilities		309,066	136,983	255,642	250,122	360,896	172,031	7,415,388	8,900,128
Contingency and commitment	13								
Net assets		4,054,809	-	287,011	-	10,870,131	-	436,975,088	452,187,039
Unit Holders Funds		4,054,809	-	287,011	-	10,870,131	-	436,975,088	452,187,039
		(Number of units)							
Number of units in issue	17	101,519	-	4,520	-	174,531	-	5,040,447	
		(Rupees)							
Net asset value per unit		39.94	-	63.49	-	62.28	-	86.69	

The annexed notes from 1 to 23 and annexure form an integral part of these financial statements.

For JS Investments Limited
(Management Company)

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

Statement of Assets and Liabilities
As at 30 June 2020

	Note	Mufeed	Munafa	Mustahkem	Mustanad	Mutanasib	JS Islamic Active Allocation Plan I	JS Islamic Capital Preservation Allocation Plan 8	Total
		30 June 2020							
			(Note 1.3.2)		(Note 1.3.4)		(Note 1.3.6)		
		(Rupees)							
Assets									
Bank balances	*5*	725,644	134,223	13,674	127,344	460,913	166,164	325,385,214	327,013,176
Investments	*6*	3,056,118	-	183,378	-	9,874,185	-	115,721,867	128,835,548
Deferred formation cost	*7*	-	-	-	-	-	-	1,302,422	1,302,422
Advances and other receivables	*8*	103,191	-	269,227	300,260	83,056	-	2,805,916	3,561,649
Total assets		3,884,953	134,223	466,279	427,604	10,418,154	166,164	445,215,419	460,712,795
Liabilities									
Payable to Management Company (Wakeel)	*9*	224,951	134,223	221,471	190,659	225,407	-	1,375,687	2,372,398
Remuneration payable to the Trustee	*10*	117	-	16	4	627	-	42,496	43,260
Annual fee payable to the Securities and Exchange									-
Commission of Pakistan	*11*	3,392	-	106	21	2,185	-	67,149	72,853
Accrued expenses and other liabilities	*12*	284,375	-	19,913	176,459	64,693	166,164	209,304	920,907
Total liabilities		512,835	134,223	241,506	367,143	292,912	166,164	1,694,636	3,409,418
Contingency and commitment	*13*								
Net assets		3,372,118	-	224,773	60,461	10,125,242	-	443,520,783	457,303,377
Unit Holders Funds		3,372,118	-	224,773	60,461	10,125,242	-	443,520,783	457,303,377
		(Number of units)							
Number of units in issue	*17*	84,791	-	3,541	907	163,294	-	5,116,653	
		(Rupees)							
Net asset value per unit		39.77	-	63.49	66.64	62.01	-	86.68	

The annexed notes from 1 to 23 and annexure form an integral part of these financial statements.

For JS Investments Limited
(Management Company)

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

Income Statement
For the year ended 30 June 2021

	Note	Mufeed	Mustahkem	Mustanad (Note 1.3.4)	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total
		30 June 2021					
		(Rupees)					
Income							
Mark-up on bank balances		25,406	6,840	71,639	14,010	6,454,875	6,572,770
Unrealised appreciation on revaluation of investments at fair value through profit or loss - net	6	946,291	50	-	2,591,177	315,200	3,852,718
Gain on sale of investments at fair value through profit or loss - net		-	4,832	-	324,806	1,797,399	2,127,037
Dividend Income		-	8,199	-	-	20,739,621	20,747,820
Other Income	8.2	361,520	84,504	-	84,278	-	530,302
Total income		1,333,217	104,425	71,639	3,014,271	29,307,095	33,830,647
Expenses							
Remuneration to the Trustee	10	3,785	263	1,049	10,737	434,163	449,997
Sales tax on remuneration to the Trustee		492	35	140	1,396	56,460	58,523
Accounting and operational charges allocated to the Fund	9.2	3,845	267	1,081	10,891	75,416	91,500
Annual fee to Securities and Exchange Commission of Pakistan	11	770	78	241	2,181	88,177	91,447
Auditors remuneration	15	24,533	322	1,593	13,148	535,948	575,544
Shariah advisory fee		1,064	60	276	3,600	156,852	161,852
Amortization of Deferred Formation Cost	7	-	-	-	-	655,415	655,415
Listing fee		6,250	6,250	-	6,250	6,250	25,000
SECP supervisory fee		625	625	-	625	625	2,500
Bank charges		1,707	1,243	4,628	1,725	1,145	10,448
Advance tax written off		-	-	299,540	-	-	299,540
Provision for Sindh Workers' Welfare Fund	12.1	25,801	1,905	-	59,278	545,955	632,939
Total expenses		68,872	11,048	308,548	109,831	2,556,406	3,054,705
Taxation	16	-	-	-	-	-	-
Net income / (loss) for the year		1,264,345	93,377	(236,909)	2,904,440	26,750,689	30,775,942
Allocation of net (loss) / income for the year							
Net income / (loss) for the year		1,264,345	93,377	-	2,904,440	26,750,689	30,775,942
Income already paid on units redeemed		(73,547)	(4,935)	-	(316,742)	(745,218)	(1,140,442)
Accounting income available for distribution		1,190,798	88,442	-	2,587,698	26,005,471	29,635,500
- Relating to capital gains - net		946,291	50	-	2,591,177	315,200	3,852,718
- Excluding capital gains		244,507	88,392	-	(3,479)	25,690,271	25,782,782
		1,190,798	88,442	-	2,587,698	26,005,471	29,635,500

The annexed notes from 1 to 23 and annexure form an integral part of these financial statements.

For JS Investments Limited
(Management Company)

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

Income Statement
For the year ended 30 June 2020

	Note	30 June 2020							
		Mufeed	Munafa (Note 1.3.2)	Mustahkem	Mustanad (Note 1.3.4)	Mutanasib	JS Islamic Active Allocation Plan I (Note 1.3.6)	JS Islamic Capital Preservation Plan 8	Total
		(Rupees)							
Income									
Mark-up on bank balances		193,590	5,678	3,892	9,367	46,633	209,319	22,818,811	23,287,290
Unrealised appreciation / (diminution) on revaluation of investments at fair value through profit or loss - net	6	56,118	-	(22,862)	-	(2,765,194)	-	309,686	(2,422,252)
Net (loss) / gain on sale of investments at fair value through profit or loss		4,697,693	(120,247)	3,533	4,144	269,405	795,892	(120,224,272)	(114,573,852)
Dividend Income		243,733	-	22,535	2,178	324,283	1,731,645	3,627,457	5,951,831
Other Income	8.2	63,673	24,097	33,596	33,511	45,346	-	-	200,223
Total (loss) / income		5,254,807	(90,472)	40,694	49,200	(2,079,527)	2,736,856	(93,468,318)	(87,556,760)
Expenses									
Remuneration to the Management Company (Wakeel)		-	-	-	-	-	-	1,360,468	1,360,468
Sales tax on Remuneration to the Management Company		-	-	-	-	-	-	176,048	176,048
Remuneration to the Trustee	10	106,564	1,227	1,634	418	45,904	70,467	294,577	520,791
Sales tax on remuneration to the Trustee		13,851	162	212	54	6,125	9,274	38,450	68,128
Accounting and operational charges allocated to the Fund	9.2	16,962	390	408	105	10,924	23,554	336,547	388,890
Annual fee to Securities and Exchange Commission of Pakistan	11	3,418	103	82	21	2,210	4,736	67,149	77,719
Auditors remuneration	15	168,184	-	1,041	55	47,117	-	195,405	411,802
Shariah advisory fee		3,613	77	91	16	2,233	3,632	84,640	94,302
Amortization of Deferred Formation Cost	7	121,180	31,540	118,524	87,980	121,844	-	-	481,068
Listing fee		8,566	113	161	35	3,711	-	12,525	25,111
SECP supervisory fee		857	47	14	3	371	-	1,252	2,544
Bank charges		1,082	584	773	4,853	1,139	50,859	-	59,290
Provision for Sindh Workers' Welfare Fund	12.1	96,211	-	-	-	-	51,713	-	147,924
Total expenses		540,488	34,243	122,940	93,540	241,578	214,235	2,567,060	3,814,085
Taxation	16	-	-	-	-	-	-	-	-
Net income / (loss) for the year		4,714,319	(124,715)	(82,247)	(44,340)	(2,321,105)	2,522,621	(96,035,378)	(91,370,845)
Allocation of net (loss) / income for the year									
Net income / (loss) for the year		4,714,319	-	-	-	-	2,522,621	-	(91,370,845)
Income already paid on units redeemed		-	-	-	-	-	(2,522,621)	-	(2,522,621)
Accounting income available for distribution		4,714,319	-	-	-	-	-	-	(93,893,466)
- Relating to capital gains - net		-	-	-	-	-	-	-	(114,573,852)
- Excluding capital gains		4,714,319	-	-	-	-	-	-	20,680,386
		4,714,319	-	-	-	-	-	-	(93,893,466)

The annexed notes from 1 to 23 and annexure form an integral part of these financial statements.

For JS Investments Limited
(Management Company)

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

Statement of Comprehensive Income
For the year ended 30 June 2021

	30 June 2021					
	Mufeed	Mustahkem	Mustanad *(Note 1.3.4)*	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total
	---------- (Rupees) ----------					
Net income / (loss) for the year	**1,264,345**	**93,377**	**(236,909)**	**2,904,440**	**26,750,689**	**30,775,942**
Other comprehensive income for the year	-	-	-	-	-	-
Total comprehensive income for the year	**1,264,345**	**93,377**	**(236,909)**	**2,904,440**	**26,750,689**	**30,775,942**

The annexed notes from 1 to 23 and annexure form an integral part of these financial statements.

For JS Investments Limited
(Management Company)

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

Statement of Comprehensive Income
For the year ended 30 June 2020

	30 June 2020							
	Mufeed	**Munafa**	**Mustahkem**	**Mustanad**	**Mutanasib**	**JS Islamic Active Allocation Plan I**	**JS Islamic Capital Preservation Plan 8**	**Total**
		(Note 1.3.2)		*(Note 1.3.4)*		*(Note 1.3.6)*		
	(Rupees)							
Net income / (loss) for the year	4,714,319	(124,715)	(82,247)	(44,340)	(2,321,105)	2,522,621	(96,035,378)	(91,370,845)
Other comprehensive income for the year	-	-	-	-	-	-	-	-
Total comprehensive income for the year	**4,714,319**	**(124,715)**	**(82,247)**	**(44,340)**	**(2,321,105)**	**2,522,621**	**(96,035,378)**	**(91,370,845)**

The annexed notes from 1 to 23 and annexure form an integral part of these financial statements.

For JS Investments Limited
(Management Company)

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

Cash Flow Statement
For the year ended 30 June 2021

	30 June 2021					
	Mufeed	Mustahkem	Mustanad *(Note 1.3.4)*	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total
	(Rupees)					
Cash Flows from Operating Activities						
Net (loss) / income for the year	1,264,345	93,377	(236,909)	2,904,440	26,750,689	30,775,942
Adjustments for:						
Net loss / (gain) on sale of investments	-	(4,832)	-	(324,806)	(1,797,399)	(2,127,037)
Mark-up / interest income on bank balances	(25,406)	(6,840)	(71,639)	(14,010)	(6,454,875)	(6,572,770)
Unrealised appreciation on revaluation of investments at fair value through profit or loss - net	(946,291)	(50)	-	(2,591,177)	(315,200)	(3,852,718)
Dividend Income	-	(8,199)	-	-	(20,739,621)	(20,747,820)
Amortization of deferred formation cost	-	-	-	-	655,415	655,415
Other Income	(361,520)	(84,504)	-	(84,278)	-	(530,302)
	(68,872)	(11,048)	(308,548)	(109,831)	(1,900,991)	(2,399,290)
Decrease in assets						
Advances and other receivables	51,248	29,415	300,260	47,991	2,801,170	3,230,084
	(17,624)	18,367	(8,288)	(61,840)	900,179	830,794
(Decrease) / Increase in liabilities						
Remuneration payable to Management Company (Wakeel)	(224,450)	(128)	(190,658)	(224,101)	(416,660)	(1,055,997)
Remuneration payable to Trustee	276	15	(4)	407	(2,155)	(1,461)
Sindh sales tax payable on Trustee remuneration	-	-	-	-	-	-
Annual fee payable to Securities and Exchange Commission of Pakistan	(2,647)	(53)	195	(28)	21,004	18,471
Other accrued expenses and liabilities	23,053	14,302	73,447	291,706	6,118,563	6,521,071
	(203,768)	14,136	(117,020)	67,984	5,720,751	5,482,084
Mark-up received on bank balances	33,332	5,909	72,359	16,655	9,256,045	9,384,300
Net Cash flows from operating activities	(188,060)	38,412	(52,949)	22,799	15,876,975	15,697,178
Cash Flows from Investing Activities - net						
Puchase / (Sale) of investments - net	(819,805)	65,182	(721)	(627,806)	(332,659,277)	(334,042,428)
Cash Flows from Financing Activities - net						
Cash received on issue of units	997,371	234,036	10,000,000	2,267,216	21,200,474	34,699,097
Cash paid on redemption of units	(405,649)	(175,049)	(9,823,552)	(1,886,796)	(28,551,238)	(40,842,284)
Net cash flows from financing activities	591,722	58,987	176,448	380,420	(7,350,764)	(6,143,187)
(Decrease) / increase in cash and cash equivalents - net	(416,143)	162,581	122,778	(224,587)	(324,133,066)	(324,488,437)
Cash and cash equivalents at beginning of the year	725,644	13,674	127,344	460,913	325,385,214	326,712,789
Cash and cash equivalents at end of the year	309,501	176,255	250,122	236,326	1,252,148	2,224,352

The annexed notes from 1 to 23 and annexure form an integral part of these financial statements.

For JS Investments Limited
(Management Company)

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

Cash Flow Statement
For the year ended 30 June 2020

	30 June 2020							
	Mufeed	Munafa	Mustahkem	Mustanad	Mutanasib	JS Islamic Active Allocation Plan I	JS Islamic Capital Preservation Plan 8	Total
		(Note 1.4.2)				(Note 1.4.6)		
	---------- (Rupees) ----------							
Cash Flows from Operating Activities								
Net (loss) / income for the year	4,714,319	(124,715)	(82,247)	(44,340)	(2,321,105)	2,522,621	(96,035,378)	(91,370,845)
Adjustments for:								
Net loss / (gain) on sale of investments	(4,697,693)	120,247	(3,533)	(4,144)	(269,405)	(795,892)	120,224,272	114,573,851
Mark-up / interest income on bank balances	(193,590)	(5,678)	(3,892)	(9,367)	(46,633)	(209,319)	(22,818,811)	(23,287,289)
Unrealised (loss) / gain on revaluation of investments at fair value through profit or loss - net	(56,118)	-	22,862	-	2,765,194	-	(309,686)	2,422,251
Dividend Income	(243,733)	-	(22,535)	(2,178)	(324,283)	(1,731,645)	-	(2,324,374)
	(476,814)	(10,146)	(89,345)	(60,029)	(196,232)	(214,235)	1,060,397	13,594
(Increase) / decrease in assets								
Formation cost	356,698	31,540	356,698	356,698	356,698	-	(1,302,422)	155,910
Advances and other receivables	126,904	10,705	131,884	211,262	167,518	73,079	-	721,352
Other Income	(63,673)	(24,097)	(33,596)	(33,511)	(45,346)	-	-	(200,223)
Sale / (purchase) of investments at fair value through profit or loss - net	29,420,694	2,104,081	416,864	130,602	1,200,710	99,643,397	(235,636,454)	(102,720,106)
	29,840,623	2,122,229	871,850	665,051	1,679,580	99,716,476	(236,938,876)	(102,043,067)
(Decrease) / Increase in liabilities								
Remuneration payable to Management Company (Wakeel)	(238,743)	(324)	(238,035)	(268,789)	(235,528)	(12,154)	1,375,687	382,114
Remuneration payable to Trustee	(7,468)	(684)	(325)	(42)	(2,648)	(25,056)	42,496	6,273
Annual fee payable to Securities and Exchange Commission of Pakistan	(34,614)	(6,830)	(19,267)	(24,484)	(19,105)	(103,824)	67,149	(140,975)
Other accrued expenses and liabilities	144,322	(15,977)	(66,251)	(116,606)	(124,581)	(1,013,207)	209,304	(982,996)
	(136,503)	(23,816)	(323,878)	(409,921)	(381,862)	(1,154,240)	1,694,635	(735,584)
Other Income received	-	24,097	-	-	-	-	-	24,097
Mark-up received on bank balances	216,657	134,663	4,196	8,872	44,001	280,460	20,012,896	20,701,746
Dividend received	243,733	-	18,743	2,178	324,283	1,731,645	-	2,320,582
Net Cash flows from operating activities	29,687,696	2,247,027	481,566	206,151	1,469,770	100,360,106	(214,170,948)	(79,718,632)
Cash Flows from Financing Activities - net								
Cash received on issue of units	3,000,000	-	300,176	-	4,151,952	-	748,119,900	755,572,028
Cash paid on redemption of units	(35,184,838)	(2,356,649)	(796,881)	(107,478)	(5,292,349)	(106,588,843)	(208,563,739)	(358,890,777)
Cash dividend paid	-	-	-	-	-	-	-	-
Net cash flows from financing activities	(32,184,838)	(2,356,649)	(496,705)	(107,478)	(1,140,397)	(106,588,843)	539,556,161	396,681,251
(Decrease) / increase in cash and cash equivalents - net	(2,497,142)	(109,622)	(15,139)	98,673	329,373	(6,228,737)	325,385,213	316,962,619
Cash and cash equivalents at beginning of the year	3,222,786	243,845	28,813	28,671	131,539	6,394,902	-	10,050,556
Cash and cash equivalents at end of the year	725,644	134,223	13,674	127,344	460,913	166,164	325,385,214	327,013,176

The annexed notes from 1 to 23 and annexure form an integral part of these financial statements.

For JS Investments Limited
(Management Company)

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

Statement of Movement In Unit Holders' Fund

For the year ended 30 June 2021

		Mufeed			Mustahkem			Mustanad			Mutanasib			JS Islamic Capital Preservation Allocation Plan 8			Total		
	Note	Capital Value	Income	Total	Capital Value	Income	Total	Capital Value	Income	Total	Capital Value	Income	Total	Capital Value	Income	Total	Capital Value	Income	Total
		(Rupees)																	
Net assets at beginning of the year		17,185,935	(13,813,818)	3,372,118	7,589,767	(7,364,995)	224,772	(310,622)	371,083	60,461	25,366,768	(15,241,526)	10,125,242	539,556,161	(96,035,378)	443,520,783	589,388,009	(132,084,633)	457,303,376
- Capital Value		997,371	-	997,371	232,323	-	232,323	8,335,210	-	8,335,210	2,266,842	-	2,266,842	21,200,474	-	21,200,474	33,032,220	-	33,032,220
- Element of income		-	-	-	1,713	-	1,713	1,664,790	-	1,664,790	374	-	374	-	-	-	1,666,877	-	1,666,877
- Total proceeds on issuance of units		997,371	-	997,371	234,036	-	234,036	10,000,000	-	10,000,000	2,267,216	-	2,267,216	21,200,474	-	21,200,474	34,699,097	-	34,699,097
Redemption of units	17																		
- Capital Value		(332,102)	-	(332,102)	(170,114)	-	(170,114)	(8,394,944)	-	(8,394,944)	(1,570,054)	-	(1,570,054)	(27,806,020)	-	(27,806,020)	(38,273,234)	-	(38,273,234)
- Income already paid on redemption		-	(73,547)	(73,547)	-	(4,935)	(4,935)	(1,428,010)	(598)	(1,428,608)	-	(316,742)	(316,742)	-	(745,218)	(745,218)	(1,428,010)	(1,141,040)	(2,569,050)
Total payments on redemption of units		(332,102)	(73,547)	(405,649)	(170,114)	(4,935)	(175,049)	(9,822,954)	(598)	(9,823,552)	(1,570,054)	(316,742)	(1,886,796)	(27,806,020)	(745,218)	(28,551,238)	(39,701,244)	(1,141,040)	(40,842,284)
Total comprehensive income for the year		-	1,264,345	1,264,345	-	93,377	93,377	-	(236,909)	(236,909)	-	2,904,440	2,904,440	-	26,750,689	26,750,689	-	30,775,942	30,775,942
Distribution during the		-	(1,173,376)	(1,173,376)		(90,125)	(90,125)		-	-		(2,539,971)	(2,539,971)		(25,945,620)	(25,945,620)		(29,749,092)	(29,749,092)
Net income / (loss) for the year less distribution			90,969	90,969		3,252	3,252	-	(236,909)	(236,909)		364,469	364,469		805,069	805,069		1,026,850	1,026,850
Net assets at end of the year		17,851,204	(13,796,396)	4,054,809	7,653,689	(7,366,678)	287,011	(133,576.00)	133,576	-	26,063,930	(15,193,799)	10,870,131	532,950,615	(95,975,527)	436,975,088	584,385,862	(132,198,823)	452,187,039
Undistributed (loss) / income brought forward																			
- Realised income			(13,473,534)			(4,725,157)			365,652			4,669,252			(96,035,378)			(109,199,165)	
- Unrealised (loss) / income			(340,284)			(2,639,838)			5,430			(19,910,778)			-			(22,885,470)	
			(13,813,818)			(7,364,995)			371,082			(15,241,526)			(96,035,378)			(132,084,635)	
Accounting income available for distribution																			
- Relating to capital gains			946,291			50			-			2,591,177			315,200			3,852,718	
- Excluding capital gains			244,507			88,392			(237,506)			(3,479)			25,690,271			25,782,186	
			1,190,798			88,442			(237,506)			2,587,698			26,005,471			29,634,904	
Distribution during the year			(1,173,376)			(90,125)			-			(2,539,971)			(25,945,620)			(29,749,092)	
Undistributed income carried forward			(13,796,396)			(7,366,678)			133,576			(15,193,799)			(95,975,527)			(132,198,823)	
Undistributed income carried forward																			
- Realised income			(14,742,687)			(7,366,728)			133,576			(17,784,976)			(96,290,727)			(136,051,541)	
- Unrealised income			946,291			50			-			2,591,177			315,200			3,852,718	
			(13,796,396)			(7,366,678)			133,576			(15,193,799)			(95,975,527)			(132,198,823)	
Net assets value per unit at beginning of the year				39.77			63.49			66.64			62.01			86.68			
Net assets value per unit at end of the year				39.94			63.49			-			62.28			86.69			

For JS Investments Limited
(Management Company)

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

Statement of Movement in Unit Holders' Fund

For the year ended 30 June 2020

	Note	Mufeed			Munafa (Note 1.3.2)			Mustahkem			Mustanad (Note 1.3.4)		
		Capital Value	Income	Total	(Note 1.4.2)	Income	Total	Capital Value	Income	Total	Capital Value	Income	Total
		(Rupees)											
Net assets at beginning of the year		49,370,773	(18,528,137)	30,842,636	8,221,004	(5,739,640)	2,481,364	8,086,472	(7,282,748)	803,724	(203,144)	415,423	212,279
- Capital Value		451,706	-	451,706	-	-	-	279,304	-	279,304	-	-	-
- Element of income		2,548,294		2,548,294	-	-	-	20,872	-	20,872	-	-	-
- Total proceeds on issuance of units		3,000,000	-	3,000,000	-	-	-	300,176	-	300,176	-	-	-
Redemption of units	17												
- Capital Value		(24,986,162)	-	(24,986,162)	(2,356,649)	-	(2,356,649)	(781,231)	-	(781,231)	(15,423)	-	(15,423)
- Element of income		(10,198,676)	-	(10,198,676)	-	-	-	(15,650)	-	(15,650)	(92,055)	-	(92,055)
- Income already paid on redemption		-	-	-	-	-	-	-	-	-	-	-	-
Total payments on redemption of units		(35,184,838)	-	(35,184,838)	(2,356,649)	-	(2,356,649)	(796,881)	-	(796,881)	(107,478)	-	(107,478)
Total comprehensive income for the year		-	4,714,319	4,714,319	-	(124,715)	(124,715)	-	(82,247)	(82,247)	-	(44,340)	(44,340)
Net assets at end of the year		17,185,935	(13,813,818)	3,372,118	5,864,355	(5,864,355)	-	7,589,767	(7,364,995)	224,772	(310,622)	371,083	60,461
Undistributed (loss) / income brought forward													
- Realised income			(10,963,180)			-			(6,143,453)			381,717	
- Unrealised (loss) / income			(7,564,957)			-			(1,139,295)			33,706	
			(18,528,137)			-			(7,282,748)			415,423	
Accounting income available for distribution													
- Relating to capital gains			-			-			-			-	
- Excluding capital gains			4,714,319			-			-			-	
			4,714,319			-			-			-	
Net loss for the year			-			-			(82,247)			(44,340)	
Undistributed income carried forward			(13,813,818)			-			(7,364,995)			371,083	
Undistributed income carried forward													
- Realised income			(13,473,534)			-			(4,725,157)			365,653	
- Unrealised income			(340,284)			-			(2,639,838.00)			5,430	
			(13,813,818)			-			(7,364,995)			371,083	
Net assets value per unit at beginning of the year				72.87			65.77			97.04			104.55
Net assets value per unit at end of the year				39.77			-			63.49			66.64

	Mutanasib			JS Islamic Asset Allocation Plan I (Note 1.3.6)			JS Islamic Capital Preservation Allocation Plan 8			Total		
	Capital Value	Income	Total	Capital Value	Income	Total	Capital Value	Income	Total	Capital Value	Income	Total
	(Rupees)											
Net assets at beginning of the year	26,507,173	(12,920,421)	13,586,752	105,175,478	(1,109,256)	104,066,222	-	-	-	197,157,756	(45,164,779)	151,992,977
- Capital Value	5,145,459	-	5,145,459	-	-	-	748,119,900	-	748,119,900	753,996,369	-	753,996,369
- Element of income	(993,507)	-	(993,507)	-	-	-	-	-	-	1,575,659	-	1,575,659
- Total proceeds on issuance of units	4,151,952	-	4,151,952	-	-	-	748,119,900	-	748,119,900	755,572,028	-	755,572,028
Redemption of units												
- Capital Value	(5,267,574)	-	(5,267,574)	(104,066,222)	-	(104,066,222)	(208,563,739)	-	(208,563,739)	(346,037,006)	-	(346,037,000)
- Element of income	(24,775)	-	(24,775)		-	-	-	-	-	(10,331,156)	-	(10,331,156)
- Income already paid on redemption	-	-	-	-	(2,522,621)	(2,522,621)	-	-	-	-	(2,522,621)	(2,522,621)
Total payments on redemption of units	(5,292,349)	-	(5,292,349)	(104,066,222)	(2,522,621)	(106,588,843)	(208,563,739)	-	(208,563,739)	(356,368,162)	(2,522,621)	(358,890,777)
Total comprehensive income for the year	-	(2,321,105)	(2,321,105)	-	2,522,621	2,522,621	-	(96,035,378)	(96,035,378)	-	(91,370,845)	(91,370,845)
Net assets at end of the year	25,366,776	(15,241,526)	10,125,242	1,109,256	(1,109,256)	-	539,556,161	(96,035,378)	443,520,783	596,361,621	(139,058,245)	457,303,377
Undistributed (loss) / income brought forward												
- Realised income		(17,065,100)			-			-			(33,790,016)	
- Unrealised (loss) / income		4,144,679			-			-			(4,525,867)	
		(12,920,421)			-			-			(38,315,883)	
Accounting income available for distribution												
- Relating to capital gains		-			-			-			-	
- Excluding capital gains		-			-			-			4,714,319	
		-			-			-			4,714,319	
Net loss for the year		(2,321,105)			-			-			(2,447,692)	
Undistributed income carried forward		(15,241,526)			-			-			(36,049,256)	
Undistributed income carried forward												
- Realised income		4,669,252			-			-			(13,163,786)	
- Unrealised income		(19,910,778)			-			-			(22,885,470)	
		(15,241,526)			-			-			(36,049,256)	
Net assets value per unit at beginning of the year			81.49			99.72			-			
Net assets value per unit at end of the year			62.01			-			86.68			

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

Notes to the Financial Statements
For the year ended 30 June 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Islamic Hybrid Fund of Funds was established in Karachi, Pakistan as an open-end Fund under a Trust Deed, dated October 28, 2016 registered under the Trust Act, 1882 by and between JS Investments Limited, as the Management Company (Wakeel) and MCB Financial Services Limited, as the Trustee, and registered by Securities and Exchange Commission of Pakistan (SECP) as a notified entity under the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the "Regulations").

The Management Company of the Fund has obtained license to act as an Asset Management Company under the Rules from Securities & Exchange Commission of Pakistan (SECP). Registered office of JS Investment Limited is situated at The Centre, 19th Floor, Plot No. 28 SB-5, Haroon Road, Saddar Karachi, Pakistan.

Title to the assets of the Fund is held in the name of MCB Financial Services Limited as a Trustee of the Fund.

1.2 JS Islamic Hybrid Fund of Funds is a 'Shariah Compliant Unit Trust Scheme' in the Fund of Funds category as per the criteria for categorization of open-end collective investment schemes specified by SECP, as amended from time to time. It invests in Collective Investment Schemes and is a perpetual Fund.

1.3 JS Islamic Hybrid Fund of Funds currently offers five different Allocation Baskets/Plans with varying mix of exposure of low / high risk asset classes via underlying mutual funds. Three existing baskets/plans i.e. Munafa, JS Islamic Active Allocation Plan 1 and Mustanad have ceased to exist with effect from 10 October 2019, 20 September 2019 and 08 November 20 respectively. Further, on 27th December 2019, the Fund launched an other Basket / Plan namely, JS Islamic Capital Preservation and Allocation Plan - 8 with limited term of 2 years.

JS Islamic Hybrid Fund of Funds Comprises of the following allocation basket / plan:

1.3.1 Mufeed

Mufeed is a Balanced Basket with equity preference. The aim of Mufeed Basket is to offer an enhanced growth potential to its Investors by taking high exposure in Shariah Compliant Equity Funds (Equity Portion), while keeping an appropriate exposure to Shariah Compliant Sovereign, Income and Money Market Funds (Income Portion), to optimize the risk. Under the offering document, the Basket can invest / maintain balances up to 30% of Net Assets based on rolling 90 days average under the Income Portion, up to 100% of Net Assets based on rolling 90 days average under Equity Portion up to 10% of Net Assets based on rolling 90 days average in Cash or near cash instrument.

1.3.2 Munafa

Munafa was an equity focused Basket/Plan with its dedicated strategy of investment in Shariah Compliant Equity Funds (Equity Portion) which offered high risk-adjusted returns to its investors. All units of this plan were redeemed and the plan was wound up with effect from 10 October 2019.

1.3.3 Mustahkem

Mustahkem is a Balanced Basket and aims to provide its investors with a low risk Basket/ Plan primarily investing in Shariah Compliant Sovereign / Income / Money Market Funds (Income portion) up to 100% of its Net Assets on 90 days average rolling basis. The basket attempts to enhance the returns through limited exposure to Shariah Compliant Equity Funds (Equity Portion) up to 30% of the net assets on a 90 days average rolling basis. In addition this Basket can also maintain up to 10% of its net assets on 90 days average rolling basis in Cash or near Cash instruments.

1.3.4 Mustanad

Mustanad is an income focused Basket and aims to provide its investors a stable stream of income by investing solely in Shariah Compliant Sovereign / Income and Money Market Funds (Income portion) up to 100% of its Net Assets on 90 days average rolling basis and Cash/ near Cash instruments up to 10% of its net assets. During the year, all the units of this plan were redeemed and the plan was wound up with effect from 08 November 2020.

1.3.5 Mutanasib

Mutanasib is an Active Allocation Basket and follows an active asset allocation strategy between Shariah Compliant Equity Funds and Shariah Compliant Sovereign Income and Money Market Funds, to achieve high risk-adjusted returns. Under the offering document, the Basket can invest / maintain balances up to 100% of Net Assets based on rolling 90 days average under Income and Equity Portion and up to 10% of net assets based on rolling 90 days average in Cash or near cash instruments.

1.3.6 JS Islamic Active Allocation Plan - I

JS Islamic Active Allocation Plan - I aimed to generate superior returns by dynamically managing the plan's exposure in "Income Portion" and "Equity Portion" based on the investment view on the different asset classes. All the units were redeemed and the plan was wound up with effect from 21 September 2019.

1.3.7 JS Islamic Capital Preservation Allocation Plan 8

JS Islamic Capital Preservation Allocation Plan – 8" aims to earn a potentially high return through dynamic asset allocation between Shariah Compliant Equities, Shariah Compliant Sovereign Income/Money Market based Collective Investment Schemes and Shariah Compliant bank saving accounts / term deposits, while providing principal preservation of the Initial Investment Value at completion of the life of the Plan. This basket was launched during the year. The Plan is of two years maturity from the clearance of all outstanding proceeds from Pre-Initial Offering Period (Pre-IOP) and Initial Offering Period (IOP) i.e. from 15 October 2019 to 20 December 2019. The Management Company (Wakeel) has further extended the maturity period for two years, which shall close on 26 December 2023. After the end of this period, the Management Company (Wakeel) may announce a subsequent maturity for certain period where Management Company (Wakeel) feels appropriate in the interest of unit holders. During the extended period, unit holders shall have the option to either remain invested in the allocation plan or exit the allocation plan without any applicable Back End Load / Contingent Load.

1.4 As per the offering document, the aim of JS Islamic Hybrid Fund of Funds is to generate need based returns for its clients by offering several Allocation Plans with varying mix of exposures to low / high risk asset classes via underlying mutual funds, while providing principal preservation of the Initial Investment Value on the completion of the life of the Plan. Principal Preservation is provided through the use of Constant Proportion Portfolio Insurance (CPPI) methodology and the Investment structure of the Plan, and not through an undertaking by the Asset Management Company or Trustee. There is no undertaking or representation by either JSIL or the Trustee that the capital preservation will be ensured by them through all means. Further, the offering document also mentions that the unit holders are not being offered guaranteed returns and that the unit price is neither guaranteed nor administered / managed; it is based on the NAV that may go up or down depending upon the factors and forces affecting the capital markets and interest rates.

1.5 The Pakistan Credit Rating Agency (PACRA) has maintained asset manager rating of the Management Company (Wakeel) of the Fund to the scale AM2 (stable outlook) dated 1 September 2020.

1.6 Due to the enactment of the Sindh Trusts Act, 2020 (as amended vide Sindh Trusts (Amended) Act, 2021), the Trusts including Collective Investment Scheme, private Funds etc, being Specialized Trusts are required to be registered with the Assistant Director of Industries and Commerce (Trust Wing), Government of Sindh under Section 12A of the Sindh Trusts Act, 2020. For this purpose, Re-Stated Trust Deeds of all Funds have been executed between the Management Company and the Trustees and all the relevant Trust Deeds alongwith necessary documents have been submitted with Assistant Director of Industries and Commerce (Trust Wing), Government of Sindh."

2 BASIS OF PREPARATION

The transactions undertaken by the Fund are in accordance with the Shariah guidelines issued by the Shariah advisor and are accounted for on substance rather than the form. This practice is being followed to comply with the requirements of approved accounting standards as applicable in Pakistan.

2.1 Statement of compliance

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

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

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

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

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations have been followed.

2.2 Basis of measurement

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

2.3 Functional and presentation currency

These financial statements are presented in Pak Rupees, which is the fund's functional and presentation currency. All amount have been rounded off to the nearest of rupees, unless otherwise indicated.

2.4 Critical accounting estimates and judgments

In preparing these financial statements, management has made judgement, estimates and assumptions that affect the application of the Fund's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to estimates are recognized prospectively. Information about judgements made in applying accounting policies that have the most significant effects on the amount recognized in the financial statements to the carrying amount of the assets and liabilities and assumptions and estimation uncertainties that have a significant risk resulting in a material adjustment in the subsequent year relates to;

(a) Classification of financial assets (Note 4.1.1)
(b) Valuation and impairment of financial assets (Note 4.1.5)
(c) Provisions (Note 4.10)
(d) Element of income (Note 4.8)
(e) Taxation (Note 4.9)

3 CHANGES IN ACCOUNTING STANDARDS, INTERPRETATION AND AMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARDS

3.1 New accounting standards, amendments and IFRS interpretations that are effective for the year ended 30 June 2021

The following standards, amendments and interpretations are effective for the year ended 30 June 2021. These standards, amendments and interpretations are either not relevant to the Fund's operations or are not expected to have significant impact on the Fund's financial statements.

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

The following International Financial Reporting Standards (IFRS Standards) as notified under the Companies Act, 2017 and the amendments and interpretations thereto will be effective for accounting periods beginning on or after 01 July 2021:

- Interest Rate Benchmark Reform - Phase 2 which amended IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 is applicable for annual financial periods beginning on or after 1 January 2021, with earlier application permitted. The amendments introduce a practical expedient to account for modifications of financial assets or financial liabilities if a change results directly from IBOR reform and occurs on an 'economically equivalent' basis. In these cases, changes will be accounted for by updating the effective interest rate. A similar practical expedient will apply under IFRS 16 for lessees when accounting for lease modifications required by IBOR reform. The amendments also allow a series of exemptions from the regular, strict rule around hedge accounting for hedging relationships directly affected by the interest rate benchmark reforms. The amendments apply retrospectively with earlier application permitted. Hedging relationships previously discontinued solely because of changes resulting from the reform will be reinstated if certain conditions are met.

- COVID-19-Related Rent Concessions (Amendment to IFRS 16) - the International Accounting Standards Board (the Board) has issued amendments to IFRS 16 (the amendments) to provide practical relief for lessees in accounting for rent concessions. The amendments are effective for periods beginning on or after 1 June 2020, with earlier application permitted. Under the standard's previous requirements, lessees assess whether rent concessions are lease modifications and, if so, apply the specific guidance on accounting for lease modifications. This generally involves remeasuring the lease liability using the revised lease payments and a revised discount rate. In light of the effects of the COVID-19 pandemic, and the fact that many lessees are applying the standard for the first time in their financial statements, the Board has provided an optional practical expedient for lessees. Under the practical expedient, lessees are not required to assess whether eligible rent concessions are lease modifications, and instead are permitted to account for them as if they were not lease modifications.

- The practical expedient introduced in the 2020 amendments only applied to rent concessions for which any reduction in lease payments affected payments originally due on or before 30 June 2021. In light of persistence of economic challenges posed by the COVID-19 pandemic, the Board has extended the practical expedient for COVID-19 related rent concessions by one year i.e. permitting lessees to apply it to rent concessions for which any reduction in lease payments affects only payments originally due on or before 30 June 2022.

- Rent concessions are eligible for the practical expedient if they occur as a direct consequence of the COVID-19 pandemic and if all the following criteria are met:

  - the change in lease payments results in revised consideration for the lease that is substantially the same as, or less than, the consideration for the lease immediately preceding the change;

  - any reduction in lease payments affects only payments originally due on or before 30 June 2022; and
  - there is no substantive change to the other terms and conditions of the lease.

- Onerous Contracts - Cost of Fulfilling a Contract (Amendments to IAS 37) effective for the annual periods beginning on or after 1 January 2022 amends IAS 1 by mainly adding paragraphs which clarifies what comprises the cost of fulfilling a contract, Cost of fulfilling a contract is relevant when determining whether a contract is onerous. An entity is required to apply the amendments to contracts for which it has not yet fulfilled all its obligations at the beginning of the annual reporting period in which it first applies the amendments (the date of initial application). Restatement of comparative information is not required, instead the amendments require an entity to recognize the cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings or other component of equity, as appropriate, at the date of initial application.
- The following annual improvements to IFRS Standards 2018-2020 are effective for annual reporting periods beginning on or after 1 January 2022:

- IFRS 9 – The amendment clarifies that an entity includes only fees paid or received between the entity (the borrower) and the lender, including fees paid or received by either the entity or the lender on the other's behalf, when it applies the '10 per cent' test in paragraph B3.3.6 of IFRS 9 in assessing whether to derecognize a financial liability.

- IFRS 16 – The amendment partially amends Illustrative Example 13 accompanying IFRS 16 by excluding the illustration of reimbursement of leasehold improvements by the lessor. The objective of the amendment is to resolve any potential confusion that might arise in lease incentives.

- IAS 41 – The amendment removes the requirement in paragraph 22 of IAS 41 for entities to exclude taxation cash flows when measuring the fair value of a biological asset using a present value technique.

- Property, Plant and Equipment: Proceeds before Intended Use (Amendments to IAS 16) effective for annual periods beginning on or after 1 January 2022 clarifies that sales proceeds and costs of items produced while bringing an item of property, plant and equipment to the location and condition necessary for it to be capable of operating in the manner intended by management e.g. when testing etc., are recognized in profit or loss in accordance with applicable Standards. The entity measures the cost of those items applying the measurement requirements of IAS 2. The standard also removes the requirement of deducting the net sales proceeds from cost of testing. An entity shall apply those amendments retrospectively, but only to items of property, plant and equipment that are brought to the location and condition necessary for them to be capable of operating in the manner intended by management on or after the beginning of the earliest period presented in the financial statements in which the entity first applies the amendments. The entity shall recognize the cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings (or other component of equity, as appropriate) at the beginning of that earliest period presented.

- Reference to the Conceptual Framework (Amendments to IFRS 3) - Reference to the Conceptual Framework, issued in May 2020, amended paragraphs 11, 14, 21, 22 and 23 of and added paragraphs 21A, 21B, 21C and 23A to IFRS 3 . An entity shall apply those amendments to business combinations for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after 1 January 2022. Earlier application is permitted if at the same time or earlier an entity also applies all the amendments made by Amendments to References to the Conceptual Framework in IFRS Standards, issued in March 2018.

- Classification of liabilities as current or non-current (Amendments to IAS 1) amendments apply retrospectively for the annual periods beginning on or after 1 January 2023. These amendments in the standards have been added to further clarify when a liability is classified as current. The standard also amends the aspect of classification of liability as non-current by requiring the assessment of the entity's right at the end of the reporting period to defer the settlement of liability for at least twelve months after the reporting period. An entity shall apply those amendments retrospectively in accordance with IAS 8.

- Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practice Statement 2) – the Board has issued amendments on the application of materiality to disclosure of accounting policies and to help companies provide useful accounting policy disclosures. The key amendments to IAS 1 include:

  - requiring companies to disclose their material accounting policies rather than their significant accounting policies;

  - clarifying that accounting policies related to immaterial transactions, other events or conditions are themselves immaterial and as such need not be disclosed; and

  - clarifying that not all accounting policies that relate to material transactions, other events or conditions are themselves material to a Fund's financial statements.

  - The Board also amended IFRS Practice Statement 2 to include guidance and two additional examples on the application of materiality to accounting policy disclosures. The amendments are effective for annual reporting periods beginning on or after 1 January with earlier application permitted.

  - Definition of Accounting Estimates (Amendments to IAS 8) – The amendments introduce a new definition for accounting estimates clarifying that they are monetary amounts in the financial statements that are subject to measurement uncertainty.

  - The amendments also clarify the relationship between accounting policies and accounting estimates by specifying that a Fund develops an accounting estimate to achieve the objective set out by an accounting policy. The amendments are effective for periods beginning on or after 1 January 2023, and will apply prospectively to changes in accounting estimates and changes in accounting policies occurring on or after the beginning of the first annual reporting period in which the Fund applies the amendments.

  - Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to IAS 12) – The amendments narrow the scope of the initial recognition exemption (IRE) so that it does not apply to transactions that give rise to equal and offsetting temporary differences. As a result, companies will need to recognise a deferred tax asset and a deferred tax liability for temporary differences arising on initial recognition of a lease and a decommissioning provision. For leases and decommissioning liabilities, the associated deferred tax asset and liabilities will need to be recognised from the beginning of the earliest comparative period presented, with any cumulative effect recognised as an adjustment to retained earnings or other components of equity at that date. The amendments are effective for annual reporting periods beginning on or after 1 January 2023 with earlier application permitted.

  - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28) – The amendment amends accounting treatment on loss of control of business or assets. The amendments also introduce new accounting for less frequent transaction that involves neither cost nor full step-up of certain retained interests in assets that are not businesses. The effective date for these changes has been deferred indefinitely until the completion of a broader review.

  Above amendments are not likely to have any material effect on the Fund's financial statements.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4.1 Financial assets

4.1.1 Classification

On initial recognition, a financial asset is classified as measured at: amortised cost or FVTPL.

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

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and

- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

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

Business model assessment

The Fund makes an assessment of the objective of a business model in which an asset is held at a portfolio level because this best reflects the way the business is managed and information is provided to management. The information considered includes:

- the stated policies and objectives for the portfolio and the operation of those policies in practice. In particular, whether management's strategy focuses on earning contractual interest revenue, maintaining a particular interest rate profile or realising cash flows through the sale of the assets;

- how the performance of the portfolio is evaluated and reported to the Fund's management;

- the risks that affect the performance of the business model (and the financial assets held within that business model) and its strategy for how those risks are managed;

- how managers of the business are compensated (e.g. whether compensation is based on the fair value of the assets managed or the contractual cash flows collected); and

- the frequency, volume and timing of sales in prior periods, the reasons for such sales and its expectations about future sales activity. However, information about sales activity is not considered in isolation, but as part of an overall assessment of how the Fund's stated objective for managing the financial assets is achieved and how cash flows are realised.

Financial assets that are held for trading or managed and whose performance is evaluated on a fair value basis are measured at FVTPL because they are neither held to collect contractual cash flows nor held both to collect contractual cash flows and to sell financial assets.

Assessment of whether contractual cash flows are solely payments of principal and interest

For the purposes of this assessment on debt securities, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as profit margin.

In assessing whether the contractual cash flows are SPPI, the Fund considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making the assessment, the Fund considers:

- contingent events that would change the amount and timing of cash flows;

- leverage features;

- prepayment and extension terms;

- terms that limit the Fund's claim to cash flows from specified assets (e.g. non-recourse loans); and

- features that modify consideration of the time value of money (e.g. periodical reset of interest rates).

The Fund has determined that it has two business models.

- *Held-to-collect business model: this includes cash and cash equivalents and debt securities.*

  These financial assets are held to collect contractual cash flow.

- *Other business model: this includes debt securities*

  These financial assets are managed and their performances is evaluated, on a fair value basis, with frequent sales taking place.

Reclassifications

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

4.1.2 Regular way contracts

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

4.1.3 Initial recognition and measurement

Financial assets are recognised at the time the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair value plus transaction costs except for financial assets carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value and transaction costs associated with these financial assets are charged to the Income Statement.

4.1.4 Subsequent measurement

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

Financial assets at FVTPL	These assets are subsequently measured at fair value. Net gains and losses, including any interest / markup or dividend income, are recognised in income statement.

Financial assets at amortised cost	These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses, if any. Interest / markup income and impairment are recognised in the income statement.

The fair value of financial assets are determined as follows:

Basis of valuation of Open ended Mutual funds

The open ended mutual funds are valued on the basis of closing quoted market prices available at the MUFAP website.

4.1.5 Impairment of financial assets

Financial assets at amortised cost

The Fund assesses at each reporting date whether there is an objective evidence that the financial asset or a group of financial assets is impaired. If such an indication exists, the recoverable amount of such asset is estimated. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. In relation to the impairment of financial assets, IFRS 9 requires an expected credit loss model. The expected credit loss model requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognized.

4.1.6 Derecognition

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

4.1.7 Offsetting of financial assets and financial liabilities

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

4.1.8 Cash and cash equivalents

Cash and cash equivalents comprise of deposits and current accounts maintained with banks. Cash equivalents are short term highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short term cash commitments rather than for investments and other purposes.

4.1.9 Trade date accounting

All regular way purchases and sales of investments are recognised on the trade date, i.e. the date on which commitment to purchase / sale is made by the Fund. Regular way purchases or sales of investment require delivery of securities within two days after transaction date as required by stock exchange regulations.

4.2 Financial liabilities

Financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair values and subsequently stated at amortised cost.

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

4.3 Basis of valuation of investments in Collective Investment Schemes

The fair value of the investments in Open Ended Collective Investment Schemes is determined by reference to the NAV quotations obtained from the MUFAP website.

4.4 Deferred formation cost

This represents expenses incurred in connection with the incorporation, establishment and registration of the Fund as per NBFC Regulations. As per offering document, these expenses are being amortised to the income statement over a period of not less than five years or maturity of relevant Allocation Plan, whichever is earlier.

4.5 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company (Wakeel) for the applications received by the distributors / Management Company (Wakeel) during business hours on the date on which the funds are actually realized against application. The offer price represents the net assets value per unit as of the close of the business day plus the allowable sales load, provision for transaction costs and any provision for duties and charges, if applicable. The sales load is payable to the investment facilitators, distributors and the Management Company (Wakeel). Transaction costs are recorded as the income of the Fund.

Units redeemed are recorded at the redemption price, applicable to the units for which the distributors / Management Company (Wakeel) receive redemption applications during business hours of that day. The redemption price represents the net assets value per unit as of the close of the business day less any back- end load , any duties, taxes, charges on redemption and any provision for transaction costs, if applicable.

4.6 Net asset value per unit

The net assets value per unit disclosed in the statement of assets and liabilities is calculated by dividing the net assets of the Fund by the number of units in issue at the year end.

As per the offering document, Net assets value (NAV) of the Allocation Basket / Plan means the per unit value of the relevant Basket / Plan being offered under the Fund and the NAV of each Allocation Basket / Plan shall be announced. Accordingly the individual elements of the financial statements of each of the above Allocation Basket and NAV are being separately disclosed in these financial statements.

4.7 Revenue recognition

- Realised gains / (losses) arising on sale of investments are included in the Income Statement on the date at which transactions take place.

- Unrealised appreciation / (diminution) arising on re-measurement of investments classified as financial assets 'at fair value through profit or loss ' are included in the income statement in the period in which they arise.

- Profit on bank deposits, term deposit receipts, mark-up / return on investments in debt securities and income from government securities is recognised using the effective yield method.

- Dividend income is recognized when the right to receive the dividend is established.

4.8 Element of income / loss and capital gains / losses in prices of units sold less those in units redeemed

Element of Income represents the difference between net assets value on the issuance or redemption date, as the case may be, of units and the Net asset Value (NAV) at the beginning of the relevant accounting period.

Element of Income is a transaction of capital nature and the receipt and payment of element of income is taken to unit holders' fund; however, to maintain same ex-dividend net asset value of all units outstanding on accounting date, net element of income contributed on the issue of units lying in unit holders fund is refunded on units (refund of capital) in the same proportion as dividend bears to accounting income available for distribution. As per the guidelines provided by MUFAP (MUFAP Guidelines consented upon by SECP) the refund of capital is made in the form of additional units at zero price. Income already paid on redemption of units during the year are taken separately in the statement of movement in unitholders' fund.

MUFAP, in consultation with the SECP, has specified methodology for determination of income paid on units redeemed (income already paid) during the year under which such income is paid on gross element received and is calculated from the latest date at which the Fund achieved net profitability during the year. The income already paid (Element of Income) on redemption of units during the year are taken separately in statement of movement in unitholders' fund.

4.9 Taxation

The Fund is exempt from taxation under clause 99 of the Part I of the 2nd Schedule of the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income for the year as reduced by capital gains whether realized or unrealized is distributed amongst the unit holders, provided that for the purpose of determining distribution of not less than 90% of its accounting income for the year, the income distributed through bonus units shall not be taken into account.

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.

4.10 Provisions

Provisions are recognised when the Fund has a legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and reliable estimate of the amount can be made. Provision are reviewed at each balance sheet date and are adjusted to reflect the current best estimate.

4.11 Dividend distribution

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared. Based on MUFAP's guidelines (duly consented upon by SECP) distributions for the year is deemed to comprise of the portion of amount of income already paid on units redeemed and the amount of cash distribution for the year.

The distribution per unit is announced based on units that were held for the entire period. The rate of distribution is adjusted for the effect of refund of capital if any based on the period of investment made during the year. Resultantly, the rate of distribution per unit may vary depending on the period of investment.

4.12 Other assets

Other assets are stated at cost less impairment losses, if any.

4.13 Earnings per unit (EPU)

Earnings Per Unit (EPU) has not been disclosed as in the opinion of the management, determination of weighted average units for calculating EPU is not practicable.

5 BANK BALANCES

	Note	30 June 2021							
		Mufeed	**Munafa**	**Mustahkem**	**Mustanad**	**Mutanasib**	**JS Islamic Active Allocation Plan I**	**JS Islamic Capital Preservation Allocation Plan 8**	**Total**
			(Note 1.3.2)		*(Note 1.3.4)*		*(Note 1.3.6)*		
		(Rupees)							
In profit and loss sharing (PLS) accounts	*5.1*	**299,501**	**136,983**	**166,255**	**230,637**	**226,326**	**172,031**	**1,252,148**	**2,483,881**
In current accounts	*5.2*	**10,000**	**-**	**10,000**	**19,485**	**10,000**	-	-	**49,485**
		309,501	**136,983**	**176,255**	**250,122**	**236,326**	**172,031**	**1,252,148**	**2,533,366**

	30 June 2020							
	Mufeed	Munafa	Mustahkem	Mustanad	Mutanasib	JS Islamic Active Allocation Plan I	JS Islamic Capital Preservation Allocation Plan 8	Total
	(Rupees)							
In profit and loss sharing (PLS) accounts	715,644	124,223	3,674	107,859	450,913	166,164	325,385,214	326,953,691
In current accounts	10,000	10,000	10,000	19,485	10,000	-	-	59,485
	725,644	134,223	13,674	127,344	460,913	166,164	325,385,214	327,013,176

5.1 These include balance of Rs. 0.0180 million (2020: Rs. 0.7156 million), Rs. Nil million (2020: Rs. 0.1242 million), Rs. 0.0007 million (2020: Rs. 0.0037 million), Rs. 0.0042 million (2020: Rs. 0.1079 million), Rs. 0.0314 million (2020: Rs. 0.4509 million) and Rs. Nil million (2020: Rs. 0.1662) held by the above respective Baskets / plans with Bank Islami Pakistan Limited (a related party) carrying profit ranging from 5.50% to 6.50% (2020: 6% to 12% per annum). Other PLS accounts of the Fund carry profit at the rates of 5% to 7% (30 June 2020: 6.75% to 13%).

5.2 This represent balance held with JS Bank Limited (a related party).

6 INVESTMENTS

	30 June 2021				
	Mufeed	**Mustahkem**	**Mutanasib**	**JS Islamic Capital Preservation Allocation Plan 8**	**Total**
	(Note 6.1.1)	*(Note 6.1.2)*	*(Note 6.1.3)*	*(Note 6.1.4)*	
	(Rupees)				
Held at fair value through profit or loss					
Investments in Collective Investments Schemes (Open end mutual funds)	**4,002,431**	**126,586**	**10,959,636**	**442,486,575**	**457,575,228**

	30 June 2020						
	Mufeed	Mustahkem	Mustanad	Mutanasib	JS Islamic Active Allocation Plan I	JS Islamic Capital Preservation Allocation Plan 8	Total
	(Rupees)						
Held at fair value through profit or loss							
Investments in Collective Investments Schemes (Open end mutual funds)	3,056,118	183,378	-	9,874,185	-	115,721,867	128,835,548

6.1 INVESTMENTS IN OPEN END FUNDS (COLLECTIVE INVESTMENT SCHEMES) - AT FAIR VALUE THROUGH PROFIT OR LOSS

	Par Value (Rupees)	Holding at beginning of the year	Acquired during the year	Disposed during the year	Holding at end of the year	Carrying value before revaluation as at 30 June 2021	Market value as at 30 June 2021 (Rupees)	Unrealized appreciation 2021	% of net assets	% of investee net assets
		(Number of units)				(Rupees)				
6.1.1 Investment in Open End Collective Investment Schemes by Mufeed Allocation Basket										
Managed by JS Investments Limited - Related Party										
JS Islamic Dedicated Equity Fund (Related Party)	100	51,485	-	-	51,485	3,056,140	4,002,431	946,291	98.71%	8.16%
Investments as at 30 June 2021						3,056,140	4,002,431	946,291		
Investment held on 30 June 2020						3,000,000	3,056,118	56,118		
6.1.2 Investment in Open End Collective Investment Scheme by Mustehkam Allocation Basket										
Managed by JS Investments Limited - Related Party										
JS Islamic Income Fund (Related Party)	100	1,155	80	-	1,235	126,536	126,586	50	44.10%	0%
JS Islamic Dedicated Equity Fund (Related Party)	100	1,096	-	1,096	-	-	-			
Investments as at 30 June 2021						126,536	126,586	50		
Investment held on 30 June 2020						206,240	183,378	(22,862)		
6.1.3 Investment in Open End Collective Investment Scheme by Mutanasib Allocation Basket										
Managed by JS Investments Limited - Related Party										
JS Islamic Dedicated Equity Fund (Related Party)	100	166,344	-	25,366	140,978	8,368,459	10,959,636	2,591,177	100.82%	22.34%
Investments as at 30 June 2021						8,368,459	10,959,636	2,591,177		
Investment held on 30 June 2020						12,639,379	9,874,185	(2,765,194)		
6.1.4 Investment in Open End Collective Investment Scheme by JS Islamic Capital Preservation Plan 8										
Managed by Faysal Asset Management Limited										
Faysal Halal Amdani Fund	100	1,155,476	1,824,426	1,233,672	1,746,230	174,977,842	175,293,041	315,199	40.12%	1.33%
Faysal Islamic Cash Fund	100	-	4,356,190	1,684,255	2,671,935	267,193,533	267,193,534	1	61.15%	2.35%
Managed by JS Investments Limited - Related Party										
JS Islamic Daily Dividend Fund (Related Party)	100	-	200,909	200,909	-	-	-	-		
Investments as at 30 June 2021						442,171,375	442,486,575	315,200		
Investment held on 30 June 2020						115,412,181	115,721,867	309,686		

7 DEFERRED FORMATION COST

	30 June 2021	30 June 2020
	JS Islamic Capital Preservation Allocation Plan 8	
	---------- (Rupees) ----------	
Unamortised cost at beginning of the year (2020: allocated to the Fund at the year end)	**1,302,422**	1,302,422
Amortised to the income statement during the year	**(655,415)**	-
Unamortised cost at end of the year	**647,007**	1,302,422

7.1 Above cost are being amortised up to December 2021.

8 ADVANCES AND OTHER RECEIVABLES

	Note	30 June 2021				
		Mufeed	**Mustahkem**	**Mutanasib**	**JS Islamic Capital Preservation Allocation Plan 8**	**Total**
				(Rupees)		
Advance tax	8.1	**29,864**	**231,778**	**34,454**	**-**	**296,096**
Accrued markup on bank balances		**1,728**	**992**	**611**	**4,746**	**8,077**
Receivable from the Management Company (Wakeel)	8.2	**20,351**	**7,042**	**-**	**-**	**27,393**
		51,943	**239,812**	**35,065**	**4,746**	**331,566**

	Note	30 June 2020					
		Mufeed	Mustahkem	Mustanad	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total
					(Rupees)		
Advance tax	8.1	29,864	231,779	299,540	34,454	-	595,637
Accrued mark-up on bank balances		9,654	58	720	3,256	2,805,916	2,819,604
Receivable from the Management Company (Wakeel)	8.2	63,673	33,596	-	45,346	-	142,615
Dividend Receivable		-	3,794	-	-	-	3,794
		103,191	269,227	300,260	83,056	2,805,916	3,561,650

8.1 This represents withholding tax deducted by certain investee companies on dividends and profit on bank balances. The management is in the process of recovering this amount from the tax authorities.

8.2 Under the SECP's direction No. 23 of 2016, dated 28th July 2016, the Asset Management Company (AMC) shall adjust the NAV of the collective investment scheme (CIS) on the basis of Total Expense Ratio (TER) at the end of each quarter during the financial year for the amount of expenses in excess of TER limit prescribed in regulation 60 (5) of the Regulations for that collective investment scheme (CIS) by booking liability against (AMC). Moreover, the reimbursement (if any) by an AMC to CIS shall be made on the basis of annual TER calculated at the end of each financial year and NAV shall be adjusted accordingly.

	30 June 2021			
	Mufeed	**Mustahkem**	**Mutanasib**	**Total**
Details of the movement during the year was as follows:		**(Rupees)**		
Balance as at 1 July	**63,673**	**33,596**	**45,346**	**142,615**
Amount recorded during the year	**361,520**	**84,504**	**84,278**	**530,302**
Balance received during the year	**(404,842)**	**(111,058)**	**(129,624)**	**(645,524)**
Balance as at 30 June	**20,351**	**7,042**	**-**	**27,393**

	30 June 2020						
	Mufeed	Munafa	Mustahkem	Mustanad	Mutanasib	JS Islamic Active Allocation Plan I	Total
				(Rupees)			
Balance as at 1 July	126,904	128,985	131,884	177,751	167,518	60,473	423,407
Amount recorded during the year	63,673	24,097	33,596	33,511	45,346	-	200,223
Balance recognized during the year	(126,904)	(153,082)	(131,884)	(211,262)	(167,518)	(60,473)	(851,123)
Balance as at 30 June	63,673	-	33,596	-	45,346	-	142,615

9 PAYABLE TO THE MANAGEMENT COMPANY (WAKEEL)

Details of the movement in the balance due to the Management Company (Wakeel) are as follows:

		30 June 2021					
		Mufeed	**Munafa**	**Mustahkem**	**Mutanasib**	**JS Islamic Capital Preservation Allocation Plan**	**Total**
			(Note 1.3.2)				
	Note	**(Rupees)**					
Deffered Formation cost		**-**	**134,176**	**221,258**	**-**	**944,302**	**1,299,736**
Accounting and operational charges	*9.2*	**358**	**38**	**25**	**928**	**-**	**1,349**
Others reimbursements		**142**	**9**	**60**	**378**	**14,725**	**15,314**
		500	**134,223**	**221,343**	**1,306**	**959,027**	**1,316,399**

		30 June 2020						
		Mufeed	Munafa	Mustahkem	Mustanad	Mutanasib	JS Islamic Capital Preservation	Total
	Note	(Rupees)						
Deffered Formation cost		686	134,176	39	-	-	-	134,901
Accounting and operational charges	*9.2*	158	38	110	33	697	57,608	58,644
Others reimbursements		223,816	9	221,258	190,616	224,480	1,302,371	2,162,550
Sales load		291	-	64	10	230	15,708	16,303
		224,951	134,223	221,471	190,659	225,407	1,375,687	2,372,398

9.1 Under the provision of the Non-Banking Finance Companies and Notified Entities Regulations 2008, the Management Company (Wakeel) is entitled to a remuneration for services rendered to the Fund up to a maximum of 1% per annum based on the average monthly net assets of the allocation baskets/plans under the Fund on the daily basis during the year. However, no management fee will be charged on the portion which is invested in schemes managed by JS Investments. The management has decided not to charge any remuneration to any of the baskets / plans.

9.2 Under clause 60(s) of the NBFC Regulations, 2008 the Management Company (Wakeel) is allowed to charge fees and expenses relating to registrar services, accounting, operation and valuation services related to the CIS up to the actual expenses. The management has decided not to charge any accounting and operational charges for JS Islamic Capital Preservation Allocation Plan 8 effective from 01 September 2020 and onward.

10 REMUNERATION PAYABLE TO THE TRUSTEE

The Trustee remuneration is charged as per Trust Deed and is charged as follows:

Net Assets	
- up to rupees one billion	Rs. 450,000 or 0.0875% per annum of the daily average net assets, whichever is higher.
- exceeding rupees one billion	Rs. 875,000 plus 0.0645% per annum of the daily average net assets.

11 ANNUAL FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

SECP fee is at 0.02% of average daily Net Assets of the Fund.

12 ACCRUED EXPENSES AND OTHER LIABILITIES

	Note	Mufeed	Munafa	Mustahkem	Mustanad (Note 1.3.4)	Mutanasib	JS Islamic Active Allocation Plan (Note 1.3.6)	JS Islamic Capital Preservation Allocation Plan 8	Total
		30 June 2021							
		(Rupees)							
Provision against Sindh Workers' Welfare Fund	*12.1*	**122,012**	**-**	**14,141**	**169,614**	**65,577**	**166,164**	**545,955**	**1,083,463**
Zakat Payable		**-**	**-**	**-**	**1,031**	**1,091**	**-**	**339,636**	**341,758**
Withholding tax payable		**180,290**	**-**	**17,680**	**618**	**268,080**	**-**	**4,415,215**	**4,881,883**
Audit fee payable		**4,440**	**-**	**321**	**1,800**	**12,766**	**-**	**516,103**	**535,430**
Capital gain tax payable		**-**	**-**	**1,798**	**-**	**5**	**-**	**2,930**	**4,733**
Payable against transactions		**-**	**-**	**-**	**58,972**	**-**	**-**	**508,028**	**567,000**
Dividend Payable		**-**	**-**	**236**	**-**	**8,880**	**-**	**-**	**9,116**
Sales load payable		**686**	**-**	**39**	**-**	**-**	**-**	**-**	**725**
Other liabilities		**-**	**2,760**	**-**	**17,871**	**-**	**5,867**	**-**	**26,498**
		307,428	**2,760**	**34,215**	**249,906**	**356,399**	**172,031**	**6,327,867**	**7,450,606**

	Note	Mufeed	Mustahkem	Mustanad	Mutanasib	JS Islamic Active Allocation Plan I	JS Islamic Capital Preservation Allocation Plan 8	Total
		30 June 2020						
		(Rupees)						
Provision against Sindh Workers' Welfare Fund	*12.1*	96,211	12,236	169,614	6,299	166,164	-	450,524
Zakat Payable		-	-	1	815	-	-	816
Withholding tax payable		3,852	4,116	506	868	-	5,289	14,631
Sindh sales tax payable on Trustee remuneration		16	7	1	240	-	5,680	5,944
Audit fee payable		184,296	2,347	504	55,095	-	195,405	437,647
Capital gain tax payable		-	1,207	5,833	1,376	-	2,930	11,346
		284,375	19,913	176,459	64,693	166,164	209,304	920,908

12.1 Provision for Sindh Workers' Welfare Fund is being made on a daily basis pursuant to MUFAP's recommendation to all its members on 12 January 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 31 December 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 Collective Investment Schemes (CISs) / mutual funds excluded from the applicability of SWWF, but as a matter of abundant caution management has recorded SWWF at 2% of the net income earned by a basket of Fund effective from 07 June 2017. Had the provision for SWWF not been recorded in the financial statements of the Funds, the net asset value of each bucket as at 30 June 2021 would have been higher by Rs. 0.0301, Rs. 0.0493, Rs 0.0060 and Rs. 0.0012 per unit of Mufeed, Mustahkem, Mustanasib and JSICPAP-8 respectively (30 June 2020: Rs. 0.0285, Rs. 0.0544, Rs. 0.0006 and Rs. Nil per unit of Mufeed, Mushtakem, Mustanasib & JSICPAP-8 respectively). In case of matured plans provision in respect of contingencies which if not materialize will be reversed and the amounts will be refunded to the unit holders.

12.2 This represents the profit earned on bank balances after the redemption of all the units of the matured baskets / plans. The amount shall be payable to the unit holders.

13 CONTINGENCY AND COMMITMENT

The Fund has no contingency or commitment as at year ended 30 June 2021.

14 TOTAL EXPENSE RATIO

Securities and Exchange Commission of Pakistan (SECP) vide it's directive No. SCD/PRDD/Direction/18/ 2016 dated 20 July 2016, require the Collective Investment Schemes (CISs) to disclose Total Expense Ratio (TER) in the periodic financial statements of CIS / the Fund. TER of Mufeed is 1.27% (2020: 0.30%), Mustehkam 1.5% (2020: 1.71%), Mutanasib 1.01% (2020: 0.21%) and JS Islamic Capital Preservation Allocation Plan 8 0.58% (2020: 0.25%) which includes Mufeed is 0.8% (2020: 0.42%), Mustehkam 1% (2020: 0.23%), Mutanasib 0.6% (2020: 0.42%) and JS Islamic Capital Preservation Allocation Plan 8 0.2% (2020: 0.09%) representing government levy, Workers Welfare Fund and SECP fee. As per NBFC Regulation the total expense ratio of the Equity Scheme shall be capped up to 0.5% (excluding the Government levies) (after adjustment for the amount recorded as income from the management company (wakeel). Refer note 8.1 to these financial

15 AUDITORS' REMUNERATION

	30 June 2021					
	Mufeed	**Mustahkem**	**Mustanad** (Note 1.3.4)	**Mutanasib**	**JS Islamic Capital Preservation Allocation Plan 8**	**Total**
	(Rupees)					
Annual audit fee	**22,628**	**175**	**699**	**7,149**	**308,815**	**339,466**
Report on statement of net income and gains	**232**	**16**	**9**	**1,034**	**26,583**	**27,874**
Half yearly review	**1,297**	**101**	**753**	**3,885**	**156,909**	**162,945**
Out of pocket expenses	**376**	**30**	**132**	**1,080**	**43,641**	**45,259**
	24,533	**322**	**1,593**	**13,148**	**535,948**	**575,544**

	30 June 2020							
	Mufeed	Munafa	Mustahkem	Mustanad	Mutanasib	JS Islamic Active Allocation Plan I	JS Islamic Capital Preservation Allocation Plan 8	Total
	(Rupees)							
Annual audit fee	100,911	-	431	28	22,568	-	93,595	217,533
Report on Statement of net income and gains	-	-	322	8	9,504	-	39,414	49,248
Half yearly review	50,455	-	216	14	11,284	-	46,797	108,766
Out of pocket expenses	16,818	-	72	5	3,761	-	15,599	36,255
	168,183	-	1,042	55	47,117	-	195,405	411,802

16 TAXATION

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, provided that for the purpose of determining distribution of not less than 90% of its accounting income for the year, the income distributed through bonus units shall not be taken into account. 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 has distributed at least 90% of income earned during current year as reduced by capital gains, whether realised or unrealised, to its unit holders, therefore, no provision for taxation has been recorded in these financial statements.

17 NUMBER OF UNITS IN ISSUE

	30 June 2021					
	Mufeed	**Mustahkem**	**Mustanad**	**Mutanasib**	**JS Islamic Capital Preservation Allocation Plan 8**	**Total**
			(Note 1.3.4)			
	(Units)					
Total units outstanding at beginning of the year	**84,792**	**3,540**	**907**	**163,294**	**5,116,653**	**5,369,186**
Units issued during the year	**25,078**	**3,659**	**125,078**	**36,556**	**244,583**	**434,954**
Units redeemed during the year	**(8,351)**	**(2,679)**	**(125,985)**	**(25,319)**	**(320,789)**	**(483,123)**
Total units in issue at the end of the year	**101,519**	**4,520**	**-**	**174,531**	**5,040,447**	**5,321,017**

	30 June 2020							
	Mufeed	Munafa	Mustahkem	Mustanad	Mutanasib	JS Islamic Active Allocation Plan I	JS Islamic Capital Preservation Allocation Plan 8	Total
	(Units)							
Total units outstanding at beginning of the year	423,269	37,730	8,283	2,031	166,731	1,043,575	-	1,681,619
Units issued during the year	76,142	-	3,308	-	63,143	6,138	7,481,199	7,629,930
Units redeemed during the year	(414,620)	(37,730)	(8,050)	(1,124)	(66,580)	(1,049,713)	(2,364,546)	(3,942,363)
Total units in issue at the end of the year	84,791	-	3,541	907	163,294	-	5,116,653	5,369,186

18 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company (Wakeel) of the Fund, Digital Custodian Company (Formerly MCB Financial Services Limited) being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL, Jahangir Siddiqui and Co. Limited (JSCL) being the Holding Company of JSBL, JS Global Capital Limited (JSGCL) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at 30 June 2021. It also includes staff retirement benefit funds of the above related parties / connected persons. Details of balances and transactions with the related parties / connected persons not disclosed elsewhere are as follows:

18.1 Balances of the Fund held with related parties / connected persons as at year end are as follows:

	Note		Mufeed	Mustahkem	Mustanad	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total
			30 June 2021					
			(Rupees)					
JS Investments Limited (Management Company - Wakeel)								
Accounting and operational charges and other expenses relating to the Fund payable to the Management Company (Wakeel)	9.2		358	25	-	928	-	1,311
Unit held as at year end		Units	101,122	4,508	-	61,443	-	167,073
			4,038,828	286,208	-	3,826,698	-	8,151,733
Formation cost payable	7		-	221,258	-	-	944,302	1,165,560
Other reimbursement			142	60	-	378	14,725	15,305
Receivable from the Management Company (Wakeel)	8.2		20,351	7,042	-	-	-	27,393
Digital Custodian Company (Formerly MCB Financial Services Limited) - Trustee								
Remuneration payable to the Trustee			347	25	-	915	35,700	36,987
Sales tax payable on Trustee remuneration **			46	6	-	119	4,641	4,812
JS Bank Limited								
Bank balance			10,000	10,000	19,485	10,000	-	49,485
Bank Islami Pakistan Limited								
Bank balance			18,025	721	4,154	31,475	-	54,375
Profit receivable			64	-	-	58	-	122
JS Islamic Dedicated Equity Fund (Fund Under the management of JSIL)								
Units held as at year end		Units	51,485	-	-	140,978	-	192,463
Amount of investment as at year end		Amount	4,002,431	-	-	10,959,636	-	14,962,067
JS Islamic Income Fund (Fund Under the management of JSIL)								
Units held as at year end		Units	-	1,235	-	-	-	1,235
Amount of investment as at year end		Amount	-	126,586	-	-	-	126,586
Unit holder holding 10% or more of units in issue								
Units held as at year end		Units	-	-	-	35,806	1,019,216	1,055,022
Amount of investment as at year end		Amount	-	-	-	4,054,566	88,355,828	92,410,394

** Paid / payable to the Trustee for onward payment to the Government.

	Note	30 June 2020 Mufeed	Munafa	Mustahkem	Mustanad	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total
		(Rupees)						
JS Investments Limited (Management Company - Wakeel)								
Accounting and operational charges and other expenses relating to the Fund payable to the Management Company (Wakeel)		158	-	110	33	697	47,655	48,653
Unit held as at year end	*Units*	76,142	-	3,306	-	49,068	-	128,516
	Amount	3,028,173	-	209,889	-	3,042,689	-	6,280,751
Formation cost payable		223,816	134,176	221,258	190,616	224,480	1,302,371	2,296,717
Expense payable		291	-	64	10	230	15,708	16,303
Receivable from the Management Company (Wakeel)		63,673	-	33,596	-	45,346	-	142,615
Sales load payable		686	-	39	-	-	-	725
Digital Custodian Company (Formerly MCB Financial Services Limited) - Trustee								
Remuneration payable to the Trustee		117	-	16	4	627	42,496	43,260
Sales tax payable on Trustee remuneration **		16	-	7	1	240	5,680	5,944
JS Bank Limited								
Bank balance		10,000	10,000	10,000	19,485	10,000	-	59,485
Bank Islami Pakistan Limited								
Bank balance		16,987	-	680	3,889	29,168	-	50,724
Profit receivable		90	-	-	30	90	-	210
JS Islamic Dedicated Equity Fund (Fund Under the management of JSIL)								
Units held as at year end	*Units*	51,485	-	1,096	-	166,344	-	218,925
	Amount	3,056,118	-	65,040	-	9,874,185	-	12,995,343
JS Islamic Income Fund (Fund Under the management of JSIL)								
Units held as at year end	*Units*	-	-	1,155	-	-	-	1,155
	Amount	-	-	118,338	-	-	-	118,338
Unit holder holding 10% or more of units in issue	*Units*	-	-	-	760	-	967,869	968,629
	Amount	-	-	-	50,642	-	83,894,890	83,945,532

* Paid / payable to the Management Company (Wakeel) for onwards payment to the Government / Shariah advisor.

** Paid / payable to the Trustee for onward payment to the Government.

18.2 Details of transactions with related parties / connected persons during the year:

	Note		30 June 2021					
			Mufeed	Mustahkem	Mustanad	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total
			(Rupees)					
JS Investments Limited (Management Company - Wakeel)								
Investment by the Allocation Baskets of JS Islamic Hybrid Fund of Funds		*Units*	24,980	1,202	-	12,376	-	38,558
		Amount	993,465	76,319	-	767,419	-	1,837,203
Accounting and Operational charges			3,845	267	1,081	10,891	75,416	91,500
Expense incurred	*7*		1,064	60	276	3,600	156,852	161,852
Formation cost expenses			-	-	-	-	655,415	655,415
Digital Custodian Company (Formerly MCB Financial Services Limited)								
Remuneration to the Trustee	*10 and 19.4*		3,785	263	1,049	10,737	434,163	449,995
Sales tax on Trustee remuneration **			492	35	140	1,396	56,460	58,521
Bank Islami Pakistan Limited								
Return on bank balances			1,012	41	88	1,760	-	2,902
JS Islamic Income Fund (Fund under the management of JSIL)								
Dividend reinvestment		*Units*	-	80	-	-	-	80
		Amount	-	8,199	-	-	-	8,199
JS Islamic Dedicated Equity Fund								
Investment by the Allocation Baskets of JS Islamic Hybrid Fund of Funds		*Units*	-	-	-	-	200,909	200,909
		Amount	-	-	-	-	20,090,928	20,090,928
Disposal by Allocation Basket of JS Islamic Hybrid Fund of Funds		*Units*	-	-	-	-	200,909	200,909
		Amount	-	-	-	-	20,090,928	20,090,928

** Paid / payable to the Trustee for onward payment to the Government.

	Note		30 June 2020					
			Mufeed	Mustahkem	Mustanad	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total
			(Rupees)					
JS Investments Limited (Management Company - Wakeel)								
Remuneration of the Management Company (Wakeel)	*18.4*		-	-	-	-	1,360,468	1,360,468
Sindh sales tax on Management Company's (Wakeel)			-	-	-	-	176,048	176,048
Accounting and operational charges	*18.4*		16,962	408	103	10,923	336,546	364,942
Expense incurred			3,613	91	16	2,233	84,640	90,593
Amortisation of deferred formation cost	*7*		121,180	118,524	87,980	121,844	-	449,528
Investment by the Allocation Baskets of JS Islamic Hybrid Fund of Funds		*Units*	76,142	3,306	-	49,068	-	128,516
		Amount	3,000,000	300,039	-	3,000,000	-	6,300,039

	Note		Mufeed	Mustahkem	Mustanad	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total
			30 June 2020					
			(Rupees)					
Digital Custodian Company (Formerly MCB Financial Services Limited) - Trustee								
Remuneration to the Trustee	*18.4*		106,564	1,634	418	45,904	294,577	449,097
Sales tax on Trustee remuneration **			13,851	212	54	6,125	38,450	58,692
Bank Islami Pakistan Limited								
Return on bank balances			40,814	246	452	4,572	-	46,084
Bank charges			328	-	1,600	-	-	1,928
JS Islamic Income Fund (Fund under JSIL management)								
Investment by the Allocation Baskets of		*Units*	29,530	2,448	936	49,598	-	82,512
JS Islamic Hybrid Fund of Funds	*6.1*	*Amount*	3,000,000	250,000	95,367	5,038,618	-	8,383,985
Dividend reinvestment		*Units*	2,402	222	21	3,195	-	5,840
		Amount	243,733	22,535	2,178	324,282	-	592,728
Refund of Capital units			70	27	5	117	-	219
Disposals by the Allocation Baskets of	*6.1*	*Units*	124,298	7,659	2,211	186,889	-	321,057
JS Islamic Hybrid Fund of Funds		*Amount*	12,671,171	779,403	228,138	19,099,283	-	32,777,995
JS Islamic Dedicated Equity Fund								
Investment by the Allocation Baskets of JS Islamic Hybrid Fund of Funds		*Units*	217,172	1,096	-	258,630	6,045,335	6,522,233
		Amounts	15,978,269	90,000	-	19,274,283	506,929,613	542,272,165
Key Management Personnel of the management company (Wakeel)								
Units Redeemed		*Units*	-	-	1	-	-	1
		Amounts	-	-	118	-	-	118

** Paid / payable to the Trustee for onward payment to the Government.

18.3 Details of related party transactions and balances in respect of investments made by the Fund have been disclosed in note 6 of these financial statements.

18.4 Remuneration payable to the trustee has been determined in accordance with the provisions of NBFC Regulations and the Trust Deed respectively.

18.5 Purchase and redemption of the Fund's unit by the related parties / connected persons (as investment by the Fund in the units of its related parties) are recorded at the applicable net asset value per unit. Other transactions are at agreed rates.

19 FINANCIAL INSTRUMENTS - FAIR VALUES AND RISK MANAGEMENT

Introduction and overview

The Fund has exposure to the following risks from financial instruments:

- credit risk (refer note 19.1)
- liquidity risk (refer note 19.2)
- market risk (refer note 19.3)

Risk management framework

The Fund's board of directors has the overall responsibility for the establishment and oversight of the Fund's risk management framework.

Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily setup to be performed based on limits established by the management company, Fund's constitutive documents and the regulations and directives of the SECP. The policies are established to identify and analyse the risks faced by the Fund, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Fund's activities.

The audit committee oversees how management monitors compliance with the Fund's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Fund. The audit committee is assisted in its oversight role by internal audit. Internal audit undertakes regular reviews of risk management controls and procedures, the results of which are reported to the audit committee.

Asset purchases and sales are determined by the Fund’s Investment Manager, who has been authorised to manage the distribution of the assets to achieve the Fund’s investment objectives. Compliance with the target asset allocations and the composition of the portfolio is monitored by the Investment Committee. In instances where the portfolio has diverged from target asset allocations, the Fund’s Investment Manager is obliged to take actions to rebalance the portfolio in line with the established targets, within prescribed time limits.

19.1 Credit risk

Credit risk is the risk of financial loss to the Fund if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from bank balances and investments in open end mutual funds.

The carrying amount of financial assets represents the maximum credit exposure.

Management of credit risk

The Fund's policy is to enter into financial contracts in accordance with the investment guidelines approved by the Investment Committee, its Trust Deed and the requirements of NBFC rules and regulations. Before making investment decisions, the credit rating and credit worthiness of the issuer is taken into account along with the financial background so as to minimise the risk of default.

Credit risk is managed and controlled by the Management Company (Wakeel) of the Fund in the following manner:

- Where the investment committee makes an investment decision, the rating and credit worthiness of the issuer is taken into account along with the financial background so as to minimise the risk of default.
- Analysing credit ratings and obtaining adequate collaterals wherever appropriate / relevant.
- The risk of counterparty exposure due to failed trades causing a loss to the Fund is mitigated by a periodic review of the credit ratings and financial statements on a regular basis.
- Cash is held only with reputable banks with high quality external credit enhancements.
- Investment transactions are carried out with a large number of brokers, whose credit worthiness is taken into account so as to minimise the risk of default and transactions are settled or paid for only upon delivery.

Exposure to credit risk

The maximum exposure to credit risk as at 30 June 2021 was as follows:

	30 June 2021															
	Mufeed		Munafa		Mustahkem		Munstanad		Mutanasib		JS Islamic Capital Preservation Allocation Plan I		JS Islamic Capital Preservation Allocation Plan 8		Total	
	Balance as per the Statement of Asset and Liabilities	Maximum Exposure	Balance as per the Statement of Asset and Liabilities	Maximum Exposure	Balance as per the Statement of Asset and Liabilities	Maximum Exposure	Balance as per the Statement of Asset and Liabilities	Maximum Exposure	Balance as per the Statement of Asset and Liabilities	Maximum Exposure	Balance as per the Statement of Asset and Liabilities	Maximum Exposure	Balance as per the Statement of Asset and Liabilities	Maximum Exposure	Balance as per the Statement of Asset and Liabilities	Maximum Exposure
	(Rupees)															
Bank balances (including profit due)	311,229	311,229	136,983	136,983	177,247	177,247	250,122	250,122	236,937	236,937	172,031	172,031	1,256,894	1,256,894	2,541,443	2,541,443
Investments	4,002,431	4,002,431	-	-	126,586	126,586	-	-	10,959,636	10,959,636	-	-	442,486,575	442,486,575	457,575,228	457,575,228
Receivable from the Management Company (Wakeel)	20,351	20,351	-	-	7,042	7,042	-	-	-	-	-	-	-	-	27,393	27,393
	4,334,011	4,334,011	136,983	136,983	310,875	310,875	250,122	250,122	11,196,573	11,196,573	172,031	172,031	443,743,469	443,743,469	460,144,064	460,144,064

Ratings

The Fund held cash and cash equivalents at 30 June 2021 with banks having following credit ratings:

	30 June 2021															
Rating	Mufeed		Munafa		Mustahkem		Mustanad		Mutanasib		JS Islamic Capital Preservation Allocation Plan I		JS Islamic Capital Preservation Allocation Plan 8		Total	
	(Rupees)	(%)	(Rupees)	(%)	(Rupees)	(%)	(Rupees)	(%)	(Rupees)	(%)	(Rupees)	(%)	(Rupees)	(%)	(Rupees)	(%)
A+	18,025	5.79	15,545	11.35	721	0.41	4,154	1.66	31,475	13.284	38,345	22.29	-	-	108,265	4.26
AA	283,204	91.00	111,438	81.35	166,526	93.95	208,612	83.40	195,462	82.495	7,642	4.44	1,256,894	100.00	2,229,778	87.74
AA-	10,000	3.21	10,000	7.30	10,000	5.64	37,356	14.94	10,000	4.221	126,044	73.27	-	-	203,400	8.00
Total balance including profit due	311,229	100	136,983	100	177,247	100	250,122	100	236,937	100	172,031	100	1,256,894	100	2,541,443	100

Above rates are on the basis of available ratings assigned by PACRA and JCR-VIS.

	30 June 2020															
	Mufeed		Munafa		Mustahkem		Mustanad		Mutanasib		JS Islamic Active Allocation Plan I		JS Islamic Capital Preservation Allocation Plan 8		Total	
	Balance as per the Statement of Asset and Liabilities	Maximum Exposure	Balance as per the Statement of Asset and Liabilities	Maximum Exposure	Balance as per the Statement of Asset and Liabilities	Maximum Exposure	Balance as per the Statement of Asset and Liabilities	Maximum Exposure	Balance as per the Statement of Asset and Liabilities	Maximum Exposure	Balance as per the Statement of Asset and Liabilities	Maximum Exposure	Balance as per the Statement of Asset and Liabilities	Maximum Exposure	Balance as per the Statement of Asset and Liabilities	Maximum Exposure
	(Rupees)															
Bank balances (including profit due)	735,298	735,298	134,223	134,223	13,732	13,732	128,064	128,064	464,169	464,169	166,164	166,164	328,191,130	328,191,130	329,832,780	329,832,780
Investments	3,056,118	3,056,118	-	-	183,378	183,378	-	-	9,874,185	9,874,185	-	-	115,721,867	115,721,867	128,835,548	128,835,548
Receivable from the Management Company (Wakeel)	63,673	63,673	-	-	33,596	33,596	-	-	45,346	45,346	-	-	-		142,615	142,615
	3,855,089	3,855,089	134,223	134,223	230,706	230,706	128,064	128,064	10,383,700	10,383,700	166,164	166,164	443,912,997	443,912,997	458,810,943	458,810,943

Ratings

The Fund held cash and cash equivalents at 30 June 2020 with banks having following credit ratings:

	30 June 2020															
Rating	Mufeed		Munafa		Mustahkem		Mustanad		Mutanasib		JS Islamic Active Allocation Plan I		JS Islamic Capital Preservation Allocation Plan 8		Total	
	(Rupees)	(%)	(Rupees)	(%)	(Rupees)	(%)	(Rupees)	(%)	(Rupees)	(%)	(Rupees)	(%)	(Rupees)	(%)	(Rupees)	(%)
A+	16,987	2.31	14,718	10.97	10,036	73.08	2,587	2.02	29,168	6.28	-	-	-	-	73,496	0.02
AA-	10,000	1.36	10,000	7.45	3,696	26.92	125,477	97.98	10,000	2.15	10,000	6.02	-	-	169,173	0.05
A	708,311	96.33	109,505	81.58	-	-	-	-	425,001	91.56	156,164	93.98	328,191,130	100.00	329,590,111	99.93
	735,298	100	134,223	100	13,732	100	128,064	100	464,169	100	166,164	100	328,191,130	100	329,832,780	100

Above rates are on the basis of available ratings assigned by PACRA and JCR-VIS.

Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors affect the group of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. The Fund's portfolio exposed to credit risk primarily consists of bank deposits and a related mutual fund.

Details of Fund's concentration of credit risk of financial instruments by economic sectors are as follows:

	30 June 2021															
	Mufeed		**Munafa**		**Mustehkam**		**Mustanad**		**Mutanasib**		**JS Islamic Active Allocation Plan I**		**JS Islamic Capital Preservation Allocation Plan 8**		**Total**	
	(Rupees)	**(%)**	**(Rupees)**	**(%)**	**(Rupees)**	**(%)**	**(Rupees)**	**(%)**	**(Rupees)**	**(%)**	**(Rupees)**	**(%)**	**(Rupees)**	**(%)**	**(Rupees)**	**(%)**
Commercial banks (including profit due)	**311,229**	**7.18**	**136,983**	**100.00**	**177,247**	**57.02**	**250,122**	**100.00**	**236,937**	**2.12**	**172,031**	**100.00**	**1,256,894**	**0.28**	**2,541,443**	**0.55**
Mutual funds (open end)*	**4,002,431**	**92.35**	**-**	**0.00**	**126,586**	**40.72**	**-**	**0.00**	**10,959,636**	**97.88**	**-**	**0.00**	**442,486,575**	**99.72**	**457,575,228**	**99.44**
Receivable from the Management Company (Wakeel)	**20,351**	**0.47**	**-**	**0.00**	**7,042**	**2.27**	**-**	**-**	**-**	**0.00**	**-**	**0.00**	**-**	**-**	**27,393**	**-**
	4,334,011	**100**	**136,983**	**100**	**310,875**	**100**	**250,122**	**100**	**11,196,573**	**100**	**172,031**	**100**	**443,743,469**	**100**	**460,144,064**	**100**

	30 June 2020															
	Mufeed		Munafa		Mustahkem		Mustanad		Mutanasib		JS Islamic Active Allocation Plan I		JS Islamic Capital Preservation Allocation Plan 8		Total	
	(Rupees)	(%)	(Rupees)	(%)	(Rupees)	(%)	(Rupees)	(%)	(Rupees)	(%)	(Rupees)	(%)	(Rupees)	(%)	(Rupees)	(%)
Commercial banks (including profit due)	735,298	19.07	134,223	100.00	13,732	5.95	128,064	100.00	464,169	4.47	166,164	100.00	328,191,130	73.93	329,832,780	71.89
Mutual funds (open end)*	3,056,118	79.27	-	0.00	183,378	79.49	-	0.00	9,874,185	95.09	-	0.00	115,721,867	26.07	128,835,548	28.08
Receivable from the Management Company (Wakeel)	63,673	1.65	-		33,596	14.56	-		45,346	0.44	-		-		142,615	
	3,855,089	100	134,223	100.00	230,706	100	128,064	100	10,383,700	100	166,164	100	443,912,997	100	458,810,943	100

* For details see note 6

Past due and impaired assets and collaterals held

None of the financial assets of the Fund are past due or impaired as at 30 June 2021. All financial assets of the Fund as at 30 June 2021 are unsecured.

Settlement risk

The Fund's activities may give rise to risk at the time of settlement of transactions. Settlement risk is the risk of loss due to the failure of an entity to honour its obligations to deliver cash, securities or other assets as contractually agreed on sale.

For the vast majority of transactions the Fund mitigates this risk by conducting settlements through a reliable entity to ensure that a trade is settled only when both parties have fulfilled their contractual settlement obligations.

19.2 Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Fund's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Fund's reputation.

The Fund aims to maintain the level of cash and cash equivalents and other highly marketable securities at an amount in excess of expected cash outflows on financial liabilities. The Fund is exposed to cash redemptions of its units on a regular basis. Units are redeemable at the holder's option based on the Fund's net asset value per unit at the time of redemption calculated in accordance with the Fund's constitutive document and guidelines laid down by Securities and Exchange Commission of Pakistan (SECP).

Management of liquidity risk

The Fund's policy is to manage this risk by investing majority of its assets in investments that can be readily disposed. The Fund invests primarily in open end mutual funds, which under normal market conditions are readily convertible to cash. As a result, the Fund may be able to liquidate quickly its investments in these instruments at an amount close to their fair value to meet its liquidity requirement.

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

In order to manage the Fund's overall liquidity, the Fund can also withhold daily redemption request in excess of ten percent of the units in issue and such requests would be treated as redemption request qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue.

Maturity analysis for financial liabilities

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted.

	30 June 2021													
	Mufeed		**Munafa**		**Mustahkem**		**Mustanad**		**Mutanasib**		**JS Islamic Capital Preservation Allocation Plan 8**		**Total**	
	Carrying amount	**Less than 1 month**	**Carrying amount**	**Less than 1 month**	**Carrying amount**	**Less than 1 month**	**Carrying amount**	**Less than 1 month**	**Carrying amount**	**Less than 1 month**	**Carrying amount**	**Less than 1 month**	**Carrying amount**	**Less than 1 month**
	(Rupees)													
Non-derivative financial liabilities (excluding unit holders' fund)														
Payable to the Management Company (Wakeel)	**500**	**500**	**134,223**	**134,223**	**221,343**	**221,343**	**-**	**-**	**1,306**	**1,306**	**959,027**	**959,027**	**1,316,399**	**1,316,399**
Remuneration payable to the Trustee	**393**	**393**	**-**	**-**	**31**	**31**	**-**	**-**	**1,034**	**1,034**	**40,341**	**40,341**	**41,799**	**41,799**
Accrued expenses and other liabilities *	**5,126**	**5,126**	**-**	**-**	**-**	**-**	**60,772**	**60,772**	**12,766**	**12,766**	**1,024,131**	**1,024,131**	**1,102,795**	**1,102,795**
	6,019	**6,019**	**134,223**	**134,223**	**221,374**	**221,374**	**60,772**	**60,772**	**15,106**	**15,106**	**2,023,498**	**2,023,498**	**2,460,993**	**2,460,993**
Unit holders' fund	**4,054,809**	**4,054,809**	**-**	**-**	**287,011**	**287,011**	**-**	**-**	**10,870,131**	**10,870,131**	**436,975,088**	**436,975,088**	**452,187,039**	**452,187,039**

	30 June 2020													
	Mufeed		Munafa		Mustahkem		Mustanad		Mutanasib		JS Islamic Capital Preservation Allocation Plan 8		Total	
	Carrying amount	Less than 1 month	Carrying amount	Less than 1 month	Carrying amount	Less than 1 month	Carrying amount	Less than 1 month	Carrying amount	Less than 1 month	Carrying amount	Less than 1 month	Carrying amount	Less than 1 month
Non-derivative financial liabilities (excluding unit holders' fund)	(Rupees)													
Payable to the Management Company (Wakeel)	224,951	224,951	134,223	134,223	221,471	221,471	190,659	190,659	225,407	225,407	1,375,687	1,375,687	2,372,398	2,372,398
Remuneration payable to the Trustee	117	117	-	-	16	16	4	4	627	627	42,496	42,496	43,260	43,260
Accrued expenses and other liabilities *	184,296	184,296	-	-	2,347	2,347	504	504	55,095	55,095	195,405	195,405	437,647	437,647
	409,364	409,364	134,223	134,223	223,834	223,834	191,167	191,167	281,129	281,129	1,613,588	-	2,853,305	2,853,305
Unit holders' fund	3,372,118	3,372,118	-	-	224,773	224,773	60,461	60,461	10,125,242	10,125,242	443,520,783	443,520,783	457,303,377	457,303,377

* excluding provision for Sindh workers' welfare fund, Sindh sales tax payable on Management Company's (Wakeel) remuneration, Sindh sales tax payable on Trustee's remuneration, withholding tax payable and zakat payable.

Above financial liabilities do not carry any mark-up and are unsecured.

19.3 Market risks

Market risk is the risk that changes in market prices - such as foreign exchange rates, interest rates and equity prices - will affect the Fund's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

Management of market risks

The Fund manages market risk by monitoring exposure on marketable securities by following the internal risk management policies and investment guidelines approved by the Investment Committee and regulations laid down by the Securities and Exchange Commission of Pakistan. The maximum risk resulting from financial instruments equals their fair values.

The Fund is exposed to interest rate risk and equity price risk.

19.3.1 Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in interest rates. Risk management procedures are the same as those mentioned in the credit risk management.

Exposure to interest rate risk

The interest rate profile of the Fund's interest-bearing financial instruments as reported to the management of the Fund is as follows:

	30 June 2021							
	Mufeed	**Munafa**	**Mustahkem**	**Mustanad**	**Mutanasib**	**'JS Islamic Active Allocation Plan**	**JS Islamic Capital Preservation**	**Total**
	(Rupees)							
Variable-rate instrument								
Financial assets (bank balances)	**309,501**	**136,983**	**176,255**	**250,122**	**236,326**	**172,031**	**1,252,148**	**2,533,366**

	30 June 2020							
	Mufeed	Munafa	Mustahkem	Mustanad	Mutanasib	'JS Islamic Active Allocation Plan I	JS Islamic Capital Preservation Allocation Plan 8	Total
	(Rupees)							
Variable-rate instrument								
Financial assets (bank balances)	725,644	134,223	13,674	127,344	460,913	166,164	325,385,214	327,013,176

Cash flow sensitivity analysis for variable rate instruments

A reasonably possible change of 100 basis points in interest rates at the reporting date would have increased / decreased the total unit holders fund and the income statement by Rs. 3,095 (2020: 7,256), Rs. 1,370 (2020: 1,342), Rs. 1,763 (2020: 137), Rs. 2,501 (2020: 1,273), Rs. 2,363(2020: Rs. 4,609), Rs. 1,720 (2020: 1,662) Rs. 12,521(2020: 3,253,852) for Mufeed, Munafa, Mustahkem, Mustanad, Mutanasib, JS Islamic Active Allocation Plan I and JS Capital Preservation Allocation Plan 8 respectively.

Bank balances are repriced by the bank after changes in the State Bank of Pakistan's policy rate and do not have any contractual maturity.

None of the Fund's liabilities are subject to interest rate risk.

19.3.2 Other market price risk

The Fund is exposed to price risk i.e. the risk of unfavourable changes in the fair value of securities as a result changes in the value of individual net assets value of open end funds, which arises from investments measured at fair value through income statement. The price risk exposure of the Fund arises from investments in mutual funds only. The Fund's policy is to manage price risk through diversification and selection of securities within specified limits set by internal risk management guidelines or the requirements of NBFC Regulations.

The Fund also manages its exposure to price risk by reviewing portfolio allocation as frequently as necessary and at least once a quarter from the aspect of allocation within industry and individual script within that allocation. Material investments within the portfolio are managed on an individual basis and all buy and sell decisions are approved by the Investment Committee. The primary goal of the Fund's investment strategy is to maximise investment returns.

In case of investments classified as at fair value through income statement, a 5% increase or decrease in the fair values of the investments, would have increased or decreased the income statement and the unit holders fund by Rs. 0.15 million, Nil, Rs. 0.01 million, Nil, Rs. 0.49 million, Nil, and Rs. 5.79 million of Mufeed, Munafa, Mustahkem, Mustanad, Mutanasib, JS Islamic Active Allocation Plan I and JS Capital Preservation Allocation Plan 8 respectively.

19.4 Unit holder's fund risk management

The Fund's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to continue as a going concern so that it can continue to provide returns to its unit holders. Management monitors the return on capital as well as the level of dividends to unit holders and makes adjustments to it in the light of changes in markets' conditions.

Under the NBFC regulations 2008, the minimum size of an open end scheme shall be one hundred million rupees at all the times during the life of the scheme. The Fund size depends on the issuance and redemption of units. (Refer note 1.3.7 also)

20 Fair value of financial instruments

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

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

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. In respect of the investments in open end mutual funds, it is the redemption price quoted by the respective funds. The quoted market prices used for financial assets held by the Fund is current bid price.

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

IFRS 13, 'Fair Value Measurements' 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 that the entity can access at the measurement date (level 1).

- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly (level 2).

- Unobservable inputs for the asset or liability (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:

		Mufeed				
		30 June 2021				
		Carrying amount				
	Note	**Fair value through profit or loss**	**Amortized cost**	**Total**	**Level 2**	**Total**
		(Rupees)				
Financial assets measured at fair value						
Open end mutual funds - quoted	*6*	**4,002,431**	**-**	**4,002,431**	**4,002,431**	**4,002,431**
Financial assets not measured at fair value	*20.1*					
Bank balances	*5*	**-**	**309,501**	**309,501**	**-**	**-**
Accrued return on bank balances		**-**	**1,728**	**1,728**	**-**	**-**
Receivable from the Management Company (Wakeel)			**20,351**	**20,351**		
		-	**331,580**	**331,580**	**-**	**-**
Financial liabilities not measured at fair value	*20.1*					
Payable to the Management Company (Wakeel)		**-**	**500**	**500**	**-**	**-**
Remuneration payable to the Trustee		**-**	**393**	**393**	**-**	**-**
Accrued expenses and other liabilities		**-**	**5,126**	**5,126**	**-**	**-**
		-	**6,019**	**6,019**	**-**	**-**

		Mufeed				
		30 June 2020				
		Carrying amount				
		Fair value through profit or loss	Amortized cost	Total	Level 2	Total
		(Rupees)				
Financial assets measured at fair value						
Open ended mutual funds - quoted		3,056,118	-	3,056,118	3,056,118	3,056,118
Financial assets not measured at fair value	*20.1*					
Bank balances	*5*	-	725,644	725,644	-	-
Accrued return on bank balances		-	9,654	9,654	-	-
Receivable from the Management Company (Wakeel)		-	63,673	63,673	-	-
Financial liabilities not measured at fair value	*20.1*					
Payable to the Management Company (Wakeel)	*9*	-	224,951	224,951	-	-
Remuneration payable to the Trustee	*10*	-	117	117	-	-
Accrued expenses and other liabilities		-	184,296	184,296	-	-
		-	409,364	409,364	-	-

	Note	Munafa 30 June 2021 Carrying amount Fair value through profit or loss	Amortized cost	Total	Level 2	Total
		----- (Rupees) -----				
Financial assets not measured at fair value	*20.1*					
Bank balances	*5*	**-**	**136,983**	**136,983**	**-**	**-**
		-	**136,983**	**136,983**	**-**	**-**
Financial liabilities not measured at fair value	*20.1*					
Payable to the Management Company (Wakeel)	*9*	**-**	**134,223**	**134,223**	**-**	**-**
Other liabilities		**-**	**2,760**			
		-	**136,983**	**134,223**	**-**	**-**

	Note	Munafa 30 June 2020 Carrying amount Fair value through profit or loss	Amortized cost	Total	Level 2	Total
		----- (Rupees) -----				
Financial assets not measured at fair value	*20.1*					
Bank balances	*5*	-	136,983	136,983	-	-
		-	136,983	136,983	-	-
Financial liabilities not measured at fair value	*20.1*					
Payable to the Management Company (Wakeel)	*9*	-	134,223	134,223	-	-
		-	134,223	134,223	-	-

		Mustahkem				
		30 June 2021				
		Carrying amount				
	Note	**Fair value through profit or loss**	**Amortized cost**	**Total**	**Level 2**	**Total**
		(Rupees)				
Financial assets measured at fair value						
Open end mutual funds - quoted	*6*	**126,586**	**-**	**126,586**	**126,586**	**126,586**
Financial assets not measured at fair value	*20.1*					
Bank balances	*5*		**176,255**	**176,255**	**-**	**-**
Accrued return on bank balances		**-**	**992**	**992**	**-**	**-**
Receivable from the Management Company (Wakeel)		**-**	**7,042**	**7,042**		
		-	**184,289**	**184,289**	**-**	**-**
Financial liabilities not measured at fair value	*20.1*					
Payable to the Management Company (Wakeel)	*9*	**-**	**221,343**	**221,343**	**-**	**-**
Remuneration payable to the Trustee	*10*	**-**	**31**	**31**	**-**	**-**
Accrued expenses and other liabilities		**-**	**-**	**-**	**-**	**-**
		-	**221,374**	**221,374**	**-**	**-**

		Mustahkem				
		30 June 2020				
		Carrying amount				
		Fair value through profit or loss	Amortized cost	Total	Level 2	Total
		(Rupees)				
Financial assets measured at fair value						
Open ended mutual funds - quoted		183,378	-	183,378	183,378	183,378
Financial assets not measured at fair value	*20.1*					
Bank balances	*5*	-	183,378	183,378	-	-
Accrued return on bank balances		-	13,674	13,674	-	-
Receivable from the Management Company (Wakeel)		-	33,596	33,596	-	-
		-	230,648	230,648	-	-
Payable to the Management Company (Wakeel)	*9*					
Remuneration payable to the Trustee	*10*	-	221,471	221,471	-	-
Accrued expenses and other liabilities		-	16	16	-	-
		-	2,347	2,347	-	-
		-	223,834	223,834	-	-

		Mustanad				
		30 June 2021				
		Carrying amount				
	Note	Fair value through profit or loss	Amortized cost	Total	Level 2	Total
		(Rupees)				
Financial assets not measured at fair value	20.1					
Bank balances	5		**250,122**	**250,122**	**-**	**-**
		-	**250,122**	**250,122**	**-**	**-**
Financial liabilities not measured at fair value	20.1					
Accrued expenses and other liabilities		**-**	**78,643**	**78,643**	**-**	**-**
		-	**78,643**	**78,643**	**-**	**-**

		Mustanad				
		30 June 2020				
		Carrying amount				
		Fair value through profit or loss	Amortized cost	Total	Level 2	Total
		(Rupees)				
Financial assets not measured at fair value	20.1					
Bank balances	5	-	127,344	127,344	-	-
Accrued return on bank balances		-	720	720	-	-
Receivable from the Management Company (Wakeel)		-	-	-		
		-	128,064	128,064	-	-
Financial liabilities not measured at fair value	20.1					
Payable to the Management Company (Wakeel)	9		190,659	190,659		
Remuneration payable to the Trustee	10	-	4	4	-	-
Remuneration payable to the Trustee		-	504	504	-	-
		-	191,167	508	-	-

	Note	Mutanasib				
		30 June 2021				
		Carrying amount				
	Note	**Fair value through profit or loss**	**Amortized cost**	**Total**	**Level 2**	**Total**
		---------- (Rupees) ----------				
Financial assets measured at fair value	*20.1*					
Open end mutual funds - quoted	*6*	**10,959,636**	**-**	**10,959,636**	**10,959,636**	**10,959,636**
Financial assets not measured at fair value	*20.1*					
Bank balances	*5*		**236,326**	**236,326**	**-**	**-**
Accrued return on bank balances		**-**	**611**	**611**	**-**	**-**
		-	**236,937**	**236,937**	**-**	**-**
Financial liabilities not measured at fair value	*20.1*					
Payable to the Management Company (Wakeel)	*9*	**-**	**1,306**	**1,306**	**-**	**-**
Remuneration payable to the Trustee	*10*	**-**	**1,034**	**1,034**	**-**	**-**
Accrued expenses and other liabilities		**-**	**12,766**	**12,766**	**-**	**-**
		-	**15,106**	**15,106**	**-**	**-**

	Note	Mutanasib				
		30 June 2020				
		Carrying amount				
		Fair value through profit or loss	Amortized cost	Total	Level 2	Total
		---------- (Rupees) ----------				
Financial assets measured at fair value						
Open ended mutual funds - quoted		9,874,185	-	9,874,185	9,874,185	9,874,185
Financial assets not measured at fair value	*20.1*					
Bank balances	*5*	-	460,913	460,913	-	-
Advances and other receivables		-	3,256	3,256	-	-
Receivable from the Management Company (Wakeel)		-	45,346	45,346		
		-	509,515	509,515	-	-
Financial liabilities not measured at fair value	*20.1*					
Payable to the Management Company (Wakeel)	*9*					
Remuneration payable to the Trustee	*10*	-	225,407	225,407	-	-
Accrued expenses and other liabilities		-	627	627	-	-
		-	55,095	55,095	-	-
		-	281,129	281,129	-	-

	Note	Fair value through profit or loss	Amortized cost	Total	Level 2	Total
		JS Islamic Active Allocation Plan I				
		30 June 2021				
		Carrying amount				
		(Rupees)				
Financial assets not measured at fair valu	20.1					
Bank balances	5		**172,031**	**172,031**	**-**	**-**
		-	**172,031**	**172,031**	**-**	**-**

	Note	Fair value through profit or	Amortized cost	Total	Level 2	Total
		JS Islamic Active Allocation Plan I				
		30 June 2020				
		Carrying amount				
		(Rupees)				
Financial assets not measured at fair value	20.1					
Bank balances	5		172,031	172,031	-	-
		-	172,031	172,031	-	-

	Note	Fair value through profit or loss	Amortized cost	Total	Level 2	Total
		JS Islamic Capital Preservation Allocation Plan 8				
		30 June 2021				
		Carrying amount				
		(Rupees)				
Financial assets measured at fair value						
Open end mutual funds - quoted	6	**442,486,575**	**-**	**442,486,575**	**442,486,575**	**442,486,575**
Financial assets not measured at fair value	20.1					
Bank balances	5		**1,252,148**	**1,252,148**	**-**	**-**
Accrued return on bank balances		**-**	**4,746**	**4,746**	**-**	**-**
		-	**1,256,894**	**1,256,894**	**-**	**-**
Financial liabilities not measured at fair value	20.1					
Payable to the Management Company (Wakeel)	9	-	**959,027**	**959,027**	**-**	
Remuneration payable to the Trustee	10	-	**40,341**	**40,341**	**-**	**-**
Accrued expenses and other liabilities		-	**1,024,131**	**1,024,131**	**-**	**-**
		-	**2,023,499**	**2,023,499**	**-**	**-**

	Note	JS Islamic Capital Preservation Allocation Plan 8				
		30 June 2020				
		Carrying amount				
		Fair value through profit or loss	Amortized cost	Total	Level 2	Total
		(Rupees)				
Financial assets measured at fair value						
Open end mutual funds - quoted	*6*	115,721,867	-	115,721,867	115,721,867	115,721,867
Financial assets not measured at fair value	*20.1*					
Bank balances	*5*		325,385,214	325,385,214	-	-
Accrued return on bank balances		-	2,805,916	2,805,916	-	-
Receivable from the Management Company (Wakeel)		-	-	-	-	-
		-	328,191,130	328,191,130	-	-
Financial liabilities not measured at fair value	*20.1*					
Payable to the Management Company (Wakeel)	*9*	-	1,375,687	1,375,687	-	
Remuneration payable to the Trustee	*10*	-	42,496	42,496	-	-
Accrued expenses and other liabilities		-	195,405	195,405	-	-
		-	1,613,588	1,613,588	-	-

20.1 The Fund has not disclosed the fair values of the financial assets and financial liabilities carried at amortized cost, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of their fair values.

21 RECONCILIATION OF LIABILITIES ARISING OUT OF FINANCING ACTIVITIES

	Mufeed			
	Receivable against issuance of units	Payable against redemption of units	Dividend payable	Total
	(Rupees)			
Opening balance as at 1 July 2020	-	-	-	-
Receivable against issuance of units	997,371	-	-	997,371
Payable against redemption of units	-	(405,649)	-	(405,649)
	997,371	(405,649)	-	591,722
Amount received on issuance of units	(997,371)	-	-	(997,371)
Amount paid on redemption of units	-	405,649	-	405,649
	(997,371)	405,649	-	(591,722)
Closing balance as at 30 June 2021	-	-	-	-

	Mustehkum			
	Receivable against issuance of units	Payable against redemption of units	Dividend payable	Total
	(Rupees)			
Opening balance as at 1 July 2020	-	-	-	-
Receivable against issuance of units	234,036	-	-	234,036
Payable against redemption of units	-	(175,049)	-	(175,049)
	234,036	(175,049)	-	58,987
Amount received on issuance of units	(234,036)	-	-	(234,036)
Amount paid on redemption of units	-	175,049	-	175,049
	(234,036)	175,049	-	(58,987)
Closing balance as at 30 June 2021	-	-	-	-

	Mustanad			
	Receivable against issuance of units	Payable against redemption of units	Dividend payable	Total
	(Rupees)			
Opening balance as at 1 July 2020	-	-	-	-
Receivable against issuance of units	10,000,000	-	-	10,000,000
Payable against redemption of units	-	(9,823,552)	-	(9,823,552)
	10,000,000	(9,823,552)	-	176,448
Amount received on issuance of units	(10,000,000)	-	-	(10,000,000)
Amount paid on redemption of units	-	9,823,552	-	9,823,552
	(10,000,000)	9,823,552	-	(176,448)
Closing balance as at 30 June 2021	-	-	-	-

	Mutanasib			
	Receivable against issuance of units	Payable against redemption of units	Dividend payable	Total
	(Rupees)			
Opening balance as at 1 July 2020	-	-	-	-
Receivable against issuance of units	2,267,216	-	-	2,267,216
Payable against redemption of units	-	(1,886,796)	-	(1,886,796)
	2,267,216	(1,886,796)	-	380,420
Amount received on issuance of units	(2,267,216)	-	-	(2,267,216)
Amount paid on redemption of units	-	1,886,796	-	1,886,796
	(2,267,216)	1,886,796	-	(380,420)
Closing balance as at 30 June 2021	-	-	-	-

	JS Islamic Capital Preservation Allocation Plan 8			
	Receivable against issuance of units	Payable against redemption of units	Dividend payable	Total
	(Rupees)			
Opening balance as at 1 July 2020	-	-	-	-
Receivable against issuance of units	21,200,474	-	-	48,197,720
Payable against redemption of units	-	(28,551,238)	-	(53,133,330)
	21,200,474	(28,551,238)	-	(4,935,610)
Amount received on issuance of units	(21,200,474)	-	-	(48,197,720)
Amount paid on redemption of units	-	28,551,238	-	53,133,330
	(21,200,474)	28,551,238	-	4,935,610
Closing balance as at 30 June 2021	-	-	-	-

22 SUPPLEMENTARY NON FINANCIAL INFORMATION

The information regarding unit holding pattern, top brokers, members of the Investment Committee, fund manager, meetings of the Board of Directors of the management company, meetings of Audit Committee of the management company (wakeel), meetings of the Human Resource management company (wakeel) and rating of the Fund and the company has been disclosed in the Annexure to the financial statements.

23 GENERAL

23.1 Covid-19 Impact

On March 11, 2020, the World Health Organization declared COVID-19 a pandemic. Many governments are still taking stringent steps to help contain the spread of the virus, including vaccination campaigns, requiring self-isolation / quarantine by those potentially affected, implementing social distancing measures, and controlling or closing borders and "locking-down" cities/regions or even entire countries. Subsequent to the reporting date, the provincial government imposed lockdown specifically in Karachi amid increasing COVID-19 cases in the cities. This may effect the business activities due to uncertainties created by the fourth wave of COVID-19 which could affect the overall operations and the business in future. The Management Company (Wakeel) 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. 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 would have no significant impact that will adversely affect the operations and the financial position of the Fund in future periods.

23.2 Date Of Authorisation For Issue

These financial statements were authorised for issue by Board of Directors of management company (Wakeel) on August 21, 2021.

For JS Investments Limited
(Management Company)

Chief Executive Officer	Chief Financial Officer	Director

(iii) THE MEMBERS OF THE INVESTMENT COMMITTEE

Following are the members of Investment Committee of the Fund:

Ms. Iffat Zehra Mankani - Chief Executive Officer
Mr. Khawar Iqbal - CFO & Company Secretary
Mr. Zahid Ullah Khan - Chief Investment Officer / Head
Mr. Shahveer Masood – Fund Manager
Mr. Syavash Pahore - Head Of Research

MS. IFFAT ZEHRA MANKANI - CHIEF EXECUTIVE OFFICER

Ms. Iffat Mankani has joined JS Investments Limited in April 2021. She brings with her over 20 years of global experience in both public and private markets across multiple asset classes. During her 11 years working in capital markets in Pakistan, she held various senior strategy and research roles, both on the buy and sell-side of the industry, including the National Investment Trust, JS Investments Limited and BMA Asset Management Company Limited amongst others.

Working as a sell side analyst, Iffat was frequently quoted in the financial press, and was well-known for her accuracy as a strategist. In her buy-side roles as Chief Investment Officer at JS Investments (2005-2007) and BMA Asset Management (2007-2011), she led the successful implementation of a disciplined asset and risk allocation process, resulting in consistent top quartile performance for funds under management. These included some pioneering products in the industry, such as the asset allocation fund, capital protected fund, index fund, an offshore fund and separately managed accounts.

In her most recent role, Iffat was working in the Deals Advisory team at PwC Canada, where she made significant contributions in the space of complex financial instruments and private debt valuations amongst others, helping to steer the business toward sustainable growth. Moreover, she also held diversified roles in the risk management groups of leading Canadian Banks (Bank of Montreal and CIBC) associated with their quants and trading risk oversight teams. In addition to making numerous value additions in her role as a Risk Manager of equity, fixed income and structured product desk, she also spearheaded bank wide regulatory and infrastructure projects and initiatives.

Iffat holds a Master of Finance from Rotman School of Management (University of Toronto) and Master of Business Administration from the Institute of Business Administration, Karachi.

MR. MUHAMMAD KHAWAR IQBAL, DIRECTOR OF FINANCE & COMPANY SECRETARY

With over more than 28 years of diversified experience, Mr. Muhammad Khawar Iqbal is currently serving as "Director Finance & Company Secretary" in JS Investments Limited, where he joined in May 2005 as Manager Finance.

He also served as Chief Financial Officer of the Company from 2012 to 2019.

Throughout his career Mr. Iqbal has implemented a system of continuous review and introduced changes to bring in efficiencies, simplifications and improvement in the overall quality of his departmental deliverables.

His role encompasses a wide range of matters ranging from financial management, reporting, internal control, compliance with laws applicable to the Company and other secretarial matters.

Mr. Khawar holds Masters Degree in Business Administration and Economics.

MR. ZAHID ULLAH KHAN - CHIEF INVESTMENT OFFICER / HEAD

Mr. Zahid Ullah Khan has been associated with the JS Group and the capital markets on the buy side of more than 17 years. Prior to joining JS Investments as the Chief Investment Officer in September 2016, Mr. Khan was at JS Bank since 2012, where he served as a Senior Vice President for the bank's risk management function. His core responsibilities included development of various risk management frameworks, modeling term structure of interest rates, engineering tailor-made interest rate products for corporate clientele, and devising efficient mechanisms for various equity based margin trading products.

Prior to his role at JS Bank, Mr. Khan was associated with JS Group as Senior Vice President in a technical role where he developed and deployed a High Frequency Trading (HFT) platform for equities. This project involved extensive development of an in-house market-price-of-risk arbitrage model dependent on instantaneous futures market rates. Mr. Khan also advised group companies on buy side risk management and for launching ETFs and Market Making initiatives on the asset management and brokerage side. His other assignments also included research work on various green field projects in the private equity space. Prior to joining JS Bank, Mr. Khan also served as a consultant senior fund manager for JS Investments from 2010 to 2012.

Mr. Khan started his career with ABAMCO Limited (now JS Investments Limited) in 2004 as a research analyst, and covered Cement and Banking sectors along with developing interest rate models on the fixed income side. He was additionally given the responsibility to develop and launch new products for the growing AMC. During his tenure at ABAMCO Limited, Mr. Khan developed the first proprietary free float-adjusted market capitalization index in Pakistan and launched the first Open end index fund based on that index. He also carries to his credit the launch of first Open end Fund of Funds scheme with an elaborate asset allocation strategy, a Capital Protected fund and several other in-house initiatives. In 2005, he was promoted as a fund manager, and managed JS Value Fund, JS A30 Index Fund, JS Growth Fund, and JS Fund of Funds, with a combined fund size of around PKR 10 billion.

Mr. Zahid holds a Masters degree in Business Administration from Lahore University of Management Sciences (Class of 2000); a Masters degree in Economics from Lahore University of Management Sciences (Class of 2004); and a Masters degree in Finance from London Business School (Class of 2007).

MR. SHAHVEER MASOOD – FUND MANAGER

Mr. Shahveer Masood has joined JS Investments Ltd. as a Fund Manager on the Equity side and as a member of the Investment Committee. Prior to his current role, Mr. Masood served as a SMA Portfolio Manager in Al-Meezan Investment Management Limited. He has also served as an equity sales trader in BMA Capital Management Limited. Overall he has accumulated an experience of 4 years. He holds a Bachelor of Arts in Finance, Accounting and Management Honors Degree from the University of Nottingham and he has also cleared CFA level 1.

MR. SYAVASH PAHORE - HEAD OF RESEARCH

Mr. Syavash Pahore joined JS Investments Ltd. in April 2018 as SMA Fund Manager and is currently working as the Head of Research. Prior to his joining at JS Investments Ltd. Mr. Pahore was associated with Elixir Securities as a Research Analyst and he had started off his career from Optimus Capital Management as a Research Analyst in August 2016.

Mr. Pahore has a Bachelor of Arts in Finance, Accounting and Management from The University of Nottingham.

(iv) MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Following is the analysis of the attendance in the meetings of the Board of Directors of the Management Company during the year:

Name of Directors	Meetings attended	Meetings held on 18 August 2020	20 October 2020	24 December 2020	19 February 2021	23 April 2021
Mr. Suleman Lalani*	2	-	-	-	1	1
Ms. Iffat Zehra Mankani*	1	-	-	-	-	1
Mr. Hasan Shahid	5	1	1	1	1	1
Mr. Asif Reza Sana	4	1	1	1	-	1
Mr. Imran Haleem Shaikh*	2	-	-	-	1	1
Mr. Zahid Ullah Khan*	1	-	-	-	-	1
Ms. Aisha Fariel Salahuddin	5	1	1	1	1	1
Mr. Kamran Jafar*	3	1	1	1	-	-
Mr. Babbar Wajid*	2	1	1	-	-	-
		5	**5**	**4**	**4**	**7**

*Mr. Suleman Lalani Joined the Board on September 09, 2020
*Ms. Iffat Zehra Mankani jointed the Board on April 15, 2021
*Mr. Imran Haleem Shaikh joined the Board on January 15, 2021
*Mr. Zahid Ullah Khan jointed the Board on March 18, 2021
*Mr. Kamran Jafar resigned from the Board on January 18, 2021
*Mr. Babbar Wajid resigned from the Board on December 02, 2020

(v) MEETINGS OF AUDIT COMMITTEE

Name of Directors	Meetings attended	Meetings held on 17 August 2020	19 October 2020	18 February 2021	22 April 2021
Mr. Asif Reza Sana	3	1	1	-	1
Mr. Hasan Shahid	4	1	1	1	1
Ms. Aisha Fariel Salahuddin	4	1	1	1	1
		3	**3**	**2**	**3**

(vi) MEETINGS OF HUMAN RESOURCE AND REMUNERATION COMMITTEE

Name of Members	Meetings attended	Meetings held on 17 Febrauary 2021
Ms. Aisha Fariel Salahuddin	1	1
Mr. Suleman Lalani	1	1
Mr. Hasnain Raza Nensey	1	1
		3

(vii) RATING OF THE MANAGEMENT COMPANY

Pakistan Credit Rating Agency has assigned JS Investments' Management Quality Rating of "AM2"(AM-Two) with a "stable" outlook. The rating denotes High Management Quality.

SUPPLEMENTARY NON FINANCIAL INFORMATION
AS REQUIRED UNDER SECTION 6(D), (F), (G), (H), (I) AND (J)
OF THE FIFTH SCHEDULE TO THE NBFC REGULATIONS

(i) UNIT HOLDING PATTERN OF THE FUND — **30-Jun-21**

Category	Mufeed			Mustahkem			Mutanasib			JSICPAP-8		
	No. of unit holders	No. of units held	Amount Rupees	No. of unit holders	No. of units held	Amount Rupees	No. of unit holders	No. of units held	Amount Rupees	No. of unit holders	No. of units held	Amount Rupees
Individuals	1	398	15,877	1	12	789	21	42,042	2,618,447	159	2,889,644	250,514,003
Associated companies / director	1	101,122	4,038,932	1	4,508	286,223	1	61,443	3,826,811	-	-	-
Insurance Companies	-	-	-	-	-	-	-	-	-	-	-	-
Banks / DFI's	-	-	-	-	-	-	-	-	-	-	-	-
Non Banking Finance Companies	-	-	-	-	-	-	-	-	-	-	-	-
Retirement funds	-	-	-	-	-	-	3	71,045	4,424,816	2	318,118	27,578,819
Public Limited Companies	-	-	-	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	1	1	58	12	1,832,685	158,882,266
	2	**101,520**	**4,054,809**	**2**	**4,520**	**287,012**	**26**	**174,531**	**10,870,132**	**173**	**5,040,446**	**436,975,087**

UNIT HOLDING PATTERN OF THE FUND — **30-Jun-20**

Category	Mufeed			Mustahkem			Mustanad			Mutanasib			JSICPAP-8		
	No. of unit holders	No. of units held	Amount Rupees	No. of unit holders	No. of units held	Amount Rupees	No. of unit holders	No. of units held	Amount Rupees	No. of unit holders	No. of units held	Amount Rupees	No. of unit holders	No. of units held	Amount Rupees
Individuals	5	8,650	344,000	5	235	14,901	8	839	55,893	33	59,100	3,664,571	192	3,072,552	266,334,398
Associated companies / director	1	76,142	3,028,118	1	3,306	209,872	-	-	-	1	49,068	3,042,494	-	-	-
Insurance Companies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Banks / DFI's	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Non Banking Finance Companies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Retirement funds	-	-	-	-	-	-	1	69	4,567	3	55,126	3,418,131	2	302,005	26,178,382
Public Limited Companies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-	1	1	46	12	1,742,095	151,008,003
	6	**84,792**	**3,372,118**	**6**	**3,541**	**224,773**	**9**	**907**	**60,461**	**38**	**163,294**	**10,125,242**	**206**	**5,116,652**	**443,520,783**

(ii) LIST OF TOP 10 BROKERS BY PERCENT OF THE COMMISSION PAID — **30-Jun-21**

Nil

LIST OF TOP 10 BROKERS BY PERCENT OF THE COMMISSION PAID — **30-Jun-20**

Nil

BOOK POST
PRINTED MATTER

JS Investments Limited

19th Floor, The Centre, Plot # 28,
SB-5 Abdullah Haroon Road,Saddar,
Karachi-75600

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Fax: (92-21)35165540
E-mail:info@jsil.com
Website: www.jsil.com

JS Islamic Income Fund

Annual Report 2021

JS investments

Managing Mutual Funds Better!

CONTENTS

VISION

To be recognized as a responsible asset manager respected for continuingly realizing goals of its investors.

MISSION

To build JS Investments into a top ranking Asset Management Company; founded on sound values; powered by refined knowhow; supported by a committed team operating within an accountable framework of social, ethical and corporate responsibility - a strong and reliable institution for its shareholders to own; an efficient service provider and value creator for clients; an exciting and fulfilling work place for employees; and a participant worth reckoning for competitors.

BROAD POLICY OBJECTIVES

- Value creation for clients on a sustainable basis
- Maintain high standards of ethical behaviors and fiduciary responsibility
- Manage Investments with Prudence and with the aim of providing consistent returns better than that of peers
- Take Products and Services to the People, Create awareness on understanding financial goals, risks and rewards
- Professional Excellence – Adapt, Evolve and Continuously Improve
- Maintain highly effective controls through strong compliance and risk management
- A talented, diligent and diverse HR

ORGANIZATION

Management Company

JS Investments Limited
19th Floor, The Centre, Plot # 28,
SB-5 Abdullah Haroon Road, Saddar,
Karachi-75600
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540
E-mail:info@jsil.com
Website: www.jsil.com

Board of Directors

Mr. Suleman Lalani	Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Asif Reza Sana	Independent Director
Ms. Aisha Fariel Salahuddin	Independent Director
Mr. Zahid Ullah Khan	Non-Executive Director
Mr. Imran Haleem Shaikh	Non-Executive Director
Mr. Mirza Muhammad Sadeed Hassan Barlas*	Non-Executive Director

Audit Committee

Mr. Asif Reza Sana	Chairman
Ms. Aisha Farial Salahuddin	Member
Mr. Hasan Shahid	Member

Director Finance & Company Secretary

Mr. Muhammad Khawar Iqbal

Chief Financial Officer

Mr. Zafar Iqbal Ahmed

Trustee

Digital Custodian Company Limited
(Fromerly; MCBFinancial Services Ltd.)
4th Floor, Perdesi House
2/1, R-Y-16, Old Queens Road,
Karachi - 75530

Auditors

Grant Thornton Anjum Rahman
Chartered Accountants
3rd floor, Modern Motors House
Beamount Road Karachi

Legal Adviser

Bawaney & Partners

Shariah Advisors

Al – Hilal Shariah Advisors (Pvt) Limited

** Mr. Mirza Muhammad Sadeed Hassan Barlas has been appointed as Director of JS Investments Limited w.e.f August 09, 2021 in*

Directors' Report to the Unit Holders

The Board of Directors of JS Investments Limited, the Management Company of **JS Islamic Income Fund** (the Fund), is pleased to present the Annual Report for the year ended June 30, 2021.

Economy Review:

Despite innumerable challenges, Pakistan's economy is moving progressively on a sustainable growth path. Before the COVID-19 pandemic hit Pakistan's economy, the reforms had laid the base for an economic recovery as was visible in 2H FY19 figures, however, it was brought to a halt due to the incidence of the coronavirus pandemic. Pakistan did much better in coping up with the pandemic compared to many countries and as a result GDP growth came in at 3.94% for FY21; sharply recovering from the FY20 decline of 0.5%. The rebound in GDP growth was underpinned by a recovery in industrial sector growth from an FY20 contraction of 3.8% to an FY21 expansion of 3.6%. Similarly, the services sector grew 4.4% in FY21, after constricting by 0.6% in the preceding year.

Inflation is still one of the bigger issues that our economy faces today. Headline CPI and core CPI averaged 8.9% and 6.6% respectively. The latter remained below 7%, allowing the SBP to accommodate growth by continuing to maintain a dovish monetary policy stance. It is also pertinent to mention that inflation all over the world remained volatile mainly due to supply-side disruptions in commodities due to the COVID-19 pandemic.

The SBP also maintained its policy of a flexible exchange rate regime. The rupee appreciated by 9.4% against the green-back; largely a consequence of the current account surplus reported during the period. As a result, SBP reserves rose 54% to USD 17.8 bn while total liquid FX reserves rose 36% to USD 24.8 bn. The import cover has remained steady at 5 months despite a rise in imports as a result of a rebound in economic activity.

Income / Money Market Review:

During FY21, State Bank of Pakistan (SBP) kept the Policy Rate unchanged at 7%. The central bank has decreased its supply of Pakistan Investment Bonds and had rejected bids in the new issuance of 5Y instrument until January 2021. However, as demand remained intact particularly from the Insurance and Banking sector, SBP finally started accepting bids in the 5Y instrument at a cut-off yield of 9.52%. Currently, the 5 Year PIB is trading at 9.48%.

The Ministry of Finance and the SBP remain committed towards prioritizing economic growth. Although concerns around the current account and inflation remain intact; investors have preferred to remain in short-term treasury bills and floating rate bonds due to expectations of modest interest rate tightening in the near term. During the period under review, the secondary market yields for the 3M, 6M and 12M T-bills have increased to 7.28%, 7.53% and 7.81%, respectively.

The Islamic money market witnessed the issuance of Government of Pakistan Ijara Sukuk in the 2QFY21. SBP accepted bids of PKR 335 bn in Variable Rental Rate (VRR) Ijara Sukuk as preference for floating rate Sukuk remained prevalent among investors. Furthermore, bids of PKR 33 bn bids were received for the 5 year Fixed Rental Rate (FRR) Ijara Sukuk, out of which only PKR 14 bn was accepted. In comparison, there was no new issuance of Ijara Sukuks in the previous quarter.

Review of Fund Performance

The Fund return was 6.97% for the year ended June 30, 2020 against benchmark return of 3.63 Net Assets moved from PKR. 1.54 billion to PKR. 2.60 billion as at June 30, 2021.

Asset Manager Rating

The Pakistan Credit Rating Agency (PACRA) reaffirmed the stability rating of "AA- (f)" (Double A Minus – Fund Rating) to the Fund. The fund's rating denotes a strong capacity to maintain high degree of stability in returns and possesses low exposure to risks.

The Pakistan Credit Rating Agency (PACRA) has affirmed JS Investments' Management Quality Rating of "AM2"(AM-Two) with a "stable" outlook. The rating denotes High Management Quality.

Auditors

The external auditors of the Fund Messrs Grant Thornton Anjum Rahman Chartered Accountants, retire and being eligible offers themselves for reappointment. The Board of Directors, upon recommendation of the Audit Committee of the Board has approved the appointment of Messrs Grant Thornton Anjum Rahman Chartered Accountants, as the Fund's auditors for the ensuing year ending June 30, 2022.

Board of Directors

During the period Ms. Iffat Zehra Mankani has joined as the Chief Executive Officer of the Company in place of Mr. Hasnain Raza Nensey. In addition to that Syed Tauqir Haider Rizvi, Mr. Babbar Wajid, Mr. Kamran Jafar and Mr. Tahir Ali Sheikh have resigned from the Board whereas, Mr. Suleman Lalani, Mr. Imran Haleem Shaikh, Mr. Zahid Ullah Khan and Mr. Mirza M. Sadeed H. Barlas were appointed as Directors on their places respectively.

Shariah Advisors

Messrs Al-Hilal Shariah Advisors (Pvt.) Limited, completed its tenure. The Board of Directors of JS Investment Limited, the Management Company of the Fund, upon recommendation of the Audit Committee has approved the appointment of Al-Hilal Shariah Advisors for the ensuing year ending June 30, 2022.

Additional Information

a. Annexed to the Annual Report is Fund Manager's Report giving description of principal risks and uncertainties with reasonable indication of future prospects of profit.
b. The Pattern of Unit holding as at June 30, 2021 is annexed to this annual report.
c. The system of internal control is sound in design and has been effectively implemented and monitored.
d. A performance table / key financial data is annexed to this annual report.

Significant Matter

- Subsequent to the year ended June 30, 2021, Sindh Revenue Board (SRB) through its letter dated August 12, 2021, has intimated MUFAP that the mutual funds do not qualify as Financial Institution/ Industrial Establishment and are, therefore, not liable to pay the Sindh Workers Welfare Fund (SWWF) contributions. This development was discussed at the MUFAP level and has also been taken up with the Securities and Exchange Commission of Pakistan (SECP) and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognized in the financial statements of the Funds on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF, Accordingly, going forward, no provision for SWWF would be recognized in the financial statement of the Fund.

- The Board approved addition of the note 15.1 related to the prospective reversal of SWWF in the financial statements of Fund on September 22, 2021.

- Due to the enactment of the Sindh Trusts Act, 2020 (as amended vide Sindh Trusts (Amended) Act, 2021) ("the Act"), the Trusts including Collective Investment Schemes, Private Funds etc, being Specialized Trusts are required to be registered with the Assistant Director of Industries and Commerce (Trust Wing), Government of Sindh under Section 12A of the Act. For this purpose, Re-Stated Trust Deeds of all Funds have been executed between the Management Company and the Trustees and all the relevant Trust Deeds along with necessary documents have been submitted with Assistant Director of Industries and Commerce (Trust Wing), Government of Sindh.

Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited (formerly MCB Financial Services Limited) for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.

The Directors' Report was initially approved by the Board of Directors of Management Company on August 21, 2021 and further amended on September 22, 2021 to incorporate the subsequent event as disclosed in above significant matter related to reversal of SWWF provisioning.

Karachi: **Director** **Chief Executive Officer**

شراکت داروں کے لیے ڈائریکٹرز رپورٹ

جے ایس انویسٹمنٹس لمیٹڈ کے بورڈ آف ڈائریکٹرز، JS اسلامک انکم فنڈ (دی فنڈ) کی مینجمنٹ کمپنی نے 30 جون 2021 کو ختم ہونے والے سال کے لیے سالانہ رپورٹ پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

معاشی جائزہ

لاتعداد چیلنجز کے باوجود، پاکستان کی معیشت ترقی کی راہ پر مستحکم نمو کی طرف بڑھ رہی ہے۔ کووڈ-19 کی وباء کے پاکستانی معیشت پر حملے سے پہلے اصلاحات کے ذریعے معاشی بحالی کا آغاز ہو گیا تھا جس کا اندازہ مالی سال 19 کی دوسری ششماہی سے ہوتا ہے، تاہم کرونا وائرس کی وبا پھیلنے کے سبب بحالی کا عمل رک گیا۔ پاکستان نے کئی دوسرے ممالک کے مقابلے میں وباء سے نمٹنے کیلئے بہتر اقدامات کئے جس کے نتیجے میں مالی سال 21 کے لئے جی ڈی پی کی شرح نمو مالی سال 20 میں 0.5% کی کمی سے بحالی کے بعد 3.94% ہوگئی۔ جی ڈی پی کی نمو کے دوبارہ بڑھنے کی وجہ مالی سال 20 میں صنعتی شعبے کے 3.8% سکڑاؤ سے مالی سال 21 میں 3.6% اضافہ تھی۔ اسی طرح خدمات کے شعبہ میں گزشتہ سال کے 0.6% سکڑاؤ کے بعد مالی سال 21 میں 4.4% پھیلاؤ آیا۔

افراط زر آج بھی ہماری معیشت کو درپیش سب سے بڑے مسائل میں سے ایک ہے۔ بلند ترین سی پی آئی اور بنیادی سی پی آئی بالترتیب 8.9% اور 6.6% ہیں۔ موخرالذکر کے 7% سے کم رہنے کے سبب اسٹیٹ بینک آف پاکستان کو اپنی نرم مانیٹری پالیسی برقرار رکھنے میں مدد ملی۔ یہ کہنا بھی ضروری ہے کہ دنیا بھر میں افراط زر میں اتار چڑھاؤ کی کیفیت جاری ہے جس کی وجہ کووڈ - 19 کی وباء سے اشیاء کی سپلائی کے مرحلے میں بڑی رکاوٹیں پیدا ہونا تھی۔

اسٹیٹ بینک آف پاکستان نے لچکدار شرح تبادلہ کی پالیسی کا سلسلہ بھی برقرار رکھا۔ گرین بیک کے مقابلے میں روپے کی قیمت میں 9.4% بہتری آئی جو اس مدت کے دوران میں اضافی کرنٹ اکاؤنٹ کے سبب ممکن ہوئی۔ اس کے نتیجے میں اسٹیٹ بینک آف پاکستان کے ذخائر 54% اضافے کے ساتھ 17.8 بلین امریکی ڈالر ہو گئے جب کہ کل لیکویڈ غیر ملکی زرمبادلہ (FX) کے ذخائر 36% اضافے کے ساتھ 24.8 بلین امریکی ڈالر ہو گئے۔ معاشی سرگرمیوں کے دوبارہ بڑھنے کے نتیجے میں درآمدات میں اضافے کے باوجود درآمدات کا کور 5 ماہ تک مستحکم رہا۔

انکم / منی مارکیٹ کا جائزہ

اب تک کے مالی سال کے دوران، اسٹیٹ بینک آف پاکستان (SBP) نے پالیسی ریٹ میں کوئی تبدیلی نہیں کی اور یہ شرح 7% رہی۔ سینٹرل بینک نے پاکستان انویسٹمنٹ بانڈز (PIBs) کی فراہمی میں کمی کی ہے اور جنوری 2021 تک 5 سالہ دستاویز کے نئے اجراء میں بولیاں مسترد کر دی تھیں۔ تاہم، انشورنس اور بینکنگ سیکٹر سے خاص طور پر طلب برقرار رہی، اسٹیٹ بینک نے بالآخر 9.52% کی کٹ آف پیداوار پر 5 سالہ دستاویز میں بولیاں قبول کرنا شروع کر دیں۔ اس وقت 5 سالہ PIBs 9.48% پر تجارت کر رہا ہے۔

وزارتِ خزانہ اور اسٹیٹ بینک آف پاکستان معاشی ترقی کو ترجیح دینے کے لیے پرعزم ہیں۔ اس کے باوجود کرنٹ اکاؤنٹ اور افراطِ زر کے بارے میں خدشات برقرار ہیں؛ سرمایہ کاروں نے قلیل مدت میں معمولی شرح سود میں سختی کی توقعات کی وجہ سے قلیل مدتی ٹریژری بلوں (T Bills) اور فلوٹنگ ریٹ بانڈز میں رہنے کو ترجیح دی ہے۔ زیرِ جائزہ مدت کے دوران، 3 ماہ، 6 ماہ اور 12 ماہ کے ٹی بلز کے لیے ثانوی مارکیٹ کی پیداوار بالترتیب 7.28%، 7.53% اور 7.81% تک بڑھ گئی ہے۔

مالی سال 2021 کی دوسری سہ ماہی (2QFY21) میں اسلامک منی مارکیٹ نے حکومتِ پاکستان کے اجارہ سکوک کے اجراء مشاہدہ کیا۔ SBP نے ویری ایبل رینٹل ریٹ (VRR) اجارہ سکوک میں 335 بلین پاکستانی روپے کی بولیاں منظور کیں کیونکہ سرمایہ کاروں میں فلوٹنگ ریٹ سکوک کو ترجیح دی جاتی رہی۔ مزید برآں، 5 سالہ فکسڈ رینٹل ریٹ (FRR) اجارہ سکوک کے لیے 33 بلین پاکستانی روپے کی بولیاں موصول ہوئیں، جن میں سے صرف 14 بلین پاکستانی روپے کی بولیاں قبول کی گئیں۔ اس کے مقابلے میں، گزشتہ سہ ماہی میں اجارہ سکوکس کا کوئی نیا اجراء نہیں ہوا تھا۔

فنڈ کی کارکردگی کا جائزہ

30 جون 2021 کو ختم ہونے والے سال کے لیے فنڈ کا منافع 3.63% اپنے بنچ مارک منافع کے مقابلے میں 6.97% رہا۔ 30 جون 2021 کو خالص اثاثہ جات 1.54 بلین روپے سے 2.60 بلین روپے پر پہنچ گئے۔

فنڈ اور ایسیٹ مینجر ریٹنگ

پاکستان کریڈٹ ایجنسی لمیٹڈ (PACRA) نے فنڈ کی "AA- (f)" (ڈبل اے مائنس۔ فنڈ ریٹنگ) ریٹنگ برقرار رکھی۔ فنڈ کی ریٹنگ جو منافع جات میں اعلیٰ استحکام برقرار رکھنے کی زبردست اہلیت اور خطرات کی زد میں آنے کے معمولی امکانات کی نشان دہی کرتی ہے۔

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (PACRA) نے جے ایس انویسٹمنٹس لمیٹڈ کو "AM2" (اے ایم ٹو) کی مینجمنٹ کوالٹی ریٹنگ "stable" امکانات کے ساتھ تفویض کی ہے۔ یہ ریٹنگ مینجمنٹ کے اعلیٰ معیار کی نشاندہی کرتی ہے۔

آڈیٹرز

ریٹائر ہونے والے بیرونی آڈیٹرز میسرز گرینٹ تھورنٹن انجم رحمان چارٹرڈ اکاؤنٹنس اہلیت کی بنیاد پر خود کو دوبارہ تقرری کے لیے پیش کرتے ہیں۔ بورڈ آف ڈائریکٹرز نے، آڈٹ کمیٹی کی تجویز پر، میسرز گرینٹ تھورنٹن انجم رحمان چارٹرڈ اکاؤنٹنس کی 30 جون 2022 کو ختم ہونے والے سال کے لیے تقرری کی منظوری دی۔

بورڈ آف ڈائریکٹرز

مدت کے دوران، محترمہ عفت زہرہ منکانی نے جناب حسنین رضا نینسی کی جگہ کمپنی کی چیف ایگزیکیٹو آفیسر کی حیثیت سے شمولیت اختیار کی۔ اس کے علاوہ جناب سید توقیر حیدر رضوی، جناب بابر واجد اور جناب کامران جعفر بورڈ سے مستعفی ہوگئے جبکہ جناب سلیمان لالانی، جناب حلیم شیخ، جناب زاہد اللہ خان اور جناب مرزا ایم ساد یدا یچ برلاس کو بالترتیب ان کی جگہ ڈائریکٹر مقرر کیا گیا۔

شریعہ ایڈوائزرز

میسرز ال۔ ہلال شریعہ ایڈوائزرز (پرائیوٹ) لمیٹڈ نے اپنی مدت مکمل کی۔ JS انویسٹمنٹس لمیٹڈ کے بورڈ آف ڈائریکٹرز، فنڈ کی مینجمنٹ کمپنی نے، آڈٹ کمیٹی کی تجویز پر ال۔ ہلال شریعہ ایڈوائزرز کو 30 جون 2022 کو ختم ہونے والے اگلے سال کے لیے تقرری کی منظوری دی۔

اضافی معاملات

ا۔ سالانہ رپورٹ کے ساتھ فنڈ مینیجر رپورٹ منسلک ہے جس میں مرکزی خطرات اور منافع جات کے مستقبل کے امکانات کی مناسب علامت کے ساتھ ہیجان کی کیفیت کی وضاحت کی ہے۔

ب۔ شائع ہونے والے مالیاتی گوشوارے میں 30 جون 2021 کو یونٹ ہولڈنگ کے نمونہ کی تشہیر ہوئی۔

ج۔ اندرونی کنٹرول کا نظام ساخت کے اعتبار سے مضبوط ہے اور اس پر موثر اطلاق اور نگرانی کی جاتی ہے۔

د۔ کارکردگی کا ٹیبل/اہم مالیاتی معلومات اس سالانہ رپورٹ کے ضمیمہ میں دی گئی ہیں۔

اہم معاملات

- 30 جون 2021 کو ختم ہونے والے سال کے بعد، سندھ ریونیو بورڈ (ایس۔آر۔بی) نے 12 اگست 2021 کے اپنے خط کے ذریعے ایم یو ایف اے پی کو آگاہ کیا ہے کہ میوچل فنڈز مالیاتی ادارے/صنعتی ادارے کے طور پر اہل نہیں ہیں اور اس وجہ سے وہ سندھ ورکرز ویلفیئر فنڈ (SWWF) کی شراکت ادائیگی کے ذمہ دار نہیں ہیں۔ اس ترقی پر MUFAP کی سطح پر تبادلہ خیال کیا گیا اور اسے سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) کے ساتھ بھی اٹھایا گیا ہے اور ایس ای سی پی کے ساتھ مشاورت کے ساتھ تمام اثاثہ جات مینجمنٹ کمپنیوں نے فنڈ کے SWWF کو 13 اگست 2021 کے مالی بیانات میں تسلیم شدہ مجموعی فراہمی کو الٹ دیا ہے۔ ایس ای سی پی نے ڈبلیو ڈبلیو ایف کی فراہمی کی ممکنہ الٹ پلٹ کے لئے اپنی رضامندی دی ہے، اس کے مطابق، آگے بڑھتے ہوئے فنڈ کے مالی بیان میں ڈبلیو ڈبلیو ایف کے لئے کوئی شق تسلیم نہیں کی جائے گی۔

- 22 ستمبر 2021 کو بورڈ نے مالیاتی بیانات میں (SWWF) کے ممکنہ الٹ سے متعلق نوٹ 15.1 شامل کرنے کی منظوری دی۔

۔ سندھ ٹرسٹس ایکٹ 2020. (ترمیم شدہ بذریعہ سندھ ٹرسٹس (ترمیم شدہ) ایکٹ 2021 ("دی ایکٹ") کے نفاذ سے ٹرسٹس بشمول اجتماعی انویسٹمنٹ اسکیمز، پرائیویٹ فنڈز وغیرہ کو ایکٹ کے سیکشن 12 A کے تحت خصوصی ٹرسٹس ہونے کی بناء پر اسسٹنٹ ڈائریکٹر آف انڈسٹریز اینڈ کامرس (ٹرسٹ ونگ)، حکومت سندھ کے ساتھ رجسٹر ہونا لازمی ہے۔ اس مقصد کیلئے مینجمنٹ کمپنیز کے درمیان تمام فنڈز کی دوبارہ تشکیل کی گئی ٹرسٹ ڈیڈز مکمل کر لی گئی ہیں اور ٹرسٹیز ار تمام متعلقہ ٹرسٹ ڈیڈز مع ضروری دستاویزات اسسٹنٹ ڈائریکٹر آف انڈسٹریز اینڈ کامرس (ٹرسٹ ونگ)، حکومت سندھ کے پاس جمع کرا دی گئی ہیں۔

اظہارِ تشکر

ڈائریکٹرز بیش قدر معاونت، مدد اور رہنمائی پر سیکیوریٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) اور ڈیجیٹل کسٹوڈین کمپنی لمیٹڈ (سابقہ: MCB فنانشل کمپنی لمیٹڈ) سے اظہارِ تشکر کرتے ہیں۔ بورڈ لگن اور محنت پر مینجمنٹ کمپنی کے ملازمین اور انتظامیہ پر اعتماد پر یونٹ ہولڈرز کا بھی شکریہ ادا کرتا ہے۔

ڈائریکٹروں کی رپورٹ کو ابتدائی طور پر 21 اگست 2021 کو مینجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز نے منظور کیا 22 ستمبر 2021 کو مزید ترمیم کی تاکہ بعد کے ایونٹ کو شامل کیا جا سکے جیسا کے مذکورہ بالا اہم معاملے میں ظاہر کی گیا ہے جو کہ SWWF پروویژننگ سے متعلق ہے۔

چیف ایگزیکٹیو آفیسر   ڈائریکٹر

کراچی:

Fund Manager Report
Annual Report 2021

JS Islamic Income Fund (JS IIF)

- **Description of the Collective Investment Scheme category and type**
  Shariah Compliant Income Scheme / Open end Fund

- **Statement of Collective Investment Scheme's investment objective**
  The objective of JS Islamic Income Fund (JSIIF) is to generate stable returns and ensure capital preservation over medium to long term, by investing primarily in quality Sukuks, Shariah -compliant Government Securities, Shariah-compliant Bank Deposits and other Shariah-compliant debt instruments.

- **Explanation as to whether the Collective Investment Scheme has achieved its stated objective**
  The collective investment scheme achieved its stated objective.

- **Statement of benchmark(s) relevant to the Collective Investment Scheme**
  From 18 Aug '17 the performance benchmark of the scheme shall be "Six (6) months average deposits rate of three (3) A rated scheduled Islamic banks or Islamic windows of conventional banks as selected by MUFAP.

- **Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

Ann. Returns	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	FY21
JSIIF	6.60%	5.04%	5.84%	6.25%	6.53%	7.43%	5.93%	7.51%	7.53%	7.97%	7.39%	7.18%	6.97%
Benckmark	5.00%	4.41%	3.87%	3.54%	3.43%	3.36%	3.37%	3.31%	3.19%	3.09%	3.09%	3.11%	3.63%
Diff.	**1.60%**	**0.63%**	**1.97%**	**2.71%**	**3.09%**	**4.06%**	**2.56%**	**4.19%**	**4.34%**	**4.88%**	**4.29%**	**4.06%**	**3.34%**

- **Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance**

  The fund's asset allocation was mainly concentrated in corporate Sukuks (27.05%), GOP Ijara Sukuks (21.61%), Placement with banks (15.33%), Islamic Commercial Papers (7.96%) while remaining in cash balances with banks.

  The asset allocation of the Fund was determined holistically, factoring in view on the interest rate cycle, targeted weighted average maturity of the portfolio, instrument ratings, return profile and fundamental analysis of underlying securities where applicable.

- **Disclosure of the Collective Investment Scheme's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)**

	Jun-21	Jun-20
Cash	28.18%	82.21%
Placement with Banks and DFIs	23.38%	0.00%
Commercial Papers	7.34%	0.00%
GoP Ijara/Sukkuks	19.12%	11.75%
Sukuks	20.84%	5.34%
Other including receivables	1.14%	0.70%
Total	**100.00%**	**100.00%**

- **Analysis of the Collective Investment Scheme's performance**

	Fund	BM		Fund	BM
Standard Deviation*	1.3%	0.5%	Largest Month Gain	1.4%	0.7%
Expense Ratio**	0.62%		Largest Month Loss	-1.0%	0.0%
Duration (Yr)	0.06		% Positive Months	90.8%	100.0%
WAM (Yr)	2.04				

* Since inception

** This is annualized and includes 0.08% government levy, Sindh Worker's Welfare Fund and SECP fee.

- **Based on changes in total NAV and NAV per unit since the last review period or since commencement (in the case of newly established Collective Investment Scheme)**

	Net Assets Excluding JSIL FoFs (PKR mn)	NAV per Unit (PKR)
30-Jun-21	2,599	102.52
30-Jun-20	1,538	102.48

- **Disclosure of the markets that the Collective Investment Scheme has invested in:**
Islamic income fund invests in GoP Ijara Sukuks, money market placements, deposits, certificate of musharakas (COM), Term Deposit Receipts (TDR), Islamic commercial paper, reverse repo, and corporate Sukuk.

- **Disclosure on distribution (if any), comprising:-**
- Particulars of income distribution or other forms of distribution made and proposed during the period; and
- Statement on effects on the NAV before and after distribution is made

Distribution

The fund has paid a final distribution of Rs. 7.10 per unit of Rs. 100/- each i.e. 7.10%. The cumulative distribution for FY21 to Rs. 7.10 per unit.

NAV per unit as on June 30, 2021	
Cum NAV (PKR)	102.52
Ex-NAV (PKR)	102.52

- **Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements**
There were no significant changes in the state of affairs during the year under review.

- **Breakdown of unit holdings by size**

Fund Name	Ranges			Number of Folios
JS Islamic Income Fund	0.0001	to	9,999.9999	306
	10,000.0000	to	49,999.9999	55
	50,000.0000	to	99,999.9999	14
	100,000.0000	to	499,999.9999	9
	500,000.0000	&	above	5
			Total	**389**

- **Disclosure on unit split (if any), comprising:-**
The Fund has not carried out any unit split exercise during the year.

- **Disclosure of circumstances that materially affect any interests of the unit holders**
Investment is subject to market risk.

- **Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme, disclosure of the following:-**
The Management Company and / or any of its delegates have not received any soft commission from its brokers / dealers by virtue of transactions conducted by the Fund.

Performance Table

		Years				
		2021	2020	2019	2018	2017
Net assets	Rs.	2,599,537	1,538,039	1,004,143	651,891	109,626
Net income / loss	Rs.	147,466	81,157	64,816	25,076	4,509
Total return of the Fund	%	6.97	10.53	8.67	3.42	3.58
Dividend distribution	%	7.10	9.21	8.41	3.95	2.50
Capital Growth	%	(0.13)	1.32	0.26	(0.53)	1.08
Average annual return						
- One Year	%	6.97	10.53	8.67	3.42	3.58
- Two Years	%	8.75	9.60	6.05	3.50	3.62
- Three Years	%	8.72	7.54	5.22	3.55	4.49
NAV per unit	Rs.	102.52	102.48	101.35	105.03	101.56
Year-end offer price per unit	Rs.	103.68	103.64	102.50	106.22	102.58
Highest offer price per unit	Rs.	110.79	107.84	109.98	106.24	104.47
Lowest offer price per unit	Rs.	103.64	102.53	102.22	102.25	101.52
Year-end repurchase price per unit	Rs.	102.52	102.48	101.35	105.03	101.56
Highest repurchase price per unit	Rs.	109.55	106.63	108.75	105.05	103.43
Lowest repurchase price per unit	Rs.	102.48	101.38	101.08	101.11	100.51
First interim distribution	Rs.	-	1.92	7.71	-	-
Announcement date		-	6-Sep-19	31-May-19	-	-
Second interim distribution	Rs.	-	1.05	0.70	-	2.5
Announcement date		-	4-Oct-19	21-Jun-19	-	20-Jun-17
Third interim distribution	Rs.	-	1.06	-	-	-
Announcement date		-	1-Nov-19	-	-	-
Fourth interim distribution	Rs.	-	1.00	-	-	-
Announcement date		-	6-Dec-19	-	-	-
Fifth interim distribution	Rs.	-	4.00	-	-	-
Announcement date		-	26-Jun-20	-	-	-
Sixth interim distribution	Re.	7.10	0.18	-	-	-
Announcement date		28-Jun-21	30-Jun-20	-	-	-
Final distribution	Rs.	-	-	-	3.95	-
Announcement date		-	-	-	2-Jul-18	-
Total distribution as % of par value	**Rs.**	**7.10**	**9.21**	**8.41**	**3.95**	**2.50**

Fund keeps the weighted average duration of its portfolio to less than or upto 2 years.

Notes

- JS Islamic Government Securities Fund was launched on June 05, 2013.
- The fund has paid interim distribution among the Pre-IPO Investors of Rs. 1.66 million during the inception year (2012-13) of the fund.
- Investment portfolio composition of the Fund is disclosed in note 8 of the financial statements.
- The income distribution have been shown against The year to which they relate although these were declared & distributed subsequently to the year end.

Disclaimer

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

Al-Hilal
Shariah Advisors

بِسۡمِ ٱللَّهِ ٱلرَّحۡمَٰنِ ٱلرَّحِيمِ

September 14, 2021

The purpose of this report is to provide an opinion on the Shariah Compliance of the Fund's investment and operational activities with respect to Shariah guidelines provided.

It is the core responsibility of the Management Company to operate the Fund and invest the amount of money in such a manner which is in compliance with the Shariah principles as laid out in the Shariah guidelines. In the capacity of the Shariah Advisor, our responsibility lies in providing Shariah guidelines and ensuring compliance with the same by review of activities of the fund. We express our opinion based on the review of the information, provided by the management company, to an extent where compliance with the Shariah guidelines can be objectively verified.

Our review of Fund's activities is limited to enquiries of the personnel of Management Company and various documents prepared and provided by the management company.

Keeping in view the above; we certify that:

We have reviewed all the investment and operational activities of the fund including all transactions and found them to comply with the Shariah guidelines. On the basis of information provided by the management company, all operations of the fund for the year ended June 30, 2021 comply with the provided Shariah guidelines. Therefore, it is resolved that investments in JS Islamic Income Fund (JS-IIF) managed by JS Investments Limited are halal and in accordance with Shariah principles.

May Allah (SWT) bless us and forgive our mistakes and accept our sincere efforts in accomplishment of cherished tasks and keep us away from sinful acts.

For and on behalf of Shariah Supervisory Council of Al-Hilal Shariah Advisors (Pvt.) Limited.

Mufti Irshad Ahmad Aijaz
Member Shariah Council

Faraz Younus Bandukda, CFA
Chief Executive

Al-Hilal Shariah Advisors (Pvt) Limited

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STATEMENT OF COMPLIANCE WITH SHARIAH PRINCIPLES

JS Islamic Income Fund (the Fund) has fully complied with Shariah Principles specifi¬ed in the Trust Deed and in the guidelines issued by the Shariah Advisors for its operations, investments, bank accounts and placements made during the year ended June 30, 2021. The Shariah Advisors has also confi¬rmed that the transactions were observed to be compliant with the guidelines laid down by Shariah Advisors.

Iffat Zehra Mankani
Chief Executive Officer

Karachi: September 24, 2021

Grant Thornton

INDEPENDENT REASONABLE ASSURANCE REPORT TO THE UNIT HOLDERS OF JS ISLAMIC INCOME FUND ON THE STATEMENT OF COMPLIANCE WITH THE SHARIAH PRINCIPLES

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Introduction

We were engaged by the Board of Directors of JS Investments Limited (the Management Company) to report on the Management Company's assessment of compliance with the Shariah Principles of JS Islamic Income Fund (the Fund), as set out in the annexed Statement of Compliance with the Shariah Principles (the Statement) prepared by the Management Company for the year ended June 30, 2021, in the form of an independent reasonable assurance conclusion about whether the annexed statement reflects, in all material respects the status of compliance of the Fund with the Shariah Principles as specified in the Trust Deed and the guidelines issued by the Shariah Advisor. Our engagement was conducted by a team of assurance practitioners.

Applicable Criteria

The criteria for the assurance engagement against which the annexed Statement has been assessed comprises of the Shariah Principles as specified in the Trust Deed and the guidelines issued by the Shariah Advisor (the Shariah Principles).

Management's Responsibility

The Management Company of the Fund is responsible for preparation of the annexed Statement. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation of the annexed Statement that is free from material misstatement, whether due to fraud or error. It also includes ensuring the overall compliance of the Fund with the Shariah Principles.

Our Independence and Quality Control

We have complied with the independence and other ethical requirements of the Code of Ethics for Chartered Accountants issued by the Institute of Chartered Accountants of Pakistan, which is founded on the fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behaviour.

The Firm applies International Standard on Quality Control (ISQC) 1, "Quality Control for Firms that Perform Audits and Reviews of Financial Statements, and Other Assurance and Related Services Engagements" and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements

Grant Thornton

Our Responsibility and Summary of Work Performed

Our responsibility is to examine the annexed Statement and to report thereon in the form of an independent reasonable assurance conclusion based on the evidence obtained. We conducted our engagement in accordance with International Standard on Assurance Engagements (ISAE) 3000, "Assurance Engagements Other Than Audits or Reviews of Historical Financial Information" issued by the International Auditing and Assurance Standards Board. That Standard requires that we plan and perform our procedures to obtain reasonable assurance about whether the annexed statement reflects the status of compliance of the Fund with the Shariah Principles as specified in the Trust Deed and the guidelines issued by the Shariah Advisor, in all material respects.

The procedures selected depend on our judgment, including the assessment of the risks of material non-compliances with the Shariah Principles, whether due to fraud or error. In making those risk assessments, we have considered internal control relevant to the Fund's compliance with the Shariah Principles, in order to design assurance procedures that are appropriate in the circumstances, but not for the purpose of expressing a conclusion as to the effectiveness of the Management Company's internal control over the Fund's compliance with the Shariah Principles. A system of internal control, because of its nature, may not prevent or detect all instances of non-compliance with Shariah Principles, and consequently cannot provide absolute assurance that the objective of compliance with the Shariah Principles, will be met. Also, projection of any evaluation of effectiveness to future periods is subject to the risk that the controls may become inadequate or fail.

The procedures performed primarily comprised the following:

- checking compliance of specific guidelines relating to charity, maintaining bank accounts and for making investments of the Fund.
- checking that the Shariah Advisor has certified that the operations of the Fund, its investments and placements made during the year ended June 30, 2021 are in compliance with the Shariah Principles.

We believe that the evidences we have obtained through performing our procedures were sufficient and appropriate to provide a basis for our conclusion.

Conclusion

Based on the procedures performed during our reasonable assurance engagement, we report that in our opinion, the annexed Statement presents fairly, in all material respects, the status of the Fund's compliance with the Shariah Principles specified in the Trust Deed and in the guidelines issued by the Shariah Advisor for the year ended June 30, 2021.

Grant Thornton Anjum Rahman

Chartered Accountant

Dated: September 27, 2021
Karachi

Encl.: as above

DIGITAL CUSTODIAN COMPANY
Formerly MCB Financial Services Limited

REPORT OF THE TRUSTEE TO THE UNIT HOLDERS

JS ISLAMIC INCOME FUND

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

JS Islamic Income Fund, an open end scheme was established under a Restated Trust Deed dated executed between JS Investments Limited, as the Management Company and Digital Custodian Company Limited Formerly MCB Financial Services Limited, as the Trustee. The Restated Trust Deed was executed on 21st June 2017 after approval by Securities & Exchange Commission of Pakistan (SECP) on 16th August 2017.

1. JS Investments Limited, the Management Company of JS Islamic Income Fund, has, in all material respects, managed JS Islamic Income Fund during the year ended 30th June 2021 in accordance with the provisions of the following:

   (i) Investment limitations imposed on the Asset Management Company and the Trustee under the trust deed and other applicable laws;

   (ii) the valuation or pricing is carried out in accordance with the deed and any regulatory requirement;

   (iii) the creation and cancellation of units are carried out in accordance with the deed;

   (iv) and any regulatory requirement

Khawaja Anwar Hussain
Chief Executive Officer
Digital Custodian Company Limited
Formerly MCB Financial Services Limited

Karachi: September 13, 2021

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Grant Thornton

INDEPENDENT AUDITOR'S REPORT TO THE UNIT HOLDERS OF JS ISLAMIC INCOME FUND

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Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **JS Islamic Income Fund** (the Fund), which comprise the statement of assets and liabilities as at June 30, 2021, and the income statement, statement of comprehensive income, statement of movements in unit holder's fund and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2021 and of its financial performance and its cash flows for the year then ended in accordance with approved accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Grant Thornton

Key audit matter	How our audit addressed the key audit matter
Net assets value (NAV)	
The balances with banks and investments constitute the most significant component of the net assets value (NAV). The balances with banks and investments as at June 30, 2021 amounted to Rs. 1,349.74 million and Rs. 1,238.21 million as disclosed in note 7 and 8 respectively. The proper valuation of balances with banks and investments for the determination of NAV of the Fund as at June 30, 2021 was considered as a high risk area and therefore, we consider this as a Key Audit Matter (KAM).	We performed the following audit procedures: • Obtained an understanding of design effectiveness of the key controls on the investment and balances with bank. • Obtained independent confirmations for verifying the existence of the investment portfolio and balances with banks as at June 30, 2021 and reconciled it with the books and records of the Fund. • Re-performed valuation to assess that the investments are carried as per the valuation methodology specified in the accounting policies. • Obtained bank reconciliation statements and tested reconciling items on a sample basis. • Checked presentation and disclosure as per applicable financial reporting framework.

Information Other than the Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance or conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management Company and Board of Directors (the Board) for the Financial Statements

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

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

The Board of the Management Company is responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control;

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management;

- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern;

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements

Further, we report that the Fund's financial statements have been prepared in accordance with the relevant provisions of Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2008.

The engagement partner on the audit resulting in this independent auditor's report is **Muhammad Khalid Aziz**.

Grant Thornton Anjum Rahman

Chartered Accountants

Karachi
Date: September 27, 2021

FINANCIAL STATEMENTS

STATEMENT OF ASSETS AND LIABILITIES
AS AT JUNE 30, 2021

	Note	2021	2020
		-----------Rupees-----------	
Assets			
Balances with banks	7	**1,349,737,882**	1,272,685,889
Investments	8	**1,238,211,066**	264,593,322
Accrued return	9	**27,064,299**	7,682,333
Security deposits	10	**2,600,000**	2,600,000
Prepayments and other receivables	11	**237,486**	466,426
Total assets		**2,617,850,733**	1,548,027,970
Liabilities			
Payable to JS Investments Limited - Management Company	12	**1,769,292**	1,418,132
Payable to MCB Financial Services Limited - Trustee	13	**179,731**	77,827
Annual fee payable to Securities and Exchange - Commission of Pakistan	14	**434,198**	154,550
Unclaimed dividend		**1,519,982**	211,460
Accrued expenses and other liabilities	15	**14,410,735**	8,126,504
Total liabilities		**18,313,938**	9,988,473
Contingencies and Commitments	16	**-**	-
Net assets		**2,599,536,795**	1,538,039,497
Unit holders' funds (as per statement attached)		**2,599,536,795**	1,538,039,497
		--------Number of units--------	
Number of units in issue	17	**25,356,212**	15,008,137
		-----------(Rupees)----------	
Net assets value per unit		**102.52**	102.48

The annexed notes from 1 to 27 form an integral part of these financial statements.

For JS Investments Limited
(Management Company)

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

INCOME STATEMENT
FOR THE YEAR ENDED JUNE 30, 2021

	Note	2021	2020
		-----------Rupees-----------	
Net realized loss on sale of investments at fair value through profit or loss		**(2,755,231)**	(135,387)
Net unrealized loss on remeasurement investments at fair value through profit or loss		**(630,774)**	(4,637,528)
Return on balances with banks and investments	18	**164,163,764**	94,950,268
Total income		**160,777,759**	90,177,353
Expenses			
Remuneration to the Management Company	12.1	**5,153,201**	3,735,049
Sales tax on remuneration to the Management Company	12.2	**669,917**	485,561
Accounting and operational charges	12.4	**-**	708,223
Remuneration to the Trustee	13.1	**1,628,346**	819,035
Sales tax on remuneration to the Trustee	13.2	**211,685**	106,474
Annual fee of Securities & Exchange Commission of Pakistan	14	**434,223**	154,575
Securities transactions cost		**407,302**	394,823
Bank and settlement charges		**39,913**	78,784
Auditors' remuneration	19	**438,606**	438,606
Shariah advisory fee		**778,105**	177,103
Mutual fund rating fee		**257,329**	238,100
Withholding tax expense		**250,235**	-
Securities & Exchange Commission of Pakistan's supervisory fee		**2,500**	2,500
Listing fee		**25,000**	25,000
Total expenses		**10,296,362**	7,363,833
Net income from operating activities		**150,481,397**	82,813,520
Provision for Sindh Workers' Welfare Fund	15.1	**(3,015,616)**	(1,656,882)
Net income for the year before taxation		**147,465,781**	81,156,638
Taxation	5.7	**-**	-
Net income for the year after taxation		**147,465,781**	81,156,638
Allocation of net income for the year			
Net income for the year		**147,465,781**	81,156,638
Income already paid on units redeemed		**(117,142,847)**	(22,035,216)
Accounting income available for distribution		**30,322,934**	59,121,422
- Relating to capital gain		**-**	-
- Excluding capital gain		**30,322,934**	59,121,422
		30,322,934	59,121,422

The annexed notes from 1 to 27 form an integral part of these financial statements.

For JS Investments Limited
(Management Company)

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

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED JUNE 30, 2021

	2021	2020
	-----------Rupees-----------	
Net income for the year after taxation	**147,465,781**	81,156,638
Other comprehensive income for the year	**-**	-
Total comprehensive income for the year	**147,465,781**	81,156,638

The annexed notes from 1 to 27 form an integral part of these financial statements.

For JS Investments Limited
(Management Company)

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

STATEMENT OF CASH FLOW
FOR THE YEAR ENDED JUNE 30, 2021

	Note	2021	2020
		----------Rupees----------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the year before taxation		**147,465,781**	81,156,638
Adjustments for:			
Return on balances with banks and investments		**(164,163,764)**	(94,950,268)
Net realized loss on sale of investments at fair value through profit or loss - net		**2,755,231**	135,387
Unrealised loss on remeasurement of investments at fair value through profit or loss - net		**630,774**	4,637,528
		(160,777,759)	(90,177,353)
Decrease / (increase) in assets			
Prepayments and other receivables		**228,940**	(15,401)
Investments - net		**(977,003,749)**	(22,558,504)
		(976,774,809)	(22,573,905)
(Decrease) / increase in liabilities			
Payable to JS Investments Limited		**351,160**	(140,883)
Payable to MCB Financial Services Limited		**101,904**	(33,389)
Annual fee payable to Securities and Exchange Commission of Pakistan		**279,648**	(411,460)
Accrued expenses and other liabilities		**6,284,232**	2,727,645
		7,016,944	2,141,913
Profit received on balances with banks and investments		**144,781,798**	100,053,308
Net cash (used in)/generated from operating activities		**(838,288,045)**	70,600,600
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts on issuance of units		**4,137,610,314**	3,082,084,201
Payments against redemption of units		**(3,194,287,114)**	(2,524,095,614)
Dividend paid		**(27,983,162)**	(105,162,290)
Net cash generated from financing activities		**915,340,038**	452,826,297
Net increase in cash and cash equivalents		**77,051,993**	523,426,897
Cash and cash equivalents at beginning of the year		**1,272,685,889**	749,258,992
Cash and cash equivalents at end of the year	7	**1,349,737,882**	1,272,685,889

The annexed notes from 1 to 27 form an integral part of these financial statements.

For JS Investments Limited
(Management Company)

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

STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND
FOR THE YEAR ENDED JUNE 30, 2021

	2021			2020		
	----Rupees----			----Rupees----		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
Net assets at beginning of the year	**1,527,370,212**	**10,669,285**	**1,538,039,497**	998,854,891	5,287,813	1,004,142,704
Issue of 39,975,837 (2020: 29,277,460) units						
- Capital value (at net asset value per unit at the beginning of the year)	**4,096,723,675**	**-**	**4,096,723,675**	2,967,216,199	-	2,967,216,199
- Element of income	**40,886,639**	**-**	**40,886,639**	114,868,002	-	114,868,002
Total proceeds on issuance of units	**4,137,610,314**	**-**	**4,137,610,314**	3,082,084,201	-	3,082,084,201
Redemption of 29,627,761 (2020: 24,177,178) units						
- Capital value (at net asset value per unit at the beginning of the year)	**(3,036,252,954)**	**-**	**(3,036,252,954)**	(2,450,312,090)	-	(2,450,312,090)
- Element of loss	**(40,891,313)**	**(117,142,847)**	**(158,034,160)**	(51,748,308)	(22,035,216)	(73,783,524)
Total payments on redemption of units	**(3,077,144,267)**	**(117,142,847)**	**(3,194,287,114)**	(2,502,060,398)	(22,035,216)	(2,524,095,614)
Total comprehensive income for the year	**-**	**147,465,781**	**147,465,781**	-	81,156,638	81,156,638
Distribution during the year						
- During the year: Nil (September 06 2019: Rs. 1.92 per unit)	**-**	**-**	**-**	(778,736)	(19,401,554)	(20,180,290)
- During the year: Nil (October 04, 2019: Rs. 1.05 per unit)	**-**	**-**	**-**	(165,267)	(10,400,287)	(10,565,554)
- During the year: Nil (November 01, 2019: Rs. 1.06 per unit)	**-**	**-**	**-**	(136,345)	(10,652,310)	(10,788,655)
- During the year: Nil (December 06, 2019: Rs. 1.00 per unit)	**-**	**-**	**-**	(727,550)	(5,364,045)	(6,091,595)
- During the year @ Rs. 7.10 per unit on June 28, 2021 (June 26, 2020: Rs. 4.00 per unit)	**-**	**(29,291,683)**	**(29,291,683)**	(47,441,077)	(7,484,366)	(54,925,443)
- During the year: Nil (June 30, 2020: Rs. 0.18 per unit)	**-**	**-**	**-**	(2,259,507)	(437,388)	(2,696,895)
	-	**118,174,098**	**118,174,098**	(51,508,482)	27,416,688	(24,091,794)
Net assets at end of the year	**2,587,836,259**	**11,700,536**	**2,599,536,795**	1,527,370,212	10,669,285	1,538,039,497
Undistributed income brought forward						
- Realised income		**16,013,807**			6,985,057	
- Unrealised loss		**(5,344,522)**			(1,697,244)	
		10,669,285			5,287,813	
Accounting income available for distribution						
- Relating to capital gain		**-**			-	
- Excluding capital gain		**30,322,934**			59,121,422	
		30,322,934			59,121,422	
Distribution during the year		**(29,291,683)**			(53,739,950)	
Undistributed income carried forward		**11,700,536**			10,669,285	
Undistributed income carried forward						
- Realised income		**(10,159,324)**			16,013,807	
- Unrealised loss		**21,859,860**			(5,344,522)	
		11,700,536			10,669,285	
Net assets value per unit at beginning of the year		**102.48**			101.35	
Net assets value per unit at end of the year		**102.52**			102.48	

The annexed notes from 1 to 27 form an integral part of these financial statements.

For JS Investments Limited
(Management Company)

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Islamic Income Fund ("the Fund") was established under a Restated Trust Deed executed between JS Investment Limited as Management Company, a company incorporated under the Companies Ordinance, 1984 (Now Companies Act, 2017) and the MCB Financial Services Limited (MCBFSL) as a Trustee, which is a wholly owned subsidiary of MCB Bank Limited. The Restated Trust Deed was executed on 21 June 2017 after approval by the Securities and Exchange Commission of Pakistan (SECP) on 16 August 2017 under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules).

1.2 The Fund is an open ended mutual Fund and is listed on the Pakistan Stock Exchange Limited. The Fund offers units for public subscription on a continuous basis. These can be redeemed by surrendering them to the Fund at the option of the unit holder.

1.3 The Scheme is a 'Shariah Compliant Income Scheme' (based on Wakalat ul Istithmar) as per the criteria for the categorization of open-end collective investment schemes specified by the Securities and Exchange Commission of Pakistan. The objective of The Fund is to generate stable returns and ensure capital preservation over medium to long term, by investing primarily in quality Sukuks, Shariah-compliant Government Securities, Shariah-compliant Bank Deposits and other Shariah-compliant debt instruments.

1.4 The Scheme is required to keep a minimum exposure of 25% in Cash and near Cash instruments. The Fund, in line with its Investment Objective, will invest in Authorized Investments only. In keeping with the Investment Objective, the Scheme's Net Assets shall be invested in quality Shariah-compliant debt instruments including, but not limited to Sukuks, Ijarah Sukuks, Shariah-compliant bank deposits and other Shariah-compliant debt instruments. Weighted average time to maturity of the net assets shall not exceed 4 years; however, this condition shall not apply to securities issued by the Federal Government.

1.5 The Management Company of the Fund has obtained license to act as an Asset Management Company under the Rules from SECP. The registered office of JS Investments Limited is situated at The Centre, 19th Floor, Plot No.28, SB-5 Abdullah Haroon Road,Saddar, Karachi, Pakistan.

1.6 Title to the assets of the Fund is held in the name of MCB Financial Services Limited as a Trustee of the Fund.

1.7 Transactions are undertaken by the Fund in accordance with the guidelines issued by the Shariah Advisory Council.

1.8 The Pakistan Credit Rating Agency Limited has assigned JS investments Managment Quality Rating of "AM2" (AM-2) with the "stable" outlook. The rating denotes High Managment Quality. Stability rating of "AA-(f)" to the Fund as at April 1, 2021 by Pakistan Credit Rating Agency Limited (PACRA).

1.9 Due to the enactment of the Sindh Trusts Act, 2020 (as amended vide Sindh Trusts (Amended) Act, 2021), the Trusts including Collective Investment, private Funds etc, being Specialized Trusts are required to be registered with the Assistant Director of Industries and Commerce (Trust Wing), Government of Sindh under Section 12A of the Sindh Trusts Act, 2020. For this purpose, Re-Stated Trust Deeds of all Funds have been executed between the Management Company and the Trustees and all the relevant Trust Deeds alongwith necessary documents have been submitted with Assistant Director of Industries and Commerce (Trust Wing), Government of Sindh.

1.10 Significant events or transactions

There are no significant events or transactions during the year.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

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

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

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

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

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention except for investments and derivatives which are valued as stated in notes 5.1.

2.3 Functional and presentation currency

These financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency. All amount have been rounded off to the nearest rupees unless otherwise indicated.

3 ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires the management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgments and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years.

The areas involving a degree of judgment or complexity, or areas where estimates and assumption are significant to the financial statements relate to classification, impairment and valuation of investments (notes 5.1.1) provision for SWWF (note 15.1), provision for Federal Excise Duty (note 12.3) and provision for taxation (notes 5.7).

4 STANDARDS, AMENDMENTS AND INTERPRETATIONS TO APPROVED ACCOUNTING STANDARDS

4.1 Standards, amendments and interpretations to the published standards that may be relevant to the Fund and adopted in the current year

There is no standard, amendments and interpretations of IFRSs which became effective during the current year.

4.2 Standards, amendments and interpretations to the published standards that may be relevant but not yet effective and not early adopted by the Fund

The following new standards, amendments to published standards and interpretations would be effective from the dates mentioned below against the respective standard or interpretation.

Standard or Interpretation	Effective Date (Annual periods beginning on or after)
IBOR Reform and its Effects on Financial Reporting—Phase 2	January 1, 2021
Fees in the '10 per cent' Test for Derecognition of Financial Liabilities (Amendment to IFRS 9)	January 1, 2022
Onerous Contracts—Cost of Fulfilling a Contract (Amendments to IAS 37)	January 1, 2022
Property, Plant and Equipment: Proceeds before Intended Use (Amendments to IAS 16)	January 1, 2022
Subsidiary as a First-time Adopter (Amendment to IFRS 1)	January 1, 2022
Taxation in Fair Value Measurements (Amendment to IAS 41)	January 1, 2022
Updating a Reference to the Conceptual Framework (Amendments to IFRS 3)	January 1, 2022
Classification of Liabilities as Current or Non-current (Amendments to IAS 1)	January 1, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to IAS 12)	January 1, 2023
Definition of Accounting Estimates (Amendments to IAS 8)	January 1, 2023
Disclosure Initiative—Accounting Policies	January 1, 2023

The Fund is in the process of assessing the impact of these Standards, amendments and interpretations to the published standards on the financial statements of the Fund.

4.3 Standards, amendments and interpretations to the published standards that are not yet notified by the Securities and Exchange Commission of Pakistan (SECP)

Following new standards have been issued by the International Accounting Standards Board (IASB) which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standard or Interpretation	IASB effective date (Annual periods beginning on or after)
IFRS 17 'Insurance Contracts'	January 1, 2023
Amendments to IFRS 17 Insurance Contracts	January 1, 2023
IFRS 1 'First-time Adoption of International Financial Reporting Standards'	July 1, 2009

5 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

5.1 Financial assets

5.1.1 Classification and measurement

The Fund classifies its financial assets in the following categories: financial assets at amortized cost, financial assets at fair value through profit or loss (FVTPL) and financial assets at fair value through other comprehensive income (FVOCI). The classification depends on the business model in which the financial asset is managed and its contractual cash flows. The management determines the appropriate classification of its financial assets at initial recognition and it evaluates this classification on a regular basis.

The assessments have been made on the basis of the facts and circumstances that existed at the date of initial application about the determination of business model within which a financial asset is held and the designation and revocation of previous designation of certain financial assets as measured at FVTPL.

The financial assets are categorized as follows:

Financial asset at amortized cost

Financial asset is held within a business model whose objective is to collect the contractual cash flows, and the contractual terms give rise to cash flows that are solely payments of principal and interest (SPPI) are classified as financial asset at amortized cost.

Financial asset at fair value through other comprehensive income

Debt investment

Debt investment where the contractual cash flows are SPPI and the objective of the business model is achieved both by collecting contractual cash flows and selling financial assets are classified as financial asset at fair value through other comprehensive income.

Equity investment

Equity investment which are not held for trading, and which has irrevocably elected at initial recognition to recognize as fair value through other comprehensive income (generally strategic investment) are classified as financial asset at fair value through other comprehensive income.

Financial asset at fair value through profit or loss

Debt investment

Debt investments that do not qualify for measurement at either amortized cost or FVOCI are classified as financial asset at fair value through profit or loss.

Equity investment

Equity investments that are held for trading, and equity investments for which the entity has not elected to recognize fair value gains and losses through OCI are classified as financial asset at fair value through profit or loss.

5.1.2 Regular way contracts

Regular purchases and sale of financial assets are recognized on the trade dates, that reflect the date on which the Fund commits to purchase or sell the asset.

5.1.3 Initial recognition and measurement

Financial assets are initially recognized at fair value plus transaction costs except for financial assets carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognized at fair value while the related transaction cost are expensed out in income statement.

5.1.4 Subsequent measurement

Financial asset at amortized cost

Subsequent to initial recognition, financial assets classified as amortized cost are carried at amortized cost using the effective interest method.

Gains or losses are also recognized in the income statement when financial assets carried at amortized cost are derecognized or impaired.

Financial asset at fair value through other comprehensive income

Subsequent to initial recognition, financial assets classified as fair value through other comprehensive income are carried at fair value using valuation methodology (note 5.1.5).

Net gains and losses arising from changes in the fair value and on sale of financial assets at fair value through other comprehensive income are taken to the statement of other comprehensive income.

Financial asset at fair value through profit or loss

Subsequent to initial recognition, financial assets classified as fair value through profit or loss are carried at fair value using valuation methodology (note 5.1.5).

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

5.1.5 Basis of valuation of debt investments

The investment of the Fund in the debt instruments (comprising any securities issued by the government, a company or a body corporate for the purpose of raising funds in the form of market treasury bill, redeemable capital and includes term finance certificates, bonds, debentures, sukuks and commercial papers etc.) is valued on the basis of rates determined and published by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by the SECP for valuation of debt securities. In determination of the rates the MUFAP takes in account the holding pattern of these securities and categorized them as traded, thinly traded and non-traded securities. The circular also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non-performing debt securities.

5.1.6 Impairment

The SECP/Commission has through its letter no. SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 has deferred the applicability of the impairment requirements of IFRS 9 for debt securities on mutual funds. Therefore the Fund will not be subject to the impairment provisions of IFRS 9. Meanwhile, asset management companies shall continue to follow the requirements of Circular 33 of 2012.

For financial assets other than debt securities measured at amortised cost, IFRS 9 requires recognition of impairment based on expected credit loss (ECL) model rather than incurred credit loss model as previously required under IAS 39. Under IFRS 9, the Fund is required to measure loss allowance of an amount equal to lifetime ECL or 12 months ECL based on credit risk.

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

In case of impairment of financial assets at FVOCI, the cumulative loss that has been recognized directly in statement of comprehensive income is taken to the income statement.

5.1.7 Derecognition

Financial assets are derecognised when the contractual right to future cash flows from the asset expires or is transferred along with the risk and reward of ownership of the asset. Any gain or loss on derecognition of the financial assets is taken to income statement currently.

5.2 Financial liability

5.2.1 Classification and measurement

Financial liability at amortized cost

All financial liabilities are subsequently measured at amortized cost, except for those measured at fair value through profit or loss.

Financial liability at fair value through profit or loss

Financial liabilities designated as at fair value through profit or loss requires that the amount of change in the fair value of a financial liability that is attributable to changes in the credit risk of that liability is presented in other comprehensive income, unless the recognition of such changes in other comprehensive income would create or enlarge an accounting mismatch in profit or loss.

5.2.2 Initial recognition and measurement

Financial liabilities are initially recognized at fair value less transaction cost except for financial liabilities carried at fair value through profit or loss. Financial liabilities carried at fair value through profit or loss are initially recognized at fair value while the related transaction cost are expensed out in income statement. Financial liabilities are not recognized unless one of the parties has performed it part of the contract or the contract is a derivative product.

5.2.3 Subsequent measurement

Financial liability at amortized cost

Financial liabilities, other than fair value through profit or loss are measured at amortized cost using the effective yield method.

Gains or losses are also recognized in the income statement when financial liabilities carried at amortized cost are derecognized.

Financial liability at fair value through profit or loss

Subsequent to initial recognition, financial liabilities classified as fair value through profit or loss are carried at fair value using market rate of interest.

Net gains and losses arising from changes in the fair value due to change in credit risk are taken in to other comprehensive income and other change in fair value and on sale of financial liabilities at fair value through profit or loss are taken to the income statement.

5.2.4 Derecognition

Financial liabilities are derecognised when they are extinguished, that is, when the obligation specified in the contract is discharged, cancelled, or expires. Any gain or loss on derecognition of the financial liabilities is taken to income statement currently.

5.3 Derivatives

These are initially recognized at fair value and subsequent to initial measurements each derivate instruments is remeasured to its fair value and the resultant gain or loss is recognised in the income statement.

5.4 Offsetting of financial assets and liabilities

Financial assets and financial liabilities are only offset and the net amount is reported in the statement of assets and liabilities when there is a legally enforceable right to set off the recognized amount and the Fund intends to either settle on a net basis, or to realize the asset and settle the liability simultaneously.

5.5 Cash and cash equivalent

Cash and cash equivalent comprise of balances with banks and term deposits receipts having maturity up to 3 months or less.

5.6 Provisions

Provisions are recognized when the Fund has a legal or constructive obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate of the amount can be made. Provisions are reviewed at each statement of assets and liabilities date and are adjusted to reflect the current best estimates.

5.7 Taxation

Current

The income of the Fund is exempt from income tax under clause 99 of the Part I of the 2nd Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income for the year, as reduced by the capital gains whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital as reduced by such expenses as are chargeable thereon to the unitholders. Since the income earned by the Fund during the year has been distributed to the unitholders in the manner explained above, no provision for taxation has been made in these financial statements.

The Fund is exempt from provisions of section 113 (Minimum Tax) under the clauses IIA of Part IV of the second schedule of the Income Tax Ordinance, 2001.

5.8 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the applications received by the Management Company / distributors during business hours on that day. The offer price represents the Net Asset Value (NAV) per unit as of the close of the business day plus the allowable sales load, provision for transaction costs and any provision for duties and charges, if applicable. Sales load collected, if any, is payable to the Management Company.

Units redeemed are recorded at the redemption price, as per the constitutive documents, applicable to units for which the Management Company / distributors receive redemption requests during business hours of that day. The redemption price represents daily Net Asset Value (NAV) announced as of the close of the dealing day, provisions for transaction costs and any provision for duties and charges, if applicable.

5.9 Element of income / loss and capital gains / losses in prices of units sold less those in units redeemed - net

Element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the element of income is a transaction of capital nature and the receipt and payment of element of income is taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution.

5.10 Distribution to unit holders

Distributions to unit holders are recognised upon declaration and approval by the Board of Directors of the Management Company. Based on the Mutual Funds Association of Pakistan's (MUFAP) guidelines duly consented by SECP, distribution for the year also includes portion of income already paid on units redeemed during the year.

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements of the year in which such distributions are declared and approved by the Board of Directors of the Management Company.

5.11 Revenue recognition

Dividend income is recognized when right to receive dividend is established.

Gain or loss on sale of securities and settlement of derivatives is accounted for in the period in which the sales / settlement occur.

Interest on debt and government securities is recognized at the rate of return implicit in the instrument on a time proportionate basis.

Profit on bank balances and term deposits is recognized on accrual basis in accordance with the contractual terms.

5.12 Expenses

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

5.13 Net asset value per unit

The net asset value per unit disclosed in the statement of assets and liabilities is calculated by dividing the net assets of the Fund by the number of units in issue at the year end.

5.14 Earning/loss per unit (EPU/LPU)

Earning/loss per unit EPU/LPU has not been disclosed as, in the opinion of the management, the determination of weighted average units for calculating EPU/LPU is not practicable.

5.15 Foreign currency transalation

Transactions denominated in foreign currencies are accounted for in Pakistan Rupees at the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates for monetary assets and liabilities denominated in foreign currencies are recognised in the income statement.

6 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the year ended June 30, 2021 is 0.62% YTD (June 30, 2020: 1.21%) which includes 0.8% (June 30, 2020: 0.32%) representing government levies on the Fund such as federal excise duties and sales taxes, Workers' Welfare Fund, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorized as a "Shariah Compliant Income" scheme.

		2021	2020
7 BALANCES WITH BANKS	**Note**	**----------Rupees----------**	
-In saving accounts	7.1	**734,512,939**	1,271,377,284
-In current accounts	7.2	**3,224,943**	1,308,605
-Term deposit receipts (TDR)	7.3	**612,000,000**	-
		1,349,737,882	1,272,685,889

7.1 This includes bank balance with Bank Islami Pakistan Limited (related party) of Rs. 0.269 million (2020: Rs. 1,003 million) carrying profit at 6.50% (2020: 9.00%) per annum. Other profit and loss sharing accounts carrying profit rates ranging from 5.00% to 7.00% (2020: 5.00% to 13.25%) per annum.

7.2 This represents bank balance with JS Bank Limited (related party).

7.3 This include TDR of UBL Ameen having maturing on July 8, 2021 and Soneri Bank Ltd having maturity on July 19, 2021, these carry profit rate ranging from 5% to 7% (2020:Nil).

8	INVESTMENTS	Note	2021	2020
			----------Rupees----------	
	At fair value through profit or loss			
	Unlisted sukuk certificates	8.1	**1,046,017,396**	264,593,322
	At amortized cost			
	Islamic commercial paper	8.2	**192,193,670**	-
			1,238,211,066	264,593,322

	As at July 01, 2020	Acquired during the year	Matured/ disposed during the	As at June 30, 2021	Carrying value	Market value	% of total investment
	--------Number of certificates--------				------------Rupees------------		
8.1 Sukuk certificates- Unlisted							
Face value of Rs 100,000/-each							
Aspin Pharma (Private) Limited *Maturity: Nov 30, 2023 and 3 M KIBOR + 1.5%*	1,030	317	-	1,347	**68,005,435**	**67,999,119**	**5.49**
Byco Petroleum Pakistan Limited *Maturity: Jan 18, 2022 and 3 M KIBOR + 1.05%*	-	2,000		2,000	**116,563,823**	**116,720,133**	**9.43**
Dawood Hercules Corporation Limited I *Maturity: Nov 16, 2022 and 3 M KIBOR + 1%*	140	1,500	1,640	-	-	-	-
The Hub Power Company Limited *Maturity: May 21, 2025 and 3 M KIBOR + 2.5%*	-	4,100	-	4,100	**360,838,144**	**360,838,144**	**29.14**
Pakistan Ijara Sukuk Bonds *Maturity: July 29, 2025 @ 7.53%*	-	2,000,000	-	2,000,000	**199,876,559**	**198,960,000**	**16.07**
Pakistan Ijara Sukuk *Maturity: Apr 30, 2025 @ 6.6329%*	1,875,000	-	1,875,000	-	-	-	-
Pakistan Energy Sukuk II *Maturity: May 21, 2030 and 3 M KIBOR + 0.13%*	-	60,000	-	60,000	**301,364,209**	**301,500,000**	**24.35**
					1,046,648,170	**1,046,017,396**	
Cost of investments as at June 30, 2021						**1,024,157,536**	

8.2 These represent islamic commercial paper placed with K-Electric Limited carrying interest at the rate of 7.96% (130 million) maturing on August 10, 2021 representing 10.10% of total investment.

8.2 These represent islamic commercial paper placed with K-Electric Limited carrying interest at the rate of 8.48% (62 million) maturing on September 12, 2021 representing 5.42% of total investment.

9	ACCRUED RETURN	Note	2021	2020
			----------Rupees----------	
	On			
	- Bank deposits - under shariah arrangements		**5,281,818**	4,842,606
	- Term deposit receipts		**2,265,942**	-
	- Investments		**19,516,539**	2,839,727
			27,064,299	7,682,333
10	**SECURITY DEPOSITS**			
	National Clearing Company of Pakistan Limited		**2,500,000**	2,500,000
	Central Depository Company of Pakistan Limited		**100,000**	100,000
			2,600,000	2,600,000
11	**PREPAYMENTS AND OTHER RECEIVABLES**			
	Prepaid mutual fund rating fee		**190,298**	169,002
	Withholding tax	11.1	**47,188**	297,424
			237,486	466,426

11.1 Clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 provides exemption from withholding tax deduction on dividends received by the collective investment scheme from investee companies.

However a letter dated June 30, 2010 issued by Federal Board of Revenue to Assistant Director, Central Directorate of National Savings, Islamabad states that the said exemption will be applicable if exemption certificate under section 159(1) of the Income Tax Ordinance, 2001 is issued by the concerned Commissioner of Inland Revenue.

Based on the above letter, above amount of withholding tax has been deducted by certain investee companies on dividends. An exemption certificate was issued by the concerned Commissioner of Inland Revenue effective up to June 30, 2021. Accordingly the management is in the process of recovering the above tax amount deducted.

		2021	2020
12 PAYABLE TO JS INVESTMENT LIMTED - MANAGEMENT COMPANY	**Note**	**----------Rupees----------**	
Management remuneration	12.1	**487,775**	329,900
Sindh Sales Tax on management remuneration	12.2	**193,615**	173,096
Federal excise duty on management remuneration	12.3	**857,496**	857,496
Accounting and operational charges	12.4	**-**	27,195
Shariah advisory fee		**86,076**	30,118
Sales load		**144,330**	327
		1,769,292	1,418,132

12.1 Under the provision of the NBFC Regulations, the Management Company of the Fund is entitled to a remuneration of an amount not exceeding 1% of the average daily net assets of the Fund. During the year, the Management Company has charged its remuneration at the rate of 0.3% per annum till August 23, 2020 and the revised rate of 0.23% per annum from August 24, 2020 (June 30, 2020: 0.5% per annum)on the average annual net assets of the Fund calculated on a daily basis.

12.2 The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (2020: 13%) on Management Company's remuneration.

12.3 As per the requirements of the Finance Act, 2013, Federal Excise Duty (FED) at the rate of 16 percent on the remuneration of the Management Company has been applied effective from June 13, 2013. The Management Company is of the view that since the remuneration is already subject to the provincial sales tax, further levy of FED may result in double taxation, which does not appear to be the spirit of the law, hence, a petition was collectively led by the Mutual Fund Association of Pakistan with the Sindh High Court (SHC) on September 04, 2013.

While disposing the above petition through order dated July 16, 2016, the SHC declared the said provisions to be ultra vires and as a result no FED is payable with effect from July 01, 2016. However, the tax authorities subsequently led appeal against the decision of the SHC in the Supreme Court of Pakistan, which is pending for the decision.

Furthermore, the Finance Act 2016 also introduced an amendment to the Federal Excise Act, 2005 whereby FED was withdrawn on services of different industries including Non-Banking Financial Institutions, which are already subject to provisional sales tax.

However, since the appeal is pending in the Supreme Court of Pakistan, 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. 0.86 million. Had the provision not been made, NAV per unit of the Fund as at June 30, 2021 would have been higher by Rs. 0.03 (June 30, 2020:

12.4 In accordance with the provisions of the NBFC Regulations amended vide S.R.O 1160(I)/2015 dated November 25, 2015, the Management Company of the Fund is entitled for reimbursement of fee and expenses incurred by the Management Company in relation to registrar service, accounting, operation and valuation services related to Fund maximum up to 0.1% of average annual net assets of the scheme or actual which ever is less. During the year, effective from July 01, 2020, no accounting and operational charges are charged from the Fund .

13 PAYABLE TO MCB FINANCIAL SERVICES LIMITED - TRUSTEE	**Note**	**2021**	2020
		----------Rupees----------	
Trustee remuneration	13.1	**159,054**	68,875
Sindh Sales Tax on remuneration of trustee	13.2	**20,677**	8,952
		179,731	77,827

13.1 According to the provisions of the trust deed of the Fund, the Trustee is entitled to monthly remuneration for services rendered to the Fund at 0.075% (June 30, 2020: 0.075%) per annum on the average annual net assets of the Fund calculated on a daily basis.

13.2 The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (2020: 13%) on trustee's remuneration.

14 ANNUAL FEE OF SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP).

As per the guideline issued by the SECP vide SRO No. 685(I)/2019 dated June 28, 2019, the Fund has charged the SECP Fee at the rate of 0.02% (2020: 0.02%) of net assets during the current year.

		Note	2021	2020
			----------Rupees----------	
15	**ACCRUED AND OTHER LIABILITIES**			
	Provision for Sindh Workers' Welfare Fund	15.1	**8,187,806**	5,172,190
	Withholding tax payable		**4,794,186**	1,593,024
	Brokerage payable		**-**	7,876
	Capital gain tax payable		**830,045**	785,741
	Auditors' remuneration		**258,878**	258,860
	Payable against redemption of units		**-**	10,061
	Zakat payable		**175,288**	47,635
	Others		**164,532**	251,117
			14,410,735	8,126,504

15.1 As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs. 0.50 million, was required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the MUFAP with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of the SWWF Act as these were not industrial establishments but were pass through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP had taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF.

In view of the above developments regarding the applicability of SWWF on CISs/mutual funds, the MUFAP recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the SWWF Act, 2014 (i.e. starting from May 21, 2015).

Furthermore, on November 10, 2016, Honorable Supreme Court of Pakistan (SCP) passed a judgment declaring the amendments made in the Finance Acts 2006 and 2008 pertaining to WWF as illegal citing that WWF was not in the nature of tax and could, therefore, not have been introduced through money bills. Accordingly, the aforesaid amendments have been struck down by the SCP. The Federal Board of Revenue has filed a petition with the SCP against the said judgment, which is pending. While the petitions filed by the Collective Investment Schemes (CISs) on the matter are still pending before the Sindh High Court (SHC), the Mutual Funds Association of Pakistan (MUFAP) (collectively on behalf of the asset management companies and their CISs) have taken legal and tax opinions on the impact of the SCP's judgement on the CISs petition before the SHC. Both the legal and tax advisors consulted were of the view that the SCP's judgment has removed the very basis on which the demands were raised against the CISs. Therefore, there was no longer any liability against the funds under the WWF Ordinance and that all cases pending in the SHC or lower appellate forums will now be disposed of in light of the earlier judgement of the SCP.

In the repealed Companies Ordinance, 1984 and the now applicable Companies Act, 2017, mutual funds have not been included in the definition of "financial institutions". The MUFAP has held the view that SWWF is applicable on asset management companies and not on mutual funds.

As at June 30, 2021, the provision in relation to SWWF amounted to Rs. 8.19 million (2020: Rs. 5.17 million). Had the provision not being made, the Net Asset Value per unit as at June 30, 2021 would have been higher by Rs. 0.32 (2020: Rs. 0.34) per unit.

16 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at June 30, 2021 and June 30, 2020.

17 NUMBER OF UNITS IN ISSUE

	Note	**2021**	2020
		----------Rupees----------	
Total outstanding as of July 01		**15,008,137**	9,907,855
Issued during the year		**39,975,836**	29,277,460
Redemption during the year		**(29,627,761)**	(24,177,178)
Total outstanding as of June 30		**25,356,212**	15,008,137

18 RETURN ON BALANCES WITH BANKS AND INVESTMENTS

	2021	2020
Bank deposits - under shariah arrangements	**61,628,644**	69,420,018
Term deposit receipts	**8,419,573**	-
Investments - at fair value through profit or loss	**94,115,547**	25,530,250
	164,163,764	94,950,268

19 AUDITORS' REMUNERATION

	2021	2020
Annual audit fee	**192,500**	192,500
Half yearly review of financial statements	**121,000**	121,000
Other services	**25,000**	25,000
Out of pocket expenses	**67,617**	67,617
	406,117	406,117
Sales tax	**32,489**	32,489
	438,606	438,606

20 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related party / connected person include JS Investments Limited being the Management Company, MCB Financial Services Limited being the Trustee, Jahangir Siddiqui and Co. Limited (holding 75.02% shares of JS Bank Ltd) being the holding company of JS Bank Limited (JSBL - which is the holding company of the Management Company - holding 84.56% shares of JS Investments Ltd), JS Global Capital Limited (which is a fellow subsidiary of JSBL - 83.53% shares held by JS Bank Ltd) and other associated companies of the Management Company and its subsidiaries, Key Management Personnel of the Management Company and other funds being managed by the Management Company and includes entities holding 10% or more in the units of the fund as at 30 June 2021. It also includes the staff retirement benefits of the above related parties / connected persons. Transactions with related parties other than those disclose anywhere in financial statements are set out below:

	2021	2020
20.1 Transactions during the year ended	----------Rupees----------	
JS Investments Limited - Management Company		
Remuneration to the Management Company	**5,153,201**	3,735,049
Sales tax on remuneration to the Management Company*	**669,917**	485,561
Accounting and operational charges	**-**	708,223
Sales load	**165,814**	68,497
Expenses incurred	**778,105**	177,103
Issue of units: 382,292 (2020: Nil)	**40,178,894**	-
Redemption of units: 382,292 (2020: 489,904)	**40,935,604**	49.769,397
Reinvest in lieu of Dividend paid : Nil (2020: 16,161)	**-**	1,640,275
MCB Financial Services Limited - Trustee		
Remuneration of the Trustee	**1,628,346**	819,035
Sales tax on remuneration to the Trustee**	**211,685**	106,474
JS Global Capital Limited (Fellow subsidiary of JSBL)		
Brokerage commission	**48,750**	-
JS Bank Limited - Parent Company of JSIL (JSBL holds 84.56% of JSIL Shares)		
Bank charges	**-**	7,448

	2021	2020
	----------Rupees----------	
Bank Islami Pakistan Limited		
(JSCL - Ultimate Parent Company holds 21.26%)		
Return on bank balance	**3,739,927**	4,157,883
Bank charges	**916**	39,907
JS Islamic Hybrid Fund Of Funds - Mufeed		
(Fund Under JSIL Management)		
Issue of units: Nil (2020: 29,530)	-	3,000,000
Redemption of units: Nil (2020: 124,298)	-	12,671,171
Units refunded as Capital : Nil (2020: 70)	-	-
Reinvest in lieu of Dividend paid : Nil (2020: 2,402)	-	243,733
JS Islamic Hybrid Fund Of Funds - Mustanad		
(Fund Under JSIL Management)		
Issue of units: Nil (2020: 936)	-	95,367
Redemption of units: Nil (2020: 2,211)	-	228,138
Units refunded as Capital : Nil (2020: 5)	-	-
Reinvest in lieu of Dividend paid : Nil (2020: 21)	-	2,178
JS Islamic Hybrid Fund Of Funds - Mutanasib		
(Fund Under JSIL Management)		
Issue of units: Nil (2020: 49,598)	-	5,038,618
Redemption of units: Nil (2020: 186,889)	-	19,099,283
Units refunded as Capital : Nil (2020: 117)	-	-
Reinvest in lieu of Dividend paid : Nil (2020: 3,195)	-	324,282
JS Islamic Hybrid Fund Of Funds - Mustahkem		
(Fund Under JSIL Management)		
Issue of units: Nil (2020: 2,448)	-	250,000
Redemption of units: Nil (2020: 7,659)	-	779,403
Units refunded as Capital : Nil (2020: 27)	-	-
Reinvest in lieu of Dividend paid : 180 (2020: 222)	**8,199**	22,535
JS Islamic Hybrid Fund Of Funds - JSIAAP-I		
(Fund Under JSIL Management)		
Redemption of units: Nil (2020: 840,227)	-	85,652,766
Reinvest in lieu of Dividend paid : Nil (2020: 15,590)	-	1,583,304

	2021	2020
JS Islamic Hybrid Fund Of Funds - JSIAAP-II (Fund Under JSIL Management)	----------Rupees----------	
Issue of units: Nil (2020: 193,892)	**-**	20,000,000
Redemption of units: Nil (2020: 6,212,898)	**-**	635,552,809
Units refunded as Capital : Nil (2020: 3,436)	**-**	-
Reinvest in lieu of Dividend paid : Nil (2020: 249,618)	**-**	25,336,077
Key Management Personnel & Directors		
Issue of units: 58,490 (2020: 42,199)	**6,115,075**	4,413,058
Redemption of units: 75,158 (2020: 17,574)	**7,907,831**	1,857,753
Units refunded as Capital : 529 (2020: 1,077)	**-**	-
Cash Dividend	**-**	39,048
Reinvest in lieu of Dividend paid : 1,035 (2020: 923)	**106,099**	94,105

* Paid / payable to the Management Company for onwards payment to the Government.
** Paid / payable to the Trustee for onward payment to the Government.

		2021	2020
20.2	**Balance as at year end**	----------Rupees----------	
	JS Investments Limited - Management Company		
	Remuneration payable to the Management Company	**487,775**	329,900
	Sales tax payable on Management Company's remuneration*	**193,615**	173,096
	FED payable on Management Company's remuneration*	**857,496**	857,496
	Shariah advisory fee	**86,076**	30,118
	AMC Reimbursments Payable Charged To Fund	**-**	27,195
	Sales load payable	**144,330**	327
	MCB Financial Services Limited - Trustee		
	Remuneration payable to the trustee	**159,054**	68,875
	Sales tax payable on trustee fee**	**20,677**	8,952
	JS Bank Limited - Parent Company of JSIL (JSBL holds 84.56% of JSIL Shares)		
	Bank balances (Current Account)	**3,224,943**	1,308,605
	Bank Islami Pakistan Limited (JSCL - Ultimate Parent Company holds 21.26%)		
	Bank balances	**269,379**	1,028,924,979
	Profits receivable on bank balances	**204**	3,633,184

	2021	2020
	----------Rupees----------	
JS Islamic Hybrid Fund Of Funds - Mustahkem (Fund Under JSIL Management)		
Units outstanding: 1,235 (2020: 1,114)	**126,586**	118,338
Entities holding 10% or more of units		
Units outstanding: 18,557,981 (30 June 2020: Nil)	**1,902,564,161**	-
Key Management Personnel of the Management Company		
Units outstanding: 27,751 (2020: 42,856)	**2,845,048**	4,391,845

* Paid / payable to the Management Company for onwards payment to the Government.

** Paid / payable to the Trustee for onward payment to the Government.

20.3 The transactions with related parties / connected persons are in the normal course of business at contracted rates and terms, determined in accordance with market rates.

21 FINANCIAL INSTRUMENTS BY CATEGORY

	As at June 30, 2021		
	At amortized cost	Financial asset at fair value through profit or loss	Total
	------------------------Rupees------------------------		
Financial assets			
Investments	192,193,670	1,046,017,396	1,238,211,066
Balances with banks	1,349,737,882	-	1,349,737,882
Accrued markup / interest	27,064,299	-	27,064,299
Security deposits	2,600,000	-	2,600,000
	1,571,595,851	1,046,017,396	2,617,613,247
Financial liabilities			
Payable to JS Investment Limited - Management Company	718,181	-	718,181
Payable to MCB Financial - Services Limited - Trustee	159,054	-	159,054
Unclaimed dividend	1,519,982	-	1,519,982
Accrued expenses and other liabilities	423,410	-	423,410
	2,820,627	-	2,820,627

	As at June 30, 2020		
	At amortized cost	Financial asset at fair value through profit or loss	Total
	------------------------Rupees------------------------		
Financial assets			
Investments	-	264,593,322	264,593,322
Balances with banks	1,272,685,889	-	1,272,685,889
Accrued markup / interest	7,682,333	-	7,682,333
Security deposits	2,600,000	-	2,600,000
	1,282,968,222	264,593,322	1,547,561,544
Financial liabilities			
Payable to JS Investment Limited - Management Company	**387,540**	**-**	**387,540**
Payable to MCB Financial - Services Limited - Trustee	**68,875**	**-**	**68,875**
Unclaimed dividend	**211,460**	**-**	**211,460**
Accrued expenses and other liabilities	**527,914**	**-**	**527,914**
	1,195,789	**-**	**1,195,789**

22 FINANCIAL RISK MANAGEMENT

22.1 Risk management framework

The Fund's activities expose it to a variety of financial risks, market risk, credit risk and liquidity risk.

The Fund's Board of Directors has an overall responsibility for the establishment and oversight of the Fund's risk management framework.

Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Management Company, the Fund's constitutive documents and the regulations and directives of the SECP. The policies are established to identify and analyse the risks faced by the Fund, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Fund's activities.

The audit committee oversees how management monitors compliance with the Fund's risk management policies and procedures and reviews the adequacy of the risk management framework in relation to the risks faced by the Fund. The audit committee is assisted in its oversight role by the internal audit. The Internal audit undertakes regular reviews of risk management controls and procedures and the results of which are reported to the audit committee.

Asset purchases and sales are determined by the Fund's Investment Manager, who has been authorised to manage the distribution of the assets to achieve the Fund's investment objectives. Compliance with the target asset allocations and the composition of the portfolio is monitored by the Investment Committee. In instances where the portfolio has diverged from target asset allocations, the Fund's Investment Manager is obliged to take actions to rebalance the portfolio in line with the established targets within prescribed time limits.

22.2 Market risk

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

The Management Company manages the market risk by monitoring exposure on marketable securities by following internal risk management policies and investment guidelines approved by the Investment Committee and the regulations laid down by SECP.

Market risk comprises of three types of risk: currency risk, interest rate risk and other price risk.

22.2.1 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in foreign exchange rates. At present, the Fund is not exposed to currency risk as all the transactions are carried out in Pakistani Rupees.

22.2.2 Interest rate risk

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

As of June 30, 2021, the Fund is exposed to such risk in respect of bank balances and investment in debt securities. The bank balances are subject to interest rates as declared by the respective banks on periodic basis. Debt securities are subject to floating interest rates other than Government securities which are subject to fixed interest rates. The sensitivity of the income or loss for the year is the effect of the assumed changes in interest rates on:

- The net interest income for one year, based on the floating rate financial assets held at the year end; and

- Changes in fair value of investments for The year, based on revaluing fixed rate financial assets at the year end.

The following table demonstrates the sensitivity of Fund's income / (loss) for the year to a reasonably possible change in interest rates, with all other variables held constant. In practice, the actual results may differ from the sensitivity analysis.

	Effect on income	
	2021	2020
Change in basis point	**----------Rupees----------**	
+ 100	**744,973,113**	1,274,023,217
- 100	**(744,973,113)**	(1,274,023,217)

Yield / interest rate sensitivity position for on balance sheet financial instruments is based on the earlier of contractual reprising or maturity date and for off-balance sheet instruments is based on the settlement date.

	Yield / effective interest rate (%)	June 30, 2021 Exposed to yield / interest rate risk: Up to three months	More than three months and up to one year	More than one year	Not exposed to yield / interest rate risk	Total
		------ (Rupees) ------				
On-balance sheet financial instruments						
Financial assets						
Investments	6.63-10.12	198,928,670	20,205,000	1,019,077,396	-	1,238,211,066
Balances with banks	5 - 7	1,346,512,939	-	-	3,224,943	1,349,737,882
Accrued markup / interest		-	-	-	27,064,299	27,064,299
Security deposits		-	-	-	2,600,000	2,600,000
		1,346,512,939	-	-	32,889,242	2,617,613,247
Financial liabilities						
Payable to JS Investment Limited - Management Company		-	-	-	718,181	718,181
Payable to MCB Financial - Services Limited - Trustee		-	-	-	159,054	159,054
Unclaimed dividend		-	-	-	1,519,982	1,519,982
Accrued and other liabilities		-	-	-	423,410	423,410
		-	-	-	2,820,626	2,820,626
On-balance sheet gap		1,346,512,939	-	-	30,068,616	2,614,792,621

There is no off-balance sheet financial instrument that exist as at year ended June 30, 2021.

	Yield / effective interest rate (%)	June 30, 2020 Exposed to yield / interest rate risk: Up to three months	More than three months and up to one year	More than one year	Not exposed to yield / interest rate risk	Total
		------ (Rupees) ------				
On-balance sheet financial instruments						
Financial assets						
Investments	6.95 - 15.25	6,550,000	16,850,000	241,193,322	-	264,593,322
Balances with banks	5 - 13.25	1,271,377,284	-	-	1,308,605	1,272,685,889
Accrued markup / interest		-	-	-	7,682,333	7,682,333
Security deposits		-	-	-	2,600,000	2,600,000
		1,271,377,284	-	-	11,590,938	1,547,561,544
Financial liabilities						
Payable to JS Investment Limited - Management Company		-	-	-	387,540	387,540
Payable to MCB Financial - Services Limited - Trustee		-	-	-	68,875	68,875
Unclaimed dividend		-	-	-	211,460	211,460
Accrued expenses and other liabilities		-	-	-	527,914	527,914
		-	-	-	1,195,789	1,195,789
On-balance sheet gap		1,271,377,284	-	-	10,395,149	1,546,365,755
Off-balance sheet gap		-	-	-	-	-

There is no off-balance sheet financial instrument that exist as at year ended June 30, 2020.

22.2.3 Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. At present, the Fund is not exposed to price risk.

22.3 Credit risk

Credit risk represent the risk of a loss if the counter parties fail to perform as contracted. The Fund's credit risk is primarily attributable to its investments and balances with banks. The Fund does not foresee any credit risk with respect to GOP Ijarah Sukuks since these are securities issued by State Bank of Pakistan on behalf of the Government of Pakistan. The credit risk on other financial assets is limited because the counter parties are mainly companies/ financial institution with reasonably high credit ratings. In addition, the internal risk management policies and investment guidelines (approved by investment committee) require the Fund to invest in debt securities that have been rate as investment grade by a well known rating agency.

22.3.1 The analysis below summarises the credit rating quality of the Fund's financial assets as at June 30, 2021.

Balances with banks by rating category

Name of Bank	Rating agency	Latest available published rating	Percentage of bank balance
Soneri Bank Limited	PACRA	AA-	99.51%
Allied Bank Limited	PACRA	AAA	0.00%
Bank Islami Pakistan Limited	PACRA	A+	0.04%
Faysal Bank Limited*	JCR-VIS	AA	0.00%
NRSP Microfinance Bank Limited*	PACRA	A	0.00%
JS Bank Limited	PACRA	AA-	0.04%
Meezan Bank Limited	JCR-VIS	AAA	0.00%
AlBaraka Bank (Pakistan) Limited*	PACRA	A	0.00%
Dubai Islami Bank	JCR-VIS	AA	0.41%

* Nil value due to rounding off

Sukuks other than GOP ijarah sukuks

Name of Bank	Rating agency	Latest available published rating	Percentage of bank balance
Aspin Pharma (Private) Limited	VIS	A	8.03%
Byco Petroleum Pakistan Limited	PACRA	AAA	13.78%
Dawood Hercules Corporation Limited I	PACRA	AA	0.00%
The Hub Power Company Limited	PACRA	AA+	42.60%
Pakistan Energy Sukuk II	VIS	AA+	35.59%

Islamic Commercial Paper

Name of Bank	Rating agency	Latest available published rating	Percentage of bank balance
K- Electric Limited ICP-16	VIS	A-1+	33.92%
K- Electric Limited ICP-14	VIS	A-1+	66.08%

Concentration of credit risk

Concentration of risk exists arise when a number of financial instruments or contracts are entered into with the same counterparty, or where a number of counterparties are engaged in similar business activities, or activities in the same geographic region, or have similar economic features that would cause their ability to meet contractual obligations to be similarly effect by changes in economic, political or other conditions. The Fund's portfolio of the financial instruments is mainly held with various banks, securities issued by State Bank of Pakistan on behalf of the Government of Pakistan and certain privately placed sukuks.

22.3.2 Liquidity risk

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

The Fund is exposed to the daily cash redemptions, if any at the option of unit holders. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Fund's reputation. The Fund's policy is, therefore, to invest the majority of its assets in investments that are in an active market and can be readily realised and are considered readily realisable.

The Fund has the ability to borrow, in the short term to ensure settlements. The maximum amount available to the Fund from the borrowings would be limited to 15% of net assets upto 90 days and would be secured by the assets of the Fund. The facility would bear interest at commercial rates. However, no borrowing was obtained by the Fund during the year.

In order to manage the Fund's overall liquidity, the Fund may withhold daily redemption requests in excess of ten percent of units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemptions during the year.

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

2021	Within 1 month	1 to 3 month	3 to 12 month	1 to 5 years	More than 5 years	Total
	---------------------------- (Rupees) ----------------------------					
Financial Liabilities						
Remuneration payable to the Management Co.	718,181	-	-	-	-	718,181
Remuneration payable to the Trustee	159,054	-	-	-	-	159,054
Unclaimed dividend	1,519,982	-	-	-	-	1,519,982
Accrued and other liabilities	423,410	-	-	-	-	423,410
	2,820,627	-	-	-	-	2,820,627

2020	Within 1 month	1 to 3 month	3 to 12 month	1 to 5 years	More than 5 years	Total
	---------------------------- (Rupees) ----------------------------					
Financial Liabilities						
Remuneration payable to the Management Co.	387,540	-	-	-	-	387,540
Remuneration payable to the Trustee	68,875	-	-	-	-	68,875
Unclaimed dividend	211,460	-	-	-	-	211,460
Accrued and other liabilities	527,914	-	-	-	-	527,914
	1,195,789	-	-	-	-	1,195,789

23 UNIT HOLDERS' FUND RISK MANAGEMENT

The Unit Holders' Fund is represented by redeemable units. The unit holders of the Fund are entitled to distributions and to payment of a proportionate share based on the Fund's net asset value per unit as of the close of the business day less any back end load, provision for transaction cost and any provision for duty and charge, if applicable. The relevant movements are shown on the 'Statement of Movement in Unit holders' Fund'.

The Fund has no restrictions or specific capital requirements on the subscription and redemption of units.

The Fund’s objective when managing unit holders’ fund is to safeguard the Fund’s ability to continue as a going concern in order to seek maximum preservation of unit holders’ fund and an optimum rate of return by investing in avenues having good credit rating and liquidity and to maintain a strong capital base to support the development of the investment activities of the Fund.

In accordance with the risk management policies, the Fund endeavors to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption requests, such liquidity being augmented by short-term borrowings or disposal of investments where necessary.

The Fund meets the requirements of sub-regulation 54(3a) which requires that the minimum size of an Open End Scheme shall be one hundred million rupees at all times during the life of the scheme.

24 FAIR VALUE OF FINANCIAL INSTRUMENTS

"Fair Value Measurement" defines fair value as the price that would be received to sale an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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

The fair value of financial assets and liabilities traded in active market are based on the quoted market price at the close of trading on the period end date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying values as the items are either short-term in nature or periodically repriced.

24.1 Fair value hierarchy

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

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

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

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

Investment of the Fund carried at fair value are categorised as follows:

	Level 1	Level 2	Level 3	Total
2021		---------------------- (Rupees) ----------------------		
Investments in securities - financial assets at fair value through profit or loss				
- Islamic Commercial Paper	**-**	**192,193,670**	**-**	**192,193,670**
- GoP Ijara Sukuks	**-**	**198,960,000**	**-**	**198,960,000**
- Other Sukuks	**-**	**847,057,396**	**-**	**847,057,396**

	Level 1	Level 2	Level 3	Total
2020		---------------------- (Rupees) ----------------------		
Investments in securities - financial assets at fair value through profit or loss				
- GoP Ijara Sukuks	-	181,875,000	-	181,875,000
- Other Sukuks	-	82,718,322	-	82,718,322

25 SUPPLEMENTARY NON FINANCIAL INFORMATION

25.1 Particulars of investment committee and fund manager

Details of the members of investment committee of the Fund are as follows:

S. No.	Name	Designation	Experience in years	Qualification
1	Ms. Iffat Zehra Mankani	Chief Executive Officer	20	MBA
2	Mr. Khawar Iqbal	Director Finance & Company	28	MBA
3	Mr. Zahid Ullah Khan	Chief Investment Officer / Head	17	MBA
4	Mr. Asim Ilyas	Head of Fixed Income/Fund Manager	25	MSc Economic
5	Mr. Syavash Pahore	Head of Research	5	BA (Finance)

25.2 Transactions with brokers / dealers

List of top 10 brokers by percentage of commission charged during the year ended June 30, 2021

S. No.	Particulars	Percentage of commission / brokerage (%)
1	JS Global Capital Limited	15.63%
2	Next Capital Limited	84.37%

List of top 10 brokers by percentage of commission charged during the year ended June 30, 2020

S. No.	Particulars	Percentage of commission / brokerage (%)
1	Next Capital Limited	100.00%

25.3 Pattern of unit holding

Category	---------- As at June 30, 2021 ----------			
	Number of unit holders	**Number of units held**	**Net assets value of the amount invested**	**Percentage of total investment (%)**
Individuals	355	8,396,643	860,829,732	33.1%
Associated Companies and Directors	1	1,235	126,587	0.0%
Insurance Companies	4	15,369,444	1,575,686,246	60.6%
Banks / Development Financial Institution	-	-	-	0.0%
Non Banking Financial Companies	-	-	-	0.0%
Retirement Funds	22	1,527,794	156,630,499	6.0%
Public Limited Companies	-	-	-	0.0%
Others	7	61,097	6,263,731	0.2%
	389	25,356,212	2,599,536,795	100%

Category	---------- As at June 30, 2020 ----------			
	Number of unit holders	Number of units held	Net assets value of the amount invested	Percentage of total investment (%)
Individuals	324	3,242,098	332,251,458	21.60%
Associated Companies and Directors	1	1,155	118,339	0.01%
Insurance Companies	4	10,256,911	1,051,132,108	68.34%
Banks / Development Financial Institution	-	-	-	0.00%
Non Banking Financial Companies	-	-	-	0.00%
Retirement Funds	18	988,244	101,275,605	6.58%
Public Limited Companies	-	-	-	0.00%
Others	4	519,729	53,261,987	3.46%
	351	15,008,137	1,538,039,497	100%

25.4 Attendance at the

The 154th, 155th, 156th, 157th and 158th meetings of the Board of Directors were held on August 18, 2020, October 20, 2020, December 24, 2020, February 19, 2021 and April 23, 2021 respectively. Information in respect of attendance by the directors and other persons in the meetings is given as follows:

Name of Directors	Meetings attended	Meetings held on				
		August 18, 2010	October 20, 2020	December 24, 2020	February 19, 2021	April 23, 2021
Mr. Suleman Lalani*	2	A	A	A	P	P
Ms. Iffat Zehra Mankani*	1	A	A	A	A	P
Mr. Hasan Shahid	5	P	P	P	P	P
Mr. Asif Reza Sana	4	P	P	P	A	P
Mr. Imran Haleem Shaikh*	2	A	A	A	P	P
Mr. Zahid Ullah Khan*	1	A	A	A	A	P
Ms. Aisha Fariel Salahuddin	5	P	P	P	P	P
Mr. Kamran Jafar*	3	P	P	P	A	A
Mr. Babbar Wajid*	2	P	P	A	A	A

*Mr. Suleman Lalani Joined the Board on September 09, 2020
*Ms. Iffat Zehra Mankani joined the Board on April 15, 2021
*Mr. Imran Haleem Shaikh joined the Board on January 15, 2021
*Mr. Zahid Ullah Khan joined the Board on March 18, 2021
*Mr. Kamran Jafar resigned from the Board on January 18, 2021
*Mr. Babbar Wajid resigned from the Board on December 02, 2020

25.5 Meetings of audit committee

Name of Directors	Meetings attended	Meetings held on			
		August 17, 2020	October 19, 2020	February 18, 2021	April 22, 2021
Mr. Asif Reza Sana	3	P	P	A	P
Mr. Hasan Shahid	4	P	P	P	P
Ms. Aisha Fariel Salahuddin	4	P	P	P	P

26 GENERAL

Figures have been rounded off to the nearest Rupee.

27 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorized for issue by the Board of Directors of the Management Company on August 21, 2021.

For JS Investments Limited
(Management Company)

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

SUPPLEMENTARY NON FINANCIAL INFORMATION
AS REQUIRED UNDER SECTION 6(D), (F), (G), (H), (I) AND (J)
OF THE FIFTH SCHEDULE TO THE NBFC REGULATIONS

(iii) THE MEMBERS OF THE INVESTMENT COMMITTEE

Following are the members of Investment Committee of the Fund:

Ms. Iffat Zehra Mankani - Chief Executive Officer
Mr. Khawar Iqbal - CFO & Company Secretary
Mr. Zahid Ullah Khan - Chief Investment Officer / Head
Mr. Asim Ilyas - Head of Fixed Income
Mr. Syavash Pahore - Head of Research

MS. IFFAT ZEHRA MANKANI - CHIEF EXECUTIVE OFFICER

Ms. Iffat Mankani has joined JS Investments Limited in April 2021. She brings with her over 20 years of global experience in both public and private markets across multiple asset classes. During her 11 years working in capital markets in Pakistan, she held various senior strategy and research roles, both on the buy and sell-side of the industry, including the National Investment Trust, JS Investments Limited and BMA Asset Management Company Limited amongst others.

Working as a sell side analyst, Iffat was frequently quoted in the financial press, and was well-known for her accuracy as a strategist. In her buy-side roles as Chief Investment Officer at JS Investments (2005-2007) and BMA Asset Management (2007-2011), she led the successful implementation of a disciplined asset and risk allocation process, resulting in consistent top quartile performance for funds under management. These included some pioneering products in the industry, such as the asset allocation fund, capital protected fund, index fund, an offshore fund and separately managed accounts.

In her most recent role, Iffat was working in the Deals Advisory team at PwC Canada, where she made significant contributions in the space of complex financial instruments and private debt valuations amongst others, helping to steer the business toward sustainable growth. Moreover, she also held diversified roles in the risk management groups of leading Canadian Banks (Bank of Montreal and CIBC) associated with their quants and trading risk oversight teams. In addition to making numerous value additions in her role as a Risk Manager of equity, fixed income and structured product desk, she also spearheaded bank wide regulatory and infrastructure projects and initiatives.

Iffat holds a Master of Finance from Rotman School of Management (University of Toronto) and Master of Business Administration from the Institute of Business Administration, Karachi.

MR. MUHAMMAD KHAWAR IQBAL, DIRECTOR OF FINANCE & COMPANY SECRETARY

With over more than 28 years of diversified experience, Mr. Muhammad Khawar Iqbal is currently serving as "Director Finance & Company Secretary" in JS Investments Limited, where he joined in May 2005 as Manager Finance.

He also served as Chief Financial Officer of the Company from 2012 to 2019.

Throughout his career Mr. Iqbal has implemented a system of continuous review and introduced changes to bring in efficiencies, simplifications and improvement in the overall quality of his departmental deliverables.

His role encompasses a wide range of matters ranging from financial management, reporting, internal control, compliance with laws applicable to the Company and other secretarial matters.

Mr. Khawar holds Masters Degree in Business Administration and Economics.

MR. ZAHID ULLAH KHAN - CHIEF INVESTMENT OFFICER / HEAD

Mr. Zahid Ullah Khan has been associated with the JS Group and the capital markets on the buy side of more than 17 years. Prior to joining JS Investments as the Chief Investment Officer in September 2016, Mr. Khan was at JS Bank since 2012, where he served as a Senior Vice President for the bank's risk management function. His core responsibilities included development of various risk management frameworks, modeling term structure of interest rates, engineering tailor-made interest rate products for corporate clientele, and devising efficient mechanisms for various equity based margin trading products.

Prior to his role at JS Bank, Mr. Khan was associated with JS Group as Senior Vice President in a technical role where he developed and deployed a High Frequency Trading (HFT) platform for equities. This project involved extensive development of an in-house market-price-of-risk arbitrage model dependent on instantaneous futures market rates. Mr. Khan also advised group companies on buy side risk management and for launching ETFs and Market Making initiatives on the asset management and brokerage side. His other assignments also included research work on various green field projects in the private equity space. Prior to joining JS Bank, Mr. Khan also served as a consultant senior fund manager for JS Investments from 2010 to 2012.

Mr. Khan started his career with ABAMCO Limited (now JS Investments Limited) in 2004 as a research analyst, and covered Cement and Banking sectors along with developing interest rate models on the fixed income side. He was additionally given the responsibility to develop and launch new products for the growing AMC. During his tenure at ABAMCO Limited, Mr. Khan developed the first proprietary free float-adjusted market capitalization index in Pakistan and launched the first Open end index fund based on that index. He also carries to his credit the launch of first Open end Fund of Funds scheme with an elaborate asset allocation strategy, a Capital Protected fund and several other in-house initiatives. In 2005, he was promoted as a fund manager, and managed JS Value Fund, JS A30 Index Fund, JS Growth Fund, and JS Fund of Funds, with a combined fund size of around PKR 10 billion.

Mr. Zahid holds a Masters degree in Business Administration from Lahore University of Management Sciences (Class of 2000); a Masters degree in Economics from Lahore University of Management Sciences (Class of 2004); and a Masters degree in Finance from London Business School (Class of 2007).

MR. ASIM ILYAS - HEAD OF FIXED INCOME

Mr. Asim Ilyas is currently serving as Vice President in the Investments Department as the Head of Fixed Income. He has more than 25 years of working experience in the capital markets. Previously Mr. Ilyas was a Fixed Income Fund Manager at National Fullerton Asset Management Limited for two years. He also served as the AGM / Head of Treasury & Resource Mobilization at Security Leasing Corporation Limited, for nine years. He was also a senior member of the Fixed Income desk at BMA Capital Management for 4 years and at the start of his career had worked very closely with the Ministry of Finance as a Research Officer. Mr. Ilyas has earned his MAS (Applied Economics) from Applied Economics Research Centre, an Institute of National Capability in Applied Economics in 1993 and MSc. Economics from University of Karachi in 1991.

MR. SYAVASH PAHORE - HEAD OF RESEARCH

Mr. Syavash Pahore joined JS Investments Ltd. in April 2018 as SMA Fund Manager and is currently working as the Head of Research. Prior to his joining at JS Investments Ltd. Mr. Pahore was associated with Elixir Securities as a Research Analyst and he had started off his career from Optimus Capital Management as a Research Analyst in August 2016.

Mr. Pahore has a Bachelor of Arts in Finance, Accounting and Management from The University of Nottingham.

(vi) MEETINGS OF HUMAN RESOURCE AND REMUNERATION COMMITTEE

Name of Members	Meetings attended	Meetings held on 17 Febrauary 2021
Ms. Aisha Fariel Salahuddin	1	1
Mr. Suleman Lalani	1	1
Mr. Hasnain Raza Nensey	1	1
		3

(vii) RATING OF THE MANAGEMENT COMPANY

The Pakistan Credit Rating Agency Limited maintained stability rating of 'AA-(f)' (Double A minus – Fund rating) to the Fund. The Fund's rating denotes a strong capacity to maintain stability in returns and possesses low exposure to risks.

The Pakistan Credit Rating Agency has assigned JS Investments' Management Quality Rating of "AM2"(AM-Two) with a "stable" outlook. The rating denotes High Management Quality.

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JS Investments Limited

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Website: www.jsil.com

JS Islamic Pension Savings Fund

Annual Report 2021

JS investments

Managing Mutual Funds Better!

CONTENTS

VISION

To be recognized as a responsible asset manager respected for continuingly realizing goals of its investors.

MISSION

To build JS Investments into a top ranking Asset Management Company; founded on sound values; powered by refined knowhow; supported by a committed team operating within an accountable framework of social, ethical and corporate responsibility - a strong and reliable institution for its shareholders to own; an efficient service provider and value creator for clients; an exciting and fulfilling work place for employees; and a participant worth reckoning for competitors.

BROAD POLICY OBJECTIVES

- Value creation for clients on a sustainable basis
- Maintain high standards of ethical behaviors and fiduciary responsibility
- Manage Investments with Prudence and with the aim of providing consistent returns better than that of peers
- Take Products and Services to the People, Create awareness on understanding financial goals, risks and rewards
- Professional Excellence – Adapt, Evolve and Continuously Improve
- Maintain highly effective controls through strong compliance and risk management
- A talented, diligent and diverse HR

ORGANIZATION

Management Company	JS Investments Limited 19 th Floor, The Centre, Plot # 28, SB-5 Abdullah Haroon Road, Saddar, Karachi-75600 Tel: (92-21) 111-222-626 Fax: (92-21) 35165540 E-mail:info@jsil.com Website: www.jsil.com	
Board of Directors	Mr. Suleman Lalani	Chairman
	Ms. Iffat Zehra Mankani	Chief Executive Officer
	Mr. Hasan Shahid	Non-Executive Director
	Mr. Asif Reza Sana	Independent Director
	Ms. Aisha Fariel Salahuddin	Independent Director
	Mr. Zahid Ullah Khan	Non-Executive Director
	Mr. Imran Haleem Shaikh	Non-Executive Director
	Mr. Mirza Muhammad Sadeed Hassan Barlas*	Non-Executive Director
Audit Committee	Mr. Asif Reza Sana	Chairman
	Ms. Aisha Farial Salahuddin	Member
	Mr. Hasan Shahid	Member
Director Finance & Company Secretary	Mr. Muhammad Khawar Iqbal	
Chief Financial Officer	Mr. Zafar Iqbal Ahmed	
Trustee	Central Depository Company of Pakistan Limited CDC House, 99-B, Block 'B', S.M.C.H.S., Main Sharah-e-Faisal, Karachi-74400 Pakistan. Tel: (92-21) 111-111-500 Fax: (92-21) 34326040	
Auditors	A.F Ferguson & Co. Chartered Accountants	
Legal Adviser	Bawaney & Partners 3rd & 4th Floor, 68-C, Lane-13 Bokhari Commercial Area Phase-VI DHA, Karachi	
Shariah Advisors	Al – Hilal Shariah Advisors (Pvt) Limited	

** Mr. Mirza Muhammad Sadeed Hassan Barlas has been appointed as Director of JS Investments Limited w.e.f August 09, 2021 in*

Directors' Report to the Unit Holders

The Board of Directors of JS Investments Limited, the Pension Fund Manager of **JS Islamic Pension Savings Fund** (the Fund), is pleased to present the Annual Report for the year ended June 30, 2021.

Economy:

Despite innumerable challenges, Pakistan's economy is moving progressively on a sustainable growth path. Before the COVID-19 pandemic hit Pakistan's economy, the reforms had laid the base for an economic recovery as was visible in 2H FY19 figures, however, it was brought to a halt due to the incidence of the coronavirus pandemic. Pakistan did much better in coping up with the pandemic compared to many countries and as a result GDP growth came in at 3.94% for FY21; sharply recovering from the FY20 decline of 0.5%. The rebound in GDP growth was underpinned by a recovery in industrial sector growth from an FY20 contraction of 3.8% to an FY21 expansion of 3.6%. Similarly, the services sector grew 4.4% in FY21, after constricting by 0.6% in the preceding year.

Inflation is still one of the bigger issues that our economy faces today. Headline CPI and core CPI averaged 8.9% and 6.6% respectively. The latter remained below 7%, allowing the SBP to accommodate growth by continuing to maintain a dovish monetary policy stance. It is also pertinent to mention that inflation all over the world remained volatile mainly due to supply-side disruptions in commodities due to the COVID-19 pandemic.

The SBP also maintained its policy of a flexible exchange rate regime. The rupee appreciated by 9.4% against the greenback; largely a consequence of the current account surplus reported during the period. As a result, SBP reserves rose 54% to USD 17.8 bn while total liquid FX reserves rose 36% to USD 24.8 bn. The import cover has remained steady at 5 months despite a rise in imports as a result of a rebound in economic activity.

Equity Market Review:

The KSE100 index rose 37.6% in FY21 while the KSE30 and KMI 30 indices rose 27.6% and 39.3% respectively. The stellar returns are mostly due to COVID-induced market decline in the preceding year which was recovered in the current fiscal year.

Technology & Communication returned 294% during the year while Glass & Ceramics rose 171%. Refinery, Engineering, Auto Assemblers, Paper & Board and Cement were the other sectors that gained the most during the period. The biggest underperforming sectors were Food & Personal Care, Oil & Gas Exploration and Fertilizer with a return of -3.2%, -0.4% and 1.8% respectively.

The dominant theme during the fiscal year was high beta pro-cyclical stocks that tend to benefit from economic expansion, higher large-scale manufacturing growth and higher demand from housing in particular. The incumbent government's focus on promoting housing and water conservation (through construction of dams) has led to a sharp rally in construction sector related stocks.

On the other hand, traditional blue-chip companies sharply underperformed. The same earnings stability that helped prop up valuations during the FY17 – FY19 recession led to a lack of interest in these stocks when corporate earnings growth concerns were at the forefront.

Traded value improved significantly on the bourse. KSE 100 average traded value rose from PKR 6.1 bn in FY20 to PKR 13.2 bn in FY21, a historic increase of 116%. Traded value has improved significantly on the back of the sharpest rebound in equities since 2017.

Income / Money Market Review:

During the fiscal year to date, State Bank of Pakistan (SBP) kept the Policy Rate unchanged at 7%. The central bank has decreased its supply of Pakistan Investment Bonds and had rejected bids in the new issuance of 5 years instrument until January 2021. However, as demand remained intact particularly from the Insurance and Banking sector, SBP finally started accepting bids in the 5 years instrument at a cut-off yield of 9.52%. Currently, the 5 Year PIB is trading at 9.48%.

The Ministry of Finance and the SBP remain committed towards prioritizing economic growth. Even so concerns around the current account and inflation remain intact; investors have preferred to remain in short-term treasury bills and floating rate bonds due to expectations of modest interest rate tightening in the short term. During the period under review, the secondary market yields for the 3 month, 6 month and 12 month T-bills have increased to 7.28%, 7.53% and 7.81%, respectively.

The Islamic money market witnessed the issuance of Government of Pakistan Ijara Sukuk in the in the second quarter of the financial year 2021 (2QFY21). SBP accepted bids of PKR 335 BN in Variable Rental Rate (VRR) Ijara Sukuk as preference for floating rate Sukuk remained prevalent among investors. Furthermore, bids of PKR 33 billion bids were received for the 5 year Fixed Rental Rate (FRR) Ijara Sukuk, out of which only PKR 14 billion was accepted. In comparison, there was no new issuance of Ijara Sukuks in the previous quarter.

Review of Fund Performance

The fund was launched on June 16, 2008 for contributions by eligible participants, under the Voluntary Pension System Rules, 2005 (VPS Rules, 2005), with the objective of assisting and facilitating them to plan for their retirement. The fund presently has three sub-funds that are Equity Sub-Fund, Debt Sub-Fund, and Money Market Sub-Fund.

The Equity Sub-fund return was 35.24% for the year ended June 30, 2021. Net Assets moved from PKR. 114.75 million (June 30, 2020) to PKR 130.99 million as at June 30, 2021. The total expense ratio (TER) of the Fund is 2.89% which includes 0.87% representing government levies on the Fund.

The Debt Sub-fund return was 5.92% for the year ended June 30, 2021. Net Assets moved from PKR 84.89 million (June 30, 2020) to PKR 86.34 million as at June 30, 2021. The total expense ratio (TER) of the Fund is 1.10% which includes 0.25% representing government levies on the Fund.

The Money Market Sub-fund return was 5.04% for the year ended June 30, 2021. Net Assets were moved from PKR 83.00 million (June 30, 2020) to PKR 87.96 million as at June 30, 2021. The total expense ratio (TER) of the Fund is 1.04% which includes 0.23% representing government levies on the Fund.

The Fund has 228 participants as on June 30, 2021.

Asset Manager Rating

The Pakistan Credit Rating Agency Limited (PACRA) has affirmed JS Investments' Management Quality Rating of "AM2"(AM-Two) with a "stable" outlook. The rating denotes High Management Quality.

Auditors

The external auditors of the Fund Messrs A.F Ferguson. Chartered Accountants retire and being eligible offers themselves for reappointment. The Board of Directors, upon recommendation of the Audit Committee of the Board has approved the appointment of Messrs A.F Ferguson. Chartered Accountants, as the Fund's auditors for the ensuing year ending June 30, 2022.

Board of Directors

During the period Ms. Iffat Zehra Mankani has joined as the Chief Executive Officer of the Company in place of Mr. Hasnain Raza Nensey. In addition to that Syed Tauqir Haider Rizvi, Mr. Babbar Wajid, Mr. Kamran Jafar and Mr. Tahir Ali Sheikh have resigned from the Board whereas, Mr. Suleman Lalani, Mr. Imran Haleem Shaikh, Mr. Zahid Ullah Khan and Mr. Mirza M. Sadeed H. Barlas were appointed as Directors on their places respectively.

Shariah Advisors

Messrs Al-Hilal Shariah Advisors (Pvt.) Limited, completed its tenure. The Board of Directors of JS Investment Limited, the Management Company of the Fund, upon recommendation of the Audit Committee has approved the appointment of Al-Hilal Shariah Advisors for the ensuing year ending June 30, 2022.

Pattern of Unit Holding:

Category	Equity Sub Fund			Debt Sub Fund			Money Market Sub Fund			Total Rupees in millions	% of total investment
	Number of Unit holders	Number of Units held	Rupees in million	Number of Unit holders	Number of Units held	Rupees in million	Number of Unit holders	Number of Units held	Rupees in million		
Individuals	106	42,140	29.05	160	130,233	32.68	172	182,143	39.61	101.34	33.19
NBFCs	1	147,900	101.94	1	213,852	53.66	1	222,303	48.35	203.95	66.81
	107	**190,040**	**130.99**	**161**	**344,085**	**86.34**	**173**	**404,447**	**87.96**	**305.29**	**100.00**

Additional Matters

a. The system of internal control is sound in design and has been effectively implemented and monitored.

Significant Matters

- Subsequent to the year ended June 30, 2021, Sindh Revenue Board (SRB) through its letter dated August 12, 2021, has intimated MUFAP that the mutual funds do not qualify as Financial Institution/ Industrial Establishment and are, therefore, not liable to pay the Sindh Workers Welfare Fund (SWWF) contributions. This development was discussed at the MUFAP level and has also been taken up with the Securities and Exchange Commission of Pakistan (SECP) and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognized in the financial statements of the Funds on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF, Accordingly, going forward, no provision for SWWF would be recognized in the financial statement of the Fund.

- The Board approved addition of the note 11.1 related to the prospective reversal of SWWF in the financial statements of Fund on September 22, 2021.

- Due to the enactment of the Sindh Trusts Act, 2020 (as amended vide Sindh Trusts (Amended) Act, 2021) ("the Act"), the Trusts including Collective Investment Schemes, Private Funds etc, being Specialized Trusts are required to be registered with the Assistant Director of Industries and Commerce (Trust Wing), Government of Sindh under Section 12A of the Act. For this purpose, Re-Stated Trust Deeds of all Funds have been executed between the Management Company and the Trustees and all the relevant Trust Deeds along with necessary documents have been submitted with Assistant Director of Industries and Commerce (Trust Wing), Government of Sindh.

Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Pension Fund Manager for their dedication and hard work and the participants for their confidence in the Management.

The Directors' Report was initially approved by the Board of Directors of Management Company on August 21, 2021 and further amended on September 22, 2021 to incorporate the subsequent event as disclosed in above significant matter related to reversal of SWWF provisioning.

Karachi: **Director** **Chief Executive Officer**

شراکت داروں کے لیے ڈائریکٹرز رپورٹ

جے ایس انویسٹمنٹس لمیٹڈ کے بورڈ آف ڈائریکٹرز، JS اسلامک پینشن سیونگ فنڈ (دی فنڈ) کی مینجمنٹ کمپنی نے 30 جون 2021 کو ختم ہونے والے سال کے لیے سالانہ رپورٹ پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

معاشی جائزہ

لاتعداد چیلنجز کے باوجود، پاکستان کی معیشت ترقی کی راہ پر مستحکم نمو کی طرف بڑھ رہی ہے۔ کووڈ-19 کی وباء کے پاکستانی معیشت پر حملے سے پہلے اصلاحات کے ذریعے معاشی بحالی کا آغاز ہو گیا تھا جس کا اندازہ مالی سال 19 کی دوسری ششماہی سے ہوتا ہے، تاہم کرونا وائرس کی وبا پھیلنے کے سبب بحالی کا عمل رک گیا۔ پاکستان نے کئی دوسرے ممالک کے مقابلے میں وباء سے نمٹنے کیلئے بہتر اقدامات کئے جس کے نتیجے میں مالی سال 21 کے لئے جی ڈی پی کی شرح نمو مالی سال 20 میں 0.5% کی کمی سے بحالی کے بعد 3.94% ہو گئی۔ جی ڈی پی کی نمو کے دوبارہ بڑھنے کی وجہ مالی سال 20 میں صنعتی شعبے کے 3.8% سکڑاؤ سے مالی سال 21 میں 3.6% اضافہ تھی۔ اسی طرح خدمات کے شعبہ میں گزشتہ سال کے 0.6% سکڑاؤ کے بعد مالی سال 21 میں 4.4% پھیلاؤ آیا۔

افراط زر آج بھی ہماری معیشت کو درپیش سب سے بڑے مسائل میں سے ایک ہے۔ بلند ترین سی پی آئی اور بنیادی سی پی آئی بالترتیب 8.9% اور 6.6% ہیں۔ موخرالذکر کے 7% سے کم رہنے کے سبب اسٹیٹ بینک آف پاکستان کو اپنی نرم مانیٹری پالیسی برقرار رکھنے میں مدد ملی۔ یہ کہنا بھی ضروری ہے کہ دنیا بھر میں افراط زر میں اتار چڑھاؤ کی کیفیت جاری ہے جس کی وجہ کووڈ - 19 کی وباء سے اشیاء کی سپلائی کے مرحلے میں بڑی رکاوٹیں پیدا ہونا تھی۔

اسٹیٹ بینک آف پاکستان نے لچکدار شرح تبادلہ کی پالیسی کا سلسلہ بھی برقرار رکھا۔ گرین بیک کے مقابلے میں روپے کی قیمت میں 9.4% بہتری آئی جو اس مدت کے دوران میں اضافی کرنٹ اکاؤنٹ کے سبب ممکن ہوئی۔ اس کے نتیجے میں اسٹیٹ بینک آف پاکستان کے ذخائر 54% اضافے کے ساتھ 17.8 بلین امریکی ڈالر ہو گئے جب کہ کل لیکویڈ غیر ملکی زرمبادلہ (FX) کے ذخائر 36% اضافے کے ساتھ 24.8 بلین امریکی ڈالر ہو گئے۔ معاشی سرگرمیوں کے دوبارہ بڑھنے کے نتیجے میں درآمدات میں اضافے کے باوجود درآمدات کا کور 5 ماہ تک مستحکم رہا۔

ایکیویٹی مارکیٹ کا جائزہ

مالی سال 21 میں KSE 100 انڈیکس میں 37.6% جبکہ KSE 30 اور KMI 30 انڈیکسز میں بالترتیب 27.6% اور 39.3% کا اضافہ ہوا۔ شاندار منافع زیادہ تر پچھلے سال کووڈ کی وجہ سے مارکیٹ میں کمی کے سبب ہے جو رواں مالی سال میں بحال کیا گیا تھا۔

سال کے دوران ٹیکنالوجی اور کمیونیکیشن نے 294% کا منافع دیا جبکہ گلاس اور سرامکس میں 171% کا اضافہ ہوا۔ اس مدت کے دوران ریفائنری، انجینئرنگ، آٹو اسمبلرز، پیپر اینڈ بورڈ اور سیمنٹ وہ دیگر شعبے تھے جن میں سب سے زیادہ اضافہ ہوا۔ فوڈ اینڈ پرسنل کیئر، آئل اینڈ گیس اور ایکسپلوریشن اینڈ فرٹیلائزر سب سے زیادہ کم کارکردگی کا مظاہرہ کرنے والے تھے جن میں بالترتیب -3.2%، -0.4% اور 1.8% کا منافع ہوا۔

مالی سال کے دوران غالب موضوع high beta pro-cyclical اسٹاک تھا جس کو معاشی پھیلاؤ، بڑے پیمانے کی مینوفیکچرنگ میں بڑے اضافے اور خاص طور پر ہاؤسنگ کی جانب سے زیادہ طلب سے فائدہ ہوا۔ موجودہ حکومت کے ہاؤسنگ اور پانی کے ذخائر میں اضافہ (ڈیمز کی تعمیر کے ذریعے) پر خصوصی توجہ نے تعمیراتی شعبہ سے متعلق اسٹاکس میں تیزی سے اضافہ کیا ہے۔

دوسری طرف روایتی مستحکم کمپنیز کی کارکردگی میں معمولی سی کمی دیکھنے میں آئی۔ آمدنی کا جو استحکام مالی سال 17 - مالی سال 19 کی کساد بازاری کے دوران میں اقدار کو سہارا دینے میں معاون رہا، اسی کے سبب ان اسٹاکس میں عدم دلچسپی پیدا ہوئی جب کارپوریٹ آمدنی میں اضافہ سے متعلق تشویش نمایاں رہی۔

بازار حصص میں تجارتی ولیومیں نمایاں بہتری آئی۔ KSE 100 میں ٹریڈنگ کی اوسط ولیو مالی سال 20 کے 6.1 بلین پاکستانی روپے سے بڑھ کر مالی سال 21 میں 116% کے تاریخی اضافے کے ساتھ 13.2 بلین پاکستانی روپے ہو گئی۔ تجارتی ولیو میں اس نمایاں اضافے کا سبب 2017 سے ایکویٹیز میں تیزی سے دوبارہ اضافہ ہونا تھا۔

انکم / منی مارکیٹ کا جائزہ

اب تک کے مالی سال کے دوران، اسٹیٹ بینک آف پاکستان (SBP) نے پالیسی ریٹ میں کوئی تبدیلی نہیں کی اور یہ شرح 7% رہی۔ سینٹرل بینک نے پاکستان انویسٹمنٹ بانڈز (PIBs) کی فراہمی میں کمی کی ہے اور جنوری 2021 تک 5 سالہ دستاویز کے نئے اجراء میں بولیاں مسترد کر دی تھیں۔ تاہم، انشورنس اور بینکنگ سیکٹر سے خاص طور پر طلب برقرار رہی، اسٹیٹ بینک نے بالآخر 9.52% کی کٹ آف پیداوار پر 5 سالہ دستاویز میں بولیاں قبول کرنا شروع کر دیں۔ اس وقت 5 سالہ PIBs 9.48% پر تجارت کر رہا ہے۔

وزارتِ خزانہ اور اسٹیٹ بینک آف پاکستان معاشی ترقی کو ترجیح دینے کے لیے پرعزم ہیں۔ اس کے باوجود کرنٹ اکاؤنٹ اور افراطِ زر کے بارے میں خدشات برقرار ہیں؛ سرمایہ کاروں نے قلیل مدت میں معمولی شرحِ سود میں سختی کی توقعات کی وجہ سے قلیل مدتی ٹریژری بلوں (T Bills) اور فلوٹنگ ریٹ بانڈز میں رہنے کو ترجیح دی ہے۔ زیرِ جائزہ مدت کے دوران، 3 ماہ، 6 ماہ اور 12 ماہ کے ٹی بلز کے لیے ثانوی مارکیٹ کی پیداوار بالترتیب 7.28%، 7.53% اور 7.81% تک بڑھ گئی ہے۔

مالی سال 2021 کی دوسری سہ ماہی (2QFY21) میں اسلامک منی مارکیٹ نے حکومتِ پاکستان کے اجارہ سکوک کے اجراء مشاہدہ کیا۔ SBP نے ویری ایبل رینٹل ریٹ (VRR) اجارہ سکوک میں

335 بلین پاکستانی روپے کی بولیاں منظور کیں کیونکہ سرمایہ کاروں میں فلوٹنگ ریٹ سکوک کو ترجیح دی جاتی رہی۔ مزید برآں، 5 سالہ فکسڈ رینٹل ریٹ (FRR) اجارہ سکوک کے لیے 33 بلین پاکستانی روپے کی بولیاں موصول ہوئیں، جن میں سے صرف 14 بلین پاکستانی روپے کی بولیاں قبول کی گئیں۔ اس کے مقابلے میں، گزشتہ سہ ماہی میں اجارہ سکوکس کا کوئی نیا اجراء نہیں ہوا تھا۔

فنڈ کی کارکردگی کا جائزہ

فنڈ اہل شرکت کنندگان کی طرف سے حصہ جمع کرانے کے لیے والنٹری پینشن سسٹم رولز، 2005) VPS Rules, 2005 (، کے تحت 16 جون 2008 کو لانچ کیا گیا جس کا مقصد انہیں ریٹائرمنٹ کے لیے منصوبہ سازی میں مدد اور سہولت فراہم کرنا تھا۔ یہ فنڈ اس وقت تین ذیلی فنڈ کا حامل ہے جو ایکیویٹی سب فنڈ، ڈیبٹ سب فنڈ اور منی مارکیٹ سب فنڈ ہیں۔

☆30 جون 2021 کو ختم ہونے والے سال کے لیے ایکیویٹی سب۔ فنڈ کا منافع 35.24% رہا۔ 30 جون 2021 کو خالص اثاثہ جات 114.75 ملین روپے (30 جون 2020) سے 130.99 ملین روپے پر پہنچ گئے۔ فنڈ کے کل اخراجات کا تناسب (TER) 2.89% ہے جس میں 0.87% فنڈ پر حکومتی محصولات کی نمائندگی کرتا ہے۔

☆30 جون 2021 کو ختم ہونے والے سال کے لیے ڈیبٹ سب۔ فنڈ کا منافع 5.92% رہا۔ 30 جون 2021 کو خالص اثاثہ جات 84.89 ملین روپے (30 جون 2020) سے 86.34 ملین روپے پر پہنچ گئے۔ فنڈ کے کل اخراجات کا تناسب (TER) 1.10% ہے جس میں 0.25% فنڈ پر حکومتی محصولات کی نمائندگی کرتا ہے۔

☆30 جون 2021 کو ختم ہونے والے سال کے لیے منی مارکیٹ سب۔ فنڈ کا منافع 5.04% رہا۔ 30 جون 2021 کو خالص اثاثہ جات 83.00 ملین روپے (30 جون 2020) سے 87.96 ملین روپے پر پہنچ گئے۔ فنڈ کے کل اخراجات کا تناسب (TER) 1.04% ہے جس میں 0.23% فنڈ پر حکومتی محصولات کی نمائندگی کرتا ہے۔

30 جون 2021 کو فنڈ کے 228 شرکت کنندگان ہیں۔

ایسیٹ مینجر ریٹنگ

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (PACRA) نے جے ایس انویسٹمنٹس لمیٹڈ کو " AM 2 " (اے ایم ٹو) کی مینجمنٹ کوالٹی ریٹنگ "stable" امکانات کے ساتھ تفویض کی ہے۔ یہ ریٹنگ مینجمنٹ کے اعلی معیار کی نشاندہی کرتی ہے۔

آڈیٹرز

ریٹائر ہونے والے بیرونی آڈیٹرز میسرز اے ایف فرگوسن، چارٹرڈ اکاؤنٹنٹس اہلیت کی بنیاد پر خود کو دوبارہ تقرری کے لیے پیش کرتے ہیں۔ بورڈ آف ڈائریکٹرز نے، آڈٹ کمیٹی کی تجویز پر، میسرز اے ایف فرگوسن ، چارٹرڈ اکاؤنٹنٹس کی 30 جون 2022 کو ختم ہونے والے سال کے لیے تقرری کی منظوری دی۔

بورڈ آف ڈائریکٹرز

مدت کے دوران، محترمہ عفت زہرہ منکانی نے جناب حسنین رضا نینسی کی جگہ کمپنی کی چیف ایگزیکیٹیو آفیسر کی حیثیت سے شمولیت اختیار کی۔ اس کے علاوہ جناب سید تو قیر حیدر رضوی، جناب بابر واجد اور جناب کامران جعفر بورڈ سے مستعفی ہو گئے جبکہ جناب سلیمان لالانی، جناب حلیم شیخ، جناب زاہد اللہ خان اور جناب مرزا ایم ساد ید اینچ برلاس کو بالترتیب ان کی جگہ ڈائریکٹر مقرر کیا گیا۔

یونٹ ہولڈنگ کا نمونہ

کیٹیگری	ایکیویٹی سب فنڈ			ڈیبٹ سب فنڈ			منی مارکیٹ سب فنڈ			میزان	کل سرمایہ کاری
	یونٹ ہولڈرز کی تعداد	ملکیتی یونٹ کی تعداد	(روپے ملین میں)	یونٹ ہولڈرز کی تعداد	ملکیتی یونٹ کی تعداد	(روپے ملین میں)	یونٹ ہولڈرز کی تعداد	ملکیتی یونٹ کی تعداد	(روپے ملین میں)	(روپے ملین میں)	فیصد
انفرادی	106	42,140	29.05	160	130,233	32.68	172	182,143	39.61	101.34	33.19
غیر بینکنگ فنانس کمپنیاں	1	147,900	101.94	1	213,852	53.66	1	222,303	48.35	203.95	66.81
	107	**190,040**	**130.99**	**161**	**344,085**	**86.34**	**173**	**404,447**	**87.96**	**305.29**	**100.00**

اضافی معاملات

ا۔ اندرونی کنٹرول کا نظام ساخت کے اعتبار سے مضبوط ہے اور اس پر موثر اطلاق اور نگرانی کی جاتی ہے۔

اہم معاملات

- 30 جون 2021 کو ختم ہونے والے سال کے بعد، سندھ ریونیو بورڈ (ایس۔آر۔بی) نے 12 اگست 2021 کے اپنے خط کے ذریعے ایم یو ایف اے پی کو آگاہ کیا ہے کہ میوچل فنڈز مالیاتی ادارے/ صنعتی ادارے کے طور پر اہل نہیں ہیں اور اس وجہ سے وہ سندھ ورکرز ویلفیئر فنڈ (SWWF) کی شراکت ادائیگی کے ذمہ دار نہیں ہیں۔ اس ترقی پر MUFAP کی سطح پر تبادلہ خیال کیا گیا اور اسے سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) کے ساتھ بھی اٹھایا گیا ہے اور ایس ای سی پی کے ساتھ مشاورت کے ساتھ تمام اثاثہ جات مینجمنٹ کمپنیوں نے فنڈ کے SWWF کو 13 اگست 2021 کے مالی بیانات میں تسلیم شدہ مجموعی فراہمی کو الٹ دیا ہے۔ ایس ای سی پی نے ڈبلیو ڈبلیو ایف کی فراہمی کی ممکنہ الٹ پلٹ کے لئے اپنی رضامندی دی ہے، اس کے مطابق، آگے بڑھتے ہوئے فنڈ کے مالی بیان میں ڈبلیو ڈبلیو ایف کے لئے کوئی شق تسلیم نہیں کی جائے گی۔
- 22 ستمبر 2021 کو بورڈ نے مالیاتی بیانات میں (SWWF) کے ممکنہ الٹ سے متعلق نوٹ 11.1 شامل کرنے کی منظوری دی۔

۔ سندھ ٹرسٹس ایکٹ 2020 .(ترمیم شدہ بذریعہ سندھ ٹرسٹس (ترمیم شدہ) ایکٹ 2021 ("دی ایکٹ") کے نفاذ سے ٹرسٹس بشمول اجتماعی انویسٹمنٹ اسکیمز، پرائیویٹ فنڈز وغیرہ کو ایکٹ کے سیکشن 12 A کے تحت خصوصی ٹرسٹس ہونے کی بناء پر اسسٹنٹ ڈائریکٹر آف انڈسٹریز اینڈ کامرس (ٹرسٹ ونگ)، حکومت سندھ کے ساتھ رجسٹر ہونا لازمی ہے۔ اس مقصد کیلئے مینجمنٹ کمپنیز کے درمیان تمام فنڈز کی دوبارہ تشکیل کی گئی ٹرسٹ ڈیڈز مکمل کر لی گئی ہیں اور ٹرسٹیز ار تمام متعلقہ ٹرسٹ ڈیڈز مع ضروری دستاویزات اسسٹنٹ ڈائریکٹر آف انڈسٹریز اینڈ کامرس (ٹرسٹ ونگ) ، حکومت سندھ کے پاس جمع کرا دی گئی ہیں۔

اظہارِ تشکر

ڈائریکٹرز بیش قدر معاونت، مدد اور رہنمائی پر سیکیوریٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) اور سینٹرل ڈپازٹری کمپنی آف پاکستان لمیٹڈ (CDCPL) سے اظہارِ تشکر کرتے ہیں۔ بورڈ لگن اور محنت پر پینشن فنڈ مینیجر کے ملازمین اور انتظامیہ پر اعتماد پر یونٹ ہولڈرز کا بھی شکریہ ادا کرتا ہے۔

ڈائریکٹروں کی رپورٹ کو ابتدائی طور پر 21 اگست 2021 کو مینجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز نے منظور کیا 22 ستمبر 2021 کو مزید ترمیم کی تا کہ بعد کے ایونٹ کو شامل کیا جا سکے جیسا کے مذکورہ بالا اہم معاملے میں ظاہر کی گیا ہے جو کہ SWWF پروویژننگ سے متعلق ہے۔

چیف ایگزیکٹیو آفیسر	ڈائریکٹر

کراچی:

بسم الله الرحمن الرحيم

Al-Hilal
Shariah Advisors

September 14, 2021

The purpose of this report is to provide an opinion on the Shariah Compliance of the Fund's investment and operational activities with respect to Shariah guidelines provided.

It is the core responsibility of the Management Company to operate the Fund and invest the amount of money in such a manner which is in compliance with the Shariah principles as laid out in the Shariah guidelines. In the capacity of the Shariah Advisor, our responsibility lies in providing Shariah guidelines and ensuring compliance with the same by review of activities of the fund. We express our opinion based on the review of the information, provided by the management company, to an extent where compliance with the Shariah guidelines can be objectively verified.

Our review of Fund's activities is limited to enquiries of the personnel of Management Company and various documents prepared and provided by the management company.

Keeping in view the above; we certify that:

We have reviewed all the investment and operational activities of the fund including all transactions and found them to comply with the Shariah guidelines. On the basis of information provided by the management company, all operations of the fund for the year ended June 30, 2021 comply with the provided Shariah guidelines. Therefore, it is resolved that investments in JS Islamic Pension Stock Fund (JS-IPSF) managed by JS Investments Limited are halal and in accordance with Shariah principles.

May Allah (SWT) bless us and forgive our mistakes and accept our sincere efforts in accomplishment of cherished tasks and keep us away from sinful acts.

For and on behalf of Shariah Supervisory Council of Al-Hilal Shariah Advisors (Pvt.) Limited.

Mufti Irshad Ahmad Aijaz
Member Shariah Council

Faraz Younus Bandukda, CFA
Chief Executive

Al-Hilal Shariah Advisors (Pvt) Limited

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Karachi, Pakistan. Tel :+92-21-35305931-37, Web: www.alhilalsa.com

STATEMENT OF COMPLIANCE WITH SHARIAH PRINCIPLES

JS Islamic Pension Savings Fund (the Fund) has fully complied with Shariah Principles specifi¬ed in the Trust Deed and in the guidelines issued by the Shariah Advisors for its operations, investments, bank accounts and placements made during the year ended June 30, 2021. The Shariah Advisors has also confi¬rmed that the transactions were observed to be compliant with the guidelines laid down by Shariah Advisors.

Iffat Zehra Mankani
Chief Executive Officer

Karachi: September 24, 2021

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INDEPENDENT REASONABLE ASSURANCE REPORT TO THE PARTICIPANTS OF JS ISLAMIC PENSION SAVINGS FUND ON THE STATEMENT OF COMPLIANCE WITH THE SHARIAH PRINCIPLES

Introduction

We were engaged by the Board of Directors of **JS Investments Limited** (the Pension Fund Manager) to report on the Pension Fund Manager's assessment of compliance with the Shariah Principles of **JS Islamic Pension Savings Fund** (the Fund), as set out in the annexed Statement of Compliance with the Shariah Principles prepared by the Pension Fund Manager for the year ended June 30, 2021, in the form of an independent reasonable assurance conclusion about whether the annexed statement reflects, in all material respects the status of compliance of the Fund with the Shariah Principles as specified in the Trust Deed and the guidelines issued by the Shariah Advisor. Our engagement was conducted by a team of assurance practitioners.

Applicable Criteria

The criteria for the assurance engagement against which the annexed Statement has been assessed comprises of the Shariah Principles as specified in the Trust Deed and the guidelines issued by the Shariah Advisor (the Shariah Principles).

Management's Responsibility for Shariah Compliance

The Pension Fund Manager of the Fund is responsible for preparation of the annexed Statement that is free from material misstatement. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation of the annexed Statement that is free from material misstatement, whether due to fraud or error. It also includes ensuring the overall compliance of the Fund with the Shariah Principles.

Our Independence and Quality Control

We have complied with the independence and other ethical requirements of the Code of Ethics for Chartered Accountants issued by the Institute of Chartered Accountants of Pakistan, which is founded on the fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behaviour.

The Firm applies International Standard on Quality Control (ISQC) 1, "Quality Control for Firms that Perform Audits and Reviews of Financial Statements, and Other Assurance and Related Services Engagements" and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Our responsibility and summary of work performed

Our responsibility is to examine the annexed Statement and to report thereon in the form of an independent reasonable assurance conclusion based on the evidence obtained. We conducted our engagement in accordance with International Standard on Assurance Engagements (ISAE) 3000, "Assurance Engagements Other Than Audits or Reviews of Historical Financial Information" issued by the International Auditing and Assurance Standards Board. That Standard requires that we plan and perform our procedures to obtain reasonable assurance about whether the annexed statement reflects the status of compliance of the Fund with the Shariah Principles as specified in the Trust Deed and the guidelines issued by the Shariah Advisor, in all material respects.

AFFCo

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The procedures selected depend on our judgment, including the assessment of the risks of material non-compliances with the Shariah Principles, whether due to fraud or error. In making those risk assessments, we have considered internal control relevant to the Fund's compliance with the Shariah Principles, in order to design assurance procedures that are appropriate in the circumstances, but not for the purpose of expressing a conclusion as to the effectiveness of the Pension Fund Manager's internal control over the Fund's compliance with the Shariah Principles. A system of internal control, because of its nature, may not prevent or detect all instances of non-compliance with Shariah Principles, and consequently cannot provide absolute assurance that the objective of compliance with the Shariah Principles, will be met. Also, projection of any evaluation of effectiveness to future periods is subject to the risk that the controls may become inadequate or fail.

The procedures performed primarily comprised the following:

- checking compliance of specific guidelines relating to charity, maintaining bank accounts and for making investments of the Fund.
- checking that the Shariah Advisor has certified that the operations of the Fund, its investments and placements made during the year ended June 30, 2021 are in compliance with the Shariah Principles.

We believe that the evidences we have obtained through performing our procedures were sufficient and appropriate to provide a basis for our conclusion.

Conclusion

Based on the procedures performed during our reasonable assurance engagement, we report that in our opinion, the annexed Statement presents fairly, in all material respects, the status of the Fund's compliance with the Shariah Principles specified in the Trust Deed and in the guidelines issued by the Shariah Advisor for the year ended June 30, 2021.

AFFerguson & Co

A.F. Ferguson & Co.

Chartered Accountants

Dated: September 30, 2021

Karachi

CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED

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TRUSTEE REPORT TO THE PARTICIPANTS

JS ISLAMIC PENSION SAVINGS FUND

Report of the Trustee pursuant to Rule 31(h) of the Voluntary Pension System Rules, 2005

We, Central Depository Company of Pakistan Limited, being the Trustee of JS Islamic Pension Savings Fund (the Fund) are of the opinion that JS Investments Limited being the Pension Fund Manager of the Fund has in all material respects managed the Fund during the year ended June 30, 2021 in accordance with the provisions of the constitutive documents of the Fund and the Voluntary Pension System Rules, 2005.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, September 23, 2021

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AUDITOR'S REPORT TO THE PARTICIPANTS OF JS ISLAMIC PENSION SAVINGS FUND

We have audited the annexed financial statements comprising:

i. Statement of Assets and Liabilities;
ii. Income Statement;
iii. Statement of Comprehensive Income;
iv. Cash Flow Statement; and
v. Statement of Movement in Participants' Sub-Funds

of JS Islamic Pension Savings Fund (the Fund) as at and for the year ended June 30, 2021 together with the notes to and forming part thereof for the year then ended.

It is the responsibility of the Pension Fund Manager to establish and maintain a system of internal control and prepare and present the financial statements of the Fund in conformity with the accounting and reporting standards as applicable in Pakistan and the requirements of the Voluntary Pension System Rules, 2005. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards as applicable in Pakistan. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion:

a) the financial statements prepared for the year ended June 30, 2021 have been properly drawn in accordance with the relevant provisions of the trust deed and the Voluntary Pension System Rules, 2005 including the guidelines thereunder;

b) a true and fair view is given of the disposition of the Fund as at June 30, 2021 and of the transactions of the Fund for the year then ended;

c) the allocation and reallocation of units of the sub-funds for all the participants have been made according to the Voluntary Pension System Rules, 2005;

d) the cost and expenses debited to the Fund and apportionment of expenses between sub-funds are as specified in the constitutive documents of the Fund;

e) proper books and records have been kept by the Fund and the financial statements prepared are in agreement with the Fund's books and records;

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f) we were able to obtain all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of the audit; and

g) no zakat was deductible at source under the Zakat and Ushr Ordinance, 1980.

AFFerguson & Co

Chartered Accountants
Engagement Partner: **Noman Abbas Sheikh**
Date: September 30, 2021
Karachi

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FINANCIAL STATEMENTS

STATEMENT OF ASSETS AND LIABILITIES

As at June 30, 2021

	Note	June 30, 2021				June 30, 2020			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees)				(Rupees)			
Assets									
Bank balances	4	4,965,074	23,953,270	75,600,191	104,518,535	5,922,380	24,507,796	68,652,487	99,082,663
Investments	5	129,207,141	62,481,570	12,700,000	204,388,711	111,030,663	59,881,030	14,550,000	185,461,693
Profit receivables	6	14,355	962,010	529,108	1,505,473	27,070	1,422,003	549,238	1,998,311
Deposits and advance	7	348,719	111,069	165,042	624,830	348,719	111,069	165,042	624,830
Total assets		134,535,289	87,507,919	88,994,341	311,037,549	117,328,832	85,921,898	83,916,767	287,167,497
Liabilities									
Payable to JS Investments Limited - Pension Fund Manager	8	980,932	498,625	453,733	1,933,290	947,533	497,315	451,609	1,896,457
Remuneration payable to Central Depository Company of Pakistan Limited - Trustee	9	19,418	11,999	12,092	43,509	15,789	11,564	11,208	38,561
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	10	48,537	27,604	26,868	103,009	36,542	27,213	25,665	89,420
Payable against redemption of units		-	-	-	-	-	16	-	16
Accrued expenses and other liabilities	11	2,499,383	627,763	540,971	3,668,117	1,574,556	499,690	430,060	2,504,306
Total liabilities		3,548,270	1,165,991	1,033,664	5,747,925	2,574,420	1,035,798	918,542	4,528,760
Net assets		130,987,019	86,341,928	87,960,677	305,289,624	114,754,412	84,886,100	82,998,225	282,638,737
Contingencies and commitments	14								
Participants' Sub-Funds (as per statement attached)		130,987,019	86,341,928	87,960,677	305,289,624	114,754,412	84,886,100	82,998,225	282,638,737
Number of units in issue	12	190,040	344,085	404,447		225,157	358,322	400,861	
Net asset value per unit		689.26	250.93	217.48		509.66	236.90	207.05	

The annexed notes from 1 to 26 form an integral part of these financial statements.

For JS Investments Limited
(Pension Fund Manager)

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

INCOME STATEMENT
For the year ended June 30, 2021

	Note	June 30, 2021				June 30, 2020			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees)				(Rupees)			
Income									
Profit on bank balances and investments	15	473,356	6,112,100	4,959,152	11,544,608	1,185,089	9,353,058	8,745,108	19,283,255
Dividend income		4,931,309	-	-	4,931,309	4,618,793	-	-	4,618,793
Gain / (loss) on sale of investments - net		21,538,451	(511,220)	(150,000)	20,877,231	1,245,866	-	-	1,245,866
Net unrealised gain / (loss) on revaluation of investments classified 'at fair value through profit or loss'	5.8	18,788,150	68,208	-	18,856,358	339,561	(1,291,917)	(450,000)	(1,402,356)
Total income		45,731,266	5,669,088	4,809,152	56,209,506	7,389,309	8,061,141	8,295,108	23,745,558
Expenses									
Remuneration of JS Investments Limited - Pension Fund Manager	8.1	2,186,954	414,764	403,718	3,005,436	1,647,133	408,976	385,736	2,441,845
Sindh sales tax on remuneration of the Pension Fund Manager	8.2	284,304	53,919	52,483	390,706	214,127	53,167	50,146	317,440
Remuneration payable to Central Depository Company of Pakistan Limited - Trustee	9.1	218,955	124,561	121,227	464,743	164,611	122,695	115,713	403,019
Sindh sales tax on remuneration of the Trustee	9.2	28,464	16,193	15,760	60,417	21,399	15,950	15,043	52,392
Annual fee to the Securities and Exchange Commission of Pakistan	10	48,562	27,629	26,893	103,084	36,567	27,238	25,690	89,495
Auditors remuneration	16	126,891	126,891	126,891	380,673	105,586	105,585	105,584	316,755
Securities' transaction cost		452,628	17,500	1,500	471,628	783,649	3,271	-	786,920
Bank and settlement charges		18,538	14,011	7,439	39,988	58,626	21,438	31,910	111,974
Total operating expenses		3,365,296	795,468	755,911	4,916,675	3,031,698	758,320	729,822	4,519,840
Net income from operating activities		42,365,970	4,873,620	4,053,241	51,292,831	4,357,611	7,302,821	7,565,286	19,225,718
Provision for Sindh Workers' Welfare Fund	11.1	847,319	97,472	81,065	1,025,856	87,152	146,056	151,306	384,514
Net income for the year before taxation		41,518,651	4,776,148	3,972,176	50,266,975	4,270,459	7,156,765	7,413,980	18,841,204
Taxation	17	-	-	-	-	-	-	-	-
Net income for the year after taxation		41,518,651	4,776,148	3,972,176	50,266,975	4,270,459	7,156,765	7,413,980	18,841,204

The annexed notes from 1 to 26 form an integral part of these financial statements.

For JS Investments Limited
(Pension Fund Manager)

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

STATEMENT OF COMPREHENSIVE INCOME
For the year ended June 30, 2021

	June 30, 2021				June 30, 2020			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
Net income for the year after taxation	41,518,651	4,776,148	3,972,176	50,266,975	4,270,459	7,156,765	7,413,980	18,841,204
Other comprehensive income for the year	-	-	-	-	-	-	-	-
Total comprehensive income for the year	41,518,651	4,776,148	3,972,176	50,266,975	4,270,459	7,156,765	7,413,980	18,841,204

The annexed notes from 1 to 26 form an integral part of these financial statements.

For JS Investments Limited
(Pension Fund Manager)

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

STATEMENT OF CASH FLOW

For the year ended June 30, 2021

	Note	June 30, 2021 Equity Sub-Fund	June 30, 2021 Debt Sub-Fund	June 30, 2021 Money Market Sub-Fund	June 30, 2021 Total	June 30, 2020 Equity Sub-Fund	June 30, 2020 Debt Sub-Fund	June 30, 2020 Money Market Sub-Fund	June 30, 2020 Total
		(Rupees)				(Rupees)			
CASH FLOWS FROM OPERATING ACTIVITIES									
Net income for the year before taxation		41,518,651	4,776,148	3,972,176	50,266,975	4,270,459	7,156,765	7,413,980	18,841,204
Adjustments for:									
Net unrealised (gain) / loss on revaluation of investments classified as at 'fair value through profit or loss'	5.8	(18,788,150)	(68,208)	-	(18,856,358)	(339,561)	1,291,917	450,000	1,402,356
		22,730,501	4,707,940	3,972,176	31,410,617	3,930,898	8,448,682	7,863,980	20,243,560
(Increase) / decrease in assets									
Investments - net		611,672	10,267,668	14,550,000	25,429,340	(15,349,076)	(53,912,426)	(15,000,000)	(84,261,502)
Profit receivables		12,715	459,993	20,130	492,838	95,166	(754,176)	81,216	(577,794)
		624,387	10,727,661	14,570,130	25,922,178	(15,253,910)	(54,666,602)	(14,918,784)	(84,839,296)
Increase / (decrease) in liabilities									
Payable to JS Investments Limited - Pension Fund Manager		33,399	1,310	2,124	36,833	7,776	2,390	4,828	14,994
Remuneration payable to Central Depository Company of Pakistan Limited - Trustee		3,629	435	884	4,948	779	720	1,455	2,954
Annual fee payable to the Securities and Exchange Commission of Pakistan		11,995	391	1,203	13,589	(7,747)	799	4,195	(2,753)
Accrued expenses and other liabilities		924,827	128,073	110,911	1,163,811	61,153	143,279	142,106	346,538
		973,850	130,209	115,122	1,219,181	61,961	147,188	152,584	361,733
Net cash generated from / (used in) operating activities		24,328,738	15,565,810	18,657,428	58,551,976	(11,261,051)	(46,070,732)	(6,902,220)	(64,234,003)
CASH FLOWS FROM FINANCING ACTIVITIES									
Amount received on issuance of units	13	11,188,497	15,188,396	27,461,169	53,838,062	11,291,757	16,968,271	43,519,324	71,779,352
Amount paid on redemption of units		(33,684,509)	(19,746,406)	(28,023,251)	(81,454,166)	(7,343,590)	(14,198,118)	(35,240,469)	(56,782,177)
Reallocation of units among funds		(2,790,032)	1,237,674	1,552,358	-	3,283,198	(3,604,214)	321,016	-
Net cash (used in) / generated from financing activities		(25,286,044)	(3,320,336)	990,276	(27,616,104)	7,231,365	(834,061)	8,599,871	14,997,175
Net (decrease) / increase in cash and cash equivalents during the year		(957,306)	12,245,474	19,647,704	30,935,872	(4,029,686)	(46,904,793)	1,697,651	(49,236,828)
Cash and cash equivalents at the beginning of the year		5,922,380	24,507,796	68,652,487	99,082,663	9,952,066	71,412,589	66,954,836	148,319,491
Cash and cash equivalents at the end of the year	18	4,965,074	36,753,270	88,300,191	130,018,535	5,922,380	24,507,796	68,652,487	99,082,663

The annexed notes from 1 to 26 form an integral part of these financial statements.

For JS Investments Limited
(Pension Fund Manager)

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

STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND

As at June 30, 2021

	Note	June 30, 2021				June 30, 2020			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees)				(Rupees)			
Net assets at the beginning of the year		114,754,412	84,886,100	82,998,225	282,638,737	103,252,588	78,563,412	66,984,374	248,800,374
Issuance of units	13	11,188,497	15,188,396	27,461,169	53,838,062	11,291,757	16,968,271	43,519,324	71,779,352
Redemption of units		(33,684,509)	(19,746,390)	(28,023,251)	(81,454,150)	(7,343,590)	(14,198,134)	(35,240,469)	(56,782,193)
Reallocation of units between funds		(2,790,032)	1,237,674	1,552,358	-	3,283,198	(3,604,214)	321,016	-
		(25,286,044)	(3,320,320)	990,276	(27,616,088)	7,231,365	(834,077)	8,599,871	14,997,159
Gain / (loss) on sale of investments - net		21,538,451	(511,220)	(150,000)	20,877,231	1,245,866	-	-	1,245,866
Net unrealised gain / (loss) on revaluation of investments classified 'at fair value through profit or loss'		18,788,150	68,208	-	18,856,358	339,561	(1,291,917)	(450,000)	(1,402,356)
Other income for the year - net		1,192,050	5,219,160	4,122,176	10,533,386	2,685,032	8,448,682	7,863,980	18,997,694
Total comprehensive income for the year		41,518,651	4,776,148	3,972,176	50,266,975	4,270,459	7,156,765	7,413,980	18,841,204
Net assets at the end of the year		130,987,019	86,341,928	87,960,677	305,289,624	114,754,412	84,886,100	82,998,225	282,638,737

The annexed notes from 1 to 26 form an integral part of these financial statements.

For JS Investments Limited
(Pension Fund Manager)

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Islamic Pension Savings Fund ("the Fund") has been established under the Voluntary Pension System Rules, 2005 (the VPS Rules) and has been approved as a pension fund by the Securities and Exchange Commission of Pakistan (the SECP) on February 29, 2008. It has been constituted under a Trust Deed, dated January 8, 2008, between JS Investments Limited as the Pension Fund Manager (the PFM) and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Pension Fund Manager of the Fund has been licensed to as act as a Pension Fund Manager under the VPS Rules through a certificate of registration issued by the SECP. The registered office of JS Investments Limited is situated at, The Centre, 19th Floor, Plot No. 28, SB-5, Abdullah Haroon Road, Saddar, Karachi, Pakistan.

1.2 The objective of the Fund is to provide participants with a portable, individualised, funded (based on defined contribution) and flexible pension scheme which is managed by a professional investment manager to assist them to plan and provide for their retirement. The design of the scheme empowers the participants to decide how much to invest in their pensions and how to invest it, as well as to continue investing in their pension accounts even if they change jobs.

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

1.4 The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act “Sindh Trusts Act, 2020” as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Pension Fund Manager to fulfil the requirement for registration of Trust Deed under Sindh Trusts Act, 2020 has submitted the Collective Investment Scheme Trust Deed to the Registrar (acting under Sindh Trusts Act, 2020) .

1.5 Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM2' (stable) (June 30, 2020: 'AM2' (Stable) dated December 31, 2019) dated September 1, 2020 to the Pension Fund Manager.

1.6 The Fund consists of three sub-funds namely, JS Islamic Pension Savings Fund Equity Sub-Fund (Equity Sub- Fund), JS Islamic Pension Savings Fund Debt Sub-Fund (Debt Sub-Fund) and JS Islamic Pension Savings Fund Money Market Sub-Fund (Money Market Sub-Fund) (collectively "the Fund"). Investment policy for each of the sub-funds are as follows:

Equity Sub-Fund

Assets of an Equity Sub-Fund shall be invested in equity securities which are listed on the Pakistan Stock Exchange or in securities the application for listing has been approved by the Pakistan Stock Exchange. At least ninety percent (90%) of the Net Assets of an Equity Sub-Fund shall be invested in listed equity securities. Investments may be made in equity securities of any single company up to ten percent (10%) of net assets of an Equity Sub-Fund or paid-up capital of that single company, whichever is lower. The Pension Fund Manager (PFM) may invest up to maximum thirty percent (30%) of net assets of Equity Sub-Fund in equity securities of companies belonging to a single sector as classified by the Stock Exchange. The PFM may invest any surplus (un-invested) funds in government treasury bills or government securities having less than one year time to maturity or keep as deposits with scheduled commercial banks which are rated not less than "A" by a rating agency registered with the SECP. The PFM shall not deposit more than ten per cent (10%) of Net Assets of the Equity Sub-fund in a single bank.

Debt Sub-Fund

The Debt Sub-Fund shall consist of debt securities and such other assets as specified herein below. The weighted average time to maturity of securities held in the portfolio of a Debt Sub-Fund shall not exceed five (5) years. At least twenty five per cent (25%) Net Assets of the Debt Sub-Fund shall be invested in debt securities issued by the Federal Government and up to 25% may be deposited with banks having not less than "AA plus" rating with stable outlook so that both these investments shall make up a minimum fifty per cent (50%) of net assets of a Debt Sub-Fund. Deposits in a single bank shall not exceed twenty percent (20%) of Net Assets of the Debt Sub-Fund.

Money Market Sub-Fund

The weighted average time to maturity of net assets of a Money Market Sub-Fund shall not exceed ninety (90) days except for assets of shariah compliant Money Market Sub-Fund, where time to maturity may be upto one year. Time to maturity of any asset in the portfolio of Money Market Sub-Fund shall not exceed six (6) months except in the case of shariah compliant Money Market Sub-Fund, where time to maturity of shariah compliant Government securities such as Government Ijarah Sukuks may be up to three (3) years. There shall be no limit with respect to investment in the Federal Government securities. Furthermore, there shall be no limits for deposits with commercial banks having "A Plus" or higher rating provided that deposit with any one bank shall not exceed 20% of net assets of a Money Market Sub-Fund.

1.7 The Fund offers four types of allocation schemes, as prescribed by the SECP under the VPS rules vide its Circular 36 of 2009 dated December 10, 2009, to the participants of the Fund, namely High Volatility, Medium Volatility, Low Volatility and Lower Volatility. The participant has an option to suggest a minimum percentage of allocation to the above allocation schemes (subject to the minimum percentages prescribed in the offering document). Based on the minimum allocation, the Funds are allocated to the above stated sub-funds. The allocation to the sub-funds has to be done at the date of the opening of the participant's pension account and on an anniversary date thereafter.

2. BASIS OF PRESENTATION

2.1 Statement of compliance

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

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Voluntary Pension System Rules, 2005 (the VPS Rules) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the VPS rules and the requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the VPS rules and requirements of the Trust Deed have been followed.

2.2 Standards, Interpretations and amendments to published accounting and reporting standards that are effective in the current year

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2020. However, these do not have any significant impact on the Fund's financial operations and, therefore, have not been detailed in these financial statements.

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

2.3.1 The following amendments would be effective from the dates mentioned below against the respective amendment:

Amendments	**Effective date (accounting period beginning on or after)**
IAS 1 - 'Presentation of financial statements' (amendment)	January 1, 2023
IAS 8 - 'Accounting policies, change in accounting estimates and errors' (amendment)	January 1, 2023

These amendments may impact the financial statements of the Fund on adoption. The Management is currently in the process of assessing the full impact of these amendments on the financial statements of the Fund.

There are certain other standards, amendments and interpretations that are mandatory for the Fund's accounting period beginning on or after July 1, 2021 but are considered not to be relevant or will not have any significant effect on the Fund's operations and are therefore not detailed in these financial statements.

2.4 Critical accounting estimates and judgments

The preparation of financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires the management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgments and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years.

The areas involving a degree of judgment or complexity, or areas where estimates and assumptions are significant to the financial statements relate to Classification, valuation and impairment of financial assets (notes 3.2 and 5), provision for SWWF (note 11.1), provision for FED and sales tax (note 8.3) and provision for taxation (notes 3.6 and 17).

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention, except for investments classified at 'fair value through profit or loss' category which are stated at fair value.

2.6 Functional and presentation currency

Items included in these financial statements are measured using the currency of the primary economic environment in which the Fund operates. These financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies applied in the preparation of these financial statements are set out below.

3.1 Cash and cash equivalents

Cash and cash equivalents comprise of bank balances and short term highly liquid investments with original maturity of three months or less which are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value.

3.2 Financial assets

3.2.1 Initial recognition and measurement

Financial assets are recognised at the time the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair value plus transaction costs except for financial assets carried 'at fair value through profit or loss'. Financial assets carried 'at fair value through profit or loss' are initially recognised at fair value and transaction costs are recognised in the income statement.

3.2.2 Classification and subsequent measurement

3.2.2.1 Debt instruments

IFRS 9 has provided a criteria for debt securities whereby these debt securities are either classified as:

- at amortised cost
- at fair value through other comprehensive income (FVOCI)
- at fair value through profit or loss (FVTPL) based on the business model of the entity

However, IFRS 9 also provides an option whereby securities managed as a portfolio or group of assets and whose performance is measured on a fair value basis, to be recognised at FVTPL. The debt sub-fund and money market sub-fund primarily invests in debt securities and their performance is measured on a portfolio basis. Hence, the management has classified the debt securities invested through debt sub-fund and money market sub-fund as FVTPL.

3.2.1.2 Equity instruments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective and are instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets.

All equity investments are required to be measured in the statement of assets and liabilities at fair value, with gains and losses recognised in the income statement, except where an irrevocable election has been made at the time of initial recognition to measure the investment at FVOCI. The equity sub-fund is required to invest at least 90 percent of its assets in equity securities and the management has not opted for the irrevocable option. Therefore, the equity sub-fund investments in equity securities are being classified as FVTPL.

The dividend income for equity securities is recognised in the income statement.

Since all investments in equity instruments have been designated as FVTPL, the subsequent movement in the fair value of equity securities is routed through the income statement.

3.2.2 Impairment

The Fund assesses on a forward-looking basis the expected credit losses (ECL) associated with its financial assets (other than debt instruments as per Circular 33 of 2012) carried at amortised cost and FVOCI. The Fund recognises a loss allowance for such losses at each reporting date. The measurement of ECL reflects:

- an unbiased and probability-weighted around that is determined by evaluating a range of possible outcomes;
- the time value of money; and
- reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecast of future economic conditions.

3.2.3 Impairment loss on debt securities

Provision for non-performing debt securities is made on the basis of time-based criteria as prescribed by the SECP and based on management's assessment made in line with its provisioning policy approved by the Board of Directors of the Pension Fund Manager in accordance with the guidelines issued by the SECP. Impairment losses recognised on debt securities can be reversed through the income statement.

As allowed by the SECP, the Pension Fund Manager may make provision against debt securities over and above the minimum provision requirement prescribed by the SECP, in accordance with the provisioning policy duly approved by the Board of Directors of the Pension Fund Manager.

3.2.4 Regular way contracts

All regular way purchases and sales of financial assets are recognised on the trade date i.e. the date on which the Fund commits to purchase or sell the asset. Regular way purchases / sales of assets require delivery of securities within two days from the transaction date as per the stock exchange regulations.

3.2.5 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership. Any gain or loss on derecognition of financial assets is taken to the income statement.

3.3 Financial liabilities

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

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired. Any gain or loss on derecognition of financial liabilities is taken to income statement.

3.4 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the statement of assets and liabilities only when there is a legally enforceable right to set off the recognised amount and the Fund intends to either settle on a net basis, or to realise the asset and settle the liability simultaneously.

3.5 Provisions

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

3.6 Taxation

Current

Provision for current taxation is based on taxable income at the current rates of taxes after taking into account tax credits and rebates, if any. The charge for current tax is calculated using the prevailing tax rates.

The income of the Fund is exempt from taxation under clause 57 (3) (viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001.

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

Deferred

Deferred tax is accounted for using the balance sheet liability method in respect of all temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of the taxable profit.

The deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which the deductible temporary differences, unused tax losses and tax credits can be utilised. Deferred tax is calculated at the rates that are expected to apply to the period when the differences reverse based on enacted tax rates.

3.7 Revenue recognition

- Profit on saving accounts with banks is recognised on a time proportion basis using the effective yield method.

- Income on sukuk certificates, term deposit receipts, commercial papers, debt securities and government securities are recognised on a time proportion basis using the effective yield method.

- Dividend income is recognised when the right to receive the dividend is established. i.e. on the date of commencement of book closure of the investee company institution declaring the dividend.

- Gains / (losses) arising on sale of investments classified as financial asset 'at fair value through profit and loss' are recognised in the income statement in the year in which the transaction takes place.

- Unrealised gains / (losses) arising on revaluation of investments classified as financial assets at fair value through profit or loss are included in the income statement in the year in which they arise.

3.8 Expenses

All expenses chargeable to the Fund including remuneration of the Pension Fund Manager and Trustee and annual fee of the SECP are recognised in the income statement on an accrual basis.

3.9 Issue, allocation, reallocation and redemption of units

Contribution received in the individual pension account after deduction of applicable front end fee is used to purchase the units of sub-funds of the pension fund according to the allocation scheme selected by the participant. The units are allotted at the net asset value notified by the Pension Fund Manager at the close of the business day for each sub-fund on the date on which funds are actually realised against application. The front end fee is payable to the distributors and the Pension Fund Manager.

The Pension Fund Manager makes reallocation of the sub-fund units between the sub-funds at least once a year to ensure that the allocation of the sub-fund units of all the participants are according to the allocation schemes selected by the participants. In case of withdrawal before retirement, units are redeemed at the net asset value of each of the sub-fund as of the close of the business day on which such request is received by the distributor before the cut off time. Redemption of units is recorded on acceptance of application for redemption.

In case of retirement of the participant, units are redeemed at the net asset value of each of the sub-fund as of the close of the business day on which retirement age is reached.

A participant can transfer his individual pension account with the Pension Fund Manager to another Pension Fund Manger or from one pension fund to another pension fund. Units are redeemed at the net asset value of each of the sub-fund as of the close of the business day corresponding to the date of change specified by the participant in accordance with the VPS Rules.

3.10 Net asset value (NAV) per unit

The net asset value (NAV) per unit for each sub-fund, as disclosed in the statement of assets and liabilities is calculated by dividing the net assets of the respective sub-fund by the number of units in issue of the respective sub-fund at the year end.

3.11 Earnings / (loss) per unit

Earnings / (loss) per unit is calculated by dividing the net income / (loss) for the year after taxation of each sub-fund by the weighted average number of units outstanding during the year for the respective sub-fund.

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

3.12 Foreign currency translation

Transactions denominated in foreign currencies are accounted for in Pakistani Rupees at the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates for monetary assets and liabilities denominated in foreign currencies are recognised in the income statement.

4 BANK BALANCES

		June 30, 2021				June 30, 2020			
	Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees)				(Rupees)			
Saving accounts	4.1	4,937,464	23,953,270	75,600,191	104,490,925	5,900,425	24,507,796	68,652,487	99,060,708
Current account		27,610	-	-	27,610	21,955	-	-	21,955
		4,965,074	23,953,270	75,600,191	104,518,535	5,922,380	24,507,796	68,652,487	99,082,663

4.1 These include a bank balance held by Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund amounting to Rs 0.48 million (2020: Rs 2.50 million), Rs 0.39 million (2020: Rs 2.99 million) and Rs 1.64 million (2020: Rs 5.41 million) respectively with BankIslami Pakistan Limited (a related party) carrying profit at the rate of 6.5% (2020: 8%) per annum. Other profit and loss sharing accounts carry profit rates ranging from 5% to 6.75% per annum (2020: 5.25% to 13.25%).

5 INVESTMENTS

		June 30, 2021				June 30, 2020			
	Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees)				(Rupees)			
At fair value through profit or loss									
Listed equity securities	5.1	129,207,141	-	-	129,207,141	111,030,663	-	-	111,030,663
GOP Ijarah - Sukuk	5.2	-	9,948,000	-	9,948,000		48,500,000	14,550,000	63,050,000
Listed debt securities	5.3	-	26,159,372	-	26,159,372	-	3,348,138	-	3,348,138
Unlisted debt securities	5.4	-	13,574,198	-	13,574,198	-	8,032,892	-	8,032,892
Term deposit receipts	5.5	-	12,800,000	12,700,000	25,500,000	-	-	-	-
Commercial papers	5.6	-	-	-	-	-	-	-	-
		129,207,141	62,481,570	12,700,000	204,388,711	111,030,663	59,881,030	14,550,000	185,461,693

At fair value through profit or loss

5.1 Listed equity securities - held by Equity Sub-Fund

Name of the investee company	Number of shares					Balance as at June 30, 2021			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company
	As at July 1, 2020	Bonus / right issue during the year	Purchased during the year	Sold during the year	As at June 30, 2021	Carrying value	Market value	Unrealised (loss) / gain	net assets of the Sub-Fund	total invest-ments of the Sub-Fund	
						---------- (Rupees) ----------			---------- % ----------		
Commercial Banks											
Meezan Bank Limited	64,030	-	-	64,030	-	-	-	-	-	-	-
				-		-	-	-	-	-	-
Oil and Gas Exploration Companies				-							
Pakistan Oilfields Limited	18,000	-	-	3,600	14,400	5,049,072	5,671,584	622,512	4.33%	4.39%	0.01%
Mari Petroleum Company Limited*	3,255		3,340	1,040	5,555	7,966,947	8,467,986	501,039	6.46%	6.55%	-
Oil & Gas Development Company Limited*	102,000	-	-	60,481	41,519	4,525,571	3,945,551	(580,020)	3.01%	3.05%	-
Pakistan Petroleum Limited*	116,516	-	29,000	85,985	59,531	5,407,575	5,169,077	(238,498)	3.95%	4.00%	-
				-		22,949,165	23,254,198	305,033	17.75%	17.99%	0.01%
Oil and Gas Marketing Companies											
Pakistan State Oil Company Limited	38,840	-	12,000	14,223	36,617	6,303,838	8,211,362	1,907,524	6.27%	6.36%	0.01%
Sui Northern Gas Pipelines Limited	38,500	-	-	38,500	-	-	-	-	-	-	-
Shell (Pakistan) Limited	19,000	10,500	-	29,500	-	-	-	-	-	-	-
						6,303,838	8,211,362	1,907,524	6.27%	6.36%	0.01%
Fertilizers											
Engro Corporation Limited*	24,500	-	-	4,500	20,000	5,858,400	5,892,200	33,800	4.50%	4.56%	-
Engro Fertilizers Limited	89,000	-	-	89,000	-	-	-	-	-	-	-
Fauji Fertilizer Company Limited	49,000	-	29,000	78,000	-	-	-	-	-	-	-
						5,858,400	5,892,200	33,800	4.50%	4.56%	-
Cement											
D.G Khan Cement Company Limited	15,000	-	48,500	63,500	-	-	-	-	-	-	-
Maple Leaf Cement Factory Limited	140,000	-	67,000	39,227	167,773	5,473,047	7,881,976	2,408,929	6.02%	6.10%	0.02%
Pioneer Cement Limited	92,000	-	53,500	100,300	45,200	5,815,880	5,924,364	108,484	4.52%	4.59%	0.02%
Lucky Cement Limited*	8,000	-	2,700	2,300	8,400	4,723,893	7,252,896	2,529,003	5.54%	5.61%	-
Cherat Cement Company Limited	56,000	-	13,500	13,400	56,100	5,809,191	9,951,018	4,141,827	7.60%	7.70%	0.03%
						21,822,011	31,010,254	9,188,243	23.68%	24.00%	0.07%
Chemical											
Berger Paints Pakistan Limited	-	-	32,000	32,000	-	-	-	-	-	-	-
I.C.I Pakistan Limited*	5,900	-	-	2,300	3,600	2,500,956	3,127,680	626,724	2.39%	2.42%	-
Ittehad Chemicals Limited	-	-	84,000	84,000	-	-	-	-	-	-	-
Engro Polymer & Chemicals Limited	-	-	96,500	18,500	78,000	3,630,419	3,684,720	54,301	2.81%	2.85%	0.01%
						6,131,375	6,812,400	681,025	5.20%	5.27%	0.01%
Paper & Board											
Packages Limited	10,500	-	-	10,500	-	-	-	-	-	-	-
Century Paper and Board Mills Limited	-	9,400	104,600	76,900	37,100	3,979,251	4,528,797	549,546	3.46%	3.51%	0.02%
Security Papers Limited	-	-	19,000	19,000	-	-	-	-	-	-	-
						3,979,251	4,528,797	549,546	3.46%	3.51%	0.02%
Pharmaceuticals											
Searle Company Limited	-	650	11,000	11,650	-	-	-	-	-	-	-
Highnoon Laboratories Limited	4,400	640	2,000	1,200	5,840	2,841,539	3,504,000	662,461	2.68%	2.71%	0.02%
						2,841,539	3,504,000	662,461	2.68%	2.71%	0.02%
Technology & Communications											
Systems Limited	14,000	-	6,000	20,000	-	-	-	-	-	-	-
						-	-	-	-	-	-

Name of the investee company	Number of shares					Balance as at June 30, 2021			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company
	As at July 1, 2020	Bonus / right issue during the year	Purchased during the year	Sold during the year	As at June 30, 2021	Carrying value	Market value	Unrealised (loss) / gain	net assets of the Sub-Fund	total invest-ments of the Sub-Fund	
						(Rupees)			%		
Glass and Creamics											
Tariq Glass Industries Limited	50,500	-	80,000	62,500	68,000	6,410,488	7,233,840	823,352	5.52%	5.60%	0.05%
Shabir Tiles & Ceramics Limited (face value of Rs. 5/- each)	-	-	150,000	40,000	110,000	2,860,000	3,668,500	808,500	2.80%	2.84%	0.03%
						9,270,488	10,902,340	1,631,852	8.32%	8.44%	0.08%
Engineering											
Aisha Steel Mills Limited	-	-	189,000	29,000	160,000	3,398,015	3,985,600	587,585	3.04%	3.08%	0.02%
International Steels Limited	-	-	96,000	55,000	41,000	3,973,533	3,829,810	(143,723)	2.92%	2.96%	0.01%
Mughal Iron and Steel Industries Limited	-	13,200	82,500	18,100	77,600	5,760,185	8,101,440	2,341,255	6.18%	6.27%	0.03%
						13,131,733	15,916,850	2,785,117	12.14%	12.31%	0.06%
Textile Composite											
Interloop Limited*	-	-	45,000	8,500	36,500	2,348,426	2,556,095	207,669	1.95%	1.98%	-
Nishat Mills Limited	-	-	29,000	5,500	23,500	1,955,200	2,192,550	237,350	1.67%	1.70%	0.01%
						4,303,626	4,748,645	445,019	3.62%	3.68%	0.01%
AUTOMOBILE ASSEMBLER											
Honda Atlas Cars (Pakistan) Limited	11,000	-	-	11,000	-	-	-	-	-	-	-
Pak Suzuki Motor Company Limited	-	-	24,400	14,500	9,900	2,925,167	3,518,856	593,689	2.70%	2.74%	0.01%
						2,925,167	3,518,856	593,689	2.70%	2.74%	0.01%
Automobile Parts and Accessories											
Agriauto Industries Limited* (face value of Rs. 5/- each)	-	-	1,500	300	1,200	252,012	329,268	77,256	0.25%	0.25%	-
						252,012	329,268	77,256	0.25%	0.25%	-
Power Generation & Distribution											
The Hub Power Company Limited	112,818	-	51,000	58,403	105,415	8,221,952	8,398,413	176,461	6.41%	6.50%	0.01%
Nishat Chunian Power Limited	-	-	175,000	32,000	143,000	2,397,799	2,147,860	(249,939)	1.64%	1.66%	0.04%
						10,619,751	10,546,273	(73,478)	8.05%	8.16%	0.05%
Miscellaneous											
Synthetic Product Limited*	737	-	-	-	737	30,635	31,698	1,063	0.02%	0.02%	-
Siddiqsons Tin Plate Limited	-	-	185,000	185,000	-	-	-	-	-	-	-
IBL HealthCare Limited	-	-	47,000	47,000	-	-	-	-	-	-	-
						30,635	31,698	1,063	0.02%	0.02%	-
As at June 30, 2021						110,418,991	129,207,141	18,788,150	98.64%	100.00%	
As at June 30, 2020						110,691,102	111,030,663	339,561			

* Nil figures due to rounding off

5.1.1 The Finance Act, 2014 introduced an amendment to the Income Tax Ordinance 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the issuing company.

In this regard, a constitutional petition had been filed by Collective Investment Schemes / Voluntary Pension Schemes (CISs / VPSs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by VPSs / CISs. The petition was based on the fact that because VPSs / CISs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should also not be applicable on bonus shares received by VPSs / CISs. A stay order had been granted by the Honourable High Court of Sindh in favour of VPSs / CISs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgment on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the VPSs / CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The VPSs / CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the year ended June 30, 2019. During the year ended June 30, 2020, the VPSs / CISs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019. In this regard, on July 15, 2019, the Honourable High of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the VPSs / CISs.

Further, the Finance Act, 2018 effective from July 1, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on the Pakistan Stock Exchange issuing bonus shares to the shareholders of the company to withhold five percent of the bonus shares to be issued. Therefore, bonus shares issued to the Equity Sub-Fund during the year were not withheld by the investee companies.

As at June 30, 2021, the following bonus shares of the Equity Sub-Fund were withheld by certain companies at the time of declaration of the bonus shares.

Name of the Company	June 30, 2021		June 30, 2020	
	Bonus Shares			
	Number of shares withheld	Market value as at June 30, 2021	Number of shares withheld	Market value as at June 30, 2020
		(Rupees)		(Rupees)
Synthetic Products Enterprise Limited	697	29,978	697	28,981
		29,978		28,981

5.2 Government of Pakistan (GOP) - Ijarah Sukuks

5.2.1 Debt Sub-Fund

Name of the investee company	Maturity date	Profit / markup rate	Face value				As at June 30, 2021		Unrealised gain / (loss)	Market value as a percentage of	
			As at July 1, 2020	Purchased during the year	Redeemed / sold during the year	As at June 30, 2021	Carrying value	Market value		net assets of the Sub-Fund	total investments of the Sub-Fund
							(Rupees)			%	
Pakistan Ijarah Sukuk (April 30, 2020)	April 30, 2025	6.63%	50,000,000	-	50,000,000	-	-	-	-	-	-
Pakistan Ijarah Sukuk (July 29, 2020)	July 29, 2025	8.37%	-	10,000,000	-	10,000,000	9,972,855	9,948,000	(24,855)	11.52%	15.92%
Total as at June 30, 2021							9,972,855	9,948,000	(24,855)	11.52%	15.92%
Total as at June 30, 2020							50,000,000	48,500,000	(1,500,000)		

5.2.2 Money Market Sub-Fund

Name of the investee company	Maturity date	Profit / markup rate	Face value				As at June 30, 2021		Unrealised gain / (loss)	Market value as a percentage of	
			As at July 1, 2020	Purchased during the year	Redeemed / sold during the year	As at June 30, 2021	Carrying value	Market value		net assets of the Sub-Fund	total investments of the Sub-Fund
							(Rupees)			%	
Pakistan Ijarah Sukuk (April 30, 2020)	April 30, 2025	6.63%	15,000,000	-	15,000,000	-	-	-	-	-	-
Total as at June 30, 2021							-	-	-	-	-
Total as at June 30, 2020							15,000,000	14,550,000	(450,000)		

5.3 Listed debt securities - sukuks having a face value of Rs. 5,000 each (unless stated otherwise) - 'at fair value through profit or loss'

5.3.1 Debt Sub-Fund

Name of the investee company	Maturity date	Profit / markup rate	Number of certificates				As at June 30, 2021		Unrealised gain / (loss)	Market value as a percentage of	
			As at July 1, 2020	Purchased during the year	Redeemed / sold during the year	As at June 30, 2021	Carrying value	Market value		net assets of the Sub-Fund	total investments of the Sub-Fund
							------------ (Rupees)	----------		--------------%--------------	
Dawood Hercules Corporation Limited (November 16, 2017)	November 16, 2022	3 Months Kibor + 1.0%	18	-	18	-	-	-	-	-	-
K-Electric (Sukuk) (June 17, 2015) Face value: Rs. 1,000	June 17, 2022	3 Months Kibor + 1.0%	1,025	-	-	1,025	1,040,121	1,034,372	(5,749)	1.20%	1.66%
Pakistan Energy Sukuk - II (May 20, 2020)	May 20, 2030	6 Months Kibor + 0.13%	-	5,000	-	5,000	25,091,794	25,125,000	33,206	29.10%	40.21%
Total as at June 30, 2021							26,131,915	26,159,372	27,457	30.30%	41.87%
Total as at June 30, 2020							3,305,829	3,348,138	42,309		

5.4 Unlisted debt securities - sukuks 'at fair value through profit or loss'

5.4.1 Debt Sub-Fund

Name of the investee company	Maturity date	Profit / markup rate	Number of certificates				As at June 30, 2021		Unrealised gain / (loss)	Market value as a percentage of	
			As at July 1, 2020	Purchased during the year	Redeemed / sold during the year	As at June 30, 2021	Carrying value	Market value		net assets of the Sub-Fund	total investments of the Sub-Fund
							------------ (Rupees)	----------		--------------%--------------	
AGP Limited (Sukuk) (June 9, 2017) Face value: Rs. 20,000	June 9, 2022	3 Months Kibor + 1.30%	17	-	-	17	338,925	342,398	3,473	0.40%	0.55%
ASPIN Pharma Private Limited (Note 5.7.1) (November 30, 2017) Face value: Rs. 50,000	November 30, 2023	3 Months Kibor + 1.50%	17	-	-	17	860,230	858,192	(2,038)	0.99%	1.37%
Hub Power Holdings Limited (November 12, 2020) Face value: Rs. 100,000	November 12, 2025	3 Months Kibor + 2.50%	-	70	-	70	6,159,876	6,159,876	-	7.13%	9.86%
Kot Addu Power Company Limited (Sukuk) (December 8, 2020) Face value: Rs. 100,000	June 8, 2021	3 Months Kibor + 0.70%	-	50	50	-	-	-	-	-	-
Meezan Bank Limited (Sukuk) (September 22, 2016) Face value: Rs. 1,000,000	September 22, 2026	6 Months Kibor + 0.5%	6	-	-	6	6,149,561	6,213,732	64,171	7.20%	9.94%
Total as at June 30, 2021							13,508,592	13,574,198	65,606	15.72%	21.72%
Total as at June 30, 2020							7,867,118	8,032,892	165,774		

5.4.2 Money Market Sub-Fund

Name of the Investee Company	Maturity date	Profit / Markup rate	Number of Certificates				As at June 30, 2021		Unrealised gain / (loss)	Market value as a percentage of	
			As at July 1, 2020	Purchased during the year	Redeemed / sold during the year	As at June 30, 2021	Carrying value	Market value		net assets of the Sub-Fund	total investments of the Sub-Fund
							------------ (Rupees) ---------			--------------%-------------	
Kot Addu Power Company Limited (December 08, 2020) Face value: Rs. 100,000	June 8, 2021	3 Months Kibor + 0.70%	-	40	40	-	-	-	-	-	-
Total as at June 30, 2021							-	-	-	-	-
Total as at June 30, 2020							-	-	-		

5.5 Term deposit receipts - 'at fair value through profit or loss'

5.5.1 Debt Sub-Fund

Name of the investee company	Maturity date	Rate of return	Face value				Balance as at June 30, 2021			Market value as a percentage of	
			As at July 1, 2020	Purchased during the year	Matured during the year	As at June 30, 2021	Carrying value	Market value	Unrealised gain / (loss)	net assets of the Sub-Fund	total investments of the Sub-Fund
			-- (Rupees) --							---------------%-------------	
BankIslami Pakistan Limited (December 31, 2020)	February 1, 2021	7.00%	-	9,500,000	9,500,000	-	-	-	-	-	-
United Bank Limited (June 9, 2021)	July 9, 2021	6.85%	-	12,800,000	-	12,800,000	12,800,000	12,800,000	-	14.82%	20.49%
Total as at June 30, 2021							12,800,000	12,800,000	-	14.82%	20.49%
Total as at June 30, 2020							-	-	-		

5.5.2 Money Market Sub-Fund

Name of the investee company	Maturity Date	Rate of return	Face value				Balance as at June 30, 2021			Market value as a percentage of	
			As at July 1, 2020	Purchased during the year	Matured during the year	As at June 30, 2021	Carrying value	Market value	Unrealised gain / (loss)	net assets of the Sub-Fund	total investments of the Sub-Fund
			-- (Rupees) --							--------------%----------	
BankIslami Pakistan Limited (December 31, 2020)	Feburary 1, 2021	7.00%	-	15,000,000	15,000,000	-	-	-	-	-	-
United Bank Limited (June 9, 2021)	July 9, 2021	6.85%	-	12,700,000	-	12,700,000	12,700,000	12,700,000	-	14.44%	100.00%
Total as at June 30, 2021							12,700,000	12,700,000	-	14.44%	100.00%
Total as at June 30, 2020							-	-	-		

5.6 Commercial papers - 'at fair value through profit or loss'

5.6.1 Debt Sub-Fund

Particulars	Maturity date	Yield per annum	As at July 1, 2020	Purchased during the year	Matured during the year	As at June 30, 2021	Balance as at June 30, 2021			Market value as a percentage of	
							Carrying value	Market value	Unrealised gain / (loss)	net assets of the sub-fund	total investments of the sub-fund
			(Rupees)							%	
K-Electric Limited ICP - 10 (August 26, 2020)	February 26, 2021	8.13%	-	6,000,000	6,000,000	-	-	-	-	-	-
K-Electric Limited ICP - 13 (October 20, 2020)	April 20, 2021	7.84%	-	4,000,000	4,000,000	-	-	-	-	-	-
Total as at June 30, 2021							-	-	-	-	-
Total as at June 30, 2020							-	-	-		

5.6.2 Money Market Sub-Fund

Particulars	Maturity date	Yield per annum	As at July 1, 2020	Purchased during the year	Matured during the year	As at June 30, 2021	Balance as at June 30, 2021			Market value as a percentage of	
							Carrying value	Market value	Unrealised gain / (loss)	net assets of the sub-fund	total investments of the sub-fund
			(Rupees)							%	
K-Electric Limited ICP - 10 (August 26, 2020)	February 26, 2021	8.13%	-	4,000,000	4,000,000	-	-	-	-	-	-
K-Electric Limited ICP - 13 (October 20, 2020)	April 20, 2021	7.84%	-	3,000,000	3,000,000	-	-	-	-	-	-
Total as at June 30, 2021							-	-	-	-	-
Total as at June 30, 2020							-	-	-		

5.7 Significant terms and conditions of sukuks outstanding as at June 30, 2021 are as follows:

Name of security	Number of certificates	Face value per unit	Face value / redemption value in total	Interest rate per annum	Maturity date	Secured / unsecured	Rating
		(Rupees)					
Listed debt securities							
K-Electric (Sukuk)	1,025	2,000	2,050,000	3 Months Kibor + 1.0%	June 17, 2022	Unsecured	AA+
Pakistan Energy Sukuk - II	5,000	5,000	25,000,000	6 months Kibor + 0.13%	May 21, 2030	Secured	unrated
Unlisted debt securities							
Aspin Pharma Private Limited - Sukuk (Note 5.7.1)	17	50,000	850,000	3 months Kibor + 1.50%	November 30, 2023	Unsecured	A
AGP Limited (Sukuk)	17	20,000	340,000	3 months Kibor + 1.30%	June 9, 2022	Unsecured	A+
Meezan Bank Limited (Sukuk)	6	1,000,000	6,000,000	6 months Kibor + 0.5%	September 22, 2026	Unsecured	AA
Hub Power Holdings Limited (Sukuk)	70	100,000	7,000,000	3 Months Kibor + 2.50%	November 12, 2025	Secured	AA+

5.7.1 In accordance with the requirements of Circular 12 of 2021 dated April 6, 2021, rating of any security in Debt Sub Fund shall not be lower than A+. Sukuks of Aspin Pharma (Private) Limited has been assigned a credit rating of 'A' by VIS Credit Rating Company Limited vide its report dated October 19, 2020. The Pension Fund Manager was required to dispose of these Sukuks by July 5, 2021 (90 days) to ensure compliance with the requirements of Circular 12. However, these Sukuks were disposed of on July 16, 2021.

5.8 Net unrealised gain / (loss) on revaluation of investments classified 'at fair value through profit or loss'

	June 30, 2021				June 30, 2020			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
Market value of investments	129,207,141	62,481,570	12,700,000	204,388,711	111,030,663	59,881,030	14,550,000	185,461,693
Less: carrying value of investments	110,418,991	62,413,362	12,700,000	185,532,353	110,691,102	61,172,947	15,000,000	186,864,049
	18,788,150	68,208	-	18,856,358	339,561	(1,291,917)	(450,000)	(1,402,356)

6 PROFIT RECEIVABLES

	June 30, 2021				June 30, 2020			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
Profit receivable on bank balances	14,355	135,284	476,673	626,312	27,070	112,499	392,496	532,065
Profit receivable on investments	-	826,726	52,435	879,161	-	1,309,504	156,742	1,466,246
	14,355	962,010	529,108	1,505,473	27,070	1,422,003	549,238	1,998,311

7 DEPOSITS AND ADVANCE

		June 30, 2021				June 30, 2020			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Note	(Rupees)				(Rupees)			
Security Deposit with Central Depository Company of Pakistan Limited		100,000	100,000	100,000	300,000	100,000	100,000	100,000	300,000
Advance tax	7.1	248,719	11,069	65,042	324,830	248,719	11,069	65,042	324,830
		348,719	111,069	165,042	624,830	348,719	111,069	165,042	624,830

7.1 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes / voluntary pension schemes (CISs / VPSs) are exempt from withholding tax under section 151 and 150. However, withholding tax on dividend and profit on debt paid to the Fund was deducted by various withholding agents based on the interpretation issued by the FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholdee. The tax withheld on profit on bank deposits in Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund amounting to Rs 0.12 million, Rs 0.011 million, and Rs 0.065 million respectively. The tax withheld on dividend in Equity Sub-Fund, amounting to Rs 0.129 million.

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company / Pension Fund Manager) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of the FBR. On January 28, 2016, the Board of Directors of the Management Company / Pension Fund Manager passed a resolution by circulation, authorising all VPSs / CISs to file an appeal in the Honourable Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the VPSs / CISs being managed by the Management Company / Pension Fund Manager. Accordingly, a petition was filed in the Supreme Court of Pakistan by the Funds together with other VPSs / CISs (managed by the Management Company / Pension Fund Manager and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on dividends and profit on bank deposits has been shown as other receivables as at June 30, 2021 as, in the opinion of the management, the amount of tax deducted at source will be refunded to the Fund.

8 PAYABLE TO JS INVESTMENTS LIMITED - PENSION FUND MANAGER

	Note	June 30, 2021 Equity Sub-Fund	June 30, 2021 Debt Sub-Fund	June 30, 2021 Money Market Sub-Fund	June 30, 2021 Total	June 30, 2020 Equity Sub-Fund	June 30, 2020 Debt Sub-Fund	June 30, 2020 Money Market Sub-Fund	June 30, 2020 Total
		(Rupees)				(Rupees)			
Remuneration payable to the Pension Fund Manager	8.1	169,275	35,265	34,931	239,471	139,731	34,105	33,050	206,886
Sindh sales tax payable on remuneration of the Pension Fund Manager	8.2	123,965	64,028	58,208	246,201	120,110	63,878	57,965	241,953
Federal excise duty payable on remuneration of the Pension Fund Manager	8.3	687,692	399,332	360,594	1,447,618	687,692	399,332	360,594	1,447,618
		980,932	498,625	453,733	1,933,290	947,533	497,315	451,609	1,896,457

8.1 As per the provisions of the Voluntary Pension System Rules, 2005, JS Investments Limited, the Pension Fund Manager of the Fund, is allowed to charge annual management fee at 1.5% of the average values of the net assets of each of the Sub-Funds. During the year, the Pension Fund Manager has charged management fee at 1.5% per annum (June 30, 2020: 1.5%) for Equity Sub-Fund, and 0.5% per annum (June 30, 2020: 0.5%) for Debt Sub-Fund and Money Market Sub-Fund of the average daily net assets of the Sub- Funds. Remuneration is paid to the Pension Fund Manager monthly in arrears.

8.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2020:13%) on the remuneration of the Pension Fund Manager through the Sindh Sales Tax on Services Act, 2011.

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

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

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

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Pension Fund Manager with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs 1.45 million is being retained in the financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been recorded in these financial statements of the Fund, the net asset value of the Fund as at June 30, 2021 would have been higher by Rs. 3.62 (June 30, 2020: Rs. 3.05) per unit, Rs. 1.16 (June 30, 2020: Rs. 1.11) per unit and Re. 0.89 (June 30, 2020: Rs. 0.90) per unit for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund respectively.

9 REMUNERATION PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

	Note	June 30, 2021 Equity Sub-Fund	June 30, 2021 Debt Sub-Fund	June 30, 2021 Money Market Sub-Fund	June 30, 2021 Total	June 30, 2020 Equity Sub-Fund	June 30, 2020 Debt Sub-Fund	June 30, 2020 Money Market Sub-Fund	June 30, 2020 Total
		(Rupees)				(Rupees)			
Remuneration payable to the Trustee	9.1	16,925	10,580	10,481	37,986	13,964	10,234	9,920	34,118
Sindh sales tax payable on remuneration of the Trustee	9.2	2,493	1,419	1,611	5,523	1,825	1,330	1,288	4,443
		19,418	11,999	12,092	43,509	15,789	11,564	11,208	38,561

9.1 The Trustee (Central Depository Company of Pakistan Limited) is entitled to remuneration of Rs. 300,000 or 0.15% per annum of the average value of net assets values of the Fund, whichever is higher up to net assets of Rs. 1 billion. The rates applicable for Trustee's remuneration on Net Assets exceeding Rs. 1 billion are as follows:

- above Rs. 1 billion to Rs. 3 billion	Rs. 1.5 million plus 0.10% per annum of net assets, on amount exceeding Rs. 1 billion.
- above Rs. 3 billion to Rs. 6 billion	Rs. 3.5 million plus 0.08% per annum of net assets, on amount exceeding Rs. 3 billion.
- above Rs. 6 billion	Rs. 5.9 million plus 0.06% per annum of net assets, on amount exceeding Rs. 6 billion.

9.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2020: 13%) on the remuneration of the Trustee through the Sindh Sales Tax on Services Act, 2011.

10 ANNUAL FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

This represents annual fee payable to the Securities and Exchange Commission of Pakistan (SECP) in accordance with rule 36 of the Voluntary Pension System Rules, 2005 whereby the Fund is required to pay the SECP an amount equal to one thirtieth of 1% of the average annual net assets of each of the sub funds.

11 ACCRUED EXPENSES AND OTHER LIABILITIES

	Note	June 30, 2021 Equity Sub-Fund	June 30, 2021 Debt Sub-Fund	June 30, 2021 Money Market Sub-Fund	June 30, 2021 Total	June 30, 2020 Equity Sub-Fund	June 30, 2020 Debt Sub-Fund	June 30, 2020 Money Market Sub-Fund	June 30, 2020 Total
		(Rupees)				(Rupees)			
Provision against Sindh Workers' Welfare Fund (SWWF)	11.1	2,219,587	526,597	440,437	3,186,621	1,372,268	429,125	359,372	2,160,765
CDS charges payable		1,579	581	565	2,725	1,564	511	511	2,586
Auditors' remuneration payable		78,667	78,667	78,667	236,001	66,964	66,965	66,966	200,895
Withholding tax payable		43,194	20,887	20,299	84,380	7,147	968	1,521	9,636
Charity payable		98,810	-	-	98,810	102,064	-	-	102,064
Zakat payable		489	1,031	1,003	2,523	350	2,121	1,690	4,161
Brokerage payable		57,057	-	-	57,057	24,199	-	-	24,199
		2,499,383	627,763	540,971	3,668,117	1,574,556	499,690	430,060	2,504,306

11.1 As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, was required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the MUFAP with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs / VPSs whereby it was contested that mutual funds should be excluded from the ambit of the SWWF Act as these were not industrial establishments but were pass through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP had taken up the matter with the Sindh Finance Ministry to have CISs / VPSs / mutual funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on VPSs and CISs / mutual funds, MUFAP recommended that, as a matter of abundant caution, provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the SWWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

Subsequent to the year ended June 30, 2021, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

Had the provision not been recorded in the financial statements of the Fund for the period from May 21, 2015 to June 30, 2021, Net Asset Value per unit of Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund as at June 30, 2021 would have been higher by Rs. 11.68 (June 30, 2020: Rs. 6.09) per unit, Rs. 1.53 (June 30, 2020: Rs. 1.20) per unit and Rs. 1.09 (June 30, 2020: Re. 0.90) per unit respectively.

12 NUMBER OF UNITS IN ISSUE

	June 30, 2021 Equity Sub-Fund	June 30, 2021 Debt Sub-Fund	June 30, 2021 Money Market Sub-Fund	June 30, 2020 Equity Sub-Fund	June 30, 2020 Debt Sub-Fund	June 30, 2020 Money Market Sub-Fund
	Number of units					
Total units in issue at the beginning of the year	225,157	358,322	400,861	211,413	362,090	356,247
Units issued during the year	17,669	62,340	128,776	21,901	74,414	221,590
Units redeemed during the year	(48,374)	(81,457)	(132,509)	(14,745)	(62,224)	(178,903)
Effect of reallocation during the year	(4,412)	4,880	7,319	6,588	(15,958)	1,927
Total units in issue at the end of the year	190,040	344,085	404,447	225,157	358,322	400,861

13 CONTRIBUTION TABLE

Contributions received during the year

	June 30, 2021						
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total
	Units	Rupees	Units	Rupees	Units	Rupees	Rupees
From:							
Individuals / corporates	17,669	11,188,497	62,340	15,188,396	128,776	27,461,169	53,838,062

	June 30, 2020						
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total
	Units	Rupees	Units	Rupees	Units	Rupees	Rupees
From:							
Individuals / corporates	21,901	11,291,757	74,414	16,968,271	221,590	43,519,324	71,779,352

14 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2021 and June 30, 2020.

15 PROFIT ON BANK BALANCES AND INVESTMENTS

	June 30, 2021 Equity Sub-Fund	June 30, 2021 Debt Sub-Fund	June 30, 2021 Money Market Sub-Fund	June 30, 2021 Total	June 30, 2020 Equity Sub-Fund	June 30, 2020 Debt Sub-Fund	June 30, 2020 Money Market Sub-Fund	June 30, 2020 Total
	(Rupees)				(Rupees)			
Profit / mark-up on:								
- Bank balance	473,356	1,317,638	4,167,408	5,958,402	1,185,089	6,040,285	8,311,210	15,536,584
- Term deposit receipts	-	108,747	144,490	253,237	-	910,740	601	911,341
- GOP ijarah sukuk	-	1,555,452	216,536	1,771,988	-	549,497	154,039	703,536
- Sukuks	-	2,743,553	160,370	2,903,923	-	1,852,536	279,258	2,131,794
- Commercial papers	-	386,710	270,348	657,058	-	-	-	-
	473,356	6,112,100	4,959,152	11,544,608	1,185,089	9,353,058	8,745,108	19,283,255

16 AUDITORS' REMUNERATION

	June 30, 2021 Equity Sub-Fund	June 30, 2021 Debt Sub-Fund	June 30, 2021 Money Market Sub-Fund	June 30, 2021 Total	June 30, 2020 Equity Sub-Fund	June 30, 2020 Debt Sub-Fund	June 30, 2020 Money Market Sub-Fund	June 30, 2020 Total
	(Rupees)				(Rupees)			
Annual audit fee	66,667	66,667	66,666	200,000	59,815	59,815	58,334	177,964
Fee for the review of the half yearly financial statements	33,333	33,333	33,334	100,000	30,000	30,000	30,000	90,000
Out of pocket expenses	17,492	17,492	17,492	52,476	7,950	7,949	9,429	25,328
Sindh sales tax	9,399	9,399	9,399	28,197	7,821	7,821	7,821	23,463
	126,891	126,891	126,891	380,673	105,586	105,585	105,584	316,755

17 TAXATION

The income of the Fund is exempt from taxation under clause 57 (3) (viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001.

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

18 CASH AND CASH EQUIVALENTS

	Note	June 30, 2021 Equity Sub-Fund	June 30, 2021 Debt Sub-Fund	June 30, 2021 Money Market Sub-Fund	June 30, 2021 Total	June 30, 2020 Equity Sub-Fund	June 30, 2020 Debt Sub-Fund	June 30, 2020 Money Market Sub-Fund	June 30, 2020 Total
		(Rupees)				(Rupees)			
Bank balances		4,965,074	23,953,270	75,600,191	104,518,535	5,922,380	24,507,796	68,652,487	99,082,663
Term deposit receipts (with original maturity of three months or le	5	-	12,800,000	12,700,000	25,500,000	-	-	-	-
		4,965,074	36,753,270	88,300,191	130,018,535	5,922,380	24,507,796	68,652,487	99,082,663

19 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties include JS Investments Limited (JSIL) being the Pension Fund Manager of the Fund, CDC being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui and Company Limited (JSCL) (Holding 75.02% shares of JS Bank Limited) being the Holding Company of JSBL, JS Global Capital Limited (JSGCL) (83.53% shares held by JS Bank) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at June 30, 2021. It also includes staff retirement benefit funds of the above related parties / connected persons.

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

Remunerations to the Pension Fund Manager and the Trustee of the Fund are determined in accordance with the provisions of the VPS Rules and the Trust Deed respectively.

The details of transactions during the year and balances at year end with related parties / connected persons are as follows:

19.1 Balances of the Fund held with related parties / connected persons as at the year end are as follows:

	June 30, 2021				June 30, 2020			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
JS Investments Limited (Pension Fund Manager)								
Remuneration payable	169,275	35,265	34,931	239,471	139,731	34,105	33,050	206,886
Sales tax payable on remuneration of the Pension Fund Manager	123,965	64,028	58,208	246,201	120,110	63,878	57,965	241,953
Federal Excise Duty payable on remuneration of the Pension Fund Manager	687,692	399,332	360,594	1,447,618	687,692	399,332	360,594	1,447,618
Investment at year end	101,941,535	53,661,806	48,346,536	203,949,877	92,938,370	50,661,467	46,027,912	189,627,749
Units outstanding (Number of units)	147,900	213,852	222,303	584,055	182,354	213,852	222,303	618,509
Central Depository Company of Pakistan Limited (Trustee)								
Remuneration payable	16,925	10,580	10,481	37,986	13,964	10,234	9,920	34,118
Sales tax payable on Trustee remuneration	2,493	1,419	1,611	5,523	1,825	1,330	1,288	4,443
CDS charges	1,579	581	565	2,725	1,564	511	511	2,586
Security deposit	100,000	100,000	100,000	300,000	100,000	100,000	100,000	300,000
BankIslami Pakistan Limited								
Bank balance	475,868	392,550	1,641,996	2,510,414	2,503,943	2,987,477	5,414,252	10,905,672
Profit receivable on bank balance	2,986	36,816	46,033	85,835	8,028	7,456	15,913	31,397
Key management personnel								
Investment at the year end	807,575	558,352	324,197	1,690,124	269,609	317,882	493,926	1,081,417
Units outstanding (Number of units)	1,172	2,225	1,491	4,888	529	1,343	2,397	4,269

19.2 Details of transactions with related parties / connected persons during the year:

	June 30, 2021				June 30, 2020			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
JS Investments Limited (Pension Fund Manager)								
Remuneration of the Pension Fund Manager	2,186,954	414,764	403,718	3,005,436	1,647,133	408,976	385,736	2,441,845
Sindh sales tax on remuneration of the Pension Fund Manager	284,304	53,919	52,483	390,706	214,127	53,167	50,146	317,440
Sales load for the year	-	-	34	34	2,064	2,355	7,991	12,410
Redemption of units: 34,454 (2020: Nil)	24,500,000	-	-	24,500,000	-	-	-	-
Central Depository Company of Pakistan Limited (Trustee)								
Remuneration of Central Depository Company of Pakistan Limited - Trustee	218,955	124,561	121,227	464,743	164,611	122,695	115,713	403,019
Sindh sales tax on remuneration of the Trustee	28,464	16,193	15,760	60,417	21,399	15,950	15,043	52,392
CDS charges	18,228	7,964	6,834	33,026	29,624	7,540	6,726	43,890
JS Global Capital Limited								
Brokerage expense	26,858	5,000	1,500	33,358	63,925	3,000	-	66,925
BankIslami Pakistan Limited								
Profit on bank balance	80,405	396,156	521,132	997,693	62,854	1,189,055	-	1,251,909
Bank charges	-	-	-	-	5,170	7,609	-	12,779
Key management personnel								
Amount received against issuance of uni	2,376,612	828,480	946,052	4,151,144	2,020,843	1,531,532	2,140,202	5,692,577
Units issued (Number of units)	3,736	3,401	4,705	11,842	3,976	6,817	11,001	21,794
Amount paid against redemption of unit	1,951,435	633,691	1,182,675	3,767,801	2,242,355	1,594,335	2,020,917	5,857,607
Units redeemed (Number of units)	3,038	2,593	5,582	11,213	4,396	7,055	10,359	21,810

20 FINANCIAL INSTRUMENTS

As at June 30, 2021, all the financial assets carried on the Statement of Assets and Liabilities are categorised either as financial assets measured at amortised cost or financial assets at fair value through profit or loss. All the financial liabilities carried on the Statement of Assets and Liabilities are categorised as financial liabilities measured at amortised cost.

	June 30, 2021									
Particulars	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Total
	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	
	(Rupees)									
Financial assets										
Bank balances	4,965,074	-	4,965,074	23,953,270	-	23,953,270	75,600,191	-	75,600,191	104,518,535
Investments	-	129,207,141	129,207,141	-	62,481,570	62,481,570	-	12,700,000	12,700,000	204,388,711
Profit receivables	14,355	-	14,355	962,010	-	962,010	529,108	-	529,108	1,505,473
Deposits	100,000	-	100,000	100,000	-	100,000	100,000	-	100,000	300,000
	5,079,429	129,207,141	134,286,570	25,015,280	62,481,570	87,496,850	76,229,299	12,700,000	88,929,299	310,712,719

June 30, 2021										
Particulars	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Total
	At fair value through profit or	At amortised cost	Sub Total	At fair value through profit or	At amortised cost	Sub Total	At fair value through profit or loss	At amortised cost	Sub Total	
	(Rupees)									
Financial liabilities										
Payable to JS Investments Limited - Pension Fund Manager	-	980,932	980,932	-	498,625	498,625	-	453,733	453,733	1,933,290
Remuneration payable to Central Depository Company of Pakistan Limited - Trustee	-	19,418	19,418	-	11,999	11,999	-	12,092	12,092	43,509
Accrued expenses and other liabilities	-	236,113	236,113	-	79,248	79,248	-	79,232	79,232	394,593
	-	1,236,463	1,236,463	-	589,872	589,872	-	545,057	545,057	2,371,392

June 30, 2020										
Particulars	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Total
	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	
	(Rupees)									
Financial assets										
Bank balances	5,922,380	-	5,922,380	24,507,796	-	24,507,796	68,652,487	-	68,652,487	99,082,663
Investments	-	111,030,663	111,030,663	-	59,881,030	59,881,030	-	14,550,000	14,550,000	185,461,693
Profit receivables	27,070	-	27,070	1,422,003	-	1,422,003	549,238	-	549,238	1,998,311
Deposits	100,000	-	100,000	100,000	-	100,000	100,000	-	100,000	300,000
	6,049,450	111,030,663	117,080,113	26,029,799	59,881,030	85,910,829	69,301,725	14,550,000	83,851,725	286,842,667

June 30, 2020										
Particulars	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Total
	At fair value through profit or	At amortised cost	Sub Total	At fair value through profit or	At amortised cost	Sub Total	At fair value through profit or loss	At amortised cost	Sub Total	
	(Rupees)									
Financial liabilities										
Payable to JS Investments Limited - Pension Fund Manager	-	947,533	947,533	-	497,315	497,315		451,609	451,609	1,896,457
Remuneration payable to Central Depository Company of Pakistan Limited - Trustee	-	15,789	15,789	-	11,564	11,564	-	11,208	11,208	38,561
Accrued expenses and other liabilities	-	194,791	194,791	-	67,476	67,476	-	67,477	67,477	329,744
	-	1,158,113	1,158,113	-	576,355	576,355	-	530,294	530,294	2,264,762

21 FINANCIAL RISK MANAGEMENT

The Fund's activities expose it to a variety of financial risks such as market risk, credit risk and liquidity risk.

21.1 Market risk

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

The Pension Fund Manager manages market risk by monitoring exposure on marketable securities by following the internal risk management policies and investment guidelines approved by the Investment Committee and the regulations laid down by the Securities and Exchange Commission of Pakistan.

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

21.1.1 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in foreign exchange rates. At present, all the Sub-Funds are not exposed to currency risk as all the transactions are carried out in Pakistani Rupees.

21.1.2 Profit rate risk

Profit rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market profit rates. The profit rate profile of the Fund's interest bearing financial instruments is as follows:

	June 30, 2021			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)			
Variable rate instruments (financial assets)				
Bank balances	4,937,464	23,953,270	75,600,191	104,490,925
Listed debt securities	-	26,159,372	-	26,159,372
Unlisted debt securities	-	13,574,198	-	13,574,198
	4,937,464	63,686,840	75,600,191	144,224,495
Fixed rate instruments (financial assets)				
GOP Ijarah - Sukuk	-	9,948,000	-	9,948,000
Term deposit receipts	-	12,800,000	12,700,000	25,500,000
	-	22,748,000	12,700,000	35,448,000

Sensitivity analysis of variable rate instruments

The Fund hold balances with bank and investment in debt securities which expose the Fund to cash flow profit rate risk. In case of 100 basis points increase / decrease in applicable rates at the reporting date with all other variables held constant, the net income / loss for the year and net assets of the Funds would have been higher by Rs. 12,350 (2020: Rs. 5,321).

Change in basis points	Effect on total comprehensive income and net assets			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)			
Increase in 100 basis points	144	5,943	6,263	12,350
Decrease in 100 basis points	(144)	(5,943)	(6,263)	(12,350)

Sensitivity analysis of fixed rate instruments

The Fund hold investment in GOP ijarah sukuk and term deposits receipts which expose the Fund to cash flow profit rate risk. In case of 100 basis points increase / decrease in applicable rates at the reporting date with all other variables held constant, the net income / loss for the year and net assets of the Funds would have been higher by Rs. 12,468 (2020: Rs. 14,662).

Change in basis points	Effect on total comprehensive income and net assets			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)			
Increase in 100 basis points	-	3,677	8,792	12,468
Decrease in 100 basis points	-	(3,677)	(8,792)	(12,468)

The composition of the Fund's investment may change over time. Accordingly, the sensitivity analysis prepared as at June 30, 2021 is not necessarily indicative of the impact on the Fund's net assets of future movements in profit rates.

Yield / profit rate sensitivity position for the financial instruments recognised in the statement of assets and liabilities is based on the earlier of contractual repricing or maturity date and for off-balance sheet instruments is based on the settlement date.

The Fund also holds balances in certain saving accounts, the interest rate of which in certain circumstances ranged between 5% - 6.75% per annum (June 30, 2020: 5.25%-13.25%).

JS Islamic Pension Savings Fund - Equity Sub Fund

Particulars	June 30, 2021						June 30, 2020					
	Effective yield / Profit rate	Exposed to yield / Profit rate risk			Not exposed to yield / profit rate risk	Total	Effective yield / Profit rate	Exposed to yield / Profit rate risk			Not exposed to yield / profit rate risk	Total
		Upto three months	More than three months and upto one year	More than one year				Upto three months	More than three months and upto one year	More than one year		
	------%------	(Rupees)					------%------	(Rupees)				
On-balance sheet financial instruments												
Financial assets												
Bank balances	5 - 6.75	4,937,464	-	-	27,610	4,965,074	5.25 - 13.25	5,922,380	-	-	-	5,922,380
Investments		-	-	-	129,207,141	129,207,141		-	-	-	111,030,663	111,030,663
Profit receivables		-	-	-	14,355	14,355		-	-	-	27,070	27,070
Deposits		-	-	-	100,000	100,000		-	-	-	100,000	100,000
Sub total		4,937,464	-	-	129,349,106	134,286,570		5,922,380	-	-	111,157,733	117,080,113
Financial liabilities												
Payable to JS Investments Limited - Pension Fund Manager		-	-	-	980,932	980,932		-	-	-	947,533	947,533
Remuneration payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	19,418	19,418		-	-	-	15,789	15,789
Accrued expenses and other liabilities		-	-	-	236,113	236,113		-	-	-	194,791	194,791
Sub total		-	-	-	1,236,463	1,236,463		-	-	-	1,158,113	1,158,113
On-balance sheet gap		4,937,464	-	-				5,922,380	-	-		
Total profit rate sensitivity gap		4,937,464	-	-				5,922,380	-	-		
Cumulative profit rate sensitivity gap		4,937,464	4,937,464	4,937,464				5,922,380	5,922,380	5,922,380		

JS Islamic Pension Savings Fund - Debt Sub Fund

Particulars	June 30, 2021						June 30, 2020					
	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
		Upto three months	More than three months and upto one year	More than one year				Upto three months	More than three months and upto one year	More than one year		
	------%------	(Rupees)					------%------	(Rupees)				
On-balance sheet financial instruments												
Financial assets												
Bank balances	5 - 6.75	23,953,270	-	-	-	23,953,270	5.25-13.25	24,507,796	-	-	-	24,507,796
Investments	7.83 - 9.94	-	-	39,733,570	22,748,000	62,481,570		-	-	59,881,030	-	59,881,030
Profit receivables		-	-	-	962,010	962,010		-	-	-	1,422,003	1,422,003
Deposits		-	-	-	100,000	100,000		-	-	-	100,000	100,000
Sub total		23,953,270	-	39,733,570	23,810,010	87,496,850		24,507,796	-	59,881,030	1,522,003	85,910,829
Financial liabilities												
Payable to JS Investments Limited - Pension Fund Manager		-	-	-	498,625	498,625		-	-	-	497,315	497,315
Remuneration payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	11,999	11,999		-	-	-	11,564	11,564
Accrued expenses and other liabilities		-	-	-	79,248	79,248		-	-	-	67,476	67,476
Sub total		-	-	-	589,872	589,872		-	-	-	576,355	576,355
On-balance sheet gap		23,953,270	-	39,733,570				24,507,796	-	59,881,030		
Total profit rate sensitivity gap		23,953,270	-	39,733,570				24,507,796	-	59,881,030		
Cumulative profit rate sensitivity gap		23,953,270	23,953,270	63,686,840				24,507,796	24,507,796	84,388,826		

JS Islamic Pension Savings Fund - Money Market Sub Fund

Particulars	June 30, 2021						June 30, 2020					
	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
		Upto three months	More than three months and upto one year	More than one year				Upto three months	More than three months and upto one year	More than one year		
	------%------	------------------------------ (Rupees)				------------------------------	------%------	------------------------------ (Rupees)				------------------------------
On-balance sheet financial instruments												
Financial assets												
Bank balances	5 - 6.75	75,600,191	-	-	-	75,600,191	5.25 - 13.25	68,652,487	-	-	-	68,652,487
Investments		-	-	-	12,700,000	12,700,000		-	-	14,550,000	-	14,550,000
Profit receivables		-	-	-	529,108	529,108		-	-	-	549,238	549,238
Deposits		-	-	-	100,000	100,000		-	-	-	100,000	100,000
Sub total		75,600,191	-	-	13,329,108	88,929,299		68,652,487	-	14,550,000	649,238	83,851,725
Financial liabilities												
Payable to JS Investments Limited - Pension Fund Manager		-	-	-	453,733	453,733		-	-	-	451,609	451,609
Remuneration payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	12,092	12,092		-	-	-	11,208	11,208
Payable against redemption of units		-	-	-	-	-		-	-	-	-	-
Accrued expenses and other liabilities		-	-	-	79,232	79,232		-	-	-	67,477	67,477
Sub total		-	-	-	545,057	545,057		-	-	-	530,294	530,294
On-balance sheet gap		75,600,191	-	-				68,652,487	-	14,550,000		
Total profit rate sensitivity gap		75,600,191	-	-				68,652,487	-	14,550,000		
Cumulative profit rate sensitivity gap		75,600,191	75,600,191	75,600,191				68,652,487	68,652,487	83,202,487		

21.1.3 Price risk

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

The Equity Sub-Fund has exposure to equity price risk arising from its investments in equity securities. The Equity Sub-Fund manages its price risk arising from investment in the equity securities by diversifying its portfolio within the eligible limits prescribed in the Constitutive Documents, the VPS rules and circulars issued by the SECP from time to time.

The table below summarises the sensitivity of the Equity Sub-Fund net assets attributable to unit holders to the equity price movements as at June 30, 2021. The analysis is based on the assumption that the KSE index increased / decreased by 5%, with all other variables held constant and that the fair value of its portfolio of equity securities moved according to their historical correlation with the index. This represents managements' best estimate of a reasonable possible shift in the KSE index, having regard to the historical volatility of the index of the past three years.

At June 30, 2021, the fair value of equity securities exposed to price risk are concentrated in the sectors disclosed in note 5.1.

	2021	2020
Effect due to increase / decrease in KSE 100 index	------Rupees------	
Investment and net assets	6,460,357	5,551,533
Income statement	6,460,357	5,551,533

21.2 Credit risk

Credit risk represents the risk of a loss if the counter parties fail to perform as contracted. Credit risk in sub funds mainly arises from deposits with banks, credit exposure arising as a result of dividends receivable on equity securities, receivable against sale of investments and investment in debt securities. For banks and financial institutions balances are kept with reputed parties. Credit risk on dividend receivable is minimal due to statutory protection. All transactions in listed securities are settled / paid for upon delivery as per market clearing system. The risk of default is considered minimal due to inherent systematic measures taken therein. Debt securities held by the debt sub fund and money market sub fund mainly consist of government securities are government backed and therefore not exposed to credit risk. The remaining debts securities are with reputable counter parties and therefore credit risk is minimal.

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

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

21.2.1 Exposure to credit risk

The maximum exposure to credit risk as at June 30, 2021 are as follows:

JS Islamic Pension Savings Fund - Equity Sub Fund

	June 30, 2021		June 30, 2020	
	Balance as per statement of assets and liabilities	Maximum exposure	Balance as per statement of assets and liabilities	Maximum exposure
	------ Rupees ------			
Bank balances	4,965,074	4,965,074	5,922,380	5,922,380
Investments	129,207,141	-	111,030,663	-
Profit receivables	14,355	14,355	27,070	27,070
Deposits	100,000	100,000	100,000	100,000
	134,286,570	5,079,429	117,080,113	6,049,450

Difference in the balance as per the statement of assets and liabilities and maximum exposure is due to the fact that investments in listed equity securities of Rs 129.21 million (June 30, 2020: 111.03 million) are not exposed to credit risk.

JS Islamic Pension Savings Fund- Debt Sub Fund

	June 30, 2021		June 30, 2020	
	Balance as per statement of assets and liabilities	Maximum exposure	Balance as per statement of assets and liabilities	Maximum exposure
	------ Rupees ------			
Bank balances	23,953,270	23,953,270	24,507,796	24,507,796
Investments	62,481,570	52,533,570	59,881,030	11,381,030
Profit receivables	962,010	962,010	1,422,003	1,422,003
Deposits	100,000	100,000	100,000	100,000
	87,496,850	77,548,850	85,910,829	37,410,829

Difference in the balance as per the statement of assets and liabilities and maximum exposure is due to the fact that investments in GOP Ijara Sukuk of Rs 9.95 million (June 30, 2020: Rs 48.50 million) is not exposed to credit risk.

JS Islamic Pension Savings Fund- Money Market Sub Fund

	June 30, 2021		June 30, 2020	
	Balance as per statement of assets and liabilities	Maximum exposure	Balance as per statement of assets and liabilities	Maximum exposure
	------ Rupees ------			
Bank balances	75,600,191	75,600,191	68,652,487	68,652,487
Investments	12,700,000	12,700,000	14,550,000	-
Profit receivables	529,108	529,108	549,238	549,238
Deposits	100,000	100,000	100,000	100,000
	88,929,299	88,929,299	83,851,725	69,301,725

Difference in the balance as per the statement of assets and liabilities and maximum exposure is due to the fact that investments in GOP Ijarah Sukuk of nil (June 30, 2020: Rs 14.55 million) is not exposed to credit risk.

No financial assets were considered to be past due or impaired as at June 30, 2021.

21.2.2 The analysis below summarises the available published credit ratings of the Fund's financial assets as at June 30, 2021:

Balances with banks by rating category	June 30, 2021			June 30, 2020		
	Rating agency	Published rating	Percentage of bank balance	Rating agency	Published rating	Percentage of bank balance
JS Islamic Pension Savings Fund - Equity Sub Fund						
Bank Alfalah Limited	VIS	AA-	0.68%	VIS	AA+	0.68%
Habib Metropolitan Bank Limited	PACRA	AA+	64.71%	PACRA	AA+	64.71%
BankIslami Pakistan Limited	PACRA	A+	11.07%	PACRA	A+	11.07%
Dubai Islami Bank Pakistan Limited	VIS	AA-	0.81%	VIS	AA	0.81%
Soneri Bank Limited	PACRA	AA-	22.73%	PACRA	AA-	22.73%
JS Islamic Pension Savings Fund - Debt Sub Fund						
Bank Alfalah Limited	VIS	AA-	0.06%	VIS	AA-	0.06%
Habib Metropolitan Bank Limited	PACRA	AA+	0.11%	PACRA	AA+	0.10%
Allied Bank Limited	PACRA	AAA	0.16%	PACRA	AAA	0.16%
BankIslami Pakistan Limited	PACRA	A+	1.64%	PACRA	A+	12.19%
Faysal Bank Limited	PACRA	AA	1.18%	PACRA	AA	20.15%
Askari Bank Limited	PACRA	AA+	0.47%	PACRA	AA+	0.38%
Dubai Islami Bank Pakistan Limited	VIS	AA-	96.24%	VIS	AA-	66.84%
Al Baraka Bank (Pakistan) Limited	VIS	A+	0.06%	VIS	A+	0.05%
United Bank Limited	VIS	AAA	0.08%	VIS	AAA	0.07%
JS Islamic Pension Savings Fund - Money Market Sub Fund						
Bank Alfalah Limited	VIS	AA-	0.04%	VIS	AA-	0.04%
Habib Metropolitan Bank Limited	PACRA	AA+	0.01%	PACRA	AA+	0.01%
Allied Bank Limited	PACRA	AAA	0.01%	PACRA	AAA	0.01%
BankIslami Pakistan Limited	PACRA	A+	2.17%	PACRA	A+	7.89%
Faysal Bank Limited	PACRA	AA	0.72%	PACRA	AA	23.24%
Askari Bank Limited	PACRA	AA+	0.02%	PACRA	AA+	0.02%
Dubai Islami Bank Pakistan Limited	VIS	AA-	71.85%	VIS	AA-	22.65%
Al Baraka Bank (Pakistan) Limited	VIS	A+	0.02%	VIS	A+	0.04%
United Bank Limited	VIS	AAA	0.01%	VIS	AAA	22.93%
Soneri Bank Limited	PACRA	AA-	25.15%	PACRA	AA-	23.17%

Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors affect the group of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. Despite the high concentration of credit risk as stated above, the Fund has entered into transactions with credit worthy counterparties thereby mitigating any significant risk due to concentration of credit risk.

21.3 Liquidity risk

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

All Sub-Funds are exposed to redemptions of its redeemable units on a regular basis. The over all approach to managing liquidity is to ensure, as far as possible, that all Sub-Funds will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The policy is therefore to invest the majority of its assets in short term instruments in order to maintain liquidity.

The Fund can borrow in the short term to ensure settlement in Sub-Funds. The maximum amount available to the Sub-Funds from the borrowing would be limited to fifteen percent of its net assets upto 90 days and would be secured by the assets of the Sub-Funds. The facility would bear interest at commercial rates. However, no borrowing was obtained by any Sub-Fund during the current year.

In order to manage the overall liquidity, the Sub-Fund also has the ability to withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. None of the Sub-Funds withhold any redemptions during the year.

The table below summarises the maturity profile of the Fund's financial instruments. The analysis into relevant maturity groupings is based on the remaining period at the end of the reporting period to the contractual maturity date. However, the assets and liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month.

JS Islamic Pension Savings Fund - Equity Sub Fund

	June 30, 2021				June 30, 2020			
	Upto three months	More than three months and upto one year	More than one year	Total	Upto three months	More than three months and upto one year	More than one year	Total
	(Rupees)				(Rupees)			
Financial liabilities								
Payable to the JS Investments Limited - Pension Fund Manager	-	-	980,932	980,932	947,533	-	-	947,533
Remuneration payable to Central Depository Company of Pakistan Limited - Trustee	-	-	19,418	19,418	15,789	-	-	15,789
Accrued expenses and other liabilities	-	-	236,113	236,113	194,791	-	-	194,791
	-	-	1,236,463	1,236,463	1,158,113	-	-	1,158,113

JS Islamic Pension Savings Fund - Debt Sub Fund

	June 30, 2021				June 30, 2020			
	Upto three months	More than three months and upto one year	More than one year	Total	Upto three months	More than three months and upto one year	More than one year	Total
	(Rupees)				(Rupees)			
Financial liabilities								
Payable to the JS Investments Limited - Pension Fund Manager	-	-	498,625	498,625	497,315	-	-	497,315
Remuneration payable to Central Depository Company of Pakistan Limited - Trustee	-	-	11,999	11,999	11,564	-	-	11,564
Payable against redemption of units	-	-	-	-	16	-	-	16
Accrued expenses and other liabilities	-	-	79,248	79,248	67,476	-	-	67,476
	-	-	589,872	589,872	576,371	-	-	576,371

JS Islamic Pension Savings Fund - Money Market Sub Fund

	June 30, 2021				June 30, 2020			
	Upto three months	More than three months and upto one year	More than one year	Total	Upto three months	More than three months and upto one year	More than one year	Total
	(Rupees)				(Rupees)			
Financial liabilities								
Payable to JS Investments Limited - Pension Fund Manager	-	-	453,733	453,733	451,609	-	-	451,609
Remuneration payable to Central					-			
Depository Company of Pakistan Limited - Trustee	-	-	12,092	12,092	11,208	-	-	11,208
Accrued expenses and other liabilities	-	-	79,232	79,232	67,477	-	-	67,477
	-	-	545,057	545,057	530,294	-	-	530,294

22 FAIR VALUE MEASUREMENT

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

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

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

Fair value hierarchy

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

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

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

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

As at June 30, 2021, the Fund held the following financial instruments measured at fair values:

Equity Sub-Fund

	June 30, 2021				June 30, 2021			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss'	Rupees				Rupees			
Investments								
Listed equity securities	129,207,141	-	-	129,207,141	111,030,663	-	-	111,030,663
	129,207,141	-	-	129,207,141	111,030,663	-	-	111,030,663

Debt Sub-Fund

	June 30, 2021				June 30, 2021			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss'	Rupees				Rupees			
Investments								
GOP Ijarah - Sukuk	-	9,948,000	-	9,948,000	-	48,500,000	-	48,500,000
Listed debt securities	-	26,159,372	-	26,159,372	-	3,348,138	-	3,348,138
Unlisted debt securities	-	13,574,198	-	13,574,198	-	8,032,892	-	8,032,892
Term deposit receipts *	-	12,800,000	-	12,800,000	-	-	-	-
	-	62,481,570	-	62,481,570	-	59,881,030	-	59,881,030

Money Market Sub Fund

	June 30, 2021				June 30, 2021			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss'	Rupees				Rupees			
GOP Ijarah - Sukuk	-	-	-	-	-	14,550,000	-	14,550,000
Term deposit receipts *	-	12,700,000	-	12,700,000	-	-	-	-
	-	12,700,000	-	12,700,000	-	14,550,000	-	14,550,000

** The carrying value of these securities approximate their fair value since these are short term in nature and are placed with counter parties which have high credit ratings.*

23 PARTICIPANTS' SUB FUND RISK MANAGEMENT

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

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

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

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

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

24 CORRESPONDING FIGURES

Corresponding figures have been re-classified, re-arranged or additionally incorporated in these financial statements, wherever necessary to facilitate comparison and to conform with changes in presentation in the current year. No significant rearrangements or reclassifications were made in these financial statements.

25 GENERAL

25.1 Figures have been rounded off to the nearest rupee.

25.2 Impact of COVID-19

The COVID – 19 pandemic has taken a toll on all economies and emerged as a contagion risk around the globe, including Pakistan. To reduce the impact on businesses and economies in general, regulators / governments across the globe have introduced a host of measures on both the fiscal and economic fronts. The Securities and Exchange Commission of Pakistan (SECP) had provided certain time bound relaxations to CISs / VPSs operating in Pakistan in order to provide temporary relaxation against covid pandemic. All of the relaxations provided have expired prior to June 30, 2021.

The Pension Fund Manager is closely monitoring the situation and has invoked required actions to ensure safety and security of the staff and an uninterrupted service to the customers. Business Continuity Plans (BCP) for respective areas are in place and tested. The Pension Fund Manager has significantly enhanced monitoring for all cyber security risk during these times from its information security protocols. The remote work capabilities were enabled for critical staff and related risk and control measures were assessed to make sure they are fully protected using virtual private network ("VPN") connections. Further, the Pension Fund Manager has also ensured that its remote access systems are sufficiently resilient to any unwanted cyber-attacks.

The Pension Fund Manager has made an assessment of Covid-19 on the credit risk and liquidity risk and believes that there is no significant impact on the Fund.

26 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by Board of Directors of Pension Fund Manager on August 21, 2021.

For JS Investments Limited
(Pension Fund Manager)

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

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