LAKSON EQUITY FUND

Half Yearly Report (December 31, 2021)

LAKSON INVESTMENTS

WE MANAGE YOUR MONEY, AS WE MANAGE OUR OWN

CONTENTS

Fund's Information

Management Company	Lakson Investments Limited Head Office Lakson Square, Building No.2, Sarwar Shaheed Road, Karachi-74200, Pakistan. Phone: (9221) 3840.0000 Fax: (9221) 3568.1653 Web site: www.li.com.pk E-mail: info@li.com.pk
Board of Directors of the Management Company	Mr. Iqbal Ali Lakhani - Chairman Mr. Babar Ali Lakhani - Chief Executive Officer Mr. Jamil Ahmed Mughal Mr. Amin Mohammed Lakhani Mr. Jacques John Visser Ms. Roxanne Davies Ms. Kathleen Kennedy Townsend
Chief Financial Officer & Company Secretary of the Management Company	Mr. Junaid Arshad
Audit Committee	Mr. Jacques John Visser - Chairman Mr. Amin Mohammed Lakhani Mr. Iqbal Ali Lakhani Mr. Jamil Ahmed Mughal
Human Resource and Remuneration Committee	Mr. Babar Ali Lakhani Mr. Iqbal Ali Lakhani
Trustee	Central Depository Company of Pakistan Limited CDC House, 99-B, Block-B, S.M.C.H.S, Main Shahra-e-Faisal, Karachi, Pakistan.
Auditors	BDO Ebrahim & Co. Chartered Accountants 2nd Floor, Block C, Lakson Square, Building No. 1, Sarwar Shaheed Road, Karachi - 74200.

Bankers to the Fund	Allied Bank Limited Askari Bank Limited Bank Al-Falah Limited Faysal Bank Limited Habib Bank Limited Habib Metropolitan Bank Limited JS Bank Limited National Bank of Pakistan Silk Bank Limited Sindh Bank Limited Telenor Microfinance Bank Limited United Bank Limited U Microfinance Bank Limited
Legal Adviser	Fazleghani Advocates F-72/I, Block 8, KDA-5, Kehkashan, Clifton, Karachi, Pakistan.
Registrar	Lakson Investments Limited Lakson Square, Building No.2, Sarwar Shaheed Road, Karachi-74200, Pakistan
Distributors	Metro Capital Pvt. Limited Ismail Iqbal Securities BMA Capital Management Limited Amir Noorani Topline Securities (Pvt.) Limited Adam Securities Elixir Securities (Pvt.) Limited Vector Capital (Pvt.) Limited Pearl Securities Pvt. Limited Rabia Fida
Rating by PACRA	1 Year : 3-Star 3 Year : 2-Star 5 Year : 2-Star AM2+ : Asset Manager Rating by PACRA

Review Report of the Directors of the Management Company
For the half year ended December 31, 2021

The Board of Directors of Lakson Investments Limited, the Management Company of the Lakson Equity Fund ("LEF") is pleased to submit its review report together with Condensed Interim Financial Statements for the half year ended December 31, 2021.

Fund Objective
The objective of the Fund is to provide long term capital appreciation by investing mainly in equity and related listed securities. Investments will be made in companies of substance, financial strength and demonstrably superior management skills with some exposure given to smaller capitalized value stocks.

Principal activities
The Fund is an actively managed open-end equity fund and is listed on Pakistan Stock Exchange Limited. LEF maintains an average exposure of 70% of Net Assets in listed equity securities. The asset allocation to different sectors and stocks is made on the basis of relative attractiveness of each sector and individual stocks in that particular sector. The allocations may change from time to time keeping in view the market conditions, opportunities, political and economic factors. LEF is allowed to borrow up to 15% of Net Assets to meet redemptions however LEF did not utilize this facility during the period under review.

Development and Fund performance
The LEF closed 1HFY22 with a return of -8.29% vs -5.83% of the benchmark, underperforming the benchmark by 2.46%. The LEF provided a return of -3.83% (BM: -0.68%) during 2QFY22. As of December 31, 2021, the fund had 95% exposure in equities and 4% in cash. Sector allocation is skewed towards Commercial Banks (21.7%), Oil & Gas Exploration (11.8%), Technology (13.3%), Construction & Materials (14.1%), Textile (10.4%) and others (23.9%).

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

Economic Review
The State Bank of Pakistan raised the policy rate by 275bps to 9.75% in 1HCY21. The key driving factor behind the decision was the widening C/A deficit, and c. 11% slippage in the PKR. Pakistan's current account deficit (CAD) stood at US$1.9bn in December 2021, up 2% mom and much higher vs. US$1.65bn reported in June 2021. This took the deficit during 1HFY22 to a whopping US$9.0bn (against a surplus of US$1.2bn SPLY). Broadly, most major heads maintained their levels from previous month, but the deficit is clearly not sustainable. Exports clocked in at c.US$2.8bn (as per PBS) at end Dec'21 down from c.US$2.9bn in the previous month, where a similar reduction was seen in Textile exports (seasonal, in our view). Overall imports remained high at c.US$7.7bn, but most many categories (Petroleum, Food and Autos) showed more than 10% mom decline - which might reflect the negative impact on demand from recent tightening measures and high domestic prices. Remittances were flat mom at c.US$2.5bn amid the onset of Omicron outbreak - meaning Pakistan can sustain the present rate, regardless of the state of global pandemic. Fx reserves dipped to US$15.9bn in Nov'21 vs. US$20bn in August, before finally settling at US$17.7bn at end Dec'21. National CPI rose a sharp 12.3% yoy in December 2021, highest reading since February 2020, up from 11.5% in November (Index is flat mom). Urban CPI rose to 12.7% (12.0% in November), while Rural CPI was 11.6% vs. 10.9% previous month. Key worsening factors during December were higher electricity tariff and cost of transport. National CPI averaged 9.8% during 1HFY22, compared with 8.6% same period last year.

Equity Market Review
The KSE-100 index shed a sizeable 5.8% in 2HCY21, closing at 44,596.07pts, with thinning volumes. Market extended losses, pulling back 1HCY21 gains (8.2%) with OMCs and Cyclicals among the worst

hit. Market portrayed weak performance due to: (i) prerequisites for resumption of the stalled IMF program pertaining to removal of tax exemptions which created pressure, (ii) monetary tightening measures from SBP (policy rate increased by 275bps to 9.75% by Dec'21), (iii) widening CAD leading to significant USD/PKR devaluation, (iv) MSCI downgrading to FM which resulted in institutional selling, and (v) uncertain US-Pakistan relations due to Afghanistan. Trading took a hit with average daily traded value declining by c.50% from US$210mn in 1HCY21 to US$106mn in 2HCY21. Foreign selling heightened in Banks (US$141mn), Cements (US$48mn) and Fertilizers (US$47mn). This was mopped majorly by individuals (US$72mn), Companies (US$60mn) and Banks (US$28mn) on the local side. Going forward investor confidence is likely to revive with the resumption of the IMF program and improving economic indicators. Fundamentals should be at play driving market through corporate results whereas negative market sentiments broadly absorbed by the market.

Future Outlook

The present run rate of CAD is much higher than the equivalent of c.4% of GDP projected by the SBP (c.US$1.0-1.2bn/mth), for which adequate capital commitments are in place, as per the central bank. We expect considerable reduction in 2HFY22 as a consequence of recent tightening measures by the SBP and Ministry of Finance, so that CAD in FY22 should clock near c.US$15bn. On the flip side, imports should moderate further in the coming months, bringing overall monthly imports to about US$6.0-6.5bn, in our view. Moreover, it is possible that CPI in January exceeds 13% yoy and remains between 11-12% until June 2022. Yet, the SBP has guided for a status quo stance in the January MPS while it has aggressively conducted OMOs since the December meeting, aimed at aligning money market rates with the policy rate (presently about 175bps apart). The stance will prove appropriate if there is a meaningful normalization in global commodity prices towards mid-2022 and moderate PKR depreciation hereon.

Acknowledgment

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

For and on Behalf of the Board

Chief Executive Officer **Director**

Dated: February 17, 2022

لیکسن ایکویٹی فنڈ

31 دسمبر 2021 کو ختم ہونے والے نصف سال کے لیے

مینجمنٹ کمپنی کے ڈائریکٹرز کی جائزہ رپورٹ

لیکسن انویسٹمنٹس لمیٹڈ کا بورڈ آف ڈائریکٹرز، لیکسن ایکویٹی فنڈ ("LEF") کی مینجمنٹ کمپنی 31 دسمبر 2021 کو ختم ہونے والے نصف سال کے لیے اپنی جائزہ رپورٹ مع مختصر عبوری مالیاتی معلومات پیش کرتے ہوئے خوشی محسوس کرتا ہے۔

نمایاں سرگرمیاں

LEF ایک فعال انداز میں چلایا جانے والا اوپن اینڈ ایکویٹی فنڈ ہے اور پاکستان اسٹاک ایکسچینج لمیٹڈ میں لسٹڈ ہے۔ LEF خالص اثاثوں کا کم از کم 70% حصہ لسٹڈ ایکویٹی سیکیورٹیز میں رکھتا ہے۔ مختلف شعبوں اور اسٹاکس میں اثاثے کو ہر شعبے اور اس مخصوص شعبے میں انفرادی اسٹاکس متعلقہ کشش کی بنیاد پر مخصوص کیا جاتا ہے۔ یہ تخصیص مارکیٹ کے حالات، مواقع، سیاسی اور اقتصادی عوامل کو پیش نظر رکھتے ہوئے وقتاً فوقتاً تبدیل کی جاسکتی ہے۔ LEF کو ریڈیمپشنز کی تکمیل کے لیے خالص اثاثوں کے 15% تک قرض لینے کی اجازت ہے، تاہم LEF نے اس سہولت کو زیر جائزہ مدت کے دوران استعمال نہیں کیا۔

پیش رفت اور فنڈ کی کارکردگی

LEF نے بینچ مارک منافع 5.83%- کے مقابلے میں 8.29%- منافع کے ساتھ مالی سال 2022 کی پہلی ششماہی کا اختتام کر کے بینچ مارک کے مقابلے میں 2.46% کم تر کارکردگی کا مظاہرہ کیا۔ 31 دسمبر 2021 کے مطابق فنڈ ایکویٹیز میں 95% اور کیش میں 4% سرمایہ کاری رکھتا ہے۔ شعبہ جاتی تفویض کا جھکاؤ اس طرح ہے کمرشل بینکس (21.7%)، آئل اینڈ گیس ایکسپلوریشن (11.8%)، ٹیکنالوجی (13.3%)، کنسٹرکشن اینڈ میٹیریلز (14.1%)، ٹیکسٹائلز (10.4%) اور دیگر (23.9%)۔

فی یونٹ خسارہ (LPU)

فی یونٹ خسارہ (LPU) ظاہر نہیں کیا گیا ہے کیوں کہ ہم محسوس کرتے ہیں کہ LPU شمار کرنے کے لیے موزوں اوسط یونٹس کا تعین اوپن اینڈ فنڈز کے لیے قابل عمل نہیں ہے۔

معاشی جائزہ

اسٹیٹ بینک آف پاکستان نے سال 2021 کی پہلی ششماہی میں پالیسی ریٹ 275 بنیادی پوائنٹس بڑھا کر 9.75 فیصد کر دیا- اس فیصلے کے پیچھے کلیدی محرک بڑھتا ہوا کرنٹ اکاؤنٹ خسارہ اور پاکستانی روپے کی قدر میں 11% کمی تھا۔ دسمبر 2021 میں کرنٹ اکاؤنٹ خسارہ (CAD) 1.9 ارب امریکی ڈالر پر موجود ہے جو ماہ بہ ماہ بنیاد پر 2% اضافہ اور جون 2021 میں رپورٹ کردہ 1.65 ارب امریکی ڈالر کے مقابلے میں بہت زیادہ ہے۔ اس کے نتیجے

میں مالی سال 2022 کے پہلے نصف میں خسارہ 9.0 ارب امریکی ڈالر کی خطیر مالیت تک پہنچ گیا (گزشتہ سال اسی مدت میں 1.2 ارب امریکی ڈالر کے اضافے کے مقابلے میں)۔

.وسیع طور پر، زیادہ تر بڑے مصارف نے پچھلے مہینے سے اپنی سطح کو برقرار رکھا، لیکن خسارہ واضح طور پر پائیدار نہیں ہے۔ دسمبر 2021 کے آخر میں برآمدات 2.8 ارب ڈالر پر پہنچ گئیں (PBS کے مطابق) جو پچھلے مہینے کے 2.9 ارب ڈالر سے کم ہوئیں، جہاں ٹیکسٹائل کی برآمدات (ہماری نظر میں موسمیاتی) میں اسی طرح کی کمی دیکھی گئی۔ مجموعی طور پر درآمدات 7.7 ڈالر پر بلند رہیں، لیکن زیادہ تر کیٹیگریز (پیٹرولیم، فوڈ اور آٹوز) نے 10% سے زیادہ کی کمی ظاہر کی- جو ممکنہ طور پر حالیہ سخت اقدامات اور مقامی لاگتوں میں اضافے سے طلب پر منفی اثر کو ظاہر کرتی ہے۔ Omicron وبا کے آغاز کے دوران ترسیلات زر 2.5 ارب ڈالر کی سطح پر تھیں -یعنی پاکستان موجودہ شرح کو برقرار رکھ سکتا ہے، چاہے عالمی وبا کی صورتِ حال کچھ بھی ہو۔ زرمبادلہ کے ذخائر اگست میں 20 ارب ڈالر کے مقابلے میں نومبر 2021 میں 15.9 ارب ڈالر تک گر گئے، جو بالآخر دسمبر 2021 کے آخر میں 17.7 ارب امریکی ڈالر پر مستحکم ہوئے ۔قومی CPI میں دسمبر 2021 میں % سال بہ سال بنیاد پر 12.3 سالانہ کا تیز اضافہ ہوا، جو نومبر میں 11.5% سے زائد (انڈیکس ماہ بہ ماہ بنیاد پر یکساں ہے) اور فروری 2020 کے بعد سب سے بلند اعداد و شمار ہیں۔

شہری CPI بڑھ کر 12.7% (نومبر میں 12.0%) ہو گیا، جبکہ دیہی CPI میں گزشتہ ماہ 10.9% کے مقابلے میں 11.6% تک اضافہ ہو گیا۔ دسمبر کے دوران بگاڑ کا شکار ہونے والے اہم عوامل بجلی کا زیادہ بلند ٹیرف اور ٹرانسپورٹ کی لاگت تھی۔ مالی سال 2021 کی پہلی ششماہی میں قومی CPI اوسطاً 9.8% رہا، جو پچھلے سال کی اسی مدت میں 8.6% تھا۔

ایکویٹی مارکیٹ کا جائزہ

سال 2021 کی دوسری ششماہی کے دوران KSE-100 انڈیکس میں 5.8 فیصد کی بھاری کمی ہوئی اور کم پڑتے حجم کے ساتھ 44,596.07 پوائنٹس پر بند ہوا۔ جس سے پہلی ششماہی کے زیادہ تر منافع جات (8.2%) جب کہ OMCs اور Cyclicals کے ساتھ سب سے زیادہ متاثر ہوئے۔ مارکیٹ کی ناقص کارکردگی کے پیچھے اہم وجوہات یہ تھیں (i) ٹیکس چھوٹ کے خاتمے سے متعلق رکے ہوئے IMF پروگرام کو دوبارہ شروع کرنے کے لیے ضروری شرائط جس سے دباؤ پیدا ہوا، (ii) اسٹیٹ بینک آف پاکستان کی جانب سے مالیاتی سختی کے اقدامات (پالیسی کی شرح دسمبر 2021 تک 275 بنیادی پوائنٹس اضافے سے 9.75 فیصد تک بڑھ گئی)۔ (iii) کرنٹ اکاؤنٹ خسارے میں اضافہ جس کی وجہ سے امریکی ڈالر کے مقابلے میں پاکستانی روپے کی قدر میں نمایاں کمی واقع ہوئی، (iv) MSCI سے FM میں درجہ بندی میں کمی جس کے نتیجے میں ادارہ جاتی فروخت ہوئی، اور (v) افغانستان کی وجہ سے پاکستان اور امریکا کے غیر یقینی تعلقات ۔ تجارتی لین دین کو دھچکا لگا جہاں اوسط یومیہ لین دین کی مالیت 50% کمی کے ساتھ سال 2021 کی پہلی ششماہی میں 210 ملین امریکی ڈالر سے سال 2021 کی دوسری ششماہی میں 106 ملین امریکی ڈالر تک گر گئی۔ بینکوں (141 ملین امریکی ڈالر)، سیمنٹ (48 ملین امریکی ڈالر) اور فرٹیلائزر (47 ملین امریکی ڈالر) میں غیر ملکی فروخت بڑھ گئی۔ مقامی طور پر افراد (72 ملین امریکی ڈالر)، کمپنیوں (60 ملین امریکی ڈالر) اور بینکوں (28 ملین ڈالر) کی طرف سے بڑے پیمانے پر خریداری کے ذریعے خریداری سے اس کی بیش تر تلافی ہو گئی۔ آگے بڑھتے ہوئے، آئی ایم ایف پروگرام دوبارہ شروع ہونے اور معاشی اشاریوں میں بہتری سے سرمایہ کاروں کا اعتماد بحال ہونے کا امکان ہے۔ کاروباری نتائج کے ذریعے مارکیٹ کو آگے بڑھانے بنیادی امور کو کردار ادا کرنا چاہیے جبکہ مارکیٹ کے منفی جذبات کو مارکیٹ کی طرف سے بڑے پیمانے پر جذب کیا جاتا ہے۔

مستقبل کی توقعات

کرنٹ اکاؤنٹ خسارے کی موجودہ شرح اسٹیٹ بینک آف پاکستان کی پیشگوئی کردہ جی ڈی پی کے 4% کے مساوی سے بہت زیادہ ہے(1.0 ارب امریکی ڈالرتا1.2 ارب امریکی ڈالر)،جس کے لیے مرکزی بینک کے مطابق،مناسب مالیاتی وعدے موجود ہیں۔ہمیں SBPاوروزارت خزانہ کے حالیہ سخت اقدامات کے نتیجے میں مالی سال2022 کی دوسری ششماہی میں خاطرخواہ کمی کی توقع ہے،تاکہ مالی سال میں کرنٹ اکاؤنٹ خسارہ15 ارب امریکی ڈالر کے قریب پہنچ جائے۔دوسری طرف،آنے والے مہینوں میں درآمدات میں مزید اعتدال آجانا چاہیے،جس سے ہماری نظر میں،مجموعی ماہانہ درآمدات تقریباً6.0-6.5 ارب امریکی ڈالرتک پہنچ جائیں گی۔مزید برآں،یہ ممکن ہے کہ جنوری میں CPI سال بہ سال بنیاد پر 13% سے تجاوز کرجائے اور جون2022 تک 11%-12% کے درمیان رہے۔پھربھی،اسٹیٹ بینک آف پاکستان نے جنوری MPS میں جمود کے موقف کے لیے رہنمائی کی ہے جبکہ اس نے دسمبر کے اجلاس کے بعد سے جارحانہ طور پر OMOs کا اطلاق کیا ہے،جس کا مقصد کرنسی مارکیٹ کی شرح کو پالیسی ریٹ کے ساتھ ہم آہنگ کرنا ہے(اس وقت تقریباً175 بنیادی پوائنٹ کافرق ہے)۔اگر2022 کے وسط تک اجناس کی عالمی قیمتیں بامعنی انداز میں معمول کی طرف لوٹ آئیں اور پاکستانی کی قدر میں معتدل کمی ہوتو یہ موقف مناسب ثابت ہوجائے گا۔

اظہارتشکر

یہ بورڈ اپنے قابل قدر انویسٹرز،سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان،اسٹیٹ بینک آف پاکستان،فنڈ کے ٹرسٹی سینٹرل ڈپازیٹری کمپنی آف پاکستان لمیٹڈ اور پاکستان اسٹاک ایکسچینج لمیٹڈ کا،ان کے مسلسل تعاون اور مدد پر شکرگزار ہے۔منیجمنٹ کمپنی کے ڈائریکٹرز فنڈ کی ترقی اوردانش مندانہ انتظام وانصرام کے لیے منیجمنٹ کمپنی کی ٹیم کی محنت اور کاوشوں کا بھی اعتراف کرتے ہیں۔

برائے ومنجانب بورڈ

چیف ایگزیکٹیوآفیسر　　　　　　ڈائریکٹر

تاریخ:17فروری2022

CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED

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

TRUSTEE REPORT TO THE UNIT HOLDERS

LAKSON EQUITY FUND

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

We Central Depository Company of Pakistan Limited, being the Trustee of Lakson Equity Fund (the Fund) are of the opinion that Lakson Investments Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2021 in accordance with the provisions of the following:

(i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;

(ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and

(iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 22, 2022

CENTRAL DEPOSITORY COMPANY

BDO

Tel: +92 21 3568 3030
Fax: +92 21 3568 4239
www.bdo.com.pk

2nd Floor, Block-C
Lakson Square, Building No.1
Sarwar Shaheed Road
Karachi-74200
Pakistan

INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **LAKSON EQUITY FUND** ("the Fund") as at December 31, 2021 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund and a summary of significant accounting policies and other explanatory notes to the condensed interim financial information for the half year then ended (here-in-after referred to as "condensed interim financial information").Lakson Investments Limited (the "Management Company") is responsible for the preparation and fair presentation of this condensed interim financial information in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as at and for the half year ended December 31, 2021 does not present fairly, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

The figures for the quarter ended December 31, 2021 and December 31, 2020 in the condensed interim income statement and condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.

KARACHI

DATED: 17 FEB 2022

CHARTERED ACCOUNTANTS
Engagement Partner: Zulfikar Ali Causer

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

	Note	December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
		(Rupees)	
ASSETS			
Bank balances	4	**152,250,205**	401,454,771
Investments	5	**3,119,895,010**	2,841,101,544
Dividend and other receivable	6	**1,152,995**	938,275
Mark-up accrued on bank balances		**1,843,481**	2,454,753
Advances, deposits and prepayments	7	**2,650,000**	16,758,125
TOTAL ASSETS		**3,277,791,691**	3,262,707,468
LIABILITIES			
Payable to the Management Company	8	**27,323,012**	27,237,675
Remuneration payable to the Trustee		**395,952**	388,588
Annual fee payable to Securities and Exchange Commission of Pakistan		**322,314**	678,503
Accrued expenses and other liabilities	9	**1,726,722**	58,248,194
Payable against the purchase of equity investments		**23,610,969**	16,484,007
TOTAL LIABILITIES		**53,378,969**	103,036,967
NET ASSETS		**3,224,412,722**	3,159,670,501
UNIT HOLDERS' FUND (AS PER STATEMENTS ATTACHED)		**3,224,412,722**	3,159,670,501
CONTINGENCIES AND COMMITMENTS	11		
		(Number)	
NUMBER OF UNITS IN ISSUE		**30,693,385**	27,586,022
		(Rupees)	
NET ASSETS VALUE PER UNIT		**105.0523**	114.5388

The annexed notes from 1 to 16 form an integral part of this condensed interim financial information.

For Lakson Investments Limited
(Management Company)

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

Condensed Interim Income Statement (Unaudited)
For the half year and quarter ended December 31, 2021

		Half year ended December 31,		Quarter ended December 31,	
		2021	2020	**2021**	2020
	Note	----------(Rupees)	----------	----------	----------
Income					
(Loss) / gain on sale of investment at fair value through profit or loss - net		**(193,951,207)**	296,162,561	**(1,711,881)**	135,194,578
Unrealized (loss) / gain on revaluation of investments at fair value through profit or loss - net	5.1	**(198,756,978)**	392,038,422	**(243,590,405)**	29,304,718
		(392,708,185)	688,200,983	**(245,302,286)**	164,499,296
Dividend income on investments at fair value through profit or loss		**97,394,059**	56,226,007	**53,142,170**	44,758,529
Return / mark up on bank balances - at amortized cost		**8,796,504**	13,248,090	**6,074,048**	5,881,414
Return / mark up on government securities - at fair value through profit or loss		**-**	223,522	**57,225,008**	170,273
Reversal of SWWF	9.1	**57,225,008**	-	**-**	-
Total (loss) / income		**(229,292,614)**	757,898,603	**(128,861,060)**	215,309,512
Expenses					
Remuneration to the Management Company	8.1	**32,233,877**	35,831,157	**16,098,722**	18,417,153
Sindh sales tax on remuneration of the Management Company	8.2	**4,190,404**	4,658,050	**2,092,834**	2,394,230
Remuneration to the Trustee		**2,390,858**	2,594,104	**1,194,400**	1,325,391
Annual fee to the Securities and Exchange Commission of Pakistan		**322,339**	358,312	**161,617**	184,170
SECP supervisory fee		**1,252**	1,260	**-**	1,260
Auditors' remuneration		**114,328**	115,134	**57,848**	39,910
Fees and subscription		**341,682**	340,230	**566,070**	174,175
Brokerage expenses		**7,371,243**	8,455,828	**3,078,452**	4,861,907
Settlement charges		**297,500**	365,167	**138,000**	235,667
Bank and other charges		**622**	3,928	**-**	(6,547)
		47,264,105	52,723,171	**23,387,943**	27,627,316
Net (loss)/ income for the period after taxation		**(276,556,719)**	705,175,432	**(152,249,003)**	187,682,196
Reversal of Sindh Workers' Welfare Fund (SWWF)		**-**	(14,103,509)	**-**	(3,753,644)
Net (loss)/ income for the period after taxation		**(276,556,719)**	691,071,923	**(152,249,003)**	183,928,552
Taxation	12	**-**	-	**-**	-
Net (loss)/ income for the period after taxation		**(276,556,719)**	691,071,923	**(152,249,003)**	183,928,552
Allocation of net income for the period after taxation					
Net (loss)/ income for the period after taxation		-	691,071,923	-	183,928,552
Income already paid on units redeemed		-	(121,376,950)	-	(118,594,937)
		-	569,694,974	-	65,333,615
Accounting income available for distribution					
Relating to capital gains		-	688,200,983	-	163,886,921
Excluding capital gains		-	(118,506,009)	-	(101,335,075)
		-	569,694,974	-	65,333,615

The annexed notes from 1 to 16 form an integral part of this condensed interim financial information.

For Lakson Investments Limited
(Management Company)

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

Condensed Interim Statement of Comprehensive Income (Unaudited)
For the half year and quarter ended December 31, 2021

	Half year ended December 31,		Quarter ended December 31,	
	2021	2020	**2021**	2020
	----------(Rupees)----------			
Net (loss) / income for the period	**(276,556,719)**	691,071,923	**(152,249,003)**	183,928,552
Other comprehensive income for the period	-	-	-	-
Total comprehensive (loss) / income for the period	**(276,556,719)**	691,071,923	**(152,249,003)**	183,928,552

The annexed notes from 1 to 16 form an integral part of this condensed interim financial information.

For Lakson Investments Limited
(Management Company)

Chief Executive Officer	Chief Financial Officer	Director

Condensed Interim Statement Of Movement In Reserve Or Unit Holders' Fund (Unaudited)
For the half year ended December 31, 2021

	Half year ended 31 December 2021			Half year ended 31 December 2020		
	Capital value	**Undistributed income**	**Total**	Capital value	Undistributed income	Total
	----------------------------(Rupees)------------------------------					
Net assets at beginning of the period	**3,023,016,359**	**136,654,142**	**3,159,670,501**	3,422,375,365	(490,786,271)	2,931,589,094
Issuance of 5,356,326 units (2020: 5,307,960)						
Capital value	**613,507,152**	**-**	**613,507,152**	458,053,449	-	458,053,449
Element of income	**(24,264,010)**	**-**	**(24,264,010)**	76,374,664	-	76,374,664
Total proceeds on issuance of units	**589,243,142**	**-**	**589,243,142**	534,428,113	-	534,428,113
Redemption of 2,248,962 units (2020: 7,174,280)						
Capital value	**(257,593,409)**	**-**	**(257,593,409)**	(622,533,897)	-	(622,533,897)
Element of income	**9,649,207**	**-**	**9,649,207**	(2,897,384)	(121,376,950)	(124,274,334)
Total payments on redemption of units	**(247,944,202)**	**-**	**(247,944,202)**	(625,431,281)	(121,376,950)	(746,808,231)
Total comprehensive (loss)/ income for the period	**-**	**(276,556,719)**	**(276,556,719)**	-	691,071,948	691,071,948
Net assets as at end of the period	**3,364,315,299**	**(139,902,577)**	**3,224,412,722**	3,331,372,197	78,908,727	3,410,280,924
Accumulated (loss) / undistributed income brought forward:						
Realized (loss) at beginning of the period		**(129,568,092)**			(383,727,787)	
Unrealized income / (loss) at beginning of the period		**266,222,234**			(107,058,484)	
		136,654,142			(490,786,271)	
Accounting income available for distribution:						
Relating to capital gains		-			565,694,563	
Excluding capital gains		-			4,000,435	
Total comprehensive (loss) / income for the period		**(276,556,719)**			569,694,998	
		-			-	
Undistributed income at end of the period		**(139,902,577)**			78,908,727	
Represented by:						
Realized income / (loss) at end of the period		**58,854,401**			(313,129,730)	
Unrealized (loss) / income at end of the period		**(198,756,978)**			392,038,457	
Undistributed income at end of the period		**(139,902,577)**			78,908,727	
Net assets value per unit at beginning of the period			**114.5388**			87.9078
Net assets value per unit at end of the period			**105.0523**			108.3244

The annexed notes from 1 to 16 form an integral part of this condensed interim financial information.

For Lakson Investments Limited
(Management Company)

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

Condensed Interim Statement of Cash Flows (Unaudited)
For the half year ended December 31, 2021

	Half year ended December 31, 2021	2020
	(Rupees)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the period	**(276,556,719)**	691,071,948
Adjustments for:		
Income/(Loss) on sale of investment at fair value through profit or loss - net	**193,951,207**	(296,162,561)
Unrealized (loss)/gain on revaluation of investment at fair value through profit or loss - net	**198,756,978**	(392,038,457)
	116,151,466	2,870,930
(Increase) / decrease in assets		
Investments	**(671,501,652)**	74,653,052
Dividend and other receivable	**396,552**	(10,551,621)
Receivable against sale of marketable securities	-	(16,138,264)
Advances, deposits and prepayments	**14,108,125**	3,771,039
	(656,996,975)	51,734,206
Increase / (decrease) in liabilities		
Payable to the Management Company	**85,337**	5,737,140
Remuneration payable to the Trustee	**7,364**	(304,448)
Annual fee payable to Securities and Exchange		
Annual fee payable to Securities and Exchange Commission of Pakistan	**(356,189)**	(257,957)
Payable against purchase of marketable securities	**7,126,962**	27,024,983
Accrued expenses and other liabilities	**(56,521,472)**	17,787,739
	(49,657,998)	49,987,457
Net cash (used in) / generated from operating activities	**(590,503,507)**	104,592,593
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	**589,243,143**	534,428,113
Amount paid against redemption of units	**(247,944,202)**	(746,808,231)
Net cash generated / (used in) flows from financing activities	**341,298,941**	(212,380,118)
Net decrease in cash and cash equivalents during the period	**(249,204,566)**	(107,787,525)
Cash and cash equivalents at beginning of the period	**401,454,771**	286,244,205
Cash and cash equivalents at end of the period	**152,250,205**	178,456,680

The annexed notes from 1 to 16 form an integral part of this condensed interim financial information.

For Lakson Investments Limited
(Management Company)

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

Notes to and forming part of the Condensed Interim Financial Information (Unaudited) For the half year ended December 31, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

Lakson Equity Fund (the "Fund") was established under the Trust Deed executed on September 2, 2009 between the Lakson Investments Limited as its Management Company, a company incorporated under the repealed Companies ordinance 1984 (now Companies Act, 2017) and the Central Depository Company of Pakistan Limited (CDC) as its Trustee, also incorporated under the repealed Companies ordinance 1984 (now Companies Act, 2017). The Fund has been registered as a Notified Entity on September 18, 2009 by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations).

The Management Company of the Fund has been licensed by SECP to undertake Asset Management and Investment Advisory Services as a Non-Banking Finance Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The registered office of the Management Company is located at 14 - Ali Block, New Garden Town, Lahore.

The Fund is an open end mutual fund and is listed on the Pakistan Stock Exchange. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.

The Fund is categorized as "Equity Scheme" as per the Circular 07 of 2009 issued by Securities and Exchange Commission of Pakistan (SECP) and it primarily invests in listed equity securities and other avenues of investment, which include cash or near cash instruments, cash in bank accounts (excluding TDR) and treasury bills not exceeding 90 days maturity and any other investment authorized by SECP.

Title to the assets of the Fund is held in the name of CDC of Pakistan Limited as Trustee of the Fund.

Pakistan Credit Rating Agency Limited has withdrawn the performance ranking of the Fund, due to the decision made by the Lakson Investment Limited to shift its Credit Raking Agency.

On 10 Feb, 2022, VIS Credit Rating Company Limited has assigned following rankings to the Fund based on the performance review for the period ended December 31, 2021.

1 Year : MFR 3-Star
3 Year : MFR 2-Star
5 Year : MFR 2-Star

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 This condensed interim financial information has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017, the provisions of and directives issued under the Companies Act, 2017, along with part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, NBFC Regulations, the directives issued by the SECP and the requirements of the Trust Deed.

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

2.1.2 The disclosures made in this condensed interim financial information have; however, been limited based on the requirements of International Accounting Standard - 34 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual audited financial statements of the Fund for the year ended December 31, 2021.

2.1.3 The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2021, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial information for the half year ended December 31, 2020.

2.1.4 This condensed interim financial information is unaudited but has been reviewed by the auditors. Further, the figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2021 have not been reviewed.

2.1.5 In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2021.

2.2 Basis of measurement

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

This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pak Rupees, which is the Fund's functional and presentation currency.

2.4 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

There are certain amendments which are effective from annual period beginning on or after July 1, 2021. These amendments are not likely to have an impact on the Fund's financial position. Therefore these are not stated in this condensed interim financial information.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES AND JUDGEMENTS

3.1 The accounting policies adopted for the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual audited financial statements of the Fund for the year ended June 30, 2021, unless otherwise stated.

3.2 The preparation of this condensed interim financial information in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

3.3 The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2021.

3.4 The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2021.

		Note	**December 31, 2021 (Unaudited)**	June 30, 2021 (Audited)
			(Rupees)	
4	**BANK BALANCES**			
	Current accounts		**7,703**	7,703
	Profit and loss sharing accounts	4.1	**152,242,502**	401,447,068
			152,250,205	401,454,771

4.1 These represent profit and loss sharing accounts maintained with banks carrying mark-up rates ranging from 5.5% to 10.75% (30 June 2021: 5.50% to 9.00%) per annum.

5	**INVESTMENTS**			
	At fair value through profit or loss			
	Listed equity securities	5.1	**3,119,895,010**	2,841,101,544

5.1 At fair value through profit or loss

Shares of listed companies - fully paid up ordinary shares of Rs. 10 each unless stated otherwise

Name of investee company	Holding as at July 01, 2021	Purchased during the period	*Bonus shares received during the period	Disposed during the period	Holding as at December 31, 2021	Carrying value as of December 31, 2021	Market value as of 31 December 2021	Unrealised gain / (loss) - net	Market value as a percentage of total investments	Market value as a percentage of net assets	Par value of shares held as a percentage of total paid up capital of the investee company
	Balance as at December 31, 2021										
	------ Number of shares ------					------ Rupees ------			------ (%) ------		
Commercial Banks											
Bank Al-Habib Limited	901,405	229,400	-	(781,555)	349,250	24,473,588	24,101,743	(371,845)	0.77	0.75	0.03%
Bank Al-Falah Limited	534,448	2,287,500	-	-	2,821,948	96,066,557	97,639,401	1,572,844	3.13	3.03	0.16%
Habib Bank Limited	1,278,671	627,354	-	(208,317)	1,697,708	205,928,010	197,986,707	(7,941,303)	6.35	6.14	0.12%
MCB Bank Limited	617,311	118,155	-	(17,801)	717,665	114,496,159	110,053,928	(4,442,231)	3.53	3.41	0.06%
United Bank Limited	832,708	700,740	-	112,000	1,645,448	176,106,685	194,141,368	18,034,683	6.22	6.02	0.13%
Bank of Punjab Limited	1,509,789	-	-	(1,509,789)	-	-	-	-	-	-	0.00%
Meezan Bank Limited	763,974	421,286	-	(524,700)	660,560	80,200,295	88,587,715	8,387,420	2.84	2.75	0.04%
						697,271,294	712,510,862	15,239,568	22.84	22.10	
Chemicals											
Engro Polymer & Chemicals Limited	913,542	-	-	(913,542)	-	-	-	-	-	-	0.00%
ICI Pakistan Limited	32,443	-	-	(32,443)	-	-	-	-	-	-	0.00%
Lotte Chemical Pakistan Limited	38,300	-	-	(38,300)	-	-	-	-	-	-	0.00%
Descon Oxychem Limited	-	1,383,500	-	-	1,383,500	35,441,667	31,820,500	(3,621,167)	1.02	0.99	0.79%
						35,441,667	31,820,500	(3,621,167)	1.02	0.99	
Fertilizers											
Engro Corporation Limited (5.1.1)	320,280	62,500	-	-	382,780	111,589,156	104,276,928	(7,312,228)	3.34	3.23	0.00
Fauji Fertilizer Bin Qasim Limited	2,068,000	967,000	-	(2,537,500)	497,500	12,889,383	12,328,050	(561,333)	0.40	0.38	0.00
Fauji Fertilizer Company Limited	428,973	403,545	-	-	832,518	89,466,801	83,468,255	(5,998,546)	2.68	2.59	0.00
Engro Fertilizer	-	544,000	-	-	544,000	40,789,278	41,392,960	603,682	1.33	1.28	0.04%
						254,734,618	241,466,193	(13,268,425)	7.74	7.49	
Pharma & Bio Tech											
The Searl Company Limited (5.1.2)	139,544	671,538	-	(138,893)	672,189	100,950,165	96,607,051	(4,343,114)	3.10	3.00	0.22%
Ferozsons Laboratories Limited	180,400	91,600	-	(153,900)	118,100	44,258,567	38,480,523	(5,778,044)	1.23	1.19	0.33%
GlaxoSmithKline Pakistan Limited	19,700	-	-	(19,700)	-	-	-	-	-	-	0.00%
						145,208,732	135,087,574	(10,121,158)	4.33	4.19	
Textile Composite											
Nishat Mills Limited	802,700	1,034,200	-	(65,900)	1,771,000	158,299,637	140,936,180	(17,363,457)	4.52	4.37	0.50%
Gul Ahmed Textile Mills Limited	1,339,280	1,768,500	-	(551,000)	2,556,780	131,491,977	120,322,067	(11,169,910)	3.86	3.73	0.50%
Kohinoor Textile Mills Limited	305,000	276,500	-	(36,000)	545,500	41,455,889	37,868,610	(3,587,279)	1.21	1.17	0.18%
Interloop Pakistan Limited	-	648,675	-	(75,500)	573,175	41,598,071	41,664,091	66,020	1.34	1.29	0.06%
						372,845,574	340,790,948	(32,054,626)	11	11	
Cement											
Lucky Cement Company Limited	182,551	154,100	-	(122,700)	213,951	167,581,883	145,332,635	(22,249,248)	4.66	4.51	0.07%
Kohat Cement Company Limited	50,900	241,800	-	-	292,700	58,841,959	55,203,220	(3,638,739)	1.77	1.71	0.15%
D.G. Khan Cement Company Limited	509,510	700,000	-	(831,995)	377,515	35,632,986	31,311,094	(4,321,892)	1.00	0.97	0.09%
Maple Leaf Cement Factory Limited	704,896	2,645,538	-	(1,396,341)	1,954,093	81,942,957	70,249,643	(11,693,314)	2.25	2.18	0.18%
Pioneer Cement Limited	243,500	1,165,700	-	(724,271)	684,929	69,242,303	60,787,449	(8,454,854)	1.95	1.89	0.30%
Cherat Cement Company Limited	141,700	565,100	-	(309,109)	397,691	60,529,412	58,981,552	(1,547,860)	1.89	1.83	0.20%
Fauji Cement Company Limited	1,311,900	1,293,500	-	(388,000)	2,217,400	47,786,529	40,733,638	(7,052,891)	1.31	1.26	0.16%
						521,558,029	462,599,231	(58,958,798)	14.83	14.35	
Power Generation & Distribution											
Hub Power Company Limited	1,314,110	482,413	-	(127,000)	1,669,523	130,530,386	119,103,771	(11,426,615)	3.82	3.69	0.13%
Kot Addu Power Company Limited	956,463	-	-	(956,463)	-	-	-	-	-	-	0.00%
						130,530,386	119,103,771	(11,426,615)	3.82	3.69	

Name of investee company	Holding as at July 01, 2021	Purchased during the period	*Bonus shares received during the period	Disposed during the period	Holding as at December 31, 2021	Carrying value as of December 31, 2021	Market value as of 31 December 2021	Unrealised gain / (loss) - net	Market value as a percentage of total investments	Market value as a percentage of net assets	Par value of shares held as a percentage of total paid up capital of the investee company
	Balance as at December 31, 2021										
	Number of shares					Rupees			(%)		
Oil and Gas Exploration Companies											
Mari Petroleum Company Limited (5.1.2)	65,902	-	-	(17,900)	48,002	73,173,769	79,406,348	6,232,536	2.55	2.46	0.03%
Oil and Gas Development Company Limited (5.1.1)	1,082,217	-	-	(317,787)	764,430	72,643,783.000	65,893,866	(6,749,917)	2.11	2.04	0.02%
Pakistan Oilfield Limited	436,991	170,832	-	(78,612)	529,211	207,355,232	189,256,438	(18,098,794)	6.07	5.87	0.02%
Pakistan Petroleum Limited (5.1.1)	1,058,618	-	-	(406,050)	652,568	56,662,468	51,578,943	(5,083,525)	1.65	1.60	0.02%
						409,835,252	386,135,595	(23,699,700)	12.38	11.98	
Oil and Gas Marketing Companies											
Attock Petroleum Limited	39,000	-	-	(39,000)	-	-	-	-	-	-	0.00%
Pakistan State Oil Company Limited (5.1.2)	478,255	304,300	-	(334,300)	448,255	87,326,890	81,533,102	(5,793,788)	2.61	2.53	0.10%
						87,326,890	81,533,102	(5,793,788)	2.61	2.53	
Food & Personal Care Products											
Fauji Foods Limited	756,850	1,847,000	4,298,739	(2,603,500)	4,299,089	46,128,775	39,508,628	(6,620,147)	1.27	1.23	0.54%
Unity Foods	72,034	1,151,200	-	(1,223,234)	-	-	-	-	-	-	0.00%
AT-Tahur	-	1,202,880	-	-	1,202,880	31,190,005	27,678,269	(3,511,736)	0.89	0.86	0.61%
						77,318,780	67,186,897	(10,131,883)	2	2	
Transport											
Pakistan International Bulk Terminal	30,305	-	-	(30,305)	-	-	-	-	-	-	0.00%
Automobile and Parts											
Thal Limited	44,850	-	-	(44,850)	-	-	-	-	-	-	0.00%
Agriauto Industries Limited	74,359	-	-	(74,359)	-	-	-	-	-	-	0.00%
Automobile Assemblers											
Indus Motor Company Limited	60,050	-	-	(60,050)	-	-	-	-	-	-	0.00%
Millat Tractors	44,290	-	6,569	(50,859)	-	-	-				
Pak Suzuki Motor Company Limited	55,200	-	16,000	(71,200)	-	-	-	-	-	-	0.00%
Honda Atlus Cars (Pakistan) Limited	-	-	49,600	(49,600)	-	-	-	-	-	-	0.00%
						-	-	-	-	-	
Glass & Ceramics											
Shabbir Tiles & Ceramics Limited	848,500	1,151,712	-	(2,000,212)	-	-	-	-	-	-	0.00%
						-	-	-	-	-	
Technology and Communication											
TRG Pakistan Limited	477,625	800,600	-	(363,467)	914,758	142,685,979	107,849,968	(34,836,011)	3.46	3.34	0.17%
Systems Limited	113,070	128,463	-	(11,000)	230,533	149,991,027	175,168,195	25,177,168	5.61	5.43	0.17%
Airlink Communications Limited	-	633,263	-	(83,500)	549,763	36,123,615	31,919,259	(4,204,356)	1.02	0.99	0.14%
Avanceon Limited	-	1,236,700	-	(190,000)	1,046,700	129,103,692	95,375,304	(33,728,388)	3.06	2.96	0.41%
Octupus Digital Limited	-	557,321	-	(241,500)	315,821	21,581,212	24,558,241	2,977,029	0.79	0.76	0.23%
Pakistan Aluminium Bewerages Can Limited	-	544,102	-	(544,102)	-	-	-	-	-	-	0.00%
						479,485,525	434,870,967	(44,614,558)	14	13	
Engineering											
International Industries Limited	100,100	77,200	-	(124,500)	52,800	10,864,190	7,329,168	(3,535,022)	0.23	0.23	0.04%
Mughal Iron and Steel Limited	291,780	924,997	-	(638,800)	577,977	54,790,555	60,173,185	5,382,630	1.93	1.87	0.17%
International Steels Limited	929,755	383,201	-	(1,312,956)	-	-	-	-	-	-	0.00%
Aisha Steel Mills Limited	1,847,372	1,525,000	-	(3,372,372)	-	-	-	-	-	-	0.00%
Agha Steels Limited	400,000	1,128,500	-	(27,275)	1,501,225	41,440,494	39,287,058	(2,153,436)	1.26	1.22	0.22%
					38,711,435	107,095,239	106,789,370	(305,828)	3.42	3.31	
Total as at December 31, 2021						**3,318,651,986**	**3,119,895,010**	**(198,756,978)**	**100**	**97**	
Total cost as at December 31, 2021						**3,278,275,481**					
Total as at June 30, 2021						2,574,879,310	2,841,191,544	266,222,234	100.00	87	
Total cost as at June 30, 2021			-			2,663,066,442					

5.1.1 Following shares have been pledged with National Clearing Company of Pakistan Limited:

	31 December 2021	30 June 2021	31 December 2021	30 June 2021
	------(Number of shares)------		--------(Rupees)--------	
Engro Corporation Limited	**160,000**	160,000	**43,355,200**	47,137,600
Oil and Gas Development Company Limited	**70,000**	70,000	**5,945,800**	6,652,100
Pakistan Petroleum Limited	**330,000**	330,000	**26,083,200**	28,653,900
	560,000	560,000	**75,384,200**	82,443,600

5.1.2 These investments include gross bonus shares as per Fund's entitlement declared by the investee companies. Finance Act, 2014 has brought amendments in the Income Tax Ordinance, 2001 whereby the bonus shares received by the shareholder are to be treated as income and a tax at the rate of 5% is to be applied on value of bonus shares determined on the basis of day end price on the first day of closure of books. The tax is to be collected at source by the investee company which shall be considered as final discharge of tax liability on such income. However, the Management Company of the Fund jointly with other Asset Management Companies and Mutual Fund Association of Pakistan, has filed a petition in Honorable High Court of Sindh to declare the amendments brought in Income Tax Ordinance, 2001 with reference to tax on bonus shares for collective investment schemes as null and void and not applicable on the funds based on the premise of exemption given to mutual funds under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001. The Honorable High Court of Sindh has granted stay order till the final outcome of the case. However, the investee companies has withheld the share equivalent to 5% of bonus announcement of the Fund having aggregate fair market value of Rs. 3.851 million at December 31, 2021 (June 30, 2021: Rs. 3.33 million) and not yet deposited on CDC account of department of Income Tax. Management is of the view that the decision will be in favor of the Fund and accordingly has recorded the bonus shares on gross basis at fair value of its investments.

	Note	December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
		(Rupees)	
6 DIVIDEND AND OTHER RECEIVABLE			
Dividend receivable		**526,569**	354,279
Withholding tax recoverable	6.1	**626,426**	583,996
		1,152,995	938,275

6.1 Income of the Fund is exempt from taxation under Income Tax Ordinance, 2001. However, advance tax of Rs. 0.626 million as of December 31, 2021 has been deducted by the banks on profits. Management is of the view that it is recoverable and shall be received from the taxation authorities.

7 ADVANCES, DEPOSITS AND PREPAYMENTS

	December 31, 2021	June 30, 2021
Security deposits with:		
National Clearing Company of Pakistan Limited	**2,500,000**	2,500,000
Central Depository Company of Pakistan Limited	**100,000**	100,000
National Council for Social Studies	**50,000**	50,000
Advance against:		
Pre-IPO Subscription	-	14,108,125
	2,650,000	16,758,125

		Note	December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
			(Rupees)	
8	**PAYABLE TO THE MANAGEMENT COMPANY**			
	Remuneration payable to the Management Company	8.1	5,375,351	5,299,832
	Sindh sales tax on Management remuneration	8.2	698,794	688,976
	Federal excise duty	8.3	21,182,859	21,182,859
	Sale load payable to the Management Company		66,008	66,008
			27,323,012	27,237,675

8.1 Under the provisions of Non-Banking Finance Companies and Notified Entities Regulations 2008, an Asset Management Company shall be entitled to remuneration equal to an amount not exceeding 2% of average annual net assets. Management Company has charged remuneration at 2% per annum based on the daily net assets of the Fund during the period ended December 31, 2021. Remuneration is paid to the Management Company in arrears on a monthly basis.

8.2 The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2021: 13%) on Management Company's remuneration.

8.3 There is no change in the status of the appeal pending in the Supreme Court of Pakistan against of the decision of Sindh High Court as at Dec 31, 2021, regarding the FED on Management's remuneration. The Management Company, as a matter of abundant caution, is carrying provision for FED for the period from June 13, 2013 to June 30, 2016 aggregating to Rs.18.483 million. Had the provision not been made, Net Asset Value per unit of the Fund as at December 31, 2021 would have been higher by Rs. 0.5978 (June 30, 2021: Re. 0.6700) per unit.

		Note	December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
			(Rupees)	
9	**ACCRUED EXPENSES AND OTHER LIABILITIES**			
	Payable to Sindh Workers' Welfare Fund	9.1	-	57,225,346
	Auditors' remuneration		**349,787**	235,460
	Fee payable to National Clearing Company of Pakistan Limited		**102,748**	99,610
	Fee payable to Central Depository Company Limited		**29,491**	29,492
	Rating fee payable		**252,584**	188,240
	Professional tax payable		**655,053**	451,741
	Other liabilities		**14,024**	18,305
	Withholding Tax Payable		**323,035**	-
			1,726,722	58,248,194

9.1 Total provision for SWWF till December 31, 2021 is reversed (June 30, 2021: Rs:57.225 million). Sindh revenue Board (SRB) vide notification SRB/TP/70/2013/8772, dated August 12, 2021, notified that Mutual Funds do not qualify as Financial Institutions. Accordingly, Mutual Funds Association of Pakistan (MUFAP) in its meeting held on August 13, 2021, decided to reverse the provision of Sindh Workers Welfare Fund (SWWF) and has communicated the decision to Securities Exchange Commission of Pakistan (SECP) vide letter dated, August 13th, 2021. Hence, the adoption of the decision of MUFAP will have positive impact on the Net Asset Value (NAV) for the period on or after July 01, 2021.

10 TOTAL EXPENSE RATIO

Securities and Exchange Commission of Pakistan (SECP) vide its Directive No. SCD/PRDD/Direction/18/2016 dated 20 July 2016, required that Collective Investment Scheme (CIS) shall disclose Total Expense Ratio (TER) in the periodic financial statements of CIS / the Fund. TER of the Fund for the quarter ended December 31, 2021 is 1.48% which includes 0.18% representing government levies (comprising of Workers Welfare Fund and SECP fee, etc.). As per NBFC Regulation the total expense ratio of the Asset Allocation Scheme shall be capped up to 4.5% (June 30, 2021: 4.5%).

11 CONTINGENCIES AND COMMITMENTS

The Fund had no contingency or commitment at the period end except as those mentioned elsewhere in these condensed interim financial information.

12 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. 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 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. The management intends to distribute at least 90% of the income earned (if any) during the year by the Fund to the unit holders.

13 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include Lakson Investments Limited being the Management Company, Central Depository Company of Pakistan Limited (CDC) being the trustee, Siza Services

(Private) Limited being holding company of the Management Company, associated companies of the Management Company and the holding company, key management personnel, other funds being managed by the Management Company and entities having holding 10% or more in the units of the Fund as at December 31, 2021. It also includes staff retirement funds of the above related parties / connected persons.

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

		December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
		(Rupees)	
13.1 Details of balances with related parties / connected persons at the period end			
Lakson Investments Limited - Management Company of the Fund			
Remuneration and other payables (including the Sindh sales tax and federal excise duty amounting to Rs. 21.181 million (June 30, 2021: Rs. 21.87 million)*	13.4	**27,257,004**	27,171,667
Sales load payable		**66,008**	66,008
Central Depository Company of Pakistan Limited - Trustee of the Fund			
Remuneration payable (Including Sindh sales tax mounting to Rs. 44,528.87 (June 30, 2021: Rs.43,681)	13.4	**395,952**	388,588
Security deposit		**100,000**	100,000
Settlement charges payable		**29,491**	29,492

		Half year ended December 31, 2021	2020
		(Unaudited) (Rupees)	
13.2 Details of transaction with related parties / connected persons at the period end			
Lakson Investments Limited - Management Company of the Fund			
Remuneration for the period	13.4	**32,233,877**	35,831,157
Sindh sales tax on remuneration of Management Company *		**4,190,404**	4,658,050
Central Depositary Company Limited Trustee of the Fund			
Remuneration for the period	13.4	**2,390,858**	2,594,104
Settlement charges		-	1,500

*Sales tax and FED is paid / payable to the Management Company for onward payment to the Government.

13.3 Details of transactions and balances with directors, key management personnel, employees, associated company/ undertakings of the Management Company and connected person are as follows:

	Half year ended December 31, 2021							
	---------- Number of Units ----------				---------- Rupees ----------			
	Number of units as at 01 July 2021	Units issued during the year	Units redeemed during the year	Number of holdings at the year ended 31 December 2021	Balance as at July 01, 2021	Units issued during the year	Units redeemed during the year	Balance at the year ended 31 December 2021
Lakson Investments Limited - Management Company of the Fund	1,400,301	-	-	1,400,301	160,388,830	-	-	147,104,841
Directors, Chief Executive and their spouse and minors	6,932,984	298,705	818,696	6,412,993	794,095,615	33,261,598	90,813,095	673,699,621
Other key management personnel	54,454	18,940	963.09	72,431	6,237,120	2,000,000	103,614	7,609,046
Associated companies / undertakings of the Management Company								
Accuracy Surgical Limited Employees Contributory Provident Fund	17,002	23,462	10,951.21	29,513	1,947,417	2,618,363	1,188,719	3,100,376
Century Insurance Co. Ltd., GF	16,250	28,298	7,244.55	37,304	1,861,220	3,131,677	785,276	3,918,866
Century Insurance Company Limited	992,361	898,464	516,184	1,374,641	113,663,838	95,000,000	57,130,935	144,409,233
Century Insurance Company Limited Employees Contributory Provident Fund	19,698	34,734	4,994.35	49,438	2,256,144	3,801,153	537,315	5,193,566
Century Paper & Board Mills Limited Employees Contributory Provident Fund	225,120	378,781	131,636	472,265	25,784,977	41,604,612	14,283,882	49,612,534
Century Paper & Board Mills Limited EGF	198,337	341,438	99,611	440,163	22,717,313	37,436,627	10,802,773	46,240,175
Colgate Palmolive Pakistan Limited ECPFT	235,216	344,787	170,776	409,227	26,941,400	38,307,960	18,543,261	42,990,262
Colgate Palmolive Pakistan Limited Employees Gratuity Fund	263,795	411,617	171,964	503,448	30,214,811	45,489,718	18,666,496	52,888,342
Cyber Internet Services (Pvt.) Ltd. Employees Contributory Provident Fund	104,562	185,950	51,235	239,276	11,976,406	20,338,810	5,555,895	25,136,525
Gam Corporation Private Limited Employees Contributory Provident Fund	69,779	84,054	47,487	106,346	7,992,391	9,655,333	5,155,303	11,171,896
Hasanali Karabhai Foundation Employees Contributory Provident Fund	3,161	3,595	2,020	4,736	362,085	415,137	219,273	497,528
Lakson Business Solutions Limited Employees Contributory Provident Fund	1,283	-	-	1,283	146,940	-	-	134,782
Lakson Investments Limited Employees Contributory Provident Fund	31,132	3,123	-	34,255	3,565,877	316,108	-	3,598,567
Merit Packaging Limited Employees Contributory Provident Fund	23,733	26,796	6,037	44,492	2,718,440	2,919,676	651,000	4,674,008
Merit Packaging Limited Employees Gratuity Fund	13,489	22,683	2,464	33,708	1,544,991	2,509,022	265,388	3,541,119
Siza Commodities Private Limited	2,079,748	-	-	2,079,748	237,820,106	388,767	-	218,482,311
Siza Foods Private Limited Employees Contributory Provident Fund Trust	126,600	39,504	37,875	128,229	6,874,726	11,701,288	4,110,900	13,470,722
Siza Private Limited	468,327	1,610	-	469,937	53,641,616	183,047	-	49,367,963
Siza Service (Private) Limited	637,853	-	-	637,853	73,058,927	-	-	67,007,925
Siza Services Private Limited Employees Contributory Provident Fund	11,936	19,565	7,576	23,925	1,367,169	2,174,605	822,296	2,513,368
Sybrid Private Limited Employees Contributory Provident Fund	24,078	42,542	15,697	50,923	2,757,832	4,654,435	1,703,958	5,349,532
Connected person due to holding more than 10% units								
Bashir Dawood	3,080,034	-	-	3,080,034	352,783,382	-	-	323,564,656
Sindh General Provident Investment Fund (Being more than 10%unit holding)	3,879,598	-	-	3,879,598	444,364,479	-	-	407,560,693
Sindh Province Pension Fund (Being more than 10% unit holding)	5,635,581	-	-	5,635,581	645,492,689	-	-	592,030,746

	Half year ended December 31, 2020							
	------ Number of Units ------				------ Rupees ------			
	Number of units as at 01 July 2020	Units issued during the year	Units redeemed during the year	Number of holdings at the year ended 31 December 2020	Balance as at July 01, 2020	Units issued during the year	Units redeemed during the year	Balance at the year ended 31 December 2020
Lakson Investments Limited - Management Company of the Fund	837,657	535,568	-	1,373,225	76,292,428	-	-	148,753,771
Directors, Chief Executive and their spouse and minors	5,675,136	3,067,903	147,950	8,595,088	693,188,870	28,753,486	179,889,102	931,057,793
Other key management personnel	74,086	5,727	22,674.98	57,139	8,104,483	924,991	-	6,189,500
Associated companies / undertakings of the Management Company								
Accuracy Surgical Limited Employees Contributory Provident Fund	41,593	4,024	-	45,617	3,656,309	408,703	-	4,941,396
Century Insurance Company Limited Gratuity Fund	33,745	10,079	-	43,825	2,966,467	1,024,499	-	4,747,284
Century Insurance Company Limited	1,416,940	-	-	1,416,940	124,560,111	-	-	153,489,216
Century Insurance Company Limited Employees Contributory Provident Fund	47,177	4,630	-	51,807	4,147,222	470,000	-	5,611,920
Century Paper & Board Mills Limited Employees Contributory Provident Fund	591,116	13,593	-	604,709	51,963,710	1,380,000	-	65,504,791
Century Paper & Board Mills Limited Employees Gratuity Fund	487,945	44,334	-	532,279	42,894,206	4,513,552	-	57,658,808
Colgate Palmolive Pakistan Limited Employees Contributory Provident Fund	531,212	99,810	-	631,022	46,697,664	10,142,706	-	68,355,104
Colgate Palmolive Pakistan Limited Employees Gratuity Fund	517,985	180,800	-	698,785	45,534,928	18,377,854	-	75,695,483
Cyber Internet Services (Private) Limited,Employees Contributory Provident Fund	234,005	36,387	-	270,391	20,570,845	3,721,839	-	29,289,997
Gam Corporation Private Limited Employees Contributory Provident Fund	135,371	63,220	-	198,591	11,900,192	6,427,262	-	21,512,280
Hasanali Karabhai Foundation Employees Contributory Provident Fund	17,040	1,238	2,264	16,014	1,497,929	125,692	230,195	1,734,719
Lakson Business Solutions Limited Employees Contributory Provident Fund	1,263	-	-	1,263	110,998	-	-	136,777
Merit Packaging Limited Employees Contributory Provident Fund	82,523	2,216	-	84,739	7,254,406	225,000	-	9,179,325
Merit Packaging Limited Employees Gratuity Fund	38,781	-	-	38,781	3,409,112	-	-	4,200,879
Premier Fashions (Private) Limited	115,684	-	115,684	-	10,169,550	-	12,493,971	-
Siza Commodities (Private) Limited	5,969,024	-	3,769,321	2,199,703	524,723,750	- 410,000,000	238,281,538	
Siza Foods Private Limited Employees Contributory Provident Fund	97,081	64,862	-	161,944	8,534,219	6,660,700	-	17,542,460
Siza Private Limited	174,289	458,479	174,289	458,479	15,321,389	50,000,000	16,963,770	49,664,439
Siza Service (Private) Limited	304,247	320,895	-	625,142	26,745,684	34,995,618	-	67,718,128
Siza Services Private Limited Employees Contributory Provident Fund	24,775	6,761	-	31,536	2,177,907	686,967	-	3,416,066
Sybrid Private Limited Employees Contributory Provident Fund	53,234	3,842	-	57,075	4,679,658	390,000	-	6,182,651
Lakson Investments Limited Employees Contributory Provident Fund	-	30,503	-	30,503	-	3,100,000	-	3,304,167
Connected person due to holding more than 10% units								
Sindh General Provident Investment Fund	3,794,238	-	-	3,794,238	333,543,127	-	-	411,008,569
Sindh Province Pension Fund	5,511,586	-	-	5,511,586	484,511,387	-	-	597,039,230

13.4 Remuneration payable to the Management Company and the Trustee has been determined in accordance with the provisions of NBFC Regulations and the Trust Deed respectively.

13.5 Purchase and redemption of the Fund's unit by related parties / connected persons are recorded at the applicable net asset value per unit. Dividend income is recorded at the rates and amount declared by the investee company. Other transactions are at agreed rates.

14 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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. 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 (that is, as prices) or indirectly (that is, derived from prices) (level 2).

- Unobservable inputs for the asset or liability (level 3).

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

		As at 31 December 2021 (Un-audited)						
		Carrying amount				Fair Value		
		Fair value through profit or loss	Amortized cost	Other financial liabilities	Total	Level 1	Level 2	Total
		---------- (Rupees) ----------						
On-balance sheet financial instruments								
Financial assets measured at fair value								
Listed equity securities		3,119,895,010	-	-	3,119,895,010	3,119,895,010	-	3,119,895,010
		3,119,895,010	-	-	3,119,895,010	3,119,895,010	-	3,119,895,010
Financial assets not measured at fair value	14.1							
Bank balances - Held at amortized cost		-	152,250,205	-	152,250,205	-	-	-
Dividend and profit receivable		-	2,996,476	-	2,996,476	-	-	-
Security deposit		-	2,650,000	-	2,650,000	-	-	-
		-	157,896,681	-	157,896,681	-	-	-
Financial liabilities not measured at fair value	14.1							
Payable to the Management Company		-	-	5,441,359	5,441,359	-	-	-
Remuneration payable to the Trustee		-	-	351,423	351,423	-	-	-
Accrued expenses and other liabilities		-	-	1,403,687	1,403,687	-	-	-
Payable against the purchase of equity investment		-	-	23,610,969	23,610,969	-	-	-
		-	-	30,807,438	30,807,438	-	-	-

		As at 30 June 2021 (Audited)						
		Carrying amount				Fair Value		
		Fair value through profit or loss	Amortized cost	Other financial liabilities	Total	Level 1	Level 2	Total
		---------- (Rupees) ----------						
On-balance sheet financial instruments								
Financial assets measured at fair value								
Listed equity securities		2,841,101,544	-	-	2,841,101,544	2,841,101,544	-	2,841,101,544
		2,841,101,544	-	-	2,841,101,544	2,841,101,544	-	2,841,101,544
Financial assets not measured at fair value	14.1							
Bank balances - Held at amortized cost		-	401,454,771	-	401,454,771	-	-	-
Dividend receivable		-	354,279	-	354,279	-	-	-
Security deposit		-	16,758,125	-	16,758,125	-	-	-
Receivable against sale of investment		-	-	-	-	-	-	-
Return receivable on bank balances		-	2,454,753	-	2,454,753	-	-	-
		-	421,021,928	-	421,021,928	-	-	-
Financial liabilities not measured at fair value	14.1							
Payable to the Management Company		-	-	5,365,840.00	5,365,840	-	-	-
Remuneration payable to the Trustee		-	-	388,588.00	388,588	-	-	-
Accrued expenses and other liabilities		-	-	571,107.00	571,107	-	-	-
Payable against the purchase of equity investment		-	-	16,484,007.00	16,484,007	-	-	-
		-	-	22,809,542	22,809,542	-	-	-

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

15 GENERAL

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

15.2 Corresponding figures have been rearranged and reclassified, wherever necessary, for better presentation and disclosure, the effect of which is not material.

16 DATE OF AUTHORIZATION OF ISSUE

This condensed interim financial information were authorized for issue on February 17, 2022 by the Board of Directors of the Management Company.

For Lakson Investments Limited
(Management Company)

Chief Executive Officer	Chief Financial Officer	Director

A Lakson Group Company

Lakson Investments Limited
Lakson Square, Building No. 2,
Sarwar Shaheed Road,
Karachi-74200, Pakistan
T +92.21 3840.0000
F +92.21 3568.1653

Lakson Investments (DIFC) Limited
Level 15, Gate Building
DIFC, P.O. Box 507054
Dubai, U.A.E.
T +971.4 401.9284
F +971.4 401.9578
(Regulated by the DFSA)

LAKSON MONEY MARKET FUND

Half Yearly Report (December 31, 2021)

LAKSON INVESTMENTS

WE MANAGE YOUR MONEY, AS WE MANAGE OUR OWN

CONTENTS

Fund's Information

Management Company	Lakson Investments Limited Head Office Lakson Square, Building No.2, Sarwar Shaheed Road, Karachi-74200, Pakistan. Phone: (9221) 3840.0000 Fax: (9221) 3568.1653 Web site: www.li.com.pk E-mail: info@li.com.pk
Board of Directors of the Management Company	Mr. Iqbal Ali Lakhani - Chairman Mr. Babar Ali Lakhani - Chief Executive Officer Mr. Jamil Ahmed Mughal Mr. Amin Mohammed Lakhani Mr. Jacques John Visser Ms. Roxanne Davies Ms. Kathleen Kennedy Townsend
Chief Financial Officer & Company Secretary of the Management Company	Mr. Junaid Arshad
Audit Committee	Mr. Jacques John Visser - Chairman Mr. Amin Mohammed Lakhani Mr. Iqbal Ali Lakhani Mr. Jamil Ahmed Mughal
Human Resource and Remuneration Committee	Mr. Babar Ali Lakhani Mr. Iqbal Ali Lakhani
Trustee	Central Depository Company of Pakistan Limited CDC House, 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi, Pakistan.
Auditors	Yousuf Adil Chartered Accountants Cavish Court, A-35 Shahrah-e-Faisal, K.C.H.S.U Block 7 & 8 Bangalore Town, Karachi, Pakistan.
Bankers to the Fund	Allied Bank Limited Askari Bank Limited Bank Alfalah Limited Faysal Bank Limited Habib Bank Limited Habib Metropolitan Bank Limited National Bank of Pakistan Sindh Bank Limited United Bank Limited

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

Review Report of the Directors of the Management Company for the half year ended December 31, 2021

The Board of Directors of Lakson Investments Limited, the Management Company of the Lakson Money Market Fund ("LMMF") is pleased to submit its review report together with Condensed Interim Financial Statements for the half year ended December 31, 2021.

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

Principal activities
The Fund is an open-end money market fund and is listed on Pakistan Stock Exchange Limited. The Fund invests in Government Securities, Certificate of Investments, Clean Placements, Term Deposit Receipts, and other short-term instruments. The weighted average maturity of the portfolio is kept below 3 months. LMMF invests in only those securities that have been assigned at least an "AA" rating by a rating agency in Pakistan and are of less than 6 months maturity. An in-depth credit analysis is conducted before taking any exposure to any counter party to mitigate the credit risk. Short maturity of the portfolio protects the Unit Holders against interest rate movements while enhancing the liquidity of the Fund. LMMF is allowed to borrow up to 15% of Net Assets to meet redemptions; however, LMMF did not utilize this facility during the period under review.

Development and Performance Review
The LMMF yielded 9.00% in 1HFY22 compared to Benchmark (70% average 3M T-Bills yield + 30% average 3M TDR rate of minimum AA rated banks) return of 7.02% in 1HFY22. Asset allocation was concentrated in cash which provided good spread over the prevailing T bill yields without compromising liquidity and credit quality. The weighted average maturity (WAM) of the LMMF portfolio stands at 02 day and fund size as at 31st December 2021 is PKR 10,863mn.

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

Income Distribution
The Chief Executive Officer under the authority from Board of Directors of the Management Company during the period declared the interim payouts of PKR 4.1466 per unit 4.1466%) of face value of PKR 100/-) amounting to PKR 453.512 million distribution in cash for the period ended December 31, 2020.

Economic Review
The State Bank of Pakistan raised the policy rate by 275bps to 9.75% in 1HCY21. The key driving factor behind the decision was the widening C/A deficit, and c. 11% slippage in the PKR. Pakistan's current account deficit (CAD) stood at US$1.9bn in December 2021, up 2% mom and much higher vs. US$1.65bn reported in June 2021. This took the deficit during 1HFY22 to a whopping US$9.0bn (against a surplus of US$1.2bn SPLY). Broadly, most major heads maintained their levels from previous month, but the deficit is clearly not sustainable. Exports clocked in at c.US$2.8bn (as per PBS) at end Dec'21 down from c.US$2.9bn in the previous month, where a similar reduction was seen in Textile exports (seasonal, in our view). Overall imports remained high at c.US$7.7bn, but most many categories (Petroleum, Food and Autos) showed more than 10% mom decline - which might reflect the negative impact on demand from recent tightening measures and high domestic prices. Remittances were flat mom at c.US$2.5bn amid the onset of Omicron outbreak - meaning Pakistan can sustain the present rate, regardless of the state of global pandemic. Fx reserves dipped to US$15.9bn in Nov'21 vs. US$20bn in August, before finally settling at US$17.7bn at end Dec'21. National CPI rose a sharp 12.3% yoy in December 2021, highest reading since February 2020, up from 11.5% in November (Index is flat mom). Urban CPI rose to 12.7% (12.0% in November), while Rural CPI was 11.6% vs. 10.9% previous month. Key worsening factors during December were higher electricity tariff and cost of transport. National CPI averaged 9.8% during 1HFY22, compared with 8.6% same period last year.

Fixed Income Market Review
GoP raised cumulative PKR7.7tn in T-Bill auctions during 2HCY21 compared to PKR10.1tn in 1HCY21 and PKR5.1tn SPLY. Participation thinned as expectations of a rate hike solidified (275bps raised cumulatively in 2HCY21) with bids shifting towards the shorter end of the T-Bill range. T-Bill yields rose sharply following the hike - where 3M, 6M and 12M tenors rose to 10.59%, 11.45% and 11.51% at the end of December 2021 vs. 7.31%, 7.58%, and 7.67% at the end of in June 2021. Participation in PIBs thinned marginally to PKR694bn in 2HCY21 vs. PKR765bn in 1H and PKR292bn SPLY. Cut-off yields for 3Y, 5Y and 10Y PIBs rose to 11.50%, 11.57% and 11.76% vs. 8.69%, 9.20% and 9.84%.

Future Outlook
The present run rate of CAD is much higher than the equivalent of c.4% of GDP projected by the SBP (c.US$1.0-1.2bn/mth), for which adequate capital commitments are in place, as per the central bank. We expect considerable reduction in 2HFY22 as a consequence of recent tightening measures by the SBP and Ministry of Finance, so that CAD in FY22 should clock near c.US$15bn. On the flip side, imports should moderate further in the coming months, bringing overall monthly imports to about US$6.0-6.5bn, in our view. Moreover, it is possible that CPI in January exceeds 13% yoy and remains between 11-12% until June 2022. Yet, the SBP has guided for a status quo stance in the January MPS while it has aggressively conducted OMOs since the December meeting, aimed at aligning money market rates with the policy rate (presently about 175bps apart). The stance will prove appropriate if there is a meaningful normalization in global commodity prices towards mid-2022 and moderate PKR depreciation hereon.

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

For and on Behalf of the Board

Chief Executive Officer **Director**

Dated: February 17, 2022

لیکسن منی مارکیٹ فنڈ
31دسمبر 2021 کوختم ہونے والے نصف سال کے لیے
مینجمنٹ کمپنی کے ڈائریکٹرز کی جائزہ رپورٹ

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

فنڈ کا مقصد

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

نمایاں سرگرمیاں

فنڈ ایک اوپن اینڈ منی مارکیٹ فنڈ ہے اور پاکستان اسٹاک ایکسچینج لمیٹڈ میں لسٹڈ ہے۔ فنڈ گورنمنٹ سیکیورٹیز، سرٹیفکیٹس آف انویسٹمنٹس، Clean Placements، ٹرم ڈپازٹ ریسیپٹس اور دیگر مختصر مدتی انسٹرومنٹس میں سرمایہ کاری کرتا ہے۔ پورٹ فولیو کی تخمینہ شدہ اوسط میچورٹی 3 ماہ سے کم رکھی جاتی ہے۔ LMMF صرف ان سیکیورٹیز میں سرمایہ کاری کرتا ہے جنہیں پاکستان میں کسی ریٹنگ ایجنسی نے کم از کم "AA" ریٹنگ دے رکھی ہو اور جن کی میچورٹی 6 ماہ سے کم ہو۔ کریڈٹ رسک کم کرنے کے لیے سرمایہ کاری سے پہلے مقابل پارٹی کا کریڈٹ کے حوالے سے باریک بینی سے تجزیہ کیا جاتا ہے۔ پورٹ فولیو کی مختصر میچورٹی یونٹ ہولڈرز کو شرح سود کے اتار چڑھاؤ کے خلاف تحفظ دیتی ہے، جب کہ فنڈ کی لیکویڈیٹی میں اضافہ کرتی ہے۔ LMMF کو ریڈیمپشن کی تکمیل کے لیے خالص اثاثوں کے 15% تک قرض لینے کی اجازت ہے، تاہم LMMF نے اس سہولت کو زیر جائزہ مدت کے دوران استعمال نہیں کیا۔

پیش رفت اور کارکردگی کا جائزہ

LMMF نے بینچ مارک منافع (سہ ماہی T بلز کے اوسط منافع جات کا 70% + کم از کم AA ریٹڈ بینکس کے اوسط سہ ماہی TDR ریٹ کا 30%) 7.02% کے مقابلے میں مالی سال 2022 کی پہلی شش ماہی میں 9.00% منافع کمایا۔ اثاثوں کی تفویض کیش میں مرکوز رہی جس نے لیکویڈیٹی اور کریڈٹ کوالٹی پر سمجھوتا کیے بغیر ٹی بلز کی موجودہ آمدن پر قیمت خرید اور قیمت فروخت کا عمدہ فرق فراہم کیا ہے۔ بمطابق دسمبر 2021، LMMF پورٹ فولیو کی تخمینہ شدہ اوسط میچورٹی (WAM)، 02 دن ہے اور فنڈ سائز 10,863 ملین روپے ہے۔

فی شیئر آمدنی (EPU)

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

آمدنی کی تقسیم

چیف ایگزیکٹیو آفیسر نے منیجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز کی طرف سے اختیار کے تحت 31 دسمبر 2021 کو ختم ہونے والی مدت کے لیے فی یونٹ 4.1466 روپے (100 روپے کی فیس ویلیو کا 4.1466%)، کی عبوری کیش ادائیگی کا اعلان کیا ہے جس کی مالیت 453.512 ملین روپے بنتی ہے۔

معاشی جائزہ

اسٹیٹ بینک آف پاکستان نے سال 2021 کی پہلی ششماہی میں پالیسی ریٹ 275 بنیادی پوائنٹس بڑھا کر 9.75 فیصد کر دیا- اس فیصلے کے پیچھے کلیدی محرک بڑھتا ہوا کرنٹ اکاؤنٹ خسارہ اور پاکستانی روپے کی قدر میں 11% کمی تھا۔ دسمبر 2021 میں کرنٹ اکاؤنٹ خسارہ (CAD) 1.9 ارب امریکی ڈالر پر موجود ہے جو ماہ بہ ماہ بنیاد پر 2% اضافہ اور جون 2021 میں رپورٹ کردہ 1.65 ارب امریکی ڈالر کے مقابلے میں بہت زیادہ ہے۔ اس کے نتیجے میں مالی سال 2022 کے پہلے نصف میں خسارہ 9.0 ارب امریکی ڈالر کی خطیر مالیت تک پہنچ گیا (گزشتہ سال اسی مدت میں 1.2 ارب امریکی ڈالر کے اضافے کے مقابلے میں)۔

.وسیع طور پر، زیادہ تر بڑے مصارف نے پچھلے مہینے سے اپنی سطح کو برقرار رکھا، لیکن خسارہ واضح طور پر پائیدار نہیں ہے۔ دسمبر 2021 کے آخر میں برآمدات 2.8 ارب ڈالر پر پہنچ گئیں (PBS کے مطابق) جو پچھلے مہینے کے 2.9 ارب ڈالر سے کم ہوئیں، جہاں ٹیکسٹائل کی برآمدات (ہماری نظر میں موسمیاتی) میں اسی طرح کی کمی دیکھی گئی۔ مجموعی طور پر درآمدات 7.7 ڈالر پر بلند رہیں، لیکن زیادہ تر کیٹیگریز (پیٹرولیم، فوڈ اور آٹوز) نے 10% سے زیادہ کی کمی ظاہر کی- جو ممکنہ طور پر حالیہ سخت اقدامات اور مقامی لاگتوں میں اضافے سے طلب پر منفی اثر کو ظاہر کرتی ہے۔ Omicron وبا کے آغاز کے دوران ترسیلات زر 2.5 ارب ڈالر کی سطح پر تھیں- یعنی پاکستان موجودہ شرح کو برقرار رکھ سکتا ہے، چاہے عالمی وبا کی صورتِ حال کچھ بھی ہو۔ زرمبادلہ کے ذخائر اگست میں 20 ارب ڈالر کے مقابلے میں نومبر 2021 میں 15.9 ارب ڈالر تک گر گئے، جو بالآخر دسمبر 2021 کے آخر میں 17.7 ارب امریکی ڈالر پر مستحکم ہوئے ۔قومی CPI میں دسمبر 2021 میں % سال بہ سال بنیاد پر 12.3 سالانہ کا تیز اضافہ ہوا، جو نومبر میں 11.5% سے زائد (انڈیکس ماہ بہ ماہ بنیاد پر یکساں ہے) اور فروری 2020 کے بعد سب سے بلند اعداد و شمار ہیں۔

شہری CPI بڑھ کر 12.7% (نومبر میں 12.0%) ہو گیا، جبکہ دیہی CPI میں گزشتہ ماہ 10.9% کے مقابلے میں 11.6% تک اضافہ ہو گیا۔ دسمبر کے دوران بگاڑ کا شکار ہونے والے اہم عوامل بجلی کا زیادہ بلند ٹیرف اور ٹرانسپورٹ کی لاگت تھی۔ مالی سال 2021 کی پہلی ششماہی میں قومی CPI اوسطاً 9.8% رہا، جو پچھلے سال کی اسی مدت میں 8.6% تھا۔

فکسڈ انکم مارکیٹ کا جائزہ

حکومت پاکستان نے سال 2021 کی پہلی ششماہی میں 10.1 ٹریلین روپے اور گزشتہ سال اسی مدت میں 5.1 ٹریلین روپے کے مقابلے میں سال 2021 کی دوسری ششماہی میں مجموعی طور پر t7.7 ٹریلین روپے ٹی بل نیلامیوں سے جمع کیے۔ شرح سود میں اضافے کی توقعات مستحکم ہونے کی وجہ سے سرمایہ کاری میں کمی آئی (سال 2021 کی دوسری ششماہی میں مجموعی طور پر 275 بنیادی پوائنٹس کا اضافہ ہوا) اور بولیاں کم مدتی ٹی بل کی طرف منتقل ہوئیں۔ شرح سود میں اضافے کے بعد ٹی بل کی آمدن میں تیزی سے اضافہ ہوا جہاں سہ ماہی، ششماہی اور بارہ ماہی میعادوں کے لیے آمدن جون کے آخر میں بالترتیب 7.67%، 7.58% اور 7.67% کے مقابلے میں دسمبر 2021 کے اختتام پر بالترتیب 10.59%، 11.45% اور 11.51% تک بڑھ گئی۔ PIB میں سرمایہ کاری گزشتہ سال کی پہلی سہ ماہی میں 765 ارب روپے اور گزشتہ سال اسی مدت میں 292 ارب روپے کے مقابلے میں

قدرے کم ہو کر سال 2021 کی دوسری سہ ماہی میں 694 ارب روپے ہوگئی۔ PIB کی 3 سالہ، 5 سالہ اور 10 سالہ میعادوں کے لیے حتمی آمدن 8.69%، 9.20% اور 9.84% کے مقابلے میں 11.50%، 11.57% اور 11.76% تک بڑھ گئی۔

مستقبل کی توقعات

کرنٹ اکاؤنٹ خسارے کی موجودہ شرح اسٹیٹ بینک آف پاکستان کی پیشگوئی کردہ جی ڈی پی کے 4% کے مساوی سے بہت زیادہ ہے (1.0 ارب امریکی ڈالر تا 1.2 ارب امریکی ڈالر)، جس کے لیے مرکزی بینک کے مطابق، مناسب مالیاتی وعدے موجود ہیں۔ ہمیں SBP اور وزارت خزانہ کے حالیہ سخت اقدامات کے نتیجے میں مالی سال 2022 کی دوسری ششماہی میں خاطر خواہ کمی کی توقع ہے، تاکہ مالی سال میں کرنٹ اکاؤنٹ خسارہ 15 ارب امریکی ڈالر کے قریب پہنچ جائے۔ دوسری طرف، آنے والے مہینوں میں درآمدات میں مزید اعتدال آجانا چاہیے، جس سے ہماری نظر میں، مجموعی ماہانہ درآمدات تقریباً 6.0-6.5 ارب امریکی ڈالر تک پہنچ جائیں گی۔ مزید برآں، یہ ممکن ہے کہ جنوری میں CPI سال بہ سال بنیاد پر 13% سے تجاوز کر جائے اور جون 2022 تک 11%-12% کے درمیان رہے۔ پھر بھی، اسٹیٹ بینک آف پاکستان نے جنوری MPS میں جمود کے موقف کے لیے رہنمائی کی ہے جبکہ اس نے دسمبر کے اجلاس کے بعد سے جارحانہ طور پر OMOs کا اطلاق کیا ہے، جس کا مقصد کرنسی مارکیٹ کی شرح کو پالیسی ریٹ کے ساتھ ہم آہنگ کرنا ہے (اس وقت تقریباً 175 بنیادی پوائنٹ کا فرق ہے)۔ اگر 2022 کے وسط تک اجناس کی عالمی قیمتیں بامعنی انداز میں معمول کی طرف لوٹ آئیں اور پاکستانی کی قدر میں معتدل کمی ہو تو یہ موقف مناسب ثابت ہو جائے گا۔

اظہار تشکر

یہ بورڈ اپنے قابل قدر انویسٹرز، سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، اسٹیٹ بینک آف پاکستان، فنڈ کے ٹرسٹی سینٹرل ڈپازیٹری کمپنی آف پاکستان لمیٹڈ اور پاکستان اسٹاک ایکسچینج لمیٹڈ کا، ان کے مسلسل تعاون اور مدد پر شکرگزار ہے۔ منیجمنٹ کمپنی کے ڈائریکٹرز فنڈ کی ترقی اور دانشمندانہ انتظام و انصرام کے لیے منیجمنٹ کمپنی کی ٹیم کی محنت اور کاوشوں کا بھی اعتراف کرتے ہیں۔

برائے و منجانب بورڈ

چیف ایگزیکٹیو آفیسر ڈائریکٹر

تاریخ: 17 فروری 2022

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

TRUSTEE REPORT TO THE UNIT HOLDERS

LAKSON MONEY MARKET FUND

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

We Central Depository Company of Pakistan Limited, being the Trustee of Lakson Money Market Fund (the Fund) are of the opinion that Lakson Investments Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2021 in accordance with the provisions of the following:

(i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;

(ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and

(iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 22, 2022

CENTRAL DEPOSITORY COMPANY

YOUSUF ADIL

Yousuf Adil
Chartered Accountants

Cavish Court, A-35, Block 7 & 8
KCHSU, Shahrah-e-Faisal
Karachi-75350
Pakistan

Tel: +92 (0) 21 3454 6494-7
Fax:+92 (0) 21-3454 1314
www.yousufadil.com

INDEPENDENT AUDITORS' REVIEW REPORT TO THE UNIT HOLDERS OF LAKSON MONEY MARKET FUND

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Lakson Money Market Fund** (the Fund) as at December 31, 2021, and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund, condensed interim statement of cash flow and notes to the condensed interim financial information for the six months period ended December 31, 2021 (here-in-after referred to as the condensed interim financial information). **Lakson Investments Limited** (the Management Company) is responsible for the preparation and presentation of this condensed interim financial information in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

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

Conclusion

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

Other matter

The figures of the condensed interim income statement and condensed interim statement of comprehensive income, for the quarter ended December 31, 2021 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended December 31, 2021.

The condensed interim financial information for the six months period ended December 31, 2020 and the annual financial statements of the Fund for the year ended June 30, 2021 were audited by another firm of chartered accountants, whose review report dated February 27, 2021 and audit report dated October 09, 2021, expressed an unmodified opinion respectively.

The engagement partner on the review resulting in this independent auditor's review report is Hena Sadiq.

Yousuf adil
Chartered Accountants

Place: Karachi
Date: February 25, 2022

Independent Correspondent Firm to
Deloitte Touche Tohmatsu Limited

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

	Note	December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
		-------------- (Rupees) --------------	
ASSETS			
Bank balances	4	**10,739,047,629**	11,980,539,861
Investments	5	**196,541,878**	446,223,581
Profit receivable		**55,184,202**	15,622,537
Advance tax		**7,822,244**	7,813,456
Deposit and other receivables		**199,863**	100,000
TOTAL ASSETS		**10,998,795,816**	12,450,299,435
LIABILITIES			
Payable to the Management Company	6	**39,481,596**	38,817,950
Remuneration payable to the Trustee		**561,553**	783,367
Annual fee payable to the Securities and Exchange Commission of Pakistan		**1,205,480**	2,275,831
Accrued expenses and other liabilities	7	**94,312,314**	82,973,759
TOTAL LIABILITIES		**135,560,943**	124,850,907
NET ASSETS		**10,863,234,873**	12,325,448,529
UNIT HOLDERS' FUND (AS PER CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND)		**10,863,234,873**	12,325,448,529
CONTINGENCIES AND COMMITMENTS	8		
		----------- (Number of units) -----------	
Number of units in issue		**107,377,585**	122,246,232
		------------ (Rupees) -------------	
Net assets value per unit		**101.1686**	100.8248

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.

For Lakson Investments Limited
(Management Company)

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

Condensed Interim Income Statement (Unaudited)
For the half year and quarter ended December 31, 2021

	Note	Half year ended December 31, 2021	Half year ended December 31, 2020	Quarter ended December 31, 2021	Quarter ended December 31, 2020
		----------(Rupees)----------			
INCOME					
Profit / Markup income	9	**495,104,171**	424,953,201	**235,382,025**	217,561,706
Capital loss on sale of investments - net		**(2,530,648)**	(9,098,220)	**(2,244,265)**	(215,999)
		492,573,523	415,854,981	**233,137,760**	217,345,707
EXPENSES					
Remuneration of the Management Company		**21,496,324**	29,651,141	**9,030,998**	14,244,038
Sindh Sales tax on remuneration of the Management Company		**2,794,519**	3,850,932	**1,174,027**	1,847,448
Remuneration of the Trustee		**4,125,588**	4,189,733	**1,658,979**	2,161,947
Annual fee to Securities and Exchange Commission of Pakistan		**1,205,506**	1,139,678	**533,863**	587,524
Brokerage, settlement and bank charges		**604,998**	523,878	**376,203**	209,382
SECP supervisory fee		**1,260**	1,264	**630**	636
Auditors' remuneration		**311,898**	169,344	**155,949**	89,862
Fee and subscription		**813,673**	363,311	**454,240**	178,376
		31,353,766	39,889,281	**13,384,889**	19,319,213
Net income from the operating activities		**461,219,757**	375,965,700	**219,752,871**	198,026,494
Reversal of / (provision) for Sindh Workers' Welfare Fund	7.1	**71,397,891**	(7,519,314)	-	(3,960,530)
Net income for the period before taxation		**532,617,648**	368,446,386	**219,752,871**	194,065,964
Taxation	10	-	-	-	-
Net income for the period after taxation		**532,617,648**	368,446,386	**219,752,871**	194,065,964
Allocation of net income for the period after taxation					
Net income for the period after taxation		**532,617,648**	368,446,386	**219,752,871**	194,065,964
Income already paid on units redeemed		**(44,492,104)**	(75,217,986)	**(34,163,500)**	(43,871,257)
		488,125,544	293,228,400	**185,589,372**	150,194,707
Accounting income available for distribution					
- Relating to capital gains		-	-	-	-
- Excluding capital gains		**488,125,544**	293,228,400	**185,589,372**	150,194,707
		488,125,544	293,228,400	**185,589,372**	150,194,707
Earnings per unit	11				

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.

For Lakson Investments Limited
(Management Company)

Chief Executive Officer	Chief Financial Officer	Director

Condensed Interim Statement of Comprehensive Income (Unaudited)
For the half year and quarter ended December 31, 2021

	Half year ended December 31,		Quarter ended December 31,	
	2021	2020	**2021**	2020
	----------------------------(Rupees)---------------------------			
Net income for the period after taxation	**532,617,648**	368,446,386	**219,752,871**	194,065,964
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	**532,617,648**	368,446,386	**219,752,871**	194,065,964

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.

For Lakson Investments Limited
(Management Company)

Chief Executive Officer	Chief Financial Officer	Director

Condensed Interim Statement of Movement in Unit Holders' Fund (Unaudited)
For the half year ended December 31, 2021

	Half year ended 31 December 2021			Half year ended 31 December 2020		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	----------(Rupees)----------					
Net assets at beginning of the period	**12,266,819,972**	**58,628,557**	**12,325,448,529**	10,281,516,945	33,772,695	10,315,289,640
Issuance of 122,851,075 units						
(2020: 220,072,312 units)						
- Capital value	**12,386,435,123**	**-**	**12,386,435,123**	22,287,849,102	-	22,287,849,102
- Element of income	**36,874,901**	**-**	**36,874,901**	62,744,905	-	62,744,905
Total proceeds on issuance of units	**12,423,310,024**	**-**	**12,423,310,024**	22,350,594,007	-	22,350,594,007
Redemption of 137,719,723 units						
(2020: 202,103,953 units)						
- Capital value	**(13,885,563,507)**	**-**	**(13,885,563,507)**	(20,476,003,420)	-	(20,476,003,420)
- Element of income	**(2,737,360)**	**(44,492,104)**	**(47,229,464)**	(6,694,556)	(75,217,986)	(81,912,542)
Total payments on redemption of units	**(13,888,300,867)**	**(44,492,104)**	**(13,932,792,971)**	(20,482,697,976)	(75,217,986)	(20,557,915,962)
Total comprehensive income for the period	**-**	**532,617,648**	**532,617,648**	-	368,446,386	368,446,386
Distribution during the period	**(31,836,387)**	**(453,511,970)**	**(485,348,357)**	(55,786,754)	(270,169,420)	(325,956,174)
Net income for the period less distribution	**(31,836,387)**	**79,105,678**	**47,269,291**	(55,786,754)	98,276,966	42,490,212
Net assets as at end of the period	**10,769,992,742**	**93,242,131**	**10,863,234,873**	12,093,626,222	56,831,675	12,150,457,897
Undistributed income brought forward						
- Realised gain at beginning of the period		**58,628,557**			17,612,274	
- Unrealised Income at beginning of the period		**-**			16,160,421	
		58,628,557			33,772,695	
Accounting income available for distribution:						
Relating to capital gains		**-**			-	
Excluding capital gains		**488,125,544**			293,228,400	
		488,125,544			293,228,400	
Distribution during the period		**(453,511,970)**			(270,169,420)	
Undistributed income at end of the period		**93,242,131**			56,831,675	
Represented by:						
- Realized gain at end of the period		**93,242,131**			56,831,675	
- Unrealized income at end of the period		**-**			-	
Undistributed income at end of the period		**93,242,131**			56,831,675	
			Rupees			**Rupees**
Net assets value per unit at beginning of the period			**100.8248**			100.5955
Net assets value per unit at end of the period			**101.1686**			100.8248

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.

For Lakson Investments Limited
(Management Company)

Chief Executive Officer	Chief Financial Officer	Director

Condensed Interim Statement of Cash Flows (Unaudited)
For the half year ended December 31, 2021

	Half year period ended December 31, 2021	2020
	(Rupees)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period	**532,617,648**	368,446,386
Adjustments for:		
Profit from bank deposits	**(302,834,272)**	(131,273,746)
Mark-up on treasury bills	**(137,043,566)**	(223,741,762)
Mark-up on commercial papers	**(8,142,298)**	(34,987,008)
Mark-up on clean placements	**(47,084,035)**	(34,950,685)
(Reversal) / provision of Sindh Workers' Welfare Fund	**(71,397,891)**	7,519,314
	(33,884,414)	(48,987,501)
Decrease in assets		
Investments - net	**249,681,703**	5,109,918,829
Advance tax	**(8,788)**	-
Deposit and other receivables	**(99,863)**	(38,795)
	249,573,052	5,109,880,034
Increase / (decrease) in liabilities		
Payable to the Management Company	**663,647**	(868,284)
Remuneration payable to the Trustee	**(221,814)**	(692,362)
Annual fee payable to the Securities and Exchange Commission of Pakistan	**(1,070,351)**	(1,103,378)
Accrued expenses and other liabilities	**82,736,446**	(26,060,266)
	82,107,928	(28,724,290)
Profit received on bank profits	**263,272,608**	225,754,320
Mark-up received on treasury bills	**137,043,566**	223,741,762
Mark-up received on commercial papers	**8,142,298**	34,987,008
Mark-up received on clean placements	**47,084,035**	34,950,685
Net cash generated from operating activities	**753,339,073**	5,551,602,018
CASH FLOWS FROM FINANCING ACTIVITIES		
Received on issuance of units	**11,937,978,948**	22,024,648,191
Paid against redemption of units	**(13,932,792,971)**	(20,557,915,962)
Dividend paid	**(17,281)**	(10,358)
Net cash (used in) / generated from financing activities	**(1,994,831,304)**	1,466,721,871
Net (decrease) / increase in cash and cash equivalents during the period	**(1,241,492,232)**	7,018,323,889
Cash and cash equivalents at beginning of the period	**11,980,539,861**	4,787,578,811
Cash and cash equivalents at end of the period	**10,739,047,629**	11,805,902,700

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.

For Lakson Investments Limited
(Management Company)

Chief Executive Officer	Chief Financial Officer	Director

Notes to and forming part of the Condensed Interim Financial Information (Unaudited) For the half year ended December 31, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

Lakson Money Market Fund (the "Fund") was established under the Trust Deed executed on September 02, 2009 between the Lakson Investments Limited as its Management Company and the Central Depository Company of Pakistan Limited (CDC) as its Trustee. The Fund has been registered as a Notified Entity on September 18, 2009 by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations). The Management Company of the Fund has been licensed by SECP to undertake Asset Management and Investment Advisory Services as a Non-Banking Finance Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The registered office of the Management Company is located at 14 - Ali Block, New Garden Town, Lahore, while the head office is in the Lakson Square Building No. 2, Karachi.

The Fund is an open end mutual fund and is listed on Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.

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

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

Pakistan Credit Rating Agency Limited (PACRA) has upgraded AA+(f) (Fund Stability Rating) to the Fund on September 09, 2021 and PACRA has also maintained asset manager rating of the Company to AM2+ (stable outlook), on August 27, 2021 (2020: AM2+ as on August 28, 2020).

The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trust Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. 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

2.1 Statement of compliance

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

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

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

- The NBFC Rules, the NBFC Regulations, and requirements of trust deed.

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

2.2 The comparative statement of assets & liabilities presented in this condensed interim financial information as at December 31, 2021 has been extracted from the audited financial statements of the Company for the year ended June 30, 2021, whereas the comparative income statement, statement of comprehensive income, the statement of cash flow and statement of movement in unitholders' fund have been extracted from the unaudited condensed interim financial information for the period ended December 31, 2020.

2.3 This condensed interim financial information do not include all the information required for a complete set of annual financial statements and should be read in conjunction with the latest annual financial statements as at and for the year ended June 30, 2021. However, selected explanatory notes are included to explain events and transactions that are significant.

2.4 This condensed interim financial information is being submitted to the unit holders as required under Regulation 38(2)(f) of the NBFC Regulations and are unaudited. However, a limited scope review has been carried out by the auditors in accordance with the requirements of clause 5.19.13 of the Pakistan Stock Exchange Limited (PSX) Rule Book.

2.5 In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that this condensed interim financial information give a true and fair view of the state of the Fund’s affairs as at December 31, 2021.

2.6 This condensed interim financial information is presented in Pak Rupees, which is the fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

3.1 The accounting policies applied in this condensed interim financial information are the same as those applied in the preparation of the annual audited financial statements of the Fund for the year ended June 30, 2021.

3.2 The preparation of this condensed interim financial information in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

3.3 The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2021.

3.4 There are certain standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that became effective during the period under review and are mandatory for the Fund's accounting period. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.

3.5 The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements of the Fund as at and for the year ended June 30, 2021.

			December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
4.	**BANK BALANCES**	**Note**	**(Rupees)**	
	Local currency			
	- in profit and loss sharing accounts	4.1	**10,739,040,531**	11,980,532,421
	- in current accounts		**7,098**	7,440
			10,739,047,629	11,980,539,861

4.1 These represents profit and loss accounts maintained with banks carrying profit rates ranging from 5.00% to 12.35% (June 30, 2021: 5.00% to 8.75%) per annum.

			December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
5.	**INVESTMENTS**	**Note**	**(Rupees)**	
	At fair value through profit or loss			
	Government securities			
	- Market Treasury Bills	5.1	-	-
			-	-
	At amortised cost			
	Letter of placements	5.2	-	-
	Commercial Paper	5.3	**196,541,878**	446,223,581
			196,541,878	446,223,581

5.1 Market Treasury Bills - at fair value through profit or loss

Name of Security	----------------Number of treasury bills----------------				Balance as at December 31, 2021			Market value as percentage of net assets of the Fund	Market value as percentage of total investment
	Number of holdings at the beginning of the period	Acquired during the period	Disposed / matured during the period	Number of holdings at end of the period	Carrying value before revaluation	Market value after revaluation	Unrealised gain / (loss)		
					--------------------(Rupees)--------------------				
3 Months Market Treasury Bills (face value of Rs. 100,000 each)	-	180,650	180,650	-	-	-	-	-	-
6 Months Market Treasury Bills (face value of Rs. 100,000 each)	-	242,670	242,670	-	-	-	-	-	-
Total as at December 31, 2021					-	-	-	-	-
Total as at June 30, 2021					-	-	-	-	-

5.2 Letter of Placements

Name of Security	Balance as at December 31, 2019								
	Date of Maturity	Term (Number of Days)	Mark-up Rate	Holding as at July 01, 2021	Purchases during the period	Disposed / matured duringthe period	Holding as at December 31, 2021	Market value as a percentage of net assets of the Fund	Market value as percentage of total investment
	--------------------(Number)--------------------			--------------------(Rupees)--------------------				--------------(%)------------	
Pak Kuwait Investment Co.	26-Jul-21	3	7%	-	1,295,000,000	1,295,000,000	-	-	-
Saudi Pak Industrial & Agricultural Investment Company Ltd	27-Sep-21	63	7%	-	1,295,000,000	1,295,000,000	-	-	-
Saudi Pak Industrial & Agricultural Investment Company Ltd	02-Dec-21	10	9%	-	1,000,000,000	1,000,000,000	-	-	-
Saudi Pak Industrial & Agricultural Investment Company Ltd	13-Dec-21	10	9%	-	100,000,000	100,000,000	-	-	-
Pak Kuwait Investment Company	16-Dec-21	23	9%	-	1,000,000,000	1,000,000,000	-	-	-
Pak Brunei Investment Company	16-Dec-21	23	9%	-	1,000,000,000	1,000,000,000	-	-	-
Pak Oman Investment Company	16-Dec-21	23	9%	-	1,000,000,000	1,000,000,000	-	-	-
Saudi Pak Industrial & Agricultural Investment Company Ltd	27-Dec-21	10	10%	-	350,000,000	350,000,000	-	-	-
Saudi Pak Industrial & Agricultural Investment Company Ltd	27-Dec-21	11	10%	-	500,000,000	500,000,000	-	-	-
Pak Kuwait Investment Company	27-Dec-21	11	10%	-	850,000,000	850,000,000	-	-	-
Pak Brunei Investment Company	27-Dec-21	11	10%	-	850,000,000	850,000,000	-	-	-
Pak Oman Investment Company	27-Dec-21	11	10%	-	850,000,000	850,000,000	-	-	-
Pak Oman Investment Company Limited	29-Jul-21	2	7%	-	250,000,000	250,000,000	-	-	-
Total as at December 31, 2021					**10,340,000,000**	**10,340,000,000**	**-**	**-**	**-**
Total as at June 30, 2021					8,163,000,000	8,163,000,000	-	-	-

5.3 Commercial Papers

Name of Security	Note	Number of treasury bills: Number of holdings at the beginning of the period	Acquired during the period	Disposed / matured during the period	Number of holdings at end of the period	Balance as at December 31, 2021: Carrying value before revaluation	Market value after revaluation	Unrealised gain / (loss)	Market value as percentage of net assets of the Fund	Market value as percentage of total investment
						(Rupees)				
K-Electric 6 Month ICP-14		450	-	450	-	-	-	-	-	-
K-Electric 6 Month ICP-21	5.3.1	-	200	-	200	196,541,878	196,541,878	-	1.81%	100.00%
Total as at December 31, 2021						196,541,878	196,541,878	-	1.81%	100%
Total as at June 30, 2021						446,223,581	446,223,581	-	3.62%	99.16%

5.3.1 This represents investment in commercial paper of K-Electric (6 months) having coupon rate 8.21% and will mature on March 22, 2022. The paper is unsecured.

6. PAYABLE TO THE MANAGEMENT COMPANY	Note	**December 31, 2021 (Unaudited)**	June 30, 2021 (Audited)
		(Rupees)	
Remuneration payable to Management Company	6.1	3,405,127	2,817,827
Sindh Sales tax payable on remuneration of the Management Company	6.2	5,098,559	5,022,213
Federal excise duty payable on remuneration of the Management Company	6.3	30,977,910	30,977,910
		39,481,596	38,817,950

6.1 The Management Company is entitled to remuneration for services rendered to the Fund under the provisions of the NBFC Regulations, of an amount not exceeding one percent per annum of the average daily net assets of the Fund. Currently the Management Company is charging its remuneration 0.20% of the net assets of the Fund, calculated on a daily basis (June 30, 2021: 0.44%). Remuneration is paid to the Management company in arrears on a monthly basis.

6.2 The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2021: 13%) on Management Company's remuneration. Above liability includes Rs. 4,743,150 (June 30, 2021: Rs. 4,743,150) accrued on Federal Excise Duty (FED) on the management remuneration as more fully explained in note 6.3 below.

6.3 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 filed by the Mutual Fund Association of Pakistan with the High Court of Sindh (SHC) on September 4, 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 1, 2016. However, the tax authorities subsequently filed 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 prudence, is carrying provision for FED for the period from June 13, 2013 to June, 30 2016 aggregating to Rs. 30.97 million. Had the provision not been made, NAV per unit of the Fund as at December 31, 2021 would have been higher by Rs. 0.29 (June 30, 2021: Rs. 0.25) per unit. The amount is payable to the management company for onwards payment, if any, to the Government.

7. ACCRUED EXPENSES AND OTHER LIABILITIES	**Note**	**December 31, 2021 (Unaudited)**	June 30, 2021 (Audited)
		(Rupees)	
Auditors' remuneration		**306,673**	345,224
Provision for Sindh Workers' Welfare Fund	7.1	-	71,397,891
Brokerage payable		**816,468**	526,929
Fee payable		**154,259**	759
Withholding tax payable		**8,175,743**	6,310,049
Professional fee payable		**536,691**	458,258
Dividend payable		**17,281**	-
Others	7.2	**84,305,199**	3,934,649
		94,312,314	82,973,759

7.1 The Government of Sindh introduced levy of the Sindh Workers' Welfare Fund (SWWF) through the Sindh Workers' Welfare Act, 2014. The MUFAP, in the previous years based on opinion obtained from the tax consultants, concluded that SWWF is not applicable on mutual funds. MUFAP also wrote to the Sindh Revenue Board (SRB) that mutual funds are not establishments and are pass through vehicles, therefore, they do not have any worker and, as a result, no SWWF is payable by them. SRB responded back that as mutual funds are included in definition of financial institutions in the Financial Institutions (Recovery of Finance) Ordinance, 2001, and thus SWWF is payable by them.

During the current period, SRB through its letter to MUFAP has clarified that Asset Management Company's (AMCs) are covered under the term "financial institutions" as per the Sindh WWF Act 2014 and are therefore subject to SWWF charge whereas as the Mutual Funds/Pension Funds managed by those AMCs do not qualify as "financial institutions" as per SWWF Act 2014.

In the wake of the aforesaid clarification of SRB, the MUFAP called its Extraordinary General Meeting (EOGM) on August 13, 2021, wherein the MUFAP recommended to its members that effective from August 13, 2021, SWWF recognised earlier should be reversed in light of the clarification issued by SRB. Subsequently, MUFAP approached SECP and obtained the clarification with respect to this matter as well.

The Fund ceased to charge further provision for SWWF and has reversed full provision for SWWF amounting to Rs. 71.40 million charged till June 30, 2021.

7.2 This includes Rs. 82.60 million representing the excess profit credited by a bank.

8. CONTINGENCIES AND COMMITMENTS

The Fund had no contingency or commitment at the period end except as those mentioned elsewhere in this condensed interim financial information.

9. PROFIT / MARKUP INCOME

	December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
	(Rupees)	
Profit from bank deposits	**302,834,272**	131,273,746
Mark-up on treasury bills	**137,043,566**	223,741,762
Mark-up on commercial papers	**8,142,298**	34,987,008
Mark-up on clean placements	**47,084,035**	34,950,685
	495,104,171	424,953,201

10. TAXATION

10.1 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 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 Fund is also exempt from the provisions of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. For the six months period ended December 31, 2021, the fund has already distributed the entire income earned during the period, including through redemption during the period.

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

During year ended June 30, 2017, the Management Company received an order under the aforementioned section for recovery of super tax not paid with return of income in respect of the Fund for the Tax Year 2015. The Deputy Commissioner considered that the Fund was required to pay super tax as the income of the Fund was more than Rs. 500 million and raised a demand of Rs. 18.82 million in this respect.

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

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

During the year ended June 30, 2021, the Fund also received show-cause notice under section 4B of the Income Tax Ordinance, 2001 for recovery of super tax not paid with return of income for the Tax year 2019. The Deputy Commissioner considered that the Fund has failed to pay super tax on the profit of debt income earned during the tax year 2019, as the total profit of debt income of the Fund was Rs. 916 million and raised a demand of Rs. 18.321 million in this respect.

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

11. EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in this condensed interim financial information as in the opinion of the Management Company the determination of the cumulative weighted average number of outstanding units is not practicable.

12. DISTRIBUTIONS DURING THE PERIOD

	Note	**December 31, 2021 (Unaudited)**	June 30, 2021 (Audited)
		(Rupees)	
Interim Distributions			
Rs. 0.7439 per unit declared on August 08, 2021 (July 2020: Rs. 0.5328 per unit)			
- Cash Distribution		**91,953,925**	51,255,128
- Refund of Capital		**5,032,510**	7,863,339
Rs. 1.0267 per unit declared on Sep 05, 2021 (Aug 2020: Rs. 0.4588 per unit)			
- Cash Distribution		**131,445,433**	34,714,342
- Refund of Capital		**3,103,954**	4,701,215
Rs. 0.7306 per unit declared on Oct 10, 2021 (Oct 2020: Rs. 0.6199 per unit)			
- Cash Distribution		**89,933,920**	41,178,728
- Refund of Capital		**1,445,589**	17,611,495
Rs. 0.4503 per unit declared on Nov 02, 2021 (Nov 2020: Rs. 0.5425 per unit)			
- Cash Distribution		**41,792,353**	56,279,496
- Refund of Capital		**1,766,891**	9,390,867
Rs. 0.6076 per unit declared on Dec 02, 2021 (Nov 2020: Rs. 0.4328 per unit)			
- Cash Distribution		**49,748,505**	33,017,780
- Refund of Capital		**14,977,860**	6,390,280
Rs. 0.4751 per unit declared on Dec 26, 2021 (Dec 2020: Rs. 0.4751 per unit)			
- Cash Distribution		**48,637,833**	46,398,330
- Refund of Capital		**5,509,582**	9,829,555
(2020: Rs. 1.2777 per unit)			
- Cash Distribution		-	51,743,044
- Refund of Capital		-	3,820,406

	Note	December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
		(Rupees)	
(2020: Rs. 1.0238 per unit)			
- Cash Distribution		-	63,947,779
- Refund of Capital		-	4,562,954
(2020: Rs. 0.9746 per unit)			
- Cash Distribution		-	48,504,321
- Refund of Capital		-	4,976,154
(2020: Rs. 1.2487 per unit)			
- Cash Distribution		-	67,370,033
- Refund of Capital		-	3,227,473
(2020: Rs 0.6603 per unit)			
- Cash Distribution		-	67,871,376
- Refund of Capital		-	6,234,091
(2020: Rs. 0.6467 per unit)			
- Cash Distribution		-	42,511,958
- Refund of Capital		-	15,868,724
		485,350,376	699,270,889

13. TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons include Lakson Investments Limited being the Management Company, Central Depository Company of Pakistan Limited (CDC) being the Trustee of the fund, SIZA Services (Private) Limited being the holding company of the Management Company, associated companies of the Management Company, key management personnel, other funds being managed by the Management Company, staff retirement benefits of related parties and other entities having holding more than 10% in the units of the Funds as at December 31, 2021. It also includes staff retirement funds of the above related parties / connected persons.

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

13.1 Details of transactions and balances with directors, key management personnel, employees, associated company/ undertakings of the Management Company and connected person are as follows:

	Half year ended December 31, 2021								
	----- Number of Units -----					----- Rupees -----			
	Number of Units as at July 01, 2021	Units issued during the period	Refund / Adjustment of units as element of income	Units redeemed during the period	Number of units as at December 31, 2021	Balance as at July 01, 2021	Units issued during the period	Units redeemed during the period	Balance as at December 31, 2021
Lakson Investments Limited - Management Company	1,451,066	9,138,002	60,605	8,950,777	1,698,897	146,303,464	927,934,357	908,934,357	171,874,989.30
Directors, Chief Executive and their spouse and minors	23,537,050	1,205,253	862	4,158,766	20,584,399	2,373,118,359	121,748,060	421,612,550	2,082,494,822
Key management personnel, employees and connected persons of the Management Company	35,342	22,214	75	13,702	43,930	3,563,350	2,247,830	1,394,673	4,444,339
Holding company / associated companies / undertakings of the Management Company									
Accuray Surgical Limited Employees Contributory Provident Fund	-	69,213	-	-	69,213	-	7,000,000	-	7,002,207.90
Accuray Surgicals Limited	591,026	20,949	-	-	611,975	59,590,078	2,113,300	-	61,912,698
Alan Private Limited	2,374,408	84,163	-	-	2,458,571	239,399,212	8,490,017	-	248,730,154
Baluchistan Polyproducts Private Limited	1,024	160	-	1,185	-	103,245	16,204	119,925	-
Century Insurance Company Limited Gratuity Fund	33,024	41,742	150	74,916	-	3,329,638	4,225,418	7,586,197	-
Century Insurance Company Limited	690,076	40,055	55	307,052	423,134	69,576,775	4,050,163	31,000,646	42,807,843
Century Insurance Company Limited Employees Contributory Provident Fund Trust	10,490	88,311	421	68,780	30,441	1,057,652	8,944,920	6,960,347	3,079,719
Century Paper & Board Mills Limited - Employee Contribution Provident Fund Trust	-	161,447	586	162,034	-	-	16,343,486	16,395,832	-
Century Paper & Board Mills Limited - Employee Gratuity Fund	-	187,449	681	188,130	-	-	18,975,658	19,036,434	-
Colgate Palmolive Pakistan Limited	12,513,588	443,553	-	-	12,957,141	1,261,680,007	44,743,982	-	1,310,855,828
Colgate Palmolive (Pakistan) Limited - Employee Contribution Provident Fund Trust	1	-	-	-	1	101	-	-	101
Colgate Palmolive (Pakistan) Limited - Employee Gratuity Fund	65,199	-	-	-	65,199	6,573,676	-	-	6,596,092
Cyber Internet Services (Private) Limited - Employee Contribution Provident Fund Trust	73,210	417,607	1,320	492,137	0	7,381,384	42,255,778	49,855,801	6
Express Publications Private Limited	716,792	18,907	1	198,117	537,584	72,270,410	1,907,435	20,000,000	54,386,653
Gam Corporation Private Limited Employees Contributory Provident Fund	906,911	264,759	828	379,761	792,737	91,439,120	26,787,700	38,483,906	80,200,063
Hasanali & Gulbanoo Lakhani Foundation	43,860	-	-	43,860	-	4,422,176	-	4,426,879	-
Hasanali Karabhai Foundation ECPF Trust	7,347	9,810	35	14,573			993,022	1,475,726	
Lakson Investments Limited Employee Contributory Provident Fund Trust	34,805	36,696	296	9,862	61,935	3,509,207	3,729,788	1,000,000	6,265,844
Lakson Power Limited	3,701	123	-	396	3,428	373,153	12,427	40,000	346,841
Merit Packaging Limited Employees Contributory Provident Fund Trust	-	29,543	218	29,761	-	-	3,000,000	3,009,274	-
Merit Packaging Limited Employees Gratuity Fund	67,588	63,846	214	64,060	67,588	6,814,547	6,462,076	6,487,948	6,837,783
Premier Fashions Private Limited		178,035	-	-			18,000,000	-	
Siza Commodities Private Limited	199,543	1,763,944	5,408	19,763	1,949,133	20,118,883	178,573,383	2,000,000	197,191,028
Siza Foods Private Limited Employees Contributory Provident Fund Trust	53,966	188,511	605	243,082	0	5,441,111	19,081,253	24,616,777	35
Siza Private Limited	(1)	692,392	1,784	-	694,175	(101)	70,093,403	-	70,228,716
Siza Services Private Limited	516,786	218,193	262	301,003	434,239	52,104,845	22,079,327	30,544,644	43,931,304
Siza Services Private Limited Employees Countributory Provident Fund Trust	14,206	39,230	127	52,063	1,500	1,432,317	3,971,199	5,272,179	151,741
Sybrid (Private) Limited Employee Contirnutory Provident Fund Trust	-	146,538	110	38,873	107,775	-	14,823,669	3,935,908	10,903,438
Sybrid Private Limited	4,287	199,727	570	-	204,585	432,236	20,209,532	-	20,697,529
Television Media Network Private Limited	2,063,701	66,195	-	344,874	1,785,022	208,072,241	6,677,335	35,000,000	180,588,170
Trustee / Custodian									
Central Depository Company of Pakistan Limited	2,584,809	2,028,201	6,894	-	4,619,903	264,412,978	104,702,777	-	467,389,162
Connected person due to holding more than 10% units									
Fauji Fertilizer Company Limited	34,852,350	99,400,386	143,850	115,107,119	19,289,468	3,513,981,230	14,102,154,266	7,775,500,280	1,951,488,431

	Half year ended December 31, 2020								
	Number of Units					Rupees			
	Number of Units as at July 01, 2020	Units issued during the period	Refund / Adjustment of units as element of income	Units redeemed during the period	Number of units as at December 31, 2020	Balance as at July 01, 2020	Units issued during the period	Units redeemed during the period	Balance as at December 31, 2020
Lakson Investments Limited - Management Company	4,386,135	26,475,294	132,447	29,475,457	1,518,420	251,997,558	1,499,437,552	1,532,420,511	153,094,414
Directors, Chief Executive and their spouse and minors	27,915,557	14,999,168	20,278	18,557,372	24,377,631	724,686,518	1,802,457,447	851,734,789	2,457,869,792
Key management personnel, employees and connected persons of the Management Company	24,810	3,919	11	2,328	26,412	2,930,091	3,041,716	1,545,000	2,662,974
Holding company / associated companies / undertakings of the Management Company									
Accuray Surgical Limited Employees Contributory Provident Fund	-	29,953	50	30,003	-	-	3,019,334	3,030,973	-
Accuray Surgicals Limited	222,713	282,975	111	-	505,800	22,403,956	28,479,511	-	50,997,135
Alan Private Limited	1,707,515	597,683	1,722	-	2,306,921	171,768,362	60,310,252	-	232,594,818
Baluchistan Polyproducts Private Limited	909	1,024	2	1,935	-	91,470	103,185	194,918	-
Century Insurance Co. Ltd. GF	-	59,999	100	60,100	-	-	6,048,078	6,071,946	-
Century Insurance Co. Ltd. Employees Contributory Provident Fund Trust	17,446	66,783	261	84,490	-	1,754,991	6,748,060	8,536,071	-
Century Paper & Board Mills Limited ECPFT	-	618,494	1,633	620,127	-	-	62,410,065	62,652,091	-
Century Paper & Board Mills Limited EGF	-	513,699	1,190	514,889	-	-	51,817,353	52,019,764	-
Colgate Palmolive Pakistan Limited	14,705,627	384,400	-	-	15,090,026	1,479,319,864	38,686,688	-	1,521,448,902
Colgate Palmolive Pakistan Limited ECPFT	157,542	422,366	1,643	581,551	-	15,848,049	42,677,280	-	-
Colgate Palmolive Pakistan Limited EGF	146,969	540,891	2,110	689,970	-	14,784,422	54,654,065	69,708,386	-
Cyber Internet Services (Pvt.) Ltd. Empl. CPFT	-	411,367	1,053	412,419	-	-	41,506,324	41,667,176	-
Express Publications Private Limited	24,946	1,203,671	1,428	-	1,230,045	2,509,466	121,279,525	-	124,019,033
Gam Corporation Private Limited Employees Contributory Provident Fund	30,134	511,704	1,671	543,509	-	3,031,338	51,669,506	54,902,062	-
Hasanali & Gulbanoo Lakhani Foundation	152,349	136,952	111	241,106	48,306	15,325,663	13,799,513	24,328,779	4,870,460
Lakson Power Limited	3,800	93	-	297	3,596	382,244	9,352	30,000	362,519
Merit Packaging Limited Employees Contributory Provident Fund Trust	3,777	120,038	437	124,252	-	379,910	12,125,792	12,546,689	-
Merit Packaging Limited Employees Gratuity Fund	16,405	34,086	132	50,623	-	1,650,240	3,444,124	5,114,488	-
Premier Fashions Private Limited	556,637	2,110,787	5,974	2,673,398	-	55,995,135	213,018,804	269,457,593	-
Siza Commodities Private Limited	234,367	770,982	2,724	791,387	216,686	23,576,265	77,863,822	80,000,000	21,847,366
Siza Foods Private Limited Employees Contributory Provident Fund Trust	-	362,366	747	363,113	-	-	36,542,707	36,685,779	-
Siza Private Limited	149,151	4,496,809	7,667	4,204,062	449,565	15,003,967	453,994,721	424,950,127	45,327,336
Siza Services Private Limited	245,381	6,108,895	16,085	4,379,402	1,990,959	24,684,220	616,350,400	441,000,000	200,737,998
Siza Services Private Limited Employees Countributory Provident Fund Trust	-	79,888	129	80,017	-	-	8,054,415	8,083,353	-
Sybrid (Private) Limited ECPFT	-	35,638	140	35,778	-	-	3,601,127	3,614,687	-
Sybrid Private Limited	-	1,897,968	3,909	939,338	962,539	-	191,431,407	95,000,000	97,047,769
Lakson Investments Limited ECPFT	-	139,596	234	139,830	-	-	14,071,627	14,118,782	-
Television Media Network Pvt Ltd	-	2,002,688	2,356	-	2,005,044	-	201,794,041	-	202,158,201
Century Insurance Company Limited	-	27,868	36	15,875	12,029	-	2,808,856	1,600,000	1,212,776
Trustee / Custodian									
Central Depository Company of Pakistan Limited	1,528,023	1,053,096	3,690	-	2,584,809	-	250,077,858	-	260,612,851
Connected person due to holding more than 10% units									
Fauji Fertilizer Company Limited	19,190,213	82,475,568	205,017	67,018,449	34,852,351	1,759,084,130	3,210,193,475	1,774,066,806	3,513,981,273

Above related parties / connected person hold 64.72% of the units of the fund (June 30, 2021: 68.26%)

* holding increased to above 10 % due to investment of Unit holder (s) / divestment from other Unit holders
** holding decreased to below 10 % due to divestment of Unit holder (s) / investment from other Unit holders

13.2 Other transactions during the period

	December 31, 2021	December 31, 2020
	(Unaudited)	
	(Rupees)	
Lakson Investments Limited - Management Company of the Fund		
Remuneration to the Management Company	**21,496,324**	29,651,141
Sindh sales tax on remuneration of Management Company	**2,794,519**	3,850,932
Dividend paid	-	70,284
Central Depository Company of Pakistan Limited - Trustee of the Fund		
Remuneration for the period	**4,125,588**	4,189,733
CDC Charges	**46,287**	91,598
Dividend Received from the fund	**5,532,678**	7,424,674
Directors, Chief Executive and their spouse and minors		
Dividend Received from the fund	**89,943,484**	72,450,521
Key management personnel, employees and connected persons of the Management Company		
Dividend Paid	**143,773**	77,317
SIZA Services (Private) Limited		
Dividend Paid	**1,188,809**	5,135,912
SIZA (Private) Limited		
Dividend Paid	**109,886**	406,927
Hasanali & Gulbanoo Lakhani Foundation		
Dividend Paid	-	196,261
Hasanali Karabhai Foundation ECPF Trust		
Dividend Paid	**18,603**	-
Premier Fashions (Private) Limited		
Dividend Paid	-	963,980
Lakson Power Limited		
Dividend Paid	**14,620**	11,002
Colgate Palmolive (Pakistan) Limited		
Dividend Paid	**52,639,979**	45,513,751
SIZA Commodities (Private) Limited		
Dividend Paid	**1,743,736**	1,103,591
Baluchistan Polyproducts (Private) Limited		
Dividend Paid	**1,821**	2,207
Accuray Surgical Limited		
Dividend Paid	**2,486,236**	1,387,660

	December 31, 2021 (Unaudited)	December 31, 2020
	(Rupees)	
Express Publications Private Limited		
Dividend Paid	**2,182,962**	1,505,323
Century Insurance Co. Ltd., GF		
Dividend Paid	**65,198**	48,078
Fauji Fertilizer Company Limited		
Sale of T-Bills	-	38,398,600
Dividend Received from the fund	**73,278,186**	-
Century Insurance Company Limited - ECPFT		
Sale of T-Bills	-	-
Dividend Received from the fund	**241,083**	48,061
Colgate Palmolive (Pakistan) Limited - ECPFT		
Sale of T-Bills	-	9,990,150
Dividend Received from the fund	-	427,280
Colgate Palmolive (Pakistan) Limited - EGF		
Sale of T-Bills	-	6,893,204
Dividend Received from the fund		404,065
GAM Corp. (Pvt.) Limited - ECPFT		
Sale of T-Bills	-	65,835,089
Dividend Received from the fund	**3,437,700**	169,506
Merit Packaging Limited - ECPFT		
Sale of T-Bills	-	999,015
Dividend Received from the fund	-	25,792
Merit Packaging Limited - EGF		
Sale of T-Bills	-	399,606
Dividend Received from the fund	**22,076**	44,124
Lakson Investments Limited - ECPFT		
Sale of T-Bills	-	24,475,868
Dividend Received from the fund	**229,788**	84,267
Accuray Surgical Limited Employees Contributory Provident Fund		
Dividend Received from the fund	-	22,745
Alan Private Limited		
Dividend Received from the fund	**9,988,255**	6,247,355
Century Paper & Board Mills Limited ECPFT		
Dividend Received from the fund	**13,486**	310,065
Century Paper & Board Mills Limited EGF		
Dividend Received from the fund	**15,658**	317,353
Cyber Internet Services (Pvt.) Ltd. Empl. CPFT		
Dividend Received from the fund	**171,503**	206,324

	December 31, 2021	December 31, 2020
	(Unaudited)	
	(Rupees)	
Siza Foods Private Limited Employees Contributory Provident Fund Trust		
Dividend Received from the fund	**91,253**	242,707
Siza Services Private Limited Employees Countributory Provident Fund Trust		
Dividend Received from the fund	**6,050**	54,415
Sybrid (Private) Limited ECPFT		
Dividend Received from the fund	**20,403**	1,325
Sybrid Private Limited		
Dividend Received from the fund	**198,319**	1,684,008
Television Media Network Pvt Ltd		
Dividend Received from the fund	**7,855,688**	2,110,637
Century Insurance Company Limited		
Dividend Received from the fund	**2,411,957**	10,419

14. TOTAL EXPENSE RATIO

Securities and Exchange Commission of Pakistan (SECP) vide its Directive No. SCD/PRDD/Direction/18/2016 dated July 20, 2016, required that Collective Investment Scheme (CIS) shall disclose Total Expense Ratio (TER) in the periodic financial statements of CIS / the Fund. TER of the Fund for the six month period ended December 31, 2021 is 0.26% which includes 0.04% representing government levies (comprising of Workers Welfare Fund and SECP fee, etc.).

15. 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 (i.e. an exit price).

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

Financial assets which are traded in an open market are revalued at the market prices prevailing at the close of trading on the reporting date. The estimated fair value of all other financial assets and liabilities is not considered to be significantly different from book values as the items are either short-term in nature or periodically repriced.

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

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

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

- 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:

		December 31, 2021 (Audited)						
		Carrying amount			Fair Value			
On-balance sheet financial instruments		Mandatory at Fair Value through profit or loss	Amortized cost	Other Financial Liabilities	Level 1	Level 2	Level 3	Total
		---------- (Rupees) ----------						
Financial assets not measured at fair value								
Bank balances		-	10,739,047,629	10,739,047,629	-	-	-	-
Profit receivable		-	55,184,202	55,184,202	-	-	-	-
Commercial Paper		-	196,541,878	196,541,878	-	-	-	-
Deposits		-	100,000	100,000				
	15.1	-	10,990,873,709	10,990,873,709	-	-	-	-
Financial liabilities not measured at fair value								
Payable to the Management Company		-	39,481,596	39,481,596	-	-	-	-
Payable to the Trustee		-	561,553	561,553	-	-	-	-
Accrued expenses and other liabilities		-	86,136,571	86,136,571	-	-	-	-
		-	126,179,720	126,179,720	-	-	-	-

		June 30, 2021 (Audited)						
		Carrying amount			Fair Value			
On-balance sheet financial instruments		Mandatory at Fair Value through profit or loss	Amortized cost	Other Financial Liabilities	Level 1	Level 2	Level 3	Total
		---------- (Rupees) ----------						
Financial assets not measured at fair value								
Bank balances		-	11,980,539,861	11,980,539,861	-	-	-	-
Profit receivable		-	15,622,537	15,622,537	-	-	-	-
Investments - Commercial Papers		-	446,223,581	446,223,581	-	-	-	-
Deposits		-	100,000	100,000	-	-	-	-
	15.1	-	12,442,485,979	12,442,485,979	-	-	-	-
Financial liabilities not measured at fair value								
Payable to the Management Company		-	2,817,827	2,817,827	-	-	-	-
Payable to the Trustee		-	783,367	783,367	-	-	-	-
Accrued expenses and other liabilities		-	1,765,818	1,765,818	-	-	-	-
		-	5,367,012	5,367,012	-	-	-	-

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

16. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on February 17, 2022 by the Board of Directors of the Management Company.

17. GENERAL

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

For Lakson Investments Limited
(Management Company)

Chief Executive Officer	Chief Financial Officer	Director

A Lakson Group Company

Lakson Investments Limited
Lakson Square, Building No. 2,
Sarwar Shaheed Road,
Karachi-74200, Pakistan
T +92.21 3840.0000
F +92.21 3568.1653

Lakson Investments (DIFC) Limited
Level 15, Gate Building
DIFC, P.O. Box 507054
Dubai, U.A.E.
T +971.4 401.9284
F +971.4 401.9578
(Regulated by the DFSA)

LAKSON INCOME FUND

Half Yearly Report (December 31, 2021)

LAKSON INVESTMENTS

WE MANAGE YOUR MONEY, AS WE MANAGE OUR OWN

CONTENTS

Fund's Information

Management Company	Lakson Investments Limited Head Office Lakson Square, Building No.2, Sarwar Shaheed Road, Karachi-74200, Pakistan. Phone: (9221) 3840.0000 Fax: (9221) 3568.1653 Web site: www.li.com.pk E-mail: info@li.com.pk
Board of Directors of the Management Company	Mr. Iqbal Ali Lakhani - Chairman Mr. Babar Ali Lakhani - Chief Executive Officer Mr. Jamil Ahmed Mughal Mr. Amin Mohammed Lakhani Mr. Jacques John Visser Ms. Roxanne Davies Ms. Kathleen Kennedy Townsend
Chief Financial Officer & Company Secretary of the Management Company	Mr. Junaid Arshad
Audit Committee	Mr. Jacques John Visser - Chairman Mr. Amin Mohammed Lakhani Mr. Iqbal Ali Lakhani Mr. Jamil Ahmed Mughal
Human Resource and Remuneration Committee	Mr. Babar Ali Lakhani Mr. Iqbal Ali Lakhani
Trustee	Central Depository Company of Pakistan Limited CDC House, 99-B, Block-B, S.M.C.H.S, Main Shahra-e-Faisal, Karachi, Pakistan.
Auditors	Yousuf Adil Chartered Accountants Cavish Court, A-35 Shahrah-e-Faisal, K.C.H.S.U Block 7 & 8 Bangalore Town, Karachi, Pakistan.

Bankers to the Fund	AlBaraka Bank Pakistan limited Allied Bank Limited Askari Bank Limited Bank Al-Falah Limited Faysal Bank Limited FINCA Microfinance Bank Limited Habib Bank Limited Habib Metropolitan Bank Limited JS Bank Limited National Bank of Pakistan MCB Bank Limited Silk Bank Limited Sindh Bank Limited Soneri Bank Limited Telenor Microfinance Bank Limited United Bank Limited U Microfinance Bank Limited NRSP Microfinance Bank Limited Mobilink Microfinance Bank Limited
Legal Adviser	Fazleghani Advocates F-72/I, Block 8, KDA-5, Kehkashan, Clifton, Karachi, Pakistan.
Registrar	Lakson Investments Limited Lakson Square, Building No.2, Sarwar Shaheed Road, Karachi-74200, Pakistan
Distributors	Adam Securities Amir Noorani BMA Capital Management Limited Elixir Securities (Pvt.) Limited Ismail Iqbal Securities Metro Capital Pvt. Limited Pearl Securities Pvt. Limited Rabia Fida Topline Securities (Pvt.) Limited Vector Capital (Pvt.) Limited Pyramid Financial Consultants
Rating by PACRA	A+(f) : Fund Stability Rating AM2+ : Asset Manager Rating

Review Report of the Directors of the Management Company For the half year ended December 31, 2021

The Board of Directors of Lakson Investments Limited, the Management Company of the Lakson Income Fund ("LIF") is pleased to submit its review report together with Condensed Interim Financial Statements for the half year ended December 31, 2021.

Fund Objective
The investment objective of the Scheme is to provide competitive total returns through investment in a diversified portfolio of fixed income securities. The Scheme shall invest in various fixed income securities with a mix of short term, medium term, and longer-term maturities depending on the assessment by the Management Company of interest rate trends and prospective returns.

Principal activities
The Fund is an open-end income fund and is listed on Pakistan Stock Exchange Limited. LIF invests in Investment-grade Debt Securities, Government Securities, Certificate of Investments, Clean Placements, Term Deposit Receipts, and other fixed income instruments. The overall duration of the portfolio is kept below 4 years while at least 25 % of Net Assets are kept in the form of cash or Treasury Bills of maximum 90 days maturity. LIF is managed through a team-driven, top-down process utilizing active sector rotation, duration, and yield curve management. Economic conditions are constantly monitored to forecast interest rate changes. The added value for LIF comes from identifying opportunities to shift investments between various maturities and between different instruments. LIF is allowed to borrow up to 15% of Net Assets to meet redemptions however LIF did not utilize this facility during the period under review.

Development and Fund performance
The LIF yielded an annualized return of 8.77% in the 1HFY22 compared to the Benchmark return of 8.76% p.a. As of December 31, 2021, the LIF portfolio was invested 42% in cash, 19% in PIBs, 24% in TFCs, and 13% in Commercial Paper while the weighted average maturity of the LIF portfolio stood at 1124 days. The fund size of the LIF as of December 31, 2021 is PKR 3,799 million.

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

Economic Review
The State Bank of Pakistan raised the policy rate by 275bps to 9.75% in 1HCY21. The key driving factor behind the decision was the widening C/A deficit, and c. 11% slippage in the PKR. Pakistan's current account deficit (CAD) stood at US$1.9bn in December 2021, up 2% mom and much higher vs. US$1.65bn reported in June 2021. This took the deficit during 1HFY22 to a whopping US$9.0bn (against a surplus of US$1.2bn SPLY). Broadly, most major heads maintained their levels from previous month, but the deficit is clearly not sustainable. Exports clocked in at c.US$2.8bn (as per PBS) at end Dec'21 down from c.US$2.9bn in the previous month, where a similar reduction was seen in Textile exports (seasonal, in our view). Overall imports remained high at c.US$7.7bn, but most many categories (Petroleum, Food and Autos) showed more than 10% mom decline - which might reflect the negative impact on demand from recent tightening measures and high domestic prices. Remittances were flat mom at c.US$2.5bn amid the onset of Omicron outbreak - meaning Pakistan can sustain the present rate, regardless of the state of global pandemic. Fx reserves dipped to US$15.9bn in Nov'21 vs. US$20bn in August, before finally settling at US$17.7bn at end Dec'21. National CPI rose a sharp 12.3% yoy in December 2021, highest reading since February 2020, up from 11.5% in November (Index is flat mom). Urban CPI rose to 12.7% (12.0% in November), while Rural CPI was 11.6% vs. 10.9% previous month. Key worsening factors during December were higher electricity tariff and cost of transport. National CPI averaged 9.8% during 1HFY22, compared with 8.6% same period last year.

Fixed Income Market Review
GoP raised cumulative PKR7.7tn in T-Bill auctions during 2HCY21 compared to PKR10.1tn in 1HCY21 and PKR5.1tn SPLY. Participation thinned as expectations of a rate hike solidified (275bps raised

cumulatively in 2HCY21) with bids shifting towards the shorter end of the T-Bill range. T-Bill yields rose sharply following the hike - where 3M, 6M and 12M tenors rose to 10.59%, 11.45% and 11.51% at the end of December 2021 vs. 7.31%, 7.58%, and 7.67% at the end of in June 2021. Participation in PIBs thinned marginally to PKR694bn in 2HCY21 vs. PKR765bn in 1H and PKR292bn SPLY. Cut-off yields for 3Y, 5Y and 10Y PIBs rose to 11.50%, 11.57% and 11.76% vs. 8.69%, 9.20% and 9.84%.

Future Outlook

The present run rate of CAD is much higher than the equivalent of c.4% of GDP projected by the SBP (c.US$1.0-1.2bn/mth), for which adequate capital commitments are in place, as per the central bank. We expect considerable reduction in 2HFY22 as a consequence of recent tightening measures by the SBP and Ministry of Finance, so that CAD in FY22 should clock near c.US$15bn. On the flip side, imports should moderate further in the coming months, bringing overall monthly imports to about US$6.0-6.5bn, in our view. Moreover, it is possible that CPI in January exceeds 13% yoy and remains between 11-12% until June 2022. Yet, the SBP has guided for a status quo stance in the January MPS while it has aggressively conducted OMOs since the December meeting, aimed at aligning money market rates with the policy rate (presently about 175bps apart). The stance will prove appropriate if there is a meaningful normalization in global commodity prices towards mid-2022 and moderate PKR depreciation hereon.

Acknowledgement

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

For and on Behalf of the Board

Chief Executive Officer **Director**

Dated: February 17, 2022

لیکسن انکم فنڈ
31 دسمبر 2021 کو ختم ہونے والے نصف سال کے لیے
مینجمنٹ کمپنی کے ڈائریکٹرز کی جائزہ رپورٹ

لیکسن انویسٹمنٹس لمیٹڈ کا بورڈ آف ڈائریکٹرز، لیکسن انکم فنڈ ("LIF") کی مینجمنٹ کمپنی 31 دسمبر 2021 کو ختم ہونے والے نصف سال کے لیے اپنی جائزہ رپورٹ مع مختصر عبوری مالیاتی معلومات پیش کرتے ہوئے خوشی محسوس کرتا ہے۔

فنڈ کا مقصد

اس اسکیم کی انویسٹمنٹ کا مقصد فکسڈ انکم سیکیورٹیز کے متنوع پورٹ فولیو میں انویسٹمنٹ کے ذریعے مسابقتی مجموعی منافع جات فراہم کرنا ہے۔ یہ اسکیم مینجمنٹ کمپنی کی طرف سے انٹرسٹ ریٹ ٹرینڈز اور ممکنہ منافع جات کے حوالے سے مینجمنٹ کمپنی کی تشخیص کے لحاظ سے مختصر مدتی، وسط مدتی اور طویل مدتی میچورٹیز کے امتزاج کے ساتھ مختلف فکسڈ انکم سیکیورٹیز میں سرمایہ کاری کرے گی۔

فنڈ کا تعارف

LIF ایک اوپن اینڈ انکم فنڈ ہے جو انویسٹ گریڈ ڈیبٹ سیکیورٹیز، گورنمنٹ سیکیورٹیز، سرٹیفکیٹس آف انویسٹمنٹس، Clean Placements، ٹرم ڈپازٹر ریسیپٹس اور دیگر فکسڈ انکم انسٹرومنٹس میں سرمایہ کاری کرتا ہے۔ پورٹ فولیو کا مجموعی دورانیہ 4 سال سے کم رکھا جاتا ہے اور خالص اثاثوں کا کم از کم 25% کیش یا زیادہ سے زیادہ 90 دن کی میچورٹی والے ٹریژری بلز کی شکل میں رکھا جاتا ہے۔ LIF کا نظم و نسق ٹیم کے بل پر پیش قدمی کرنے والی، اوپر سے نیچے تک شعبوں کی تواتر سے استعمال کے عمل کو استعمال کرنے والی، دورانیے اور پیداوار میں توازن پر یقین رکھنے والی مینجمنٹ چلاتی ہے۔ انٹرسٹ ریٹ میں تبدیلیوں کی پیشن گوئی کے لیے معاشی صورتِ حال کی مسلسل نگرانی کی جاتی ہے۔ LIF کی قدر و قیمت میں اصل اضافہ مختلف میچورٹیز اور مختلف انسٹرومنٹس کے درمیان انویسٹمنٹس کی منتقلی کے مواقع کی شناخت سے آتا ہے۔ LIF کو ریڈیمپشنز کی تکمیل کے لیے خالص اثاثوں کے 15% تک قرض لینے کی اجازت ہے، تاہم LIF نے اس سہولت کو زیر جائزہ مدت کے دوران استعمال نہیں کیا۔

پیش رفت اور کارکردگی کا جائزہ

LIF نے سالانہ بینچ مارک منافع 8.76% کے مقابلے میں مالی سال 2022 کی پہلی ششماہی میں 8.77% سالانہ منافع پیش کیا۔ 31 دسمبر 2021 کے مطابق LIF پورٹ فولیو کے 42% کی کیش میں، 19% کی PIBs میں، 24% کی TFCs میں اور 13% کی کمرشل پیپرز میں سرمایہ کاری کی گئی، جبکہ LIF پورٹ فولیو کی تخمینہ شدہ اوسط میچورٹی 899 دن ہے۔ 31 دسمبر 2021 کے مطابق LIF کے فنڈ کا حجم 3,799 ملین روپے ہے۔

فی شیئر آمدنی (EPU)

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

معاشی جائزہ

اسٹیٹ بینک آف پاکستان نے سال 2021 کی پہلی ششماہی میں پالیسی ریٹ 275 بنیادی پوائنٹس بڑھا کر 9.75 فیصد کردیا- اس فیصلے کے پیچھے کلیدی محرک بڑھتا ہوا کرنٹ اکاؤنٹ خسارہ اور پاکستانی روپے کی قدر میں 11% کمی تھا۔ دسمبر 2021 میں کرنٹ اکاؤنٹ خسارہ (CAD) 1.9 ارب امریکی ڈالر پر موجود ہے جو ماہ بہ ماہ بنیاد پر 2% اضافہ اور جون 2021 میں رپورٹ کردہ 1.65 ارب امریکی ڈالر کے مقابلے میں بہت زیادہ ہے۔ اس کے نتیجے میں مالی سال 2022 کے پہلے نصف میں خسارہ 9.0 ارب امریکی ڈالر کی خطیر مالیت تک پہنچ گیا (گزشتہ سال اسی مدت میں 1.2 ارب امریکی ڈالر کے اضافے کے مقابلے میں)۔

.وسیع طور پر، زیادہ تر بڑے مصارف نے پچھلے مہینے سے اپنی سطح کو برقرار رکھا، لیکن خسارہ واضح طور پر پائیدار نہیں ہے۔ دسمبر 2021 کے آخر میں برآمدات 2.8 ارب ڈالر پر پہنچ گئیں (PBS کے مطابق) جو پچھلے مہینے کے 2.9 ارب ڈالر سے کم ہوئیں، جہاں ٹیکسٹائل کی برآمدات (ہماری نظر میں موسمیاتی) میں اسی طرح کی کمی دیکھی گئی۔ مجموعی طور پر درآمدات 7.7 ڈالر پر بلند رہیں، لیکن زیادہ تر کیٹیگریز (پیٹرولیم، فوڈ اور آٹوز) نے 10% سے زیادہ کی کمی ظاہر کی- جو ممکنہ طور پر حالیہ سخت اقدامات اور مقامی لاگتوں میں اضافے سے طلب پر منفی اثر کو ظاہر کرتی ہے۔ Omicron وبا کے آغاز کے دوران ترسیلات زر 2.5 ارب ڈالر کی سطح پر تھیں- یعنی پاکستان موجودہ شرح کو برقرار رکھ سکتا ہے، چاہے عالمی وبا کی صورتِ حال کچھ بھی ہو۔ زرمبادلہ کے ذخائر اگست میں 20 ارب ڈالر کے مقابلے میں نومبر 2021 میں 15.9 ارب ڈالر تک گر گئے، جو بالآخر دسمبر 2021 کے آخر میں 17.7 ارب امریکی ڈالر پر مستحکم ہوئے ۔قومی CPI میں دسمبر 2021 میں % سال بہ سال بنیاد پر 12.3 سالانہ کا تیز اضافہ ہوا، جو نومبر میں 11.5% سے زائد (انڈیکس ماہ بہ ماہ بنیاد پر یکساں ہے) اور فروری 2020 کے بعد سب سے بلند اعداد و شمار ہیں۔

شہری CPI بڑھ کر 12.7% (نومبر میں 12.0%) ہو گیا، جبکہ دیہی CPI میں گزشتہ ماہ 10.9% کے مقابلے میں 11.6% تک اضافہ ہو گیا۔ دسمبر کے دوران بگاڑ کا شکار ہونے والے اہم عوامل بجلی کا زیادہ بلند ٹیرف اور ٹرانسپورٹ کی لاگت تھی۔ مالی سال 2021 کی پہلی ششماہی میں قومی CPI اوسطاً 9.8% رہا، جو پچھلے سال کی اسی مدت میں 8.6% تھا۔

فکسڈ انکم مارکیٹ کا جائزہ

حکومت پاکستان نے سال 2021 کی پہلی ششماہی میں 10.1 ٹریلین روپے اور گزشتہ سال اسی مدت میں 5.1 ٹریلین روپے کے مقابلے میں سال 2021 کی دوسری ششماہی میں مجموعی طور پر 7.7t ٹریلین روپے ٹی بل نیلامیوں سے جمع کیے۔ شرح سود میں اضافے کی توقعات مستحکم ہونے کی وجہ سے سرمایہ کاری میں کمی آئی (سال 2021 کی دوسری ششماہی میں مجموعی طور پر 275 بنیادی پوائنٹس کا اضافہ ہوا) اور بولیاں کم مدتی ٹی بل کی طرف منتقل ہوئیں۔ شرح سود میں اضافے کے بعد ٹی بل کی آمدن میں تیزی سے اضافہ ہوا جہاں سہ ماہی، ششماہی اور بارہ ماہی میعادوں کے لیے آمدن جون کے آخر میں بالترتیب 7.67%، 7.58% اور 7.67% کے مقابلے میں دسمبر 2021 کے اختتام پر بالترتیب 10.59%، 11.45% اور 11.51% تک بڑھ گئی۔ PIB میں سرمایہ کاری گزشتہ سال کی پہلی سہ ماہی میں 765 ارب روپے اور گزشتہ سال اسی مدت میں 292 ارب روپے کے مقابلے میں قدرے کم ہو کر سال 2021 کی دوسری سہ ماہی میں 694 ارب روپے ہو گئی۔ PIB کی 3 سالہ، 5 سالہ اور 10 سالہ میعادوں کے لیے حتمی آمدن 8.69%, 9.20% اور 9.84% کے مقابلے میں 11.50%، 11.57% اور 11.76% تک بڑھ گئی۔

مستقبل کی توقعات

کرنٹ اکاؤنٹ خسارے کی موجودہ شرح اسٹیٹ بینک آف پاکستان کی پیشنگوئی کردہ جی ڈی پی کے 4% کے مساوی سے بہت زیادہ ہے (1.0 ارب امریکی ڈالرتا 1.2 ارب امریکی ڈالر)، جس کے لیے مرکزی بینک کے مطابق، مناسب مالیاتی وعدے موجود ہیں۔ ہمیں SBP اور وزارت خزانہ کے حالیہ سخت اقدامات کے نتیجے میں مالی سال 2022 کی دوسری ششماہی میں خاطر خواہ کمی کی توقع ہے، تاکہ مالی سال میں کرنٹ اکاؤنٹ خسارہ 15 ارب امریکی ڈالر کے قریب پہنچ جائے۔ دوسری طرف، آنے والے مہینوں میں درآمدات میں مزید اعتدال آجانا چاہیے، جس سے ہماری نظر میں، مجموعی ماہانہ درآمدات تقریباً 6.0-6.5 ارب امریکی ڈالر تک پہنچ جائیں گی۔ مزید برآں، یہ ممکن ہے کہ جنوری میں CPI سال بہ سال بنیاد پر 13% سے تجاوز کر جائے اور جون 2022 تک 11%-12% کے درمیان رہے۔ پھر بھی، اسٹیٹ بینک آف پاکستان نے جنوری MPS میں جمود کے موقف کے لیے رہنمائی کی ہے جبکہ اس نے دسمبر کے اجلاس کے بعد سے جارحانہ طور پر OMOs کا اطلاق کیا ہے، جس کا مقصد کرنسی مارکیٹ کی شرح کو پالیسی ریٹ کے ساتھ ہم آہنگ کرنا ہے (اس وقت تقریباً 175 بنیادی پوائنٹ کا فرق ہے)۔ اگر 2022 کے وسط تک اجناس کی عالمی قیمتیں بامعنی انداز میں معمول کی طرف لوٹ آئیں اور پاکستانی کی قدر میں معتدل کمی ہو تو یہ موقف مناسب ثابت ہو جائے گا۔

اظہار تشکر

یہ بورڈ اپنے قابل قدر انویسٹرز، سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، اسٹیٹ بینک آف پاکستان، فنڈ کے ٹرسٹی سینٹرل ڈپازیٹری کمپنی آف پاکستان لمیٹڈ اور پاکستان اسٹاک ایکسچینج لمیٹڈ کا، ان کے مسلسل تعاون اور مدد پر شکرگزار ہے۔ مینجمنٹ کمپنی کے ڈائریکٹرز فنڈ کی ترقی اور دانش مندانہ انتظام وانصرام کے لیے مینجمنٹ کمپنی کی ٹیم کی محنت اور کاوشوں کا بھی اعتراف کرتے ہیں۔

برائے ومنجانب بورڈ

چیف ایگزیکٹیو آفیسر | ڈائریکٹر

تاریخ: 17 فروری 2022

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

TRUSTEE REPORT TO THE UNIT HOLDERS

LAKSON INCOME FUND

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

We Central Depository Company of Pakistan Limited, being the Trustee of Lakson Income Fund (the Fund) are of the opinion that Lakson Investments Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2021 in accordance with the provisions of the following:

(i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;

(ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and

(iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 22, 2022

CENTRAL DEPOSITORY COMPANY

YOUSUF ADIL

Yousuf Adil
Chartered Accountants

Cavish Court, A-35, Block 7 & 8
KCHSU, Shahrah-e-Faisal
Karachi-75350
Pakistan

Tel: +92 (0) 21 3454 6494-7
Fax: +92 (0) 21-3454 1314
www.yousufadil.com

INDEPENDENT AUDITORS' REVIEW REPORT TO THE UNIT HOLDER OF LAKSON INCOME FUND

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Lakson Income Fund** (the Fund) as at December 31, 2021, and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund, condensed interim statement of cash flow and notes to the condensed interim financial information for the six months period ended December 31, 2021 (here-in-after referred to as the condensed interim financial information). **Lakson Investments Limited** (the Management Company) is responsible for the preparation and presentation of this condensed interim financial information in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

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

Conclusion

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

Other matter

The figures of the condensed interim income statement and condensed interim statement of comprehensive income, for the quarter ended December 31, 2021 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended December 31, 2021.

The condensed interim financial information for the six months period ended December 31, 2020 and the annual financial statements of the Fund for the year ended June 30, 2021 were audited by another firm of chartered accountants, whose review report dated February 27, 2021 and audit report dated October 09, 2021, expressed an unmodified opinion respectively.

The engagement partner on the review resulting in this independent auditor's review report is Hena Sadiq.

Yousuf Adil
Chartered Accountants

Place: Karachi
Date: February 25, 2022

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

	Note	December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
ASSETS		------------ (Rupees) ------------	
Bank balances	4	**1,625,345,387**	2,962,897,726
Investments	5	**2,129,615,893**	2,054,507,346
Receivable against Margin Trading System		-	83,186,083
Profit / mark-up receivable	6	**50,322,393**	53,670,199
Deposits and other receivables	7	**26,396,556**	176,321,874
TOTAL ASSETS		**3,831,680,229**	5,330,583,228
LIABILITIES			
Payable to the Management Company	8	**23,849,357**	24,347,791
Remuneration payable to the Trustee		**369,069**	351,056
Annual fee payable to Securities and Exchange Commission of Pakistan		**499,670**	729,584
Payable against purchase of Investments		-	152,218,844
Accrued expenses and other liabilities	9	**8,098,382**	52,661,124
TOTAL LIABILITIES		**32,816,478**	230,308,399
NET ASSETS		**3,798,863,751**	5,100,274,829
UNIT HOLDERS' FUND (AS PER CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND)		**3,798,863,751**	5,100,274,829
CONTINGENCIES AND COMMITMENTS	11		
		--------- (Number of units) ----------	
Number of units in issue		**35,974,068**	50,434,103
		--------------- (Rupees) ----------------	
Net assets value per unit		**105.6000**	101.1275

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

For Lakson Investments Limited
(Management Company)

Chief Executive Officer	Chief Financial Officer	Director

Condensed Interim Income Statement (Unaudited)
For the half year and quarter ended December 31, 2021

	Note	Half year ended December 31, 2021	Half year ended December 31, 2020	Quarter ended December 31, 2021	Quarter ended December 31, 2020
		---(Rupees)---			
Income					
Profit / mark-up income	12	**200,329,284**	135,190,029	**108,441,935**	63,893,867
Income from Margin Trading System		**988,564**	1,256,417	**61,526**	1,242,882
Dividend income on equity securities		**10,649,050**	-	**10,649,050**	-
Gain / (loss) on sale of investments - net		**3,441,254**	(7,623,982)	**(4,726,762)**	(7,741,890)
Unrealised gain / (loss) on re-measurement of investments classified as financial asset at fair value through profit or loss - net	5.1 to 5.7	**12,947,800**	(8,420,513)	**7,459,728**	12,265,246
		228,355,952	120,401,951	**121,885,477**	69,660,105
Expenses					
Remuneration of the Management Company		**31,157,241**	15,684,099	**15,937,666**	7,935,912
Sindh Sales tax on remuneration of the Management Company		**4,050,362**	2,038,932	**2,010,514**	1,031,668
Remuneration of the Trustee		**2,117,457**	1,275,850	**1,083,591**	629,432
Annual fee to the Securities and Exchange Commission of Pakistan		**499,695**	301,086	**255,715**	148,539
SECP Supervisory Fee		**1,257**	1,257	**629**	629
Auditors' remuneration		**260,027**	270,418	**130,014**	193,744
Fees and subscription		**797,509**	462,882	**144,205**	303,170
Brokerage, custody, settlement and bank charges		**1,376,257**	1,153,984	**632,823**	1,006,917
Others		**2,975,000**	-	**2,975,000**	-
		43,234,805	21,188,508	**23,170,156**	11,250,011
Net income from operating activities		**185,121,147**	99,213,443	**98,715,320**	58,410,094
Reversal / (provision) for Sindh Workers' Welfare Fund	9.1	**25,648,166**	(1,984,269)	**25,648,166**	(1,168,202)
Net income for the period before taxation		**210,769,313**	97,229,174	**124,363,486**	57,241,892
Taxation	13	-	-	-	-
Net income for the period after taxation		**210,769,313**	97,229,174	**124,363,486**	57,241,892
Allocation of net income for the period after taxation					
Net income for the period after taxation		**210,769,313**	97,229,174	**124,363,486**	57,241,892
Income already paid on units redeemed		**(65,962,052)**	(10,208,317)	-	(9,217,494)
		144,807,261	87,020,857	**124,363,486**	48,024,398
Accounting income available for distribution					
- Relating to capital gains		**11,249,465**	-	**2,732,966**	3,847,834
- Excluding capital gains		**133,557,796**	87,020,857	**121,630,521**	44,176,564
		144,807,261	87,020,857	**124,363,486**	48,024,398
Earning per unit	14				

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

For Lakson Investments Limited
(Management Company)

Chief Executive Officer	Chief Financial Officer	Director

Condensed Interim Statement of Comprehensive Income (Unaudited)
For the half year and quarter ended December 31, 2021

	Half year ended December 31,		Quarter ended December 31,	
	2021	2020	**2021**	2020
	----------(Rupees)----------			
Net income for the period after taxation	**210,769,313**	97,229,174	**124,363,486**	57,241,892
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	**210,769,313**	97,229,174	**124,363,486**	57,241,892

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

For Lakson Investments Limited
(Management Company)

Chief Executive Officer	Chief Financial Officer	Director

Condensed Interim Statement Of Movement In Reserve Or Unit Holders' Fund (Unaudited)
For the half year ended December 31, 2021

	Half year ended 31 December 2021			Half year ended 31 December 2020		
	Capital value	**Undistributed income**	**Total**	Capital value	Undistributed income	Total
			----(Rupees)----			
Net assets at beginning of the period	**5,064,663,876**	**35,610,953**	**5,100,274,829**	3,031,746,212	28,787,675	3,060,533,888
Issuance of 28,761,497 units						
(2020: 36,946,118 units)						
- Capital value	**2,908,578,280**	**-**	**2,908,578,280**	3,726,352,221	-	3,726,352,221
- Element of income	**74,201,783**	**-**	**74,201,783**	75,695,724	-	75,695,724
	2,982,780,063	**-**	**2,982,780,063**	3,802,047,945	-	3,802,047,945
Redemption of 43,221,532 units						
(2020: 29,802,569 units)						
- Capital value	**(4,370,885,440)**	**-**	**(4,370,885,440)**	(3,005,550,578)	-	(3,005,550,578)
- Element of income	**(58,112,961.3)**	**(65,962,052)**	**(124,075,014)**	(37,358,600)	(10,208,317)	(47,566,917)
	(4,428,998,402)	**(65,962,052)**	**(4,494,960,454)**	(3,042,909,178)	(10,208,317)	(3,053,117,495)
Total comprehensive income for the period	**-**	**210,769,313**	**210,769,313**	-	97,229,174	97,229,174
Net assets at end of the period	**3,618,445,537**	**180,418,214**	**3,798,863,751**	3,790,884,980	115,808,532	3,906,693,512
Undistributed income brought forward						
- Realised gain at beginning of the period		**30,241,737**			21,964,401	
- Unrealised Income at beginning of the period		**5,369,216**			6,823,274	
		35,610,953			28,787,675	
Accounting income available for distribution						
Relating to capital gains		**11,249,465**			-	
Excluding capital gains		**133,557,796**			87,020,857	
		144,807,261			87,020,857	
Undistributed income carried forward		**180,418,214**			115,808,532	
Represented by:						
- Realised gain at end of the period		**167,470,414**			124,229,045	
- Unrealised income /(loss) at end of the period		**12,947,800**			(8,420,513)	
		180,418,214			115,808,532	
Net assets value per unit at beginning of the period			**101.1275**			100.8591
Net assets value per unit at end of the period			**105.6000**			104.2113

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

For Lakson Investments Limited
(Management Company)

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

Condensed Interim Statement of Cash Flows (Unaudited)
For the half year ended December 31, 2021

	Half year ended December 31, 2021	2020
	(Rupees)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period	**210,769,313**	97,229,174
Adjustments for:		
Profit from bank deposits	**(64,993,167)**	(34,838,209)
Profit on term deposit reciepts	**(9,213,700)**	(24,953,428)
Mark-up on term finance certificates and commercial papers	**(48,352,469)**	(24,348,001)
Mark-up on government securities	**(75,174,353)**	(51,050,391)
Mark-up on clean placements	**(2,882,877)**	-
Income from Margin Trading System	**(988,564)**	(1,256,417)
Dividend income on equity securities	**(10,649,050)**	-
(Reversal) / provision of Sindh Workers' Welfare Fund	**(25,648,166)**	1,984,269
Unrealised gain on re-measurement of investments classified as financial asset at fair value through profit or loss -net	**(12,947,800)**	8,420,513
	(40,080,833)	(28,812,490)
Decrease / (Increase) in assets		
Investments - net	**(62,160,747)**	258,693,913
Receivable against Margin Trading System	**83,186,083**	(531,366,398)
Deposits and other receivables	**150,186,368**	(109,775,370)
	171,211,704	(382,447,855)
(Decrease) / Increase in liabilities		
Payable to the Management Company	**(498,434)**	2,762,379
Payable to the Trustee	**18,013**	(155,098)
Annual fee payable to Securities and Exchange Commission of Pakistan	**(229,914)**	(193,322)
Payable against purchase of investments	**(152,218,844)**	2,831,634
Accrued expenses and other liabilities	**(18,914,576)**	65,647,460
	(171,843,755)	70,893,053
Profit received from bank deposits	**64,061,224**	31,465,298
Proft received from TDRs	**23,750,647**	53,337,332
Mark-up received on term finance certificates and CPs	**38,071,146**	30,690,668
Mark-up received government securities	**74,976,816**	65,956,807
Mark-up received on clean placements	**2,882,877**	-
Mark-up received from Margin Trading System	**1,210,227**	439,307
Dividend received	**10,388,000**	-
Net cash generated from / (used in) operating activities	**174,628,052**	(158,477,880)
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash received from issue of units	**2,982,780,063**	3,802,047,945
Cash paid on redemption of units	**(4,494,960,454)**	(3,053,117,495)
Net cash (used in) / generated from financing activities	**(1,512,180,391)**	748,930,450
Net (decrease) / increase in cash and cash equivalent during the period	**(1,337,552,339)**	590,452,570
Cash and cash equivalent at the beginning of the period	**2,962,897,726**	883,217,038
Cash and cash equivalent at the end of the period	**1,625,345,387**	1,473,669,608

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

For Lakson Investments Limited
(Management Company)

Chief Executive Officer	Chief Financial Officer	Director

Notes to and forming part of the Condensed Interim Financial Information (Unaudited) For the half year ended December 31, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 Lakson Income Fund (the "Fund") was established under the Trust Deed executed on August 18, 2009 between the Lakson Investments Limited as its Management Company and the Central Depository Company of Pakistan Limited (CDC) as its Trustee. The Fund has been registered as a Notified Entity on September 18, 2009 by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations). The Management Company of the Fund has been licensed by SECP to undertake Asset Management and Investment Advisory Services as a Non-Banking Finance Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The registered office of the Management Company is located at 14-Ali Block, New Garden Town, Lahore, while the head office is in the Lakson Square Building No. 2, Karachi.

1.2 The Fund is an open end mutual fund and is listed on Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.

1.3 The Fund is categorised as "Income Scheme" as per the Circular 07 of 2009 issued by Securities and Exchange Commission of Pakistan (SECP) and it primarily invests in Government securities, certificates of investment, certificates of deposits, term deposit receipts, commercial papers, reverse repo, preference shares, spread transactions and corporate debt securities, etc. subject to the guidelines issued by SECP from time to time.

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

1.4 The Pakistan Credit Rating Agency Limited (PACRA) has maintained A+(f) (Fund Stability Rating) to the Fund on September 9, 2021 and has also maintained asset manager rating of the Company to AM2+ (stable outlook), on August 27, 2021 (2020: AM2+ as on August 28, 2020).

1.5 The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trust Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. 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

2.1 Statement of compliance

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

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

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

- The NBFC Rules, the NBFC Regulations, and requirements of trust.

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

2.2 The comparative statement of assets & liabilities presented in this condensed interim financial information as at December 31, 2021 has been extracted from the audited financial statements of the Company for the year ended June 30, 2021, whereas the comparative income statement, statement of comprehensive income, the statement of cash flow and statement of movement in unitholders' fund have been extracted from the unaudited condensed interim financial information for the period ended December 31, 2020.

2.3 This condensed interim financial information do not include all the information required for a complete set of annual financial statements and should be read in conjunction with the latest annual financial statements as at and for the year ended June 30, 2021. However, selected explanatory notes are included to explain events and transactions that are significant.

2.4 This condensed interim financial information is being submitted to the unit holders as required under Regulation 38(2)(f) of the NBFC Regulations and are unaudited. However, a limited scope review has been carried out by the auditors in accordance with the requirements of clause 5.19.13 of the Pakistan Stock Exchange Limited (PSX) Rule Book.

2.5 In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial information give a true and fair view of the state of the Fund’s affairs as at December 31, 2021.

2.6 This condensed interim financial information are presented in Pak Rupees, which is the fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

3.1 The accounting policies applied in this condensed interim financial information are the same as those applied in the preparation of the annual audited financial statements of the Fund for the year ended June 30, 2021.

3.2 The preparation of this condensed interim financial information in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

3.3 The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2021.

3.4 There are certain standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that became effective during the period under review and are mandatory for the Fund's accounting period. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.

3.5 The fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2021.

		Note	December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
4.	**BANK BALANCES**		(Rupees)	
	In local currency			
	- In profit and loss sharing accounts	4.1	**1,625,337,913**	2,962,890,252
	- In current accounts		**7,474**	7,474
			1,625,345,387	2,962,897,726

4.1 These represent profit and loss accounts maintained with banks carrying profit rates ranging from 5.50% to 11.00% (June 30, 2021: 5.50% to 11.10%) per annum.

		Note	December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
5.	**INVESTMENTS**			
	At fair value through profit or loss			
	Government securities			
	- Market Treasury Bills	5.1	**-**	149,589,150
	- Pakistan Investment Bonds	5.2	**739,538,000**	743,969,375
	Term Finance Certificates - Listed	5.3	**-**	-
	Term Finance Certificates - Unlisted	5.4	**900,401,991**	537,969,002
	Listed Equity Securities (Spread Transactions)	5.5	**-**	398,189,620
			1,639,939,991	1,829,717,147
	At amortised cost			
	Term Deposit Receipts	5.6	**-**	200,000,000
	Commercial Papers	5.7	**489,675,902**	24,790,199
			489,675,902	224,790,199
			2,129,615,893	2,054,507,346

5.1 Market Treasury Bills

	----------------Number of treasury bills----------------				Balance as at December 31, 2021			Market value as percentage of net assets of the Fund	Market value as percentage of total investment
	Number of holdings at the beginning of the period	Acquired during the period	Disposed / matured during the period	Number of holdings at end of the period	Carrying value	Market value	Unrealized (diminution)		
					----------------------(Rupees)----------------------			------Percentage (%)------	
Treasury Bills - 03 months (face value of Rs. 100,000 each)	1,500	58,600	60,100	-	-	-	-	-	-
Treasury Bills - 06 months (face value of Rs. 100,000 each)	-	47,400	47,400	-			-	-	-
Total as at December 31, 2021					**-**	**-**	**-**	**-**	**-**
Total as at June 30, 2021					149,588,276	149,589,150	874	3%	7%

5.2 Pakistan Investment Bonds - Fixed Rate

	Note	---Number of Pakistan Investment Bond---				Balance as at December 31, 2021			Market value as percentage of net assets of the Fund	Market value as percentage of total investment
		Number of holdings at the beginning of the period	Acquired during the period	Disposed / matured during the period	Number of holdings at end of the period	Carrying value	Market value	Unrealized (diminution)		
						---(Rupees)---			---Percentage (%)---	
3 years Pakistan Investment Bond (face value of Rs. 100,000 each)	5.2.1	1,250	-	-	1,250	126,409,268	122,971,500	(3,437,768)	3.24%	5.77%
3 years Pakistan Investment Bond (face value of Rs. 100,000 each)	5.2.2	650	-	-	650	64,460,146	64,421,500	(38,646)	1.70%	3.03%
3 years Pakistan Investment Bond (face value of Rs. 100,000 each)		-	17,980	17,980	-	-	-	-	0.00%	0.00%
10 years Pakistan Investment Bond (face value of Rs. 100,000 each)	5.2.3	2,000	-	-	2,000	201,008,555	200,780,000	(228,555)	5.29%	9.43%
10 years Pakistan Investment Bond (face value of Rs. 100,000 each)	5.2.4	3,500	-	-	3,500	352,030,000	351,365,000	(665,000)	0.00%	0.00%
Total as at December 31, 2021						**743,907,969**	**739,538,000**	**(4,369,969)**	**10.22%**	**18.23%**
Total as at June 30, 2021						744,852,665	743,969,375	(883,290)	14.59%	36.21%

5.2.1 This represents investments in 3 years Pakistan Investment Bond carrying an effective profit rate of 8.11% and having maturity on September 19, 2022. The face value of Pakistan Investment Bond as at June 30, 2021 amounted to Rs. 125 million. Profit is receivable on semi annual basis.

5.2.2 This represents investments in 3 years Pakistan Investment Bond carrying an effective profit rate of 7.62% and having maturity on October 23, 2023. The face value of Pakistan Investment Bond as at June 30, 2021 amounted to Rs. 65 million. Profit is receivable on semi annual basis.

5.2.3 This represents investments in 10 years Pakistan Investment Bond carrying an effective profit rate of 7.94% and having maturity on July 25, 2029. The face value of Pakistan Investment Bond as at June 30, 2021 amounted to Rs. 200 million. Profit is receivable on semi annual basis.

5.2.4 This represents investments in 10 years Pakistan Investment Bond carrying an effective profit rate of 7.89% and having maturity on August 22, 2029. The face value of Pakistan Investment Bond as at June 30, 2021 amounted to Rs. 350 million. Profit is receivable on semi annual basis.

5.3 Term Finance Certificates - listed

Name of Security	Note	---Number of certificates---				Balance as at December 31, 2021			Market value as percentage of net assets of the Fund	Market value as percentage of total investment	Face value as percentage of size of the issue
		Number of holdings at the beginning of the period	Acquired during the period	Disposed / matured during the period	Number of holdings at end of the period	Carrying value	Market value	Unrealized (diminution)			
						--- (Rupees) ---					
Commercial Banks											
Soneri Bank Limited TFC - II 08 years (face value of Rs. 5000 each)		-	24,000	24,000	-	-	-	-	0.00%	0.00%	0.75%
Total as at December 31, 2021						-	-	-	0.00%	0.00%	0.75%
Total as at June 30, 2021						-	-	-	-	-	-

5.4 Term Finance Certificates - Un-listed

Name of Security	Note	Number of holdings at the beginning of the period	Acquired during the period	Disposed / matured during the period	Number of holdings at end of the period	Carrying value	Market value	Unrealized (diminution)/ appreciation	Market value as percentage of net assets of the Fund	Market value as percentage of total investment	Face value as percentage of size of the issue
		------------Number of certificates------------				Balance as at December 31, 2021					
						--------------------- (Rupees) ---------------------					
Commercial Bank											
Silk Bank Limited PPTFC - 08 years (face value of Rs. 5,000 each)	5.4.1	16,000	-	-	16,000	70,835,654	71,799,874	964,220	1.89%	3.37%	4.00%
BAHL Tier-II TFCs 10 years (face value of Rs. 5,000 each)	5.4.2	38,000	20,000	-	58,000	292,454,156	300,441,537	7,987,381	7.91%	14.11%	2.50%
Samba Bank Limited TFC (face value of Rs. 100,000 each)	5.4.3	2,400	500	-	2,900	290,907,470	299,075,172	8,167,702	7.87%	14.04%	4.80%
JS Bank Limited TFC Tier-II 7 year (face value of Rs. 100,000 each)	5.4.4	-	1,250	-	1,250	125,000,000	125,000,000	-	3.29%	5.87%	6.25%
Investment Company											
Jahangir Siddiqui Company Limited PPTFC (face value of Rs. 5,000 each)	5.4.5	15,000	-	-	15,000	33,886,943	34,085,408	198,466	0.90%	1.60%	5.00%
Microfinance Bank											
NRSP Microfinance Bank Limited Tier-II (face value of Rs. 100,000 each)	5.4.6	-	700	-	700	70,000,000	70,000,000	-	1.84%	3.29%	9.09%
Total as at December 31, 2021						**883,084,222**	**900,401,991**	**17,317,769**	**24%**	**38.99%**	**22.55%**
Total as at June 30, 2021						532,920,989	537,969,002	5,048,013	11%	26.18%	15.42%

5.4.1 This represents investment in unlisted Term Finance Certificates (TFCs) issued by Silk Bank Limited. Total size of the issue is Rs. 2,000 million and the term of the TFCs is eight years commencing from the date of issue of TFCs which was August 2017 and ending on August 2025. Profit on the instrument shall be payable semi-annually in arrears on the outstanding balance and the first such profit payment shall fall due 6 months from the issue date and subsequently every six months thereafter. Profit rate shall be the average six months KIBOR + 1.85% per annum. The instrument is structured to redeem 0.14% of the issue amount during the first 7 years and remaining 99.86% in the last two semi annual instalments of 49.93% each. The instrument is unsecured and subordinated to all other indebtedness of the Silk Bank Limited. The rating of the instrument is BBB+.

5.4.1.1The Securities & Exchange Commission of Pakistan (SECP) vide circular No. 16 of 2010 dated July 7, 2010, prescribed specific disclosures for the scheme holding investments that are non-compliant either with the minimum investment specified for the category assigned to such schemes or with investment requirements of their constitutive documents. The Securities and Exchange Commission of Pakistan (SECP) its letter, dated 05 October 2020, in response to the Management Company request for the relaxation towards rating, had advised the company to endeavor to regularize the non compliance as soon as possible.

Name of Non Compliant Investment	Non-Compliance	Type of Instrument	Value of investment before Provision	Total Provision held	Value of investment after Provision	% of Net Assets	% of gross assets
Silk Bank Ltd- PPTFC - 08 years (Face value of Rs. 5,000 each)	Rating is below minimum investment grade of A- as prescribed in clause No. 2.4 of the offering document	Term finance certificates	71,799,874	-	71,799,874	1.89%	3.37%

At the time of purchase, this term finance certificate was in compliance with the aforementioned circular. However, subsequently it was downgraded to BBB+ from A-. The Management Company of the Fund has also received letter from SECP dated October 05, 2020 advising them to endeavor to regularize the non-compliance as soon as possible.

5.4.2 This represents investment in unlisted Term Finance Certificates (TFCs) issued by Bank AL Habib Limited and carry rate of mark-up equal to the base rate of 3 months Karachi Inter Bank Offer Rate (KIBOR) per annum (plus margin of 1%) receivable quarterly in arrears with no floor or cap and will mature in December 2028. The principal is redeemable in 8 equal semi annually installments effective from 6 June 2020. These term finance certificates are unsecured. The rating of the instrument is AA+.

5.4.3 This represents TFCs issued by Samba Bank Limited and carry a mark-up equal to 6 months Karachi Inter Bank Offer Rate (KIBOR) per annum plus margin of 1.35% receivable semi-annually in arrears with no floor or cap and will mature in March 31. The principal is to be redeemed in 20 semi-annual installments with 0.36% being redeemed in the initial 18 installments, whereas the remainder being redeemed equally in the last two installments. The rating of the instrument is AA+.

5.4.4 This represents investment in unlisted Term Finance Certificates (TFCs) issued by JS Bank Limited and carry rate of mark-up equal to the base rate of 6 months Karachi Inter Bank Offer Rate (KIBOR) per annum (plus margin of 2.00%) receivable semi-annually in arrears with no floor or cap and will mature in December 2028. The principal is redeemable in 8 equal semi annually installments effective from 6 June 2020. These term finance certificates are unsecured. The rating of the instrument is A+.

5.4.5 This represents investment in unlisted Term Finance Certificates (TFCs) issued by Jahangir Siddiqui Company Limited and carry rate of mark-up equal to the base rate of 6 months Karachi Inter Bank Offer Rate (KIBOR) per annum (plus margin of 1.40%) receivable semi-annually in arrears with no floor or cap and will mature in July 2022. The principal is redeemable in 8 equal semi annually installments effective from 19 July 2018. These term finance certificates are unsecured. The rating of the instrument is AA.

5.4.6 This represents investment in unlisted Term Finance Certificates (TFCs) issued by NRSP Microfinance Bank Limited and carry rate of mark-up equal to the base rate of 3 months Karachi Inter Bank Offer Rate (KIBOR) per annum plus margin of 3% receivable quarterly in arrears with no floor or cap and will mature in July 2028. The principal is to be redeemed in last 4 equal installments effective from 09 October 2027. These term finance certificates are unsecured. The rating of the instrument is A-.

5.5 Listed Equity Securities (Spread Transactions)

Shares of listed companies - fully paid up ordinary shares of Rs. 10 each unless stated otherwise

		------------ (Number of Commercial Papers) ------------				Balance as at December 31, 2021			Market value as percentage of net assets of the Fund	Market value as percentage of total investment
	Note	Number of holdings at the beginning of the period	Acquired during the period	Disposed / matured during the period	Number of holdings at end of the period	Carrying value before revaluation	Market value after revaluation	Unrealised gain / (loss)		
						---------------------(Rupees)---------------------			------Percentage (%)------	
Commercial Banks										
Bank of Punjab		-	255,500	255,500	-	-	-	-	0.00%	0.00%
United Bank Limited			10,000	10,000	-	-	-	-	0.00%	0.00%
Cement										
Pioneer Cement Limited		-	36,500	36,500	-	-	-	-	0.00%	0.00%
D.G. Khan Cement Company Limited		-	20,000	20,000	-	-	-	-	0.00%	0.00%
Lucky Cement Limited			4,500	4,500	-	-	-	-	0.00%	0.00%
Chemicals										
Ghani Global Holdings Limited		347,500	1,488,500	1,836,000	-	-	-	-	0.00%	0.00%
Engro Polymer and Chemicals Limited			203,000	203,000	-	-	-	-	0.00%	0.00%
Engineering										
International Steels Limited		-	45,000	45,000	-	-	-	-	0.00%	0.00%
International Industries Limited			185,000	185,000	-	-	-	-	0.00%	0.00%
Agha Steel Indunstries Limited			55,000	55,000	-	-	-	-	0.00%	0.00%
Food and Personal Care Products										
Unity Foods Limited		269,500	3,773,500	4,043,000	-	-	-	-	0.00%	0.00%
The Organic Meat Company Limited			807,000	807,000	-	-	-	-	0.00%	0.00%
Glass & Ceremics										
Tariq Glass Industries Limited			15,000	15,000	-	-	-	-	0.00%	0.00%
Oil & Gas Exploration Companies										
Pakistan Petroleum Limited			120,000	120,000	-	-	-	-	0.00%	0.00%
Oil and Gas Development Company Limited			304,000	304,000	-	-	-	-	0.00%	0.00%
Oil & Gas Marketing Companies										
Sui Northern Gas Pipelines Limited			1,189,500	1,189,500	-	-	-	-	0.00%	0.00%
Pakistan State Oil Company Limited			86,000	86,000	-	-	-	-	0.00%	0.00%
Power Generation & Distribution										
Kot Addu Power Company Limited			50,000	50,000	-	-	-	-	0.00%	0.00%
K-Electric Limited		2,800,000	440,000	3,240,000	-	-	-	-	0.00%	0.00%
Hub Power Company Limited			460,000	460,000	-	-	-	-	0.00%	0.00%
Refinery										
Cnergyico PK Limited		1,746,000	100,000	1,846,000	-	-	-	-	0.00%	0.00%
National Refinery Limited			120,000	120,000	-	-	-	-	0.00%	0.00%

	------------ (Number of Commercial Papers) ------------				Balance as at December 31, 2021			Market value as percentage of net assets of the Fund	Market value as percentage of total investment
	Number of holdings at the beginning of the period	Acquired during the period	Disposed / matured during the period	Number of holdings at end of the period	Carrying value	Market value	Unrealized (diminution)		
					---------------------(Rupees)---------------------			------Percentage (%)------	
Technology & Communication									
TRG Pakistan Limited	1,835,000	3,083,500	4,918,500	-	-	-	-	0.00%	0.00%
Avanceon Limited	36,000	115,000	151,000	-	-	-	-	0.00%	0.00%
Hum Network Limited	2,224,500	-	2,224,500	-	-	-	-	0.00%	0.00%
Textile Composite									
Nishat Mills Limited	-	15,000	15,000	-	-	-	-	0.00%	0.00%
Nishat Chunian Limited		301,000	301,000	-	-	-	-	0.00%	0.00%
Azgard Nine Limited		300,000	300,000	-	-	-	-	0.00%	0.00%
Fertilizers									
Fauji Fertilizer Company Limited	100,000	385,500	485,500	-	-	-	-	0.00%	0.00%
Engro Fertilizers Limited		380,000	380,000	-	-	-	-	0.00%	0.00%
Pharmaceuticals									
The Searl Company Limited	-	115,000	115,000	-	-	-	-	0.00%	0.00%
Total as at December 31, 2021					**-**	**-**	**-**	**0.00%**	**0.00%**
Total as at June 30, 2021					397,487,956	398,189,620	701,664	7.81%	19.38%
Loss on future contracts (derivative contracts)									
As at December 31, 2021							-		
As at June 30, 2021							111,050		

	Note	December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
		(Rupees)	
5.6 Term Deposit Receipts			
U-Microfinance Bank Limited		-	200,000,000
		-	200,000,000

5.7 Commercial Paper

Name of Security	Mark-up rate	Date of Maturity	Number of holdings at the beginning of the year	Acquired during the year	Disposed / matured during the year	Number of holdings at the end of the year	Carrying value	Market value	Unrealised appreciation	Market value as % of total investments (based on market value)	Market value as % of net assets (based on market value)
Note			------------Number ------------				---------------(Rupees)---------------				
K-Electric CP-14 (6 Months)	10-Aug-21	7.96%	25	-	25	-	-	-	-	-	0.00%
K-Electric CP-2 (6 Months)	22-Feb-22	8.01%	-	370	-	370	365,938,222	365,938,222	-	9.63%	17.18%
Mughal Iron CP (1 Year)	21-Jul-22	9.57%	-	130	-	130	123,737,680	123,737,680	-	3.26%	5.81%
Total as at December 31, 2021							489,675,902	489,675,902	-	12.89%	22.99%
Total as at June 30, 2021							24,790,199	24,790,199	-	0.49%	1.21%

6. PROFIT / MARK-UP RECEIVABLE

	December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
	(Rupees)	
Profit / return receivable on:		
- Term Deposit Receipts	**80,047**	14,616,994
- Profit and loss sharing bank accounts	**11,326,525**	10,394,582
- Term Finance Certificates	**17,487,633**	7,206,310
- Pakistan Investment Bonds	**21,428,188**	21,230,651
- Margin trading system	-	221,663
	50,322,393	53,670,199

		December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
7. DEPOSITS AND OTHER RECEIVABLES		(Rupees)	
Security deposits:			
- Central Depository Company of Pakistan Limited		**100,000**	100,000
- National Clearing Company of Pakistan Limited		**2,750,000**	2,750,000
Cash margins:			
- National Clearing Company of Pakistan Limited		-	151,934,843
Advance tax		**16,761,705**	9,922,574
Receivable against redemption of securities		**6,450,470**	11,410,113
Other receivables		**334,381**	204,344
		26,396,556	176,321,874
8. PAYABLE TO THE MANAGEMENT COMPANY			
Remuneration payable to the Management Company	8.1	**4,673,287**	5,114,377
Sindh Sales Tax on remuneration to Management Company		**628,059**	685,403
Federal Excise Duty on remuneration to Management Company	8.2	**18,545,360**	18,545,360
Sale Load Payable to Management Company		**2,651**	2,651
		23,849,357	24,347,791

8.1 The Management Company is entitled to remuneration for services rendered to the Fund under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, of an amount not exceeding 1.5% per annum of the average annual net assets of the Fund. Remuneration is paid to Management Company in arrears on a monthly basis.

8.2 As per the requirements of the Finance Act, 2013, Federal Excise Duty (FED) at the rate of 16% 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 filed 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 1, 2016. However, the tax authorities subsequently filed 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 is carrying provision for FED for the period up to June 30, 2016 aggregating to Rs. 18.55 million. Had the provision not been retained, net asset value per unit of the Fund as at December 31, 2021 would have been higher by Rs. 0.52 (2020: Rs. 0.37) per unit.

The amount is payable to the management company for onwards payment, if any, to the Government.

9. ACCRUED EXPENSES AND OTHER LIABILITIES

	Note	December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
		(Rupees)	
Auditors' remuneration		**256,853**	325,632
Payable to Sindh Workers' Welfare Fund	9.1	-	25,648,166
Brokerage payable		**964,391**	142,343
Payable to NCCPL		**1,048,404**	1,023,147
Printing and stationary payable		**4,955**	20,550
Withholding tax payable		**375,462**	21,546,922
Rating fee payable		**139,257**	-
Others		**5,309,060**	3,954,364
		8,098,382	52,661,124

9.1 The Government of Sindh introduced levy of the Sindh Workers' Welfare Fund (SWWF) through the Sindh Workers' Welfare Act, 2014. The MUFAP, in the previous years based on opinion obtained from the tax consultants, concluded that SWWF is not applicable on mutual funds. MUFAP also wrote to the Sindh Revenue Board (SRB) that mutual funds are not establishments and are pass through vehicles, therefore, they do not have any worker and, as a result, no SWWF is payable by them. SRB responded back that as mutual funds are included in definition of financial institutions in the Financial Institutions (Recovery of Finance) Ordinance, 2001, and thus SWWF is payable by them.

During the current period, SRB through its letter to MUFAP has clarified that Asset Management Company's (AMCs) are covered under the term "financial institutions" as per the Sindh WWF Act 2014 and are therefore subject to SWWF charge whereas as the Mutual Funds/Pension Funds managed by those AMCs do not qualify as "financial institutions" as per SWWF Act 2014.

In the wake of the aforesaid clarification of SRB, the MUFAP called its Extraordinary General Meeting (EOGM) on August 13, 2021, wherein the MUFAP recommended to its members that effective from August 13, 2021, SWWF recognised earlier should be reversed in light of the clarification issued by SRB. Subsequently, MUFAP approached SECP and obtained the clarification with respect to this matter as well.

The Fund ceased to charge further provision for SWWF and has reversed full provision for SWWF amounting to Rs. 25.65 million charged till June 30, 2021.

10. TOTAL EXPENSE RATIO

Securities and Exchange Commission of Pakistan (SECP) vide its Directive No. SCD/PRDD/Direction/18/2016 dated July 20, 2016, required that Collective Investment Scheme (CIS) shall disclose Total Expense Ratio (TER) in the periodic financial statements of CIS / the Fund. TER of the Fund for the six month period ended December 31, 2021 is 0.81% which includes 0.10% representing government levies and SECP fee, etc.). As per NBFC Regulation the total expense ratio of the income scheme shall be caped up to 2.5% (excluding government levies).

11. CONTINGENCIES AND COMMITMENTS

The Fund had no contingency or commitment at the period end except as those mentioned elsewhere in this condensed interim financial information.

	Note	December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
		(Rupees)	
12. PROFIT / MARK-UP INCOME			
Profit from bank deposits		**64,993,167**	34,838,209
Proft from TDRs		**9,213,700**	24,953,428
Mark-up on Term Finance Certificates and Commercial Papers		**48,235,910**	24,348,001
Mark-up on government securities		**75,003,630**	51,050,391
Mark-up on clean placements		**2,882,877**	-
		200,329,284	135,190,029

13. 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 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 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.The management intends to distribute at least 90% of the income earned (if any) during the year by the Fund to the unit holders and for the reason, no provision for tax has been made in this condensed interim financial information.

14. EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in this condensed interim financial information as in the opinion of the Management Company the determination of the cumulative weighted average number of outstanding units is not practicable.

15. TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties include Lakson Investments Limited being the Management Company, Central Depository Company of Pakistan Limited (CDC) being the trustee and the custodian, SIZA Services (Private) Limited being holding company of the Management Company, associated companies of the Management Company, key management personnel and other funds being managed by the Management Company, staff retirement benefits of related parties and other entities having more than 10% holding in the units of the Fund as at December 31, 2021.

Remuneration to the Management Company and Trustee are determined in accordance with the provisions of the NBFC Regulations and the Trust Deed of the Fund. Units issued / redeemed are recorded at the rates applicable on the date of issuance / redemption.

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

	December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
	(Rupees)	
15.1 Details of balances with related parties / connected persons at the period end		
Lakson Investments Limited - Management Company of the Fund		
Remuneration payable	**4,673,287**	5,114,377
Sindh sales tax and Federal Excise Duty on remuneration of Management Company	**19,173,419**	19,230,763
Central Depository Company of Pakistan Limited - Trustee of the Fund		
Remuneration payable	**369,069**	351,056
Security Deposit	**100,000**	100,000
15.2 Other transactions during the period		
Lakson Investments Limited - Management Company of the Fund		
Remuneration for the period	**31,157,241**	41,555,476
Sindh sales tax and Federal Excise Duty on remuneration of Management Company	**4,050,362**	5,399,105
Dividend Paid	-	56,305
Central Depository Company of Pakistan Limited - Trustee of the Fund		
Remuneration for the period	**2,117,457**	3,091,717
Settlement charges	**13,133**	27,053

15.3 Details of transactions and balances with directors, key management personnel, employees, associated company/ undertakings of the Management Company and connected person are as follows:

	Half year ended December 31, 2021							
	Number of Units				Rupees			
	Number of units as at 01 July 2021	Units issued during the year	Units redeemed during the year	Number of holdings at the year ended 31 December 2021	Balance as at July 01, 2021	Units issued during the year	Units redeemed during the year	Balance at the year ended 31 December 2021
Lakson Investments Limited - Management Company	7,875,320	147,105	3,666,007	4,356,419	796,411,423	-	-	460,037,800
Directors, Chief Executive and their spouse and minors	31,355,748	841,642	15,336,200	16,861,190	3,170,928,406	21,000,000	396,159,462	1,780,541,651
Other key management personnel	-			-	-			-
Associated companies								
Accuray Surgical Limited Employees Contributory Provident Fund	79,613	5,916	32,036	53,494	8,051,064	-	1,183,363	5,648,917
Alan Private Limited	26,854	-	-	26,854	2,715,678	-	-	2,835,782
Century Insurance Company Limited - Gratuity Fund	127,516	47,121	45,175	129,461	12,895,374	4,925,774	4,710,000	13,671,112
Century Insurance Company Limited	109,155	975,453	837,071	247,537	11,038,572	53,000,000	44,516,077	26,139,888
Century Insurance Company Limited Employees Contributory Provident Fund Trust	166,337	11,862	15,413	162,786	16,821,245	1,240,000	1,620,000	17,190,248
Century Paper & Board Mills Limited ECPFT	1,521,895	243,825	616,644	1,149,076	153,905,437	17,395,832	35,514,612	121,342,394
Century Paper & Board Mills Limited - Employees Gratuity Fund	1,410,190	257,992	589,318	1,078,864	142,608,989	20,036,434	36,083,627	113,928,065
Colgate Palmolive Pakistan Limited	1,986,901	122,521	-	2,109,422	200,930,331	-	-	222,754,935
Colgate Palmolive Pakistan Limited ECPFT	1,258,187	105,978	656,231	707,934	127,237,306	1,800,000	23,220,960	74,757,824
Colgate Palmolive Pakistan Limited - Employees Gratuity Fund	1,593,954	113,448	653,902	1,053,500	161,192,583	2,400,000	34,509,718	111,249,628
Cyber Internet Services (Pvt) Limited Employees CPFT	862,306	323,358	503,197	682,467	87,202,850	33,795,000	52,572,055	72,068,482
Gam Corporation Private Limited Employees Contributory Provident Fund	562,630	168,030	209,791	520,869	56,897,365	17,565,000	21,850,000	55,003,717
Hasanali & Gulbanoo Lakhani Foundation	613,600	147,665	167,417	593,849	62,051,834	-	-	62,710,447
Hasanali Karabhai Foundation ECPF Trust	36,571	8,897	9,409	36,058	3,698,334	930,000	980,000	3,807,739
Lakson Business Solutions Limited Employees Contributory Provident Fund Trust	244	-	-	244	24,675	-	-	25,766
Lakson Investments Limited ECPFT	97,744	-	-	97,744	9,884,606	-	-	10,321,766
Merit Packaging Limited Employees Contributory Provident Fund Trust	56,775	16,276	73,051	-	5,741,514	1,700,000	1,707,537	-
Merit Packaging Limited Employees Gratuity Fund	88,373	61,666	71,547	78,492	8,936,941	3,353,962	7,201,049	8,288,724
Premier Fashions Private Limited	-	987,791	987,791	-	-	102,500,000	102,828,539	-
Siza Commodities Private Limited	-	2,775,937	955,368	1,820,569	-	288,800,000	100,300,000	192,252,078
Siza Private Limited	-	1,743,330	1,743,330	-	-	180,900,000	182,206,757	-
Siza Services Private Limited	-	2,601,986	2,143,149	458,837	-	270,000,000	225,000,000	48,453,164
Siza Foods Private Limited Employees Contributory Provident Fund Trust	485,455	152,154	239,284	398,325	49,092,851	15,905,430	24,169,824	42,063,092
Siza Services Private Limited Employees Countributory Provident Fund Trust	99,437	32,668	39,103	93,003	10,055,815	3,415,000	4,020,000	9,821,110
Sybrid (Private) Limited ECPFT	63,719	147,059	80,299	130,479	6,443,743	2,832,031	5,606,558	13,778,574
Sybrid Private Limited	115,673	-	115,037	636	11,697,721	-	-	

	Half year ended December 31, 2020							
	Number of Units				Rupees			
	Number of units as at 01 July 2020	Units issued during the year	Units redeemed during the year	Number of holdings at the year ended 31 December 2020	Balance as at July 01, 2020	Units issued during the year	Units redeemed during the year	Balance at the year ended 31 December 2020
Lakson Investments Limited - Management Company	1,297,806	2,639,617	-	3,937,423	130,895,564	275,000,000	-	410,323,939
Directors, Chief Executive and their spouse and minors	15,525,959	5,143,191	2,587,084	18,082,066	1,565,934,252	534,523,411	264,662,150	1,884,355,600
Other key management personnel	-	4,815	4,815	-	-	500,000	501,150	-
Associated companies								
Accuray Surgical Limited Employees Contributory Provident Fund	-	26,276	-	26,276	-	2,730,973	-	2,738,247
Alan (Private) Limited	25,365	-	-	25,365	2,558,341		-	2,643,372
Century Insurance Co. Ltd., GF	-	58,421	-	58,421	-	6,071,946	-	6,088,117
Century Insurance Company Limited Employees Contributory Provident Fund Trust	-	82,129	-	82,129	-	8,536,071	-	8,558,804
Century Paper & Board Mills Limited ECPFT	-	602,804	-	602,804	-	62,652,091	-	62,818,948
Century Paper & Board Mills Limited EGF	-	500,505	-	500,505	-	52,019,764	-	52,158,304
Colgate Palmolive (Pakistan) Limited	4,214,489	-	1,955,355	2,259,134	425,069,600	-	200,000,000	235,427,290
Colgate Palmolive Pakistan Limited ECPFT	-	565,305	-	565,305	-	58,754,740	-	58,911,216
Colgate Palmolive Pakistan Limited EGF	-	670,695	-	670,695	-	69,708,386	-	69,894,035
Cyber Internet Services (Pvt.) Ltd. Empl. CPFT	-	458,570	-	458,570	-	47,667,176	-	47,788,191
Gam Corporation Private Limited Employees Contributory Provident Fund	-	432,023	-	432,023	-	44,902,062	-	45,021,645
Hasanali & Gulbano Lakhani Foundation	45,974	34,842	-	80,816	4,636,918	3,621,295	-	8,421,972
Lakson Business Solution Limited-ECPFT	5,066		-	5,066	510,915		-	527,896
Lakson Investments Limited ECPFT	-	73,304	-	73,304	-	7,618,782	-	7,639,072
Merit Packaging Limited Employees Contributory Provident Fund Trust	-	98,588	-	98,588	-	10,246,689	-	10,273,979
Merit Packaging Limited Employees Gratuity Fund	-	49,209	-	49,209	-	5,114,488	-	5,128,109
Siza Foods Private Limited Employees Contributory Provident Fund Trust	-	352,970	-	352,970	-	36,685,779	-	36,783,481
Siza Services Private Limited Employees Countributory Provident Fund Trust	-	67,671	-	67,671	-	7,033,353	-	7,052,084
Sybrid (Private) Limited	600		-	600	60,558		-	62,570
Sybrid (Private) Limited ECPFT	-	55,952	-	55,952	-	5,814,687	-	5,830,882
Connected person due to holding more than 10% units								
English Biscuit Manufacturers (Private) Limited	4,269,789	-	-	4,269,789	430,647,086	-	-	444,960,273

16. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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. 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 (that is, as prices) or indirectly (that is, derived from prices) (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.

		December 31, 2021 (Un-Audited)						
		Carrying amount			Fair Value			
On-balance sheet financial instruments	Note	Mandatory at Fair Value through profit or loss	Amortized cost	Other Financial Liabilities	Level 1	Level 2	Level 3	Total
		(Rupees)						
Financial assets measured at fair value								
Pakistan Investment Bonds		739,538,000	-	739,538,000	-	739,538,000	-	739,538,000
Term Finance Certificates - Unlisted		900,401,991	-	900,401,991	-	900,401,991	-	900,401,991
		1,639,939,991	-	1,639,939,991	-	1,639,939,991	-	1,639,939,991
Financial assets not measured at fair value								
Bank balances		-	1,625,345,387	1,625,345,387	-	-	-	-
Commercial Papers		-	489,675,902	489,675,902	-	-	-	-
Mark-up accrued		-	50,322,393	50,322,393	-	-	-	-
Deposits and other receivables		-	9,634,851	9,634,851	-	-	-	-
	16.1	-	2,174,978,533	2,174,978,533	-	-	-	-
Financial liabilities not measured at fair value								
Remuneration payable to the Management Company		-	23,849,357	23,849,357	-	-	-	-
Remuneration payable to the Trustee		-	369,069	369,069				
Accrued expenses and other liabilities		-	7,722,920	7,722,920	-	-	-	-
		-	31,941,346	31,941,346	-	-	-	-

On-balance sheet financial instruments	Note	December 31, 2021 (Un-Audited)						
		Carrying amount			Fair Value			
		Mandatory at Fair Value through profit or loss	Amortized cost	Other Financial Liabilities	Level 1	Level 2	Level 3	Total
		(Rupees)						
Financial assets measured at fair value								
Investments		1,829,717,147	-	1,829,717,147	398,189,620	1,431,527,527	-	1,829,717,147
Financial assets not measured at fair value								
Term deposit receipt		-	200,000,000	200,000,000				
Commercial paper		-	24,790,199	24,790,199				
Bank balances		-	2,973,292,308	2,973,292,308	-	-	-	-
Receivable from Margin Trading System		-	83,186,083	83,186,083				
Mark-up accrued		-	22,803,371	22,803,371	-	-	-	-
Deposits and other receivables		-	186,667,203	186,667,203				
	16.1	-	3,490,739,164	3,490,739,164	-	-	-	-
Financial liabilities not measured at fair value								
Remuneration payable to the Management Company		-	5,114,377	5,114,377	-	-	-	-
Remuneration payable to the Trustee		-	279,466	279,466	-	-	-	-
Payable against purchase of securities		-	152,218,844	152,218,844				
Accrued expenses and other liabilities		-	5,466,036	5,466,036	-	-	-	-
		-	163,078,723	163,078,723	-	-	-	-

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

17. GENERAL

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

18. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on February 17, 2022 by the Board of Directors of the Management Company.

For Lakson Investments Limited
(Management Company)

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

A Lakson Group Company

Lakson Investments Limited
Lakson Square, Building No. 2,
Sarwar Shaheed Road,
Karachi-74200, Pakistan
T +92.21 3840.0000
F +92.21 3568.1653

Lakson Investments (DIFC) Limited
Level 15, Gate Building
DIFC, P.O. Box 507054
Dubai, U.A.E.
T +971.4 401.9284
F +971.4 401.9578
(Regulated by the DFSA)