LAKSON TACTICAL 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.

Fund's Information

Bankers to the Fund	Allied Bank Limited Bank Alfalah Limited Dubai Islamic Bank Limited Habib Bank Limited Habib Metropolitan Bank Limited Habib Bank AG Zurich JS Bank Limited Telenor Microfinance Bank Limited United Bank Limited NRSP Microfinance Bank Limited National Bank of Pakistan Mobilink Microfinance Bank Limited Silk Bank Limited Sindh Bank Limited Finca Microfinance 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
Distributor	Rabia Fida BMA Capital Management Limited
Rating	1 Year : 2-Star 3 Year : 3-Star 5 Year : 3-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 Tactical Fund ("LTF") 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 Lakson Tactical Fund is to provide long-term capital appreciation by exclusively investing in a mix of securities comprising debt, equity, and commodities future contracts.

Principal activities
LTF is an open-end asset allocation fund and is listed on Pakistan Stock Exchange Limited. The Fund is managed using an active investment management style which focuses on an analysis of macro factors such as government policies, interest rates, liquidity, exchange rates and economic growth. The Fund switches exposure between domestic debt securities and domestic equities based on the forward price to earnings multiple of the equity market. Asset allocation to different sectors and stocks will be made on the basis of earnings growth and management quality. Exposure of the scheme in fixed income securities is managed through duration and yield curve management. The Fund may overweight or underweight commodities relative to its benchmark for commodities investment.

Development and Fund performance
Lakson Tactical Fund generated an absolute return of -2.61% against the benchmark return of 0.67% in the 2QFY22. The fund has underperformed the benchmark by 328bps. In 1HFY22 fund provided return of -5.00% vs. -1.72% for the benchmark for the same period. As of December 31, 2021, LTF portfolio was invested 74% in Equities, 10% in TFCs/Sukuks,and 11% in Cash.

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.

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%.

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.

Commodities Review

Supply shortage in the second half of 2021 drove up the prices of oil, natural gas and coal in many parts of the world, supply is surpassing demand in the global oil market leading to a buildup of inventories. The power crunch in China and Europe hit aluminium production, driving prices up over 40% for a second year of gains. However, it also affected demand for iron ore as the world's top steel producer China cut output. Iron ore prices, which hit record peaks in May, crashed in the second half of the year amid strict output curbs in China. Dalian iron ore futures fell more than 10% after a massive rally over the past two years. Gold was largely unchanged after dropping last year and silver is set to end the year down after two strong years.

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 ٹیکٹیکل فنڈ

دسمبر 2021 کوختم ہونے والے نصف سال کے لیے

مینجمنٹ کمپنی کے ڈائریکٹرز کی جائزہ رپورٹ

لیکسن انویسٹمنٹس لمیٹڈ کا بورڈ آف ڈائریکٹرز، لیکسن ٹیکٹیکل فنڈ ("LTF") کی مینجمنٹ کمپنی 3031 دسمبر 2021 کوختم ہونے والے نصف سال کے لیے اپنی رپورٹ مع مختصر عبوری مالیاتی معلومات پیش کرتے ہوئے خوشی محسوس کرتا ہے۔

فنڈ کا مقصد

لیکسن ٹیکٹیکل فنڈ کی سرمایہ کاری کا مقصد، ڈیٹ (Debt)، ایکویٹی اور کموڈیٹیز فیوچر کنٹریکٹس پر مشتمل مختلف طرح کی سیکیوریٹیز میں سرمایہ کاری کرتے ہوئے سرمائے کی قدر میں طویل مدتی اضافہ کرنا ہے۔

اہم سرگرمیاں

LTF ایک ایسیٹ ایلوکیشن اسکیم ہے جسے متعلقہ اثاثوں کی کلاسز کے متوقع منافع جات اور مینجمنٹ کمپنی کی صوابدید کی بنیاد پر ڈیٹ (Debt)، ایکویٹی پرمبنی انسٹرومنٹس اور کموڈیٹیز کے درمیان سرمایہ کاری کے ردوبدل کی اجازت ہے اس صوابدید کا اطلاق اقتصادی ماحول کے تجزیے کے بعد کیا جائے گا جس میں افراطِ زر، کرنسی کی قدر میں کمی، شرح سود، GDP کی نمو، حکومتی پالیسیز، عالمی اقتصادی ڈیٹا، کموڈیٹیز کی قیمتیں اور رسد / طلب کا تحرک شامل ہے۔ فکسڈ انکم سیکورٹیز میں اسکیم کی سرمایہ کاری کا انتظام وانصرام کو حکومتی سیکورٹیز کی مختلف میچورٹیز کے درمیان منتقلی کے ذریعے دورانیے اور yield curve مینجمنٹ کے ذریعے کیا جائے گا۔

ایکویٹی میں سرمایہ کاری کا انتظام وانصرام ان بنیادی اقدار کے تعین کے لیے نیچے سے اوپر کی طرف تجزیے کے ذریعے کیا جائے گا جو فنڈ کو پرکشش منافع کمانے کے قابل بناسکیں۔ حکومتی سیکورٹیز کی مختلف میچورٹیز کے درمیان منتقلی کے ذریعے دورانیے اور yield curve مینجمنٹ کے ذریعے کیا جائے گا۔

فنڈ کموڈیٹیز میں سرمایہ کاری کے لیے بینچ مارک کو متعلقہ کموڈیٹیز کے مطابق اوورویٹ یا انڈرویٹ کرسکتا ہے۔

پیش رفت اور کارکردگی کا جائزہ

لیکسن ٹیکٹیکل فنڈ نے مالی سال 2022 کی دوسری ششماہی میں بینچ مارک منافع 0.67% کے مقابلے میں 2.61- مطلق منافع پیش کیا۔ فنڈ نے مدت کے دوران بینچ مارک کے مقابلے میں 328 بنیادی پوائنٹس کم تر کارکردگی کا مظاہرہ کیا۔ مالی سال 2022 کی پہلی ششماہی میں فنڈ نے اسی مدت کے بینچ مارک منافع 1.72%- کے مقابلے میں 5.00%- کا منافع فراہم کیا۔ 31 دسمبر 2021 کے مطابق LTF پورٹ فولیو نے ایکویٹیز میں 74%، TFCs/صکوکس میں 10% اور کیش میں 11% سرمایہ کاری کی۔

فی یونٹ خسارہ (LPU)

فی یونٹ خسارہ (LPU) ظاہر نہیں کی گئی ہے کیوں کہ ہم محسوس کرتے ہیں کہ LPU شمار کرنے کے لیے تخمینہ شدہ 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 پہ 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۔

فلکسڈ 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 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۔

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 ہوگئی۔ 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۔

کموڈیٹیز کا جائزہ

2021 کی دوسری ششماہی میں سپلائی کی کمی نے دنیا کے کئی حصوں میں تیل، قدرتی گیس اور کوئلے کی قیمتوں میں اضافہ کر دیا، تیل کی عالمی منڈی میں سپلائی ڈیمانڈ سے بڑھ رہی ہے جس کی وجہ سے انوینٹریز میں اضافہ ہو رہا ہے۔ چین اور یورپ میں بجلی کے بحران نے ایلومینیم کی پیداوار کو نقصان پہنچایا، جس سے قیمتوں میں 40 فیصد سے زیادہ اضافہ ہوا۔ تاہم، اس نے لوہے کی طلب کو بھی متاثر کیا کیونکہ دنیا کے سب سے اسٹیل پروڈیوسر چین نے پیداوار میں کمی کی۔ لوہے کی قیمتیں، جو مئی میں ریکارڈ بلندیوں کو چھو رہی تھیں، چین میں پیداوار پر سخت پابندیوں کے درمیان سال کے دوسرے نصف حصے میں بری طرح گر گئیں۔ ڈیلین آئرن اور میں پچھلے دو سالوں میں زبردست تیزی کے بعد مستقبل کے سودوں میں 10% سے زیادہ کی کمی واقع ہوئی۔ پچھلے سال قیمتیں گرنے کے بعد سونا بڑی حد تک جوں کا توں رہا اور چاندی دو مضبوط سالوں کے بعد سال کے آخر میں نیچے آنے والی 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 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 آ جانا 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 شکر گزار ہے۔ منیجمنٹ کمپنی کے ڈائریکٹرز فنڈ کی ترقی اور دانش مندانہ انتظام وانصرام کے لیے منیجمنٹ 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 TACTICAL 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 Tactical 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 month 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.

As already highlighted in our previous trustee reports, the Fund continue to hold investment of Rs.36.12 million in TFC of Silk Bank Limited having rating of BBB+ till December 08, 2021 which is lower than the minimum rating allowed under the Constitutive Document of the Fund. Subsequently, the Management Company complied with the said requirement through amendment in Offering Document by reducing the rating requirement to Investment grade.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 23, 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 TACTICAL FUND

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Lakson Tactical 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	**65,699,257**	209,713,266
Investments	5	**528,467,796**	423,733,576
Markup accrued and dividend receivable	6	**3,105,047**	3,330,193
Receivable against sale of investments		-	2,006,636
Deposits and other receivables	7	**3,505,270**	5,242,913
TOTAL ASSETS		**600,777,370**	644,026,584
LIABILITIES			
Payable to the Management Company	8	**2,726,982**	2,734,352
Remuneration payable to the Trustee		**214,922**	221,016
Annual fee payable to Securities and Exchange Commission of Pakistan		**62,127**	120,582
Payable against purchase of securities		-	3,577,090
Accrued expenses and other liabilities	9	**1,473,967**	9,894,203
TOTAL LIABILITIES		**4,477,998**	16,547,243
NET ASSETS		**596,299,372**	627,479,341
UNIT HOLDERS' FUND (AS PER CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND)		**596,299,372**	627,479,341
CONTINGENCIES AND COMMITMENTS	11		
		---------------- (Number) ----------------	
Number of units in issue		**6,050,691**	6,048,514
		--------------- (Rupees) ---------------	
Net assets value per unit		**98.5506**	103.7410

The annexed notes from 1 to17 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
Income	**Note**	----------(Rupees)----------			
Realised (loss) / gain on sale of investments held at 'fair value through profit or loss' - net		**(24,689,124)**	33,912,412	**(24,255,610)**	11,942,747
Unrealised (loss) / gain on re-measurement of investments held at 'fair value through profit or loss' - net	5.1 to 5.4	**(28,370,606)**	45,501,128	**2,353,788**	7,855,345
		(53,059,730)	79,413,540	**(21,901,822)**	19,798,092
Dividend income		**12,782,513**	5,929,960	**5,971,088**	4,740,228
Return / mark up on:					
Bank balances and term finance deposit		**5,115,762**	5,249,230	**1,537,869**	557,100
Government and other debt securities using effective interest method		**4,181,948**	5,123,276	**2,146,828**	4,605,066
		9,297,710	10,372,506	**3,684,697**	5,162,166
Exchange gain / (loss) on foreign currency current account		**87,783**	(38,153)	**26,886**	(27,248)
Total (loss) / income		**(30,891,724)**	95,677,853	**(12,219,151)**	29,673,238
Expenses					
Remuneration of the Management Company		**4,013,807**	4,091,015	**2,033,735**	2,099,800
Sindh Sales tax on remuneration of the Management Company		**521,795**	531,832	**264,386**	272,974
Remuneration of the Trustee		**702,311**	656,450	**343,551**	339,664
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)		**62,151**	58,093	**30,402**	30,059
Auditors' remuneration		**233,222**	244,711	**116,611**	153,003
Fees and subscription		**264,656**	264,656	**132,328**	132,328
Printing charges		-	5,085	-	-
Brokerage, custody, settlement and bank charges		**1,168,795**	1,046,779	**589,847**	494,630
SECP supervisory fee		**1,260**	1,260	**630**	630
Total expenses		**6,967,997**	6,899,881	**3,511,490**	3,523,088
Net income from the operating activities		**(37,859,721)**	88,777,972	**(15,730,641)**	26,150,150
Reversal / (provision) for Sindh Workers' Welfare Fund	9.1	**6,776,542**	(1,775,559)	-	(523,003)
Net (loss) / income for the period before taxation		**(31,083,179)**	87,002,413	**(15,730,641)**	25,627,147
Taxation	12	-	-	-	-
Net (loss) / income for the period after taxation		**(31,083,179)**	87,002,413	**(15,730,641)**	25,627,147
Allocation of net income for the period after taxation					
Net (loss) / income for the period before taxation		-	87,002,413	-	25,627,147
Income already paid on units redeemed		-	(1,868,991)	-	(669,181)
		-	85,133,422	-	24,957,966
Accounting income available for distribution					
- Relating to capital gains		-	77,578,200	-	19,166,107
- Excluding capital gains		-	7,555,222	-	5,791,859
		-	85,133,422	-	24,957,966
Earnings per unit	13				

The annexed notes from 1 to17 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 after taxation	**(31,083,179)**	87,002,413	**(15,730,641)**	25,627,147
Other comprehensive income for the period	-	-	-	-
Total comprehensive (loss) / income for the period	**(31,083,179)**	87,002,413	**(15,730,641)**	25,627,147

The annexed notes from 1 to17 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	638,236,302	(10,756,959)	627,479,341	599,038,917	(92,393,831)	506,645,086
Issuance of 47,747 units (2020: 410,037 units)						
- Capital value	4,953,297	-	4,953,297	35,869,175	-	35,869,175
- Element of (loss) / income	(389,943)	-	(389,943)	4,328,377	-	4,328,377
Total proceeds on issuance of units	4,563,354	-	4,563,354	40,197,552	-	40,197,552
Redemption of 45,569 units (2020: 168,292 units)						
- Capital value	(4,727,403)	-	(4,727,403)	(14,721,866)	-	(14,721,866)
- Element of income / (loss)	67,259	-	67,259	-	(1,868,991)	(1,868,991)
Total payments on redemption of units	(4,660,144)	-	(4,660,144)	(14,721,866)	(1,868,991)	(16,590,857)
Total comprehensive (loss) / income for the period	-	(31,083,179)	(31,083,179)	-	87,002,413	87,002,413
Net assets as at end of the period	638,139,512	(41,840,138)	596,299,372	624,514,603	(7,260,409)	617,254,194
Undistributed income brought forward:						
- Realised loss at beginning of the period		(43,314,470)			(92,393,868)	
- Unrealised gain at beginning of the period		32,557,511			-	
		(10,756,959)			(92,393,868)	
Accounting income available for distribution:						
- Relating to capital gains		-			77,578,200	
- Excluding capital gains		-			7,555,222	
		-			85,133,422	
Net (loss) after tax for the period		(31,083,179)			-	
Undistributed loss at end of the period		(41,840,138)			(7,260,446)	
Represented by:						
- Realised loss at end of the period		(13,469,532)			(52,761,574)	
- Unrealised (loss) / income at end of the period		(28,370,606)			45,501,128	
Undistributed loss at end of the period		(41,840,138)			(7,260,446)	
Net assets value per unit at beginning of the period			103.7410			87.4778
Net assets value per unit at end of the period			98.5506			102.3055

The annexed notes from 1 to17 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	Half year ended December 31, 2020
	(Rupees)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the period	(31,083,179)	87,002,413
Adjustments for:		
Unrealised loss / (gain) on re-measurement of investment at fair value through profit and loss - net	28,370,606	(45,501,128)
Return on bank balances and term deposits	(5,115,762)	(5,249,230)
Mark-up on government and other debt securities	(4,181,948)	(5,123,276)
Dividend income	(12,782,513)	(5,929,960)
(Reversal) / provision for Sindh Workers' Welfare Fund	(6,776,542)	1,775,559
	(31,569,338)	26,974,379
(Increase) / decrease in assets		
Investments - net	(133,104,826)	4,925,838
Receivable against sale of investments	2,006,636	4,357,638
Deposits and other receivables	1,737,643	420,362
	(129,360,547)	9,703,838
(Decrease) / increase in liabilities		
Remuneration payable to the Management Company	(7,370)	737,542
Remuneration payable to the Trustee	(6,094)	23,355
Annual fee payable to Securities and Exchange Commission of Pakistan	(58,455)	(67,743)
Payable against purchase of securities	(3,577,090)	(2,008,524)
Accrued expenses and other liabilities	(1,643,694)	76,063
	(5,292,703)	(1,239,307)
Profit received on bank deposits and term finance deposits	5,901,661	5,330,263
Mark-up received on government and other debt securities	3,704,652	6,164,520
Dividend received	12,699,056	5,154,157
Net cash (used in) / generated from operating activities	(143,917,219)	52,087,850
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	4,563,354	40,197,552
Amount paid against redemption of units	(4,660,144)	(16,590,857)
Net cash (used in) / generated from financing activities	(96,790)	23,606,695
Net (decrease) / increase in cash and cash equivalents during the period	(144,014,009)	75,694,545
Cash and cash equivalents at beginning of the period	209,713,266	64,761,550
Cash and cash equivalents at end of the period	65,699,257	140,456,095

The annexed notes from 1 to17 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 Tactical Fund (the "Fund") was established under the Trust Deed executed on May 30, 2011 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 July 07, 2011 by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations).

1.2 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.

1.3 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 categorised as "Asset Allocation Scheme" as per the Circular 07 of 2009 issued by Securities and Exchange Commission of Pakistan (SECP) and is authorised to invest within the prescribed limits as mentioned in the offering documents of the fund in listed equity securities, Government securities, debt securities, deposits with banks, preference shares, placement of funds with financial institutions, reverse repo, margin trading system, money market placement, commercial paper, unlisted equity securities only if an application for listing of such securities has been accepted by the stock exchange, future contract of equity and commodity both and any other instruments authorized by the SECP in Pakistan. Further, as allowed by SECP and State Bank of Pakistan, the Fund can invest abroad up to 30% of the aggregated funds mobilized (including foreign currency funds) subject to a maximum limit of USD 15 million. The investments authorized outside Pakistan include exchange traded funds based on equities / debt with exposure in the commodities, index tracker funds tracking different commodities indices, actively managed commodities based funds, equities and debt securities of companies with exposure in commodities, future contracts of different commodities and foreign currency deposits etc.

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 Pakistan Credit Rating Company Limited (PACRA) has maintained the rating of the Management Company of the Fund to the scale AM2+' (stable outlook) vide its report dated August 27, 2021 (2020: AM2+ as on August 28, 2020).

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

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

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 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 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.

Wherever 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 condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flow statement and condensed interim statement of movement in unitholders' fund have been extracted from the unaudited condensed interim financial information for the six months 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, 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 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)	------------
	Local Currency			
	- in profit and loss sharing accounts	4.1	**64,878,051**	208,975,548
	- in current account		**8,503**	8,503
	Foreign Currency			
	- in current account	4.2	**812,703**	729,215
			65,699,257	209,713,266

4.1 These represent profit and loss sharing accounts maintained with banks carrying mark-up rates ranging from 5.50% to 10.00% (June 30, 2021: 5.00% to 7.65%) per annum.

4.2 This represents USD denominated current account maintained with Habib bank AG Zurich (a related party) in a foreign country, amounting to USD 3,977 (2021: USD 4,629).

5.	**INVESTMENTS**			
	At fair value through profit or loss			
	Term finance certificates	5.1	**61,259,990**	45,493,585
	Government securities	5.2	**24,830,000**	24,800,000
	Listed equity securities	5.3	**442,377,806**	353,439,991
			528,467,796	423,733,576

5.1 Term Finance Certificates
At fair value through profit or loss

	Note	Date of Maturity	Mark-up rate	Holding as at 01 July 2019	Purchases during the period	Disposed / matured during the period	Holdings as at December 31, 2019	Carrying value before revaluation as of 31 December 2019	Market value as of the year ended 31 December 2019 (after revaluation)	Unrealised (diminution)	Credit rating (Long term)	Market value as % of total investments	Market value as % of net assets	Face value as % of size of the issue
				------------Number certificates------------				------------- (Rupees) -------------						
Silk Bank Limited	5.1.1	10-Aug-25	6 months KIBOR + 1.85%	8,000	-	-	8,000	35,417,827	35,899,937	482,110	BBB+ (dated 30 Jun 2021)	6.79%	6.02%	2.00%
Bank Al-Habib Limited	5.1.2	6-Dec-28	6 months KIBOR + 1.00%	2,000	-	-	2,000	10,069,758	10,360,053	290,295	AA+ (dated 29 Jun 2021)	1.96%	1.74%	0.25%
NRSP Microfinance Bank Limited	5.1.3	9-Jul-28	3 months KIBOR + 3.00%	-	150	-	150	15,000,000	15,000,000	-	A- (dated 29 Jun 2021)	2.84%	2.52%	0.02%
Total as at December 31, 2021								60,487,585	61,259,990	772,405		11.60%	10.28%	2.27%
Total as at June 30, 2021								45,621,566	45,493,585	(127,981)		10.74%	7.25%	2.25%

5.1.1 This represents investments in Term Finance Certificates of Silk Bank Limited carrying an effective profit rate of 6 months Karachi Inter Bank Offered Rates (KIBOR) per annum plus 1.85% receivable semi-annually in arrears. The instrument is structured to redeem 0.14% of the issue amount during the first 7 years of issue while the remaining 99.86% in the last 2 equal semi annual instalments of 49.93% each from February 10, 2018 to August 10, 2025. These are secured by first pari passu charge on the bank's assets with 25% margin. Total face value of the individual investment is Rs. 5,000 (Rs. 40 million in total), whereas at the year end total face value of the principal amount was Rs. 39.98 million.

During the last year, this term finance certificate was downgraded to BBB+ from A-. The Management Company of the fund also received letter from SECP dated October 05, 2020 advising them to endeavor to regularise the non-compliance as soon as possible. Therefore, during the period, the Sixth supplement of the offering document has been issued to make this investment compliant.

5.1.2 This represents investments in Term Finance Certificates of Bank Al-Habib Limited carrying an effective profit rate of 6 months Karachi Inter Bank Offered Rates (KIBOR) per annum plus 1.00% receivable semi-annually in arrears. The instrument is structured to redeem 0.36% of the issue amount during the first 9 years of issue while the remaining 99.64% in the last 2 equal semi annual instalments of 49.82% each from June 06, 2019 to December 06, 2028. These are secured by first pari passu charge on the bank's assets with 25% margin. Total face value of the individual investment is Rs. 2,000 (Rs. 9.99 million in total).

5.1.3 This represents investments in Term Finance Certificates of NRSP Microfinance Bank Limited carrying an effective profit rate of 3 months Karachi Inter Bank Offered Rates (KIBOR) per annum plus 3.00% receivable quarterly in arrears. The instrument is structured to redeem 100% of the issue amount in the last 4 equal quarterly instalments of 25.00% each from September 01, 2027 to June 01, 2028. These term finance certificates are unsecured. Total face value of the individual investment is Rs. 100,000 (Rs. 15 million in total).

5.2 Government securities

	Note	Date of Maturity	------------Number certificates------------				Balance as at December 31, 2016				
			Holding as at 01 July 2021	Purchases during the period	Disposed / matured during the period	Holdings as at 31 December 2021	Carrying value as of the period ended 31 December 2021 before revaluation	Market value as of the period ended 31 December 2021	Unrealised appreciation / (diminution)	Market value as % of total investments (based on market value)	Market value as % of net assets (based on market value)
							---------------------- (Rupees) ----------------------			%	
10 years Pakistan Investment Bond (face value of Rs. 100,000 each)		31-May-28	250,000	-	-	250,000	24,800,000	24,830,000	30,000	4.70%	0.04%
Total as at December 31, 2021							**24,800,000**	**24,830,000**	**30,000**	**4.70%**	**0.04%**
Total as at June 30, 2021							24,887,500	24,800,000	(87,500)	5.85%	3.95%

5.3 Equity Securities

At fair value through profit or loss

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

	Balance as at December 31, 2021										
	------ Number of shares ------					------ Rupees ------			------ % ------		
Name of investee company	Holding as at July 01, 2021	Purchased during the period	Bonus shares / letter of right received during the period	Disposed during the period	Holding as at December 31, 2021	Carrying value before revaluation as of December 31, 2021	Market value as of 31 December 2021 (after revaluation)	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
Commercial Banks											
Bank Al Habib Limited	104,747	88,500	-	145,500	47,747	3,378,245	3,295,020	(83,225)	0.62	0.55	0.00042960
Habib Bank Limited - 5.3.1	147,518	61,500	-	2,200	206,818	24,873,350	24,119,115	(754,235)	4.56	4.04	0.00140994
The Bank Of Punjab	185,084	-	-	185,084	-	-	-	-	-	-	-
MCB Bank Limited	76,625	-	-	12,999	63,626	10,169,344	9,757,047	(412,297)	1.85	1.64	0.00053690
Bank Alfalah Limited	64,825	323,800	-	-	388,625	13,159,737	13,446,425	286,689	2.54	2.25	0.00218677
Meezan Bank Limited	96,660	67,600	5,379	76,600	93,039	11,750,478	12,477,460	726,982	2.36	2.09	0.00057187
United Bank Limited	91,947	114,600	-	7,300	199,247	24,210,212	27,213,155	3,002,943	5.15	4.56	0.00162760
						87,541,365	90,308,222	2,766,857	17.09	15.14	0.00676268
Chemicals											
ICI Pakistan Limited	4,350	-	-	4,350	-	-	-	-	-	-	-
Engro Polymer & Chemicals Limited	115,178	-	-	115,178	-	-	-	-	-	-	-
Lotte Chemical Pakistan Limited	5,200	-	-	5,200	-	-	-	-	-	-	-
Descon Oxychem Limited	-	194,000	-	-	194,000	4,968,645	4,462,000	(506,645)	0.84	0.75	0.01108375
						4,968,645	4,462,000	(506,645)	0.84	0.75	0.01108375
Fertilizers											
Engro Corporation Limited - 5.3.1	35,371	14,600	-	-	49,971	14,448,634	13,613,100	(835,534)	2.58	2.28	0.00086731
Engro Fertilizers Limited	-	91,790	-	-	91,790	6,891,389	6,984,301	92,912	1.32	1.17	0.00068741
Fauji Fertilizer Bin Qasim Limited	259,982	156,000	-	305,500	110,482	2,861,991	2,737,719	(124,272)	0.52	0.46	0.00085562
Fauji Fertilizer Company Limited	47,309	61,500	-	-	108,809	11,702,485	10,909,190	(793,295)	2.06	1.83	0.00085526
						35,904,499	34,244,310	(1,660,189)	6.48	5.74	0.00326559
Pharma & Bio Tech											
The Searle Company Limited - 5.3.2	17,704	76,878	9,331	11,800	92,113	14,024,948	13,238,480	(786,468)	2.51	2.22	0.00295184
Ferozsons Laboratories Limited	20,900	14,300	-	17,600	17,600	6,460,085	5,734,608	(725,477)	1.09	0.96	0.00485863
GlaxoSmithKline Pakistan Limited	4,246	-	-	4,246	-	-	-	-	-	-	-
						20,485,033	18,973,088	(1,511,945)	3.59	3.18	0.00781047
Textile Composite											
Nishat Mills Limited	99,687	164,700	-	4,000	260,387	23,383,603	20,721,597	(2,662,006)	3.92	3.48	0.00740578
Interloop Limited	-	94,000	1,425	-	95,425	7,113,110	6,936,443	(176,667)	1.31	1.16	0.00106221
Gul Ahmed Textile Mills Limited	166,000	283,500	-	73,700	375,800	19,497,427	17,685,148	(1,812,279)	3.35	2.97	0.00609356
Kohinoor Textile Mills Limited	43,000	27,300	-	4,500	65,800	4,983,250	4,567,836	(415,414)	0.86	0.77	0.00219849
						54,977,390	49,911,024	(5,066,366)	9.44	8.37	0.01676004
Cement											
Kohat Cement Company Limited	5,400	37,900	-	-	43,300	8,730,882	8,166,380	(564,502)	1.55	1.37	0.02081731
Lucky Cement Limited	22,863	31,700	-	18,660	35,903	27,945,862	24,388,190	(3,557,672)	4.61	4.09	0.00111026
Maple Leaf Cement Factory Limited	86,436	333,000	-	138,300	281,136	12,184,919	10,106,839	(2,078,080)	1.91	1.69	0.00255963
Pioneer Cement Limited	29,935	135,700	-	64,566	101,069	10,639,170	8,969,874	(1,669,296)	1.70	1.50	0.00444946
Fauji Cement Company Limited	152,206	154,500	-	-	306,706	6,801,338	5,634,189	(1,167,149)	1.07	0.94	0.00222281
D.G. Khan Cement Company Limited	61,690	101,500	-	114,090	49,100	4,635,162	4,072,354	(562,808)	0.77	0.68	0.00112070
Cherat Cement Company Limited	18,350	84,800	-	42,800	60,350	9,232,970	8,950,509	(282,461)	1.69	1.50	0.00310610
						80,170,303	70,288,335	(9,881,968)	13.30	11.79	0.03538627
Power Generation & Distribution											
Hub Power Company Limited	168,220	130,500	-	-	298,720	23,075,962	21,310,685	(1,765,277)	4.03	3.57	0.00230289
Kot Addu Power Company	118,826	-	-	117,826	1,000	44,350	32,350	(12,000)	0.01	0.01	0.00001136
						23,120,312	21,343,035	(1,777,277)	4.04	3.58	0.00231425
Oil and Gas Exploration Companies											
Mari Petroleum Company Limited	8,256	-	-	900	7,356	11,213,413	12,168,516	955,103	2.30	2.04	0.00055141
Oil & Gas Development Company Limited - 5.3.1	126,063	-	-	40,281	85,782	8,151,863	7,394,408	(757,455)	1.40	1.24	0.00019945
Pakistan Oilfields Limited	59,694	36,800	-	20,200	76,294	29,579,227	27,284,260	(2,294,967)	5.16	4.58	0.00268778
Pakistan Petroleum Limited	136,221	-	-	36,500	99,721	8,658,774	7,881,948	(776,826)	1.49	1.32	0.00036649
						57,603,277	54,729,132	(2,874,145)	10.36	9.18	0.00380513

Name of investee company	Balance as at December 31, 2021										
	Number of shares					Rupees			%		
	Holding as at July 01, 2021	Purchased during the period	Bonus shares / letter of right received during the period	Disposed during the period	Holding as at December 31, 2021	Carrying value before revaluation as of December 31, 2021	Market value as of 31 December 2021 (after revaluation)	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
Oil and Gas Marketing Companies											
Pakistan State Oil Company Limited - 5.3.2	58,992	33,100	-	32,900	59,192	11,850,083	10,766,433	(1,083,650)	2.04	1.81	0.00126081
Attock Petroleum Limited	5,100	-	-	5,100	-	-	-	-	-	-	-
						11,850,083	10,766,433	(1,083,650)	2.04	1.81	0.00129504
Automobile Assemblers											
Pak Suzuki Motor Company Limited	6,900	2,100	-	9,000	-	-	-	-	-	-	-
Atlas Honda Cars	-	7,700	-	7,700	-	-	-	-	-	-	-
Millat Tractors Limited	5,564	-	1,112	6,676	-	-	-	-	-	-	-
Indus Motor Company Limited	7,030	-	-	7,030	-	-	-	-	-	-	-
						-	-	-	-	-	-
Automobile Parts & Accessories											
Agriauto Industries Limited (Face value of Rs. 5 each)	9,000	-	-	9,000	-	-	-	-	-	-	-
Thal Limited (Face value of Rs. 5 each)	3,416	-	-	3,416	-	-	-	-	-	-	-
						-	-	-	-	-	-
Transport											
Pakistan International Bulk Terminal Limited	19,215	-	-	19,215	-	-	-	-	-	-	-
Engineering											
Agha Steel Industries Limited	41,000	137,000	2,050	-	180,050	4,943,150	4,711,909	(231,241)	0.89	0.79	0.00297663
International Steels Limited	116,848	47,722	-	164,570	-	-	-	-	-	-	-
International Industries Limited	12,500	11,000	-	7,500	16,000	3,421,106	2,220,960	(1,200,146)	0.42	0.37	0.00121321
Mughal Iron And Steel Industries Ltd	35,580	135,300	11,307	109,100	73,087	6,648,825	7,609,088	960,263	1.44	1.28	0.00217758
Aisha Steel Mills Limited	234,504	171,500	-	406,004	-	-	-	-	-	-	-
						15,013,082	14,541,957	(471,125)	2.75	2.44	0.00636742
Glass and Ceramics											
Shabbir Tiles & Ceramics Limited	107,200	101,500	-	208,700	-	-	-	-	-	-	-
Foods											
Fauji Foods Limited	90,300	296,000	584,987	386,000	585,287	6,140,103	5,378,788	(761,315)	1.02	0.90	0.00369479
Pakistan Aluminium Beverage Cans	-	57,985	-	57,985	-	-	-	-	-	-	-
At- Tahur	-	155,000	18,600	-	173,600	4,535,530	3,994,536	(540,994)	0.76	0.67	0.00873401
Unity foods limited	8,957	151,600	-	160,557	-	-	-	-	-	-	-
						10,675,633	9,373,324	(1,302,309)	1.77	1.57	0.01242880
Technologies											
Systems Limited	13,490	23,400	-	1,000	35,890	23,713,803	27,270,658	3,556,855	5.16	4.57	0.00259925
Air Link Communication	-	78,753	4,931	-	83,684	5,554,590	4,858,693	(695,897)	0.92	0.81	0.00211714
Octopus Limited	-	50,221	-	3,500	46,721	2,553,226	3,633,025	1,079,799	0.69	0.61	0.00341653
Avanceon	-	183,300	-	37,000	146,300	18,023,346	13,330,856	(4,692,490)	2.52	2.24	0.00570163
TRG Pakistan Limited	60,600	118,800	-	57,740	121,660	19,396,230	14,343,714	(5,052,516)	2.71	2.41	0.00223069
						69,241,195	63,436,946	(5,804,249)	12.00	10.64	0.01606524
Refinery											
Pakistan Refinery Limited	85,000	-	-	85,000	-	-	-	-	-	-	-
National Refinery Limited	12,300	3,000	-	15,300	-	-	-	-	-	-	-
Byco Petroleum Pakistan Limited	307,000	-	-	307,000	-	-	-	-	-	-	-
Attock Refinery Limited	16,100	7,000	-	23,100	-	-	-	-	-	-	-
						-	-	-	-	-	-
Cable And Electronic											
Pak Elektron Limited	90,000	-	-	90,000	-	-	-	-	-	-	-
Total as at December 31, 2021					**5,429,187**	**471,550,816**	**442,377,806**	**(29,173,010)**	**83.71**	**74.19**	**0.12**
Total as at June 30, 2021						320,666,998	353,439,991	(32,772,993)	82.65	55.81	0.05

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

	December 31, 2021	June 30, 2021
	------- (Number of Shares) -------	
Engro Corporation Limited	**20,000**	20,000
Habib Bank Limited	**50,000**	50,000
Oil & Gas Development Company Limited	**75,000**	75,000
	145,000	145,000

5.3.2 Finance Act, 2014 had introduced tax on bonus shares issued by the companies. Most of the equity funds including the Fund have challenged the applicability of withholding tax provision on bonus shares before the High Court of Sindh (the Court) on various legal grounds and have sought relief from the Court. In the Fund's case, tax in the shape of 79 shares in case of The Searl Company Limited and 815 shares in the case of Pakistan State Oils Limited have been withheld by CDC. Market value of these shares as at December 31, 2021 amounted to Rs. 11,354 and Rs. 148,240 respectively, and are included in the Fund's investments in these financial statements.

		December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
6.	**MARKUP ACCRUED AND DIVIDEND RECEIVABLE**	------------ (Rupees) ------------	
	Profit receivable on :		
	- Profit and loss sharing bank accounts	**636,592**	1,422,491
	- Term finance certificates	**1,951,182**	1,506,358
	- Government securities	**190,419**	157,947
		2,778,193	3,086,796
	Dividend receivable	**326,854**	243,397
		3,105,047	3,330,193
7.	**DEPOSITS AND OTHER RECEIVABLES**		
	Security deposit to:		
	- Central Depository Company of Pakistan Limited	**100,000**	100,000
	- National Clearing Company of Pakistan Limited	**2,500,000**	2,500,000
	Withholding tax recoverable	**880,450**	982,842
	Advance against book building	-	1,547,749
	Other receivable	**24,820**	112,322
		3,505,270	5,242,913

8. PAYABLE TO THE MANAGEMENT COMPANY

	Note		
Remuneration payable to the Management Company	8.1	**691,430**	700,146
Sales tax payable on remuneration to the Management Company	8.2	**346,516**	345,169
Federal excise duty payable on remuneration to the Management Company	8.3	**1,686,556**	1,686,556
Sale load payable to the Management Company		**2,480**	2,480
		2,726,982	2,734,352

8.1 The Management Company is entitled to remuneration for services rendered to the Fund under the provisions of the NBFC Regulation, of an amount not exceeding 2% per annum of the average annual net assets of the Fund. However, the Management Company is currently charging a fee at the rate of 10% of the gross earnings of the scheme for the period ended December 31, 2021. The fee is subject to a minimum of 1% and maximum of 2% of the average annual net assets of the Fund. 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. Above liability includes Rs. 256,629 (June 30, 2021: Rs. 256,629) accrued on Federal Excise Duty (FED) on the management remuneration as more fully explained in note 8.3 below.

8.3 As per the requirements of the Finance Act, 2013, 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 Sindh High Court (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 01, 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. 1.69 million. Had the provision not been made, NAV per unit of the Fund as at December 31, 2021 would have been higher by Rs. 0.28 (June 30, 2021: Rs. 0.27) per unit.

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

	Note	**December 31, 2021 (Unaudited)**	June 30, 2021 (Audited)
9. ACCRUED EXPENSES AND OTHER LIABILITIES		**------------ (Rupees)**	**------------**
Payable to Sindh Workers' Welfare Fund	9.1	-	6,776,542
Brokerage charges payable		**738,622**	864,482
Auditors' remuneration		**392,889**	402,019
Fee payable National Clearing Company of Pakistan		**18,688**	104,806
Settlement charges payable to Central Depository Company Limited		**128,196**	86,612
Mutual Fund rating fee		**128,357**	-
Other liabilities		**67,215**	1,659,742
		1,473,967	9,894,203

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. 6.78 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 half year ended December 31, 2021 is 1.13% (December 31, 2020: 2.99%) which includes 0.11% (December 31, 2020: 0.83%) representing government levies (comprising of Sindh 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% (December 31, 2020: 4.5%) (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.

12. TAXATION

The Fund's income is exempt from income tax as per clause 99 of the Part I of the second 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 NBFC Regulations, 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 Fund has not recorded a tax liability in the current period, as the Management Company intends to distribute more than 90% of the Fund's accounting income as reduced by capital gain (whether realised or unrealised) for the period ending June 30, 2022 to its unit holders.

13. 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.

14. 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, Habib Bank AG Zurich being the Custodian, 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:

14.1 Details of balances with related parties / connected persons at the period end

	Note	**December 31, 2021 (Unaudited)**	June 30, 2021 (Audited)
		------------ (Rupees) ------------	
Lakson Investments Limited - Management Company of the Fund			
Remuneration payable (including the Sindh sales tax and federal excise duty amounting to Rs. 2.03 million (June 30, 2020: Rs. 2.03 million)*		**2,724,502**	2,731,871
Sales load payable		**2,480**	2,480
Central Depositary Company Limited - Trustee of the Fund			
Remuneration payable (including Sindh sales tax amounting to Rs. 24,722 (June 30, 2021: Rs. 13,655)		**214,922**	221,016
Security deposit		**100,000**	100,000
Settlement charges payable		**128,196**	86,612
Habib Bank AG Zurich - Custodian			
Bank balance	4.2	**812,703**	729,215

14.2 Details of transactions with related parties / connected persons at the period end

	Note	Half year ended December 31, 2021	2020
		------------ (Unaudited) ------------	
		------------ (Rupees) ------------	
Lakson Investments Limited - Management			
Remuneration for the period	8.1	**4,013,807**	4,091,015
Sindh sales tax on remuneration of Management Company *	8.2	**521,795**	531,832
Central Depositary Company Limited - Trustee of the Fund			
Remuneration for the period		**702,311**	656,450
Settlement charges		**41,584**	38,646

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

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

	Period ended December 31, 2021							
	Number of Units				Rupees			
	Number of units as at 01 July 2021	Units issued during the period	Units redeemed during the period	Number of units as at 31 December 2021	Balance as at 01 July 2021	Units issued during the period	Units redeemed during the period	Balance as at 31 December 2021
Directors, Chief Executive and their spouse and minors	121,645	-	-	121,645	12,619,574	-	-	11,988,187.74
Other key management personnel	16,475	-	-	16,475	1,709,133	-	-	1,623,621
Lakson Investments Limited - Management Company	1,636,986	-	-	1,636,986	169,822,565	-	-	161,325,952.49
Associated companies / undertakings of the Management Company								
Lakson Business Solutions Limited Employees Contributory Provident Fund Trust	5,650	-	-	5,650	586,137	-	-	556,811
Lakson Investments Limited Employees Contributory Provident Fund Trust	33,095	3,774	-	36,869	3,433,308	360,639	-	3,633,484
Century Insurance Company Limited Employees Contributory Provident Fund Trust	52,446	6,744	-	59,190	5,440,800	644,366	-	5,833,165
GAM Corporation (Private) Limited Employees Contributory Provident Fund Trust	194,586	-	-	194,586	20,186,546	-	-	19,176,567
SIZA Foods (Private) Limited Employees Contributory Provident Fund Trust	164,049	-	-	164,049	17,018,607	-	-	16,167,127
Hasanali Karabhai Foundation Employees Contributory Provident Fund Trust	8,877	-	-	8,877	920,909	-	-	874,834
Colgate Palmolive (Pakistan) Limited Employees Contributory Provident Fund Trust	655,030	-	-	655,030	67,953,467	-	-	64,553,600
Colgate Palmolive (Pakistan) Limited Employees Gratuity Fund	726,560	-	-	726,560	75,374,061	-	-	71,602,924
SIZA Services (Private) Limited Employees Contributory Provident Fund Trust	31,757	-	-	31,757	3,294,503	-	-	3,129,671
Cyber Internet Services (Private) Limited Employees Contributory Provident Fund Trust	280,800	19,489	-	300,289	29,130,473	1,862,245	-	29,593,672
Merit Packaging Limited Employees Contributory Provident Fund Trust	62,909	10,558	21,404	52,063	6,526,243	1,008,858	2,164,000	5,130,802
Merit Packaging Limited Employees Gratuity Fund	37,112	3,388	-	40,500	3,850,036	323,754	-	3,991,320
Century Paper & Board Mills Limited Employees Contributory Provident Fund Trust	630,847	-	-	630,847	65,444,699	-	-	62,170,350
Century Paper & Board Mills Limited Employees Gratuity Fund	552,117	-	-	552,117	57,277,170	-	-	54,411,462
Century Insurance Company Limited	444,538	-	-	444,538	46,116,817	-	-	43,809,487
Sybrid (Private) Limited Employees Contributory Provident Fund Trust	59,212	3,171	-	62,383	6,142,712	302,979	-	6,147,862
Century Insurance Company Limited Gratuity Fund	45,481	497	-	45,978	4,718,244	47,514	-	4,531,184
Accuracy Surgical Limited -Employees Contributory Provident Fund Trust	47,090	-	-	47,090	4,885,164	-	-	4,640,748

Above related parties / connected person held 96% of the unites of the fund (June 30, 2021: 96%).

	Period ended December 31, 2020							
	Number of Units				Rupees			
	Number of units as at 01 July 2020	Units issued during the period	Units redeemed during the period	Number of units as at 31 December 2020	Balance as at 01 July 2020	Units issued during the period	Units redeemed during the period	Balance as at 31 December 2020
Directors, Chief Executive and their spouse and minors	122,389	-	5,424	116,965	10,706,322	-	500,000	11,526,973
Other key management personnel	15,838	11,487	11,542	15,783	1,385,474	1,156,034	1,155,000	1,555,408
Lakson Investments Limited - Management Company	1,572,891	1	-	1,572,892	137,593,034	-	-	155,009,439
Associated companies / undertakings of the Management Company								
Lakson Business Solutions Limited Employees Contributory Provident Fund Trust	5,467	-	-	5,467	478,262	-	-	538,799
Lakson Investments Limited Employees Contributory Provident Fund Trust	2,997	28,714	-	31,710	262,155	2,795,000	-	3,125,086
Century Insurance Company Limited Employees Contributory Provident Fund Trust	48,071	1,977	-	50,048	4,205,178	192,522	-	4,932,290
GAM Corporation (Private) Limited Employees Contributory Provident Fund Trust	143,147	58,012	-	201,159	12,522,152	5,646,723	-	19,824,296
SIZA Foods (Private) Limited Employees Contributory Provident Fund Trust	102,715	53,830	-	156,546	8,985,314	5,286,778	-	15,427,655
Hasanali Karabhai Foundation Employees Contributory Provident Fund Trust	19,099	-	3,414	15,685	1,670,748	-	332,244.00	1,545,739
Colgate Palmolive (Pakistan) Limited Employees Contributory Provident Fund Trust	604,981	20,083	-	625,064	52,922,399	1,954,817	-	61,600,450
Colgate Palmolive (Pakistan) Limited Employees Gratuity Fund	513,464	179,859	-	693,323	44,916,741	17,664,227	-	68,327,420
SIZA Services (Private) Limited Employees Contributory Provident Fund Trust	27,134	3,086	-	30,220	2,373,630	300,353	-	2,978,183
Cyber Internet Services (Private) Limited Employees Contributory Provident Fund Trust	243,569	24,386	-	267,955	21,306,921	2,395,072	-	26,407,142
Merit Packaging Limited Employees Contributory Provident Fund Trust	93,667	-	1	93,666	8,193,749	-	-	9,230,802
Merit Packaging Limited Employees Gratuity Fund	39,234	-	1	39,233	3,432,142	-	-	3,866,478
Century Paper & Board Mills Limited Employees Contributory Provident Fund Trust	601,988	-	-	601,988	52,660,592	-	-	59,326,285
Century Paper & Board Mills Limited Employees Gratuity Fund	501,874	24,987	-	526,861	43,902,821	2,453,971	-	51,922,495
Century Insurance Company Limited	614,359	-	-	614,359	53,742,748	-	-	60,545,420
Premier Fashions (Private) Limited	111,176	-	111,176	-	9,725,401	-	11,047,304	-
Sybrid (Private) Limited Employees Contributory Provident Fund Trust	55,584	920	-	56,504	4,862,385	89,555	-	5,568,530
Century Insurance Company Limited Gratuity Fund	40,704	2,697	-	43,401	3,560,714	262,500	-	4,277,201
Accuracy Surgical Limited -Employees Contributory Provident Fund Trust	56,453	-	11,516	44,937	4,938,391	-	1,120,886	4,428,607

14.4 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.

14.5 Purchase and redemption of the Fund's unit by related parties / connected persons are recorded at the applicable net asset value per unit. Other transactions are at agreed rates.

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.

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.

		31 December 2021						
		Carrying amount				Fair Value		
On-balance sheet financial instruments		Manadatory at fair value through profit or loss	Amortized cost	Other financial liabilities	Total	Level 1	Level 2	Total
		---------- (Rupees) ----------						
Financial assets measured at fair value								
Term finance certificates		61,259,990	-	61,259,990	-	61,259,990	-	61,259,990
Government securities		24,830,000	-	24,830,000	-	24,830,000	-	24,830,000
Listed equity securities		442,377,806	-	442,377,806	442,377,806	-	-	442,377,806
		528,467,796	-	528,467,796	442,377,806	86,089,990	-	528,467,796
Financial assets not measured at fair value	15.1							
Bank balances - held at amortised cost		-	65,699,257	65,699,257	-	-	-	-
Markup accrued and dividend receivable		-	3,105,047	3,105,047	-	-	-	-
Deposits and other receivables		-	2,624,820	2,624,820	-	-	-	-
		-	71,429,124	71,429,124	-	-	-	-
Financial liabilities not measured at fair value	15.1							
Payable to the Management Company		-	693,910	693,910	-	-	-	-
Remuneration payable to the Trustee		-	190,200	190,200	-	-	-	-
Accrued expenses and other liabilities		-	1,473,967	1,473,967	-	-	-	-
		-	2,358,077	2,358,077	-	-	-	-

On-balance sheet financial instruments		30 June 2021						
		Carrying amount				Fair Value		
		Manadatory at fair value through profit or loss	Amortized cost	Other financial liabilities	Total	Level 1	Level 2	Total
		(Rupees)						
Financial assets measured at fair value								
Term finance certificates		45,493,585	-	45,493,585	-	45,493,585	-	45,493,585
Government securities		24,800,000	-	24,800,000	-	24,800,000	-	24,800,000
Listed equity securities		353,439,991	-	353,439,991	353,439,991	-	-	353,439,991
		423,733,576	-	423,733,576	353,439,991	70,293,585	-	423,733,576
Financial assets not measured at fair value	15.1							
Bank balances		-	209,713,266	209,713,266	-	-	-	-
Dividend receivables		-	243,397	243,397				
Markup accrued		-	3,330,193	3,330,193	-	-	-	-
Deposits and other receivables		-	4,260,071	4,260,071	-	-	-	-
Receivable against sale of investments		-	2,006,636	2,006,636				
		-	219,553,563	219,553,563	-	-	-	-
Financial liabilities not measured at fair value	15.1							
Payable to the Management Company		-	700,146	700,146	-	-	-	-
Remuneration payable to the Trustee		-	207,361	207,361	-	-	-	-
Accrued expenses and other liabilities		-	1,457,919	1,457,919	-	-	-	-
Payable against purchase of securities		-	3,577,090	3,577,090	-	-	-	-
		-	5,942,516	5,942,516	-	-	-	-

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. GENERAL

Figures have been rounded off to the nearest rupee.

17. DATE OF AUTHORISATION OF ISSUE

These condensed interim financial information were 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)

LAKSON ASSET ALLOCATION DEVELOPED MARKETS 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 Bank Alfalah Limited Dubai Islamic Bank Limited Habib Bank Limited Habib Metropolitan Bank Limited Habib Bank AG Zurich National Bank of Pakistan 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
Distributor	Rabia Fida BMA Capital Management Limited
Rating	5-Star (One Year) 5-Star (Three Years) 5-Star (Five Years) Fund Performance Ranking 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 Asset Allocation Developed Markets Fund ("LAADMF") 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 Fund is to provide long-term capital appreciation by investing in a mix of domestic debt and Developed Markets Securities.

Principal activities

LAADMF is an open-end asset allocation scheme and is listed on Pakistan Stock Exchange Limited. The Scheme is managed using an active investment management style which focuses on an analysis of the macro factors such as government policies, global economic data, commodities prices, and supply/demand dynamics. The Scheme switches exposure between the domestic Government Securities and the Developed Markets securities based on the outlook of the Investments Team of the performance of the Developed Markets. The Scheme may overweight or underweight countries relative to its benchmark for Developed Markets investments, the MSCI World Index. Exposure of the Scheme in the fixed income securities is managed through duration and yield curve management by shifting between different maturities of the Government Securities.

Development and Performance Review

Lakson Asset Allocation Developed Markets Fund generated an absolute return of 9.57% in the 1HFY22 compared to the Benchmark return of 8.45%. The LAADMF has outperformed the benchmark by 1.12%. As of December 31, 2021, allocation in Developed Market Equities was 22% and majorly remained in Cash(78%).

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%.

Developed Markets Review

The MSCI developed markets stocks remained flat in 1HFY22, up 1.4%. Robust vaccination uptakes, as well as supportive fiscal and monetary policy have facilitated a strong "post-pandemic" recovery in economic activity across developed markets (DMs).

Australia, Canada, Germany, Japan and Singapore remained flat at 2%,5%, 2%, 0% and 0% respectively.

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 ایسیٹ ایلوکیشن ڈیویلپڈ مارکیٹس 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 ایسیٹ ایلوکیشن ڈیویلپڈ مارکیٹس فنڈ ("LAADMF") 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

لیکسن ایسیٹ ایلوکیشن ڈیویلپڈ مارکیٹس فنڈ کی سرمایہ کاری کا مقصد، مختلف طرح کے ملکی قرضوں اور ڈیویلپڈ مارکیٹس سیکیوریٹیز میں سرمایہ کاری کرتے ہوئے طویل مدت کے لیے اصل سرمائے کی قدر میں اضافہ کرنا ہے۔

نمایاں سرگرمیاں

LAADMF ایک اوپن اینڈ ایسیٹ ایلوکیشن اسکیم ہے اور پاکستان اسٹاک ایکسچینج لمیٹڈ میں لسٹڈ ہے۔ اسکیم کو انویسٹمنٹ مینجمنٹ کے ایک فعال انداز کو اختیار کرتے ہوئے چلایا جائے گا جس میں بڑے عوامل جیسے حکومتی پالیسیز، گلوبل اکنامک ڈیٹا، کموڈیٹیز کی قیمتیں اور سپلائی/ڈیمانڈ ڈائنامکس کے تجزیوں کو پیش نظر رکھا جائے گا۔ اس اسکیم سے ڈومیسٹک گورنمنٹ سیکیوریٹیز اور ایسی ڈیویلپڈ مارکیٹس سیکیوریٹیز کے درمیان تبدیلیوں کے ساتھ سرمایہ کاری کی جاتی ہے، جس کا ڈیویلپڈ مارکیٹس کی سرمایہ کاری کے منظر نامے اور اپنی انویسٹمنس ٹیم کی پیشگوئیوں پر انحصار ہوتا ہے۔ یہ اسکیم ڈیویلپڈ مارکیٹس کی سرمایہ کاری سے متعلق بینچ مارک MSCI World Index کے حوالے سے متعلق ممالک کو اوورویٹ یا انڈرویٹ کرسکتی ہے۔ اسکیم کی سرمایہ کاری کو فکسڈ انکم سیکیوریٹیز میں اس کی مدت اور yield curve مینجمنٹ کے ذریعے مختلف میچورٹیز اور حکومتی سیکیوریٹیز کے درمیان منتقل کرتے ہوئے منظم کیا جائے گا۔

پیش رفت اور کارکردگی کا جائزہ

لیکسن ایسیٹ ایلوکیشن ڈیویلپڈ مارکیٹس فنڈ نے مالی سال 2022 کی پہلی ششماہی کے دوران بینچ مارک منافع 8.45% کے مقابلے میں 9.57% کا مطلق منافع حاصل کیا۔ فنڈ نے بینچ مارک کے مقابلے میں 1.12% بہتر کردگی کا مظاہرہ کیا ہے۔ 31 دسمبر 2021 کے مطابق فنڈ نے 22% سے ایکویٹیز میں اور باقی سے کیش میں سرمایہ کاری کی (78%)۔

فی یونٹ آمدنی (EPU)

فی یونٹ آمدنی (EPU) ظاہر نہیں کی گئی ہے کیوں کہ ہم محسوس کرتے ہیں کہ EPU شمار کرنے کے لیے تخمینہ شدہ 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 اعدادوشمار 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۔

ڈیویلپڈ مارکیٹس کا جائزہ

MSCI ڈیویلپڈ مارکیٹ سٹاک 1HFY22 مالی سال 2022 کی پہلی ششماہی میں 1.4% اضافے پر فلیٹ رہے۔ ویکسینیشن میں بھرپور اضافے کے ساتھ ساتھ معاون مالیات اور زر سے متعلق پالیسی نے ڈیویلپڈ مارکیٹس (DMs) میں معاشی سرگرمیوں میں "بعداز وبا" بحالی میں معاونت فراہم کی ہے۔ آسٹریلیا، کینیڈا، جرمنی، جاپان اور سنگاپور بالترتیب 2%، 5%، 2%، 0% اور 0% پر فلیٹ رہے۔

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 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۔ مینجمنٹ کمپنی کے ڈائریکٹرز فنڈ کی ترقی اور دانشمندانہ 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 ASSET ALLOCATION DEVELOPED MARKETS 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 Asset Allocation Developed Markets 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

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 ASSET ALLOCATION DEVELOPED MARKETS 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 matters

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.

The financial statements of the Company for the year ended June 30, 2021 and condensed interim financial information of the Company for the half year ended December 31, 2020 were audited and reviewed by another firm of chartered accountants who have expressed an unqualified opinion and conclusion thereon vide their reports dated October 09, 2021 and February 27, 2021 respectively.

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	**775,332,923**	757,978,718
Investments	5	**213,995,259**	271,086,975
Dividend receivable		**343,791**	122,881
Accrued mark-up and other receivables		**2,172,145**	1,019,8260
TOTAL ASSETS		**991,844,118**	1,030,208,400
LIABILITIES			
Payable to the Management Company	6	**6,331,971**	6,301,920
Remuneration payable to the Trustee		**194,136**	186,755
Annual fee payable to Securities and Exchange Commission of Pakistan		**104,120**	267,229
Accrued expenses and other liabilities	7	**6,064,892**	11,208,843
TOTAL LIABILITIES		**12,695,119**	17,964,747
NET ASSETS		**979,148,999**	1,012,243,653
UNIT HOLDERS' FUND (AS PER STATEMENTS ATTACHED)		**979,148,999**	1,012,243,653
CONTINGENCIES AND COMMITMENTS	9		
		(Number)	
NUMBER OF UNITS IN ISSUE		**5,810,528**	6,581,612
		(Rupees)	
NET ASSETS VALUE PER UNIT		**168.5128**	153.7987

The annexed notes from 1 to 14 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					
Gain / (loss) on sale of investment at fair value through profit or loss - net		**21,548,125**	(9,244,058)	**21,566,832**	(4,200,326)
Unrealized gain on revaluation of investments at fair value through profit or loss - net	5.3	**43,157,586**	17,477,199	**17,388,228**	25,649,017
		64,705,711	8,233,141	**38,955,060**	21,448,691
Dividend income on investments at fair value through profit or loss		**859,538**	742,435	**343,803**	480,612
Return / mark up on bank balances - at amortised cost		**8,247,944**	7,211,792	**1,851,378**	3,476,296
Return / mark up on government securities - at fair value through profit or loss		**18,597,096**	40,179,932	**11,892,008**	15,225,263
Exchange gain / (loss) on foreign currency balances - at amortised cost		**7,944,688**	(14,364,288)	**3,192,213**	(9,521,386)
Reversal of provision of Sindh Workers' Welfare Fund (SWWF)	7.1	**5,089,762**	-	-	-
Total income		**105,444,739**	42,003,012	**56,234,462**	31,109,476
Expenses					
Remuneration to the Management Company		**8,131,370**	12,123,713	**4,011,994**	5,465,997
		1,057,078	1,576,083	**521,559**	710,580
Remuneration to the Trustee		**1,157,667**	1,495,120	**576,019**	692,151
Annual fee to the Securities and Exchange Commission of Pakistan		**104,145**	163,801	**51,609**	72,094
SECP supervisory fee		**1,276**	1,260	**642**	630
Auditors' remuneration		**161,267**	258,179	**89,792**	163,777
Fees and subscription		**167,137**	264,656	**119,748**	132,328
Printing charges		-	8,475	-	-
Listing fees		**12,553**	-	**12,553**	-
Custody charges		**311,325**	174,149	**163,685**	79,291
Brokerage, settlement and bank charges		**277,428**	1,124,303	**255,935**	618,202
		11,381,246	17,189,739	**5,803,536**	7,935,050
Net income from the operating activities		**94,063,493**	24,813,273	**50,430,926**	23,174,426
Sindh Workers' Welfare Fund (SWWF)		-	(496,265)	-	(463,489)
Net income for the period before taxation		**94,063,493**	24,317,008	**50,430,926**	22,710,938
Taxation	10	-	-	-	-
Net income for the period after taxation		**94,063,493**	24,317,008	**50,430,926**	22,710,938
Allocation of net income for the period after taxation					
Net income for the period after taxation		**94,063,493**	24,317,008	**50,430,926**	22,710,938
Income already paid on units redeemed		**(32,234,500)**	(57,681)	**(32,019,134)**	(57,681)
		61,828,993	24,259,327	**18,411,792**	22,653,257
Accounting income available for distribution					
Relating to capital gains		**39,113,022**	8,193,158	**13,515,628**	8,193,158
Excluding capital gains		**22,715,971**	16,066,169	**4,896,164**	14,460,099
		61,828,993	24,259,327	**18,411,792**	22,653,257

The annexed notes from 1 to 14 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	**94,063,493**	24,317,008	**50,430,926**	22,710,938
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	**94,063,493**	24,317,008	**50,430,926**	22,710,938

The annexed notes from 1 to 14 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	**913,076,847**	**99,166,807**	**1,012,243,654**	1,868,812,065	75,554,756	1,944,366,821
Issuance of 2,351,139 units (2020: 1,500)						
Capital value	**361,602,122**	**-**	**361,602,122**	224,236	-	224,236
Element of income	**28,643,772**	**-**	**28,643,772**	-	-	-
Total proceeds on issuance of units	**390,245,894**	**-**	**390,245,894**	224,236	-	224,236
Redemption of 3,122,223 units (2020: 3,648,051)						
Capital value	**(480,193,839)**	**-**	**(480,193,839)**	(547,202,908)	-	(547,202,908)
Element of income	**(4,975,704)**	**(32,234,500)**	**(37,210,204)**	(71,401)	(57,681)	(129,082)
Total payments on redemption of units	**(485,169,542)**	**(32,234,500)**	**(517,404,042)**	(547,274,309)	-	(547,331,990)
Total comprehensive income for the period	**-**	**94,063,493**	**94,063,493**	-	24,317,008	24,317,008
Net assets as at end of the period	**818,153,199**	**160,995,800**	**979,148,999**	1,321,761,992	99,871,764	1,421,576,075
Accumulated undistributed income brought forward:						
Realized income at beginning of the period		**47,485,540**			58,580,892	
Unrealized income at beginning of the period		**51,681,267**			16,973,865	
		99,166,807			75,554,756	
Accounting income available for distribution:						
Relating to capital gains		**39,113,022**			8,193,158	
Excluding capital gains		**22,715,971**			16,066,169	
		61,828,993			24,259,327	
Undistributed income at end of the period		**160,995,800**			99,814,083	
Represented by:						
Realized income at end of the period		**117,838,214**			82,336,884	
Unrealized income at end of the period		**43,157,586**			17,477,199	
Undistributed income at end of the period		**160,995,800**			99,814,083	
Net assets value per unit at beginning of the period			**153.7987**			149.9987
Net assets value per unit at end of the period			**168.5128**			152.5950

The annexed notes from 1 to 14 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

	Six months period ended December 31, 2021	2020
	----------------(Rupees)----------------	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period	**94,063,493**	24,317,008
Adjustments for:		
Unrealized gain on revaluation of investment at fair value through profit or loss - net	**(43,157,586)**	(17,477,199)
	50,905,907	6,839,809
(Increase) / decrease in assets		
Investments	**100,249,303**	1,068,791,764
Dividend receivable	**(220,910)**	(533,389)
Accrued mark-up and other receivables	**(1,152,319)**	5,069,438
	98,876,074	1,073,327,813
Increase / (decrease) in liabilities		
Payable to the Management Company	**30,051**	(655,647)
Remuneration payable to the Trustee	**7,381**	(39,673)
Annual fee payable to Securities and Exchange Commission of Pakistan	**(163,109)**	(19,401)
Accrued expenses and other liabilities	**(5,143,951)**	929,862
	(5,269,628)	215,143
Net cash generated from operating activities	**144,512,353**	1,080,382,763
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	**390,245,894**	224,236
Amount paid against redemption of units	**(517,404,042)**	(547,331,990)
Net cash used in from financing activities	**(127,158,148)**	(547,107,754)
Net increase in cash and cash equivalents during the period	**17,354,205**	533,275,009
Cash and cash equivalents at beginning of the period	**757,978,718**	455,467,033
Cash and cash equivalents at end of the period	**775,332,923**	988,742,042

The annexed notes from 1 to 14 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 Asset Allocation Developed Market Fund (the "Fund") was established under the Trust Deed executed on 30 May 2011 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 7 July 2011 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 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 categorised as "Asset Allocation Scheme" as per the Circular 07 of 2009 issued by Securities and Exchange Commission of Pakistan (SECP) and is authorised to invest within the prescribed limit mentioned in the offering document of the fund in Government securities, deposits and foreign currency deposits with local or foreign banks etc. in Pakistan. Further, as allowed by SECP and State Bank of Pakistan, the Fund can invest abroad up to 30% of the aggregated funds mobilized (including foreign currency funds) subject to a maximum limit of USD 15 million. The investments authorized outside Pakistan include exchange traded funds based on equities / debt with exposure in the commodities, index tracker funds tracking different commodities indices, actively managed commodities based funds, equities and debt securities of companies with exposure in commodities, future contracts of different commodities and foreign currency deposits etc.

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

The Pakistan Credit Rating Company Limited (PACRA) has maintained asset manager rating of the Management Company of the Fund to the scale AM2+' (stable outlook) dated August 27, 2021 (AM2+ as on August 28, 2020).

On February 10, 2022, VIS Credit Rating Company Limited assigned following rankings to the Fund based on the performance review for the period ended December 31, 2021 (trailing 12 months for 1 Year ranking, trailing 36 months for 3 Year ranking, and trailing 60 months for 5 Year ranking).

1 Year : 5-Star
3 Year : 5-Star
5 Year : 5-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 June 30, 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 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 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)
4	**BANK BALANCES**		**(Rupees)**	
	Local currency			
	Current accounts		**8,504**	8,504
	Profit and loss sharing accounts	4.1	**624,173,034**	700,575,169
	Foreign currency			
	Current account		**151,151,385**	57,395,045
			775,332,923	757,978,718

4.1 These represent profit and loss sharing accounts maintained with banks carrying mark-up rates ranging from 5.50% to 9.00% (30 June 2021: 5% to 8%) per annum.

5	**INVESTMENTS**			
	At fair value through profit or loss			
	Market Treasury Bills	5.1	-	-
	Pakistan Investment Bonds	5.2	-	-
	Exchange Traded Funds	5.3	**213,995,259**	271,086,975
			213,995,259	271,086,975

5.1 Market Treasury Bills

Issue date	Tenure	------------Number certificates------------				Balance as at December 31, 2021			Market value as percentage of net assets	Market value as percentage of total investments
		As at July 1, 2021	Purchases during the period	Sales / matured during the period	As at December 31, 2021	Carrying value	Market value	Appreciation / (diminution)		
						---------------------- (Rupees) ----------------------			------------ % ------------	
March 25, 2021	6 months	-	6,990,000	6,990,000	-	-	-	-	-	-
May 6, 2021	3 months	-	4,180,000	4,180,000	-	-	-	-	-	-
May 20, 2021	3 months	-	2,800,000	2,800,000	-	-	-	-	-	-
June 3, 2021	6 months	-	6,740,000	6,740,000	-	-	-	-	-	-
June 17, 2021	3 months	-	2,850,000	2,850,000	-	-	-	-	-	-
June 17, 2021	6 months	-	6,660,000	6,660,000	-	-	-	-	-	-
July 2, 2021	6 months	-	6,500,000	6,500,000	-	-	-	-	-	-
Total - As at December 31, 2021						-	-	-	0.00%	0.00%
Total - June 30, 2021					-	-	-	0.00%	0.00%	

5.2 Pakistan Investment Bonds

Tenure	Date of maturity	------------Number certificates------------				Balance as at December 31, 2021			Market value as percentage of net assets	Market value as percentage of total investments
		As at July 1, 2021	Purchases during the period	Sales / matured during the period	As at December 31, 2021	Carrying value	Market value	Appreciation / (diminution)		
						---------------------- (Rupees) ----------------------			------------ % ------------	
3 years	August 20, 2023	-	4,175,000	4,175,000	-	-	-	-	-	-
Total - As at December 31, 2021						-	-	-	0.00%	0.00%
Total - June 30, 2021					-	-	-	0.00%	0.00%	

5.3 Exchange Traded Funds

	-------------------- Number of PIBs --------------------				Balance as at December 31, 2021			Market value as percentage of net assets	Market value as percentage of total investments
	As at July 1, 2021	Purchases during the period	Sales / matured during the period	As at December 31, 2021	Carrying value	Market value	Appreciation / (diminution)		
					------------------ Rupees ------------------				
Power shares QQQ Trust Series 1	2,840	-	1,050	1,790	99,950,396	125,704,354	25,753,958	12.84%	58.74%
Vanguard Funds Plc Vanguard S&P 500	8,772	-	3,245	5,527	70,887,257	88,290,905	17,403,648	9.02%	41.26%
Total - As at December 31, 2021					**170,837,653**	**213,995,259**	**43,157,606**	**21.86%**	**100.00%**
Total - June 30, 2021					219,405,708	271,086,975	51,681,267	26.78%	100.00%

5.3.1 Invesco QQQ Trust Series 1 is an Exchange Traded Fund incorporated in USA. It tracks the performance of the Nasdaq 100 Index and holds large cap U.S. stocks. Its investments exclude the financial sector and therefore, tend to be focused on the technology and consumer sector. These are valued at the rate quoted on a daily basis by NASDAQ 100 Index. Total value of the units at USD 397.85 per unit as at the period-end amounted to USD 712,151.50 (30 June 2021: 2,840 units).

5.3.2 Vanguard S&P 500 is also an Exchange Traded Fund, incorporated in Ireland. The Fund seeks to track the performance of the S&P 500 Index, comprising of the stocks of large U.S. companies. These are valued at the rates quoted on a daily basis by the London Stock Exchange. Total value of the units at USD 90.50 per unit as at the period-end amounted to USD 500,193.50 (30 June 2020: 8,772 units).

5.3.3 Above units are held by Habib Bank AG Zurich as a custodian.

		Note	December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
			(Rupees)	
6	**PAYABLE TO THE MANAGEMENT COMPANY**			
	Remuneration payable to the Management Company	6.1	**1,332,491**	1,305,896
	Sindh sales tax on Management remuneration	6.2	**173,220**	169,764
	Federal Excise Duty on Management remuneration	6.3	**4,823,301**	4,823,301
	Sale load payable to the Management Company		**2,959**	2,959
			6,331,971	6,301,920

6.1 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 is currently charging fee at 15% of the gross earnings of the scheme for the period ended 31 December 2021. The fee is subject to a minimum of 1.25% and maximum of 2% of the average annual net assets of the Fund. 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.

6.3 There is no change in the status of the appeal pending in the Supreme Court of Pakistan against the decision of Sindh High Court as more fully disclosed in the annual financial statements for the year ended June 30, 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. 4.823 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 Re. 0.8301 (June 30, 2021: Re. 0.73) per unit.

		Note	December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
			(Rupees)	
7	**ACCRUED EXPENSES AND OTHER LIABILITIES**			
	Payable to Sindh Workers' Welfare Fund	7.1	-	5,089,762
	Brokerage charges payable		**31,878**	18,580
	Auditors' remuneration		**148,190**	264,517
	Custody fee payable		**580,407**	646,415
	Rating fee payable		**307,950**	307,950
	Professional tax payable		**430,000**	500,000
	Other liabilities		**4,566,467**	4,381,619
			6,064,892	11,208,843

7.1 During the period, SRB, through its letter dated August 12, 2021 received by Mutual Funds Association of Pakistan (MUFAP) on August 13, 2021, has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level on August 13, 2021 and was also taken up with the SECP by the Asset Management Companies. In the light of clarification issued by SECP, the MUFAP recommended to its members that effective from August 13, 2021, SWWF recognised earlier should be reversed. Accordingly no provision of SWWF would be recognised in the financial statements from now onwards.

8 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 period ended December 31, 2021 is 1.10% which includes 0.13% 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% (December 31, 2020: 4.5%).

9 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.

10 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.

11 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)
11.1	**Details of balances with related parties / connected persons at the period end**		------------ (Rupees)	------------
	Lakson Investments Limited - Management Company of the Fund			
	Remuneration and other payables (including the Sindh sales tax and federal excise duty amounting to Rs. 4.997 million (June 30, 2021: Rs. 4.993 million)*	11.4	**6,329,012**	6,298,961
	Sales load payable		**2,959**	2,959
	Central Depository Company of Pakistan Limited - Trustee of the Fund			
	Remuneration payable (Including Sindh sales tax mounting to Rs. 22,332 (June 30, 2021: Rs.31,311)	11.4	**194,136**	186,755
	Habib Bank AG Zurich - Custodian			
	Bank deposits		**151,151,385**	57,395,045
	Custodian fee payable		**580,407**	646,415

			Six months ended December 31, 2021	2020
			(Unaudited) (Rupees)	
11.2	**Details of transaction with related parties / connected persons at the period end**			
	Lakson Investments Limited - Management Company of the Fund			
	Remuneration for the period	11.4	**8,131,370**	12,123,713
	Sindh sales tax on remuneration of Management Company *		**1,057,078**	1,576,083
	Central Depositary Company Limited Trustee of the Fund			
	Remuneration for the period	11.4	**1,157,667**	1,495,120
	Habib Bank AG Zurich - Custodian Custody charges, transaction and other fees		**311,325**	437,889

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

11.3 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	-	66,894	-	66,894	-	11,000,000	-	11,272,554
Directors, Chief Executive and their spouse and minors	5,462,543	1,227	1,521,834	3,941,936	840,132,012	197,444	250,850,000	664,266,691
Key management personnel, employees and connected persons of the Management Company	177,525	-	177,525	-	20,727,393.00	-	28,479,306	-
Other key management personnel	-	57	57	-	-	801	9,144	-
Associated companies / undertakings of the Management Company								
Lakson Business Solutions Limited Employees Contributory Provident Fund	1,176	-	-	1,176	180,867	-	-	198,171
Lakson Investment Limited Employees Contributory Provident Fund	3,219	3,220	3,220	3,219	495,078	536,328	536,328	542,443
Gam Corporation (Private) Limited Employees Contributory Provident Fund	59,580	122,577	91,079	91,079	9,163,327	20,325,338	15,170,035	15,347,916
Siza Foods (Private) Limited Employees Contributory Provident Fund	42,523	107,223	67,643	82,103	6,539,982	17,807,501	11,266,601	13,835,352
Colgate Palmolive Pakistan Limited ECPFT	172,265	432,468	285,556	319,177	26,494,133	71,755,472	47,562,212	53,785,441
Colgate Palmolive Pakistan Limited EGF	231,113	478,865	345,170	364,807	35,544,879	79,458,090	57,491,594	61,474,667
Cyber Internet Services (Pvt.) Ltd. Employees Contributory Provident Fund	94,819	185,531	128,780	151,571	14,583,039	30,835,436	21,449,541	25,541,598
Accuracy Surgicals Limited - Employees Contributory Provident Fund Trust	16,028	30,557	23,294	23,291	2,465,086	5,068,523	3,879,804	3,924,900
Merit Packaging Limited Employees Contributory Provident Fund	21,499	19,890	21,500	19,889	3,306,518	3,312,839	3,577,839	3,351,476
Merit Packaging Limited Employees Gratuity Fund	11,348	22,101	12,976	20,472	1,745,308	3,686,745	2,161,357	3,449,826
Century Paper & Board Mills Limited Employees Contributory Provident Fund	188,490	399,606	275,780	312,317	28,989,517	66,357,747	45,933,865	52,629,343
Century Paper & Board Mills Limited Employees Contributory Gratuity Fund	186,573	347,495	252,605	281,464	28,694,685	57,726,614	42,073,841	47,430,236
Century Insurance Company Limited Employees Contributory Provident Fund	17,719	33,948	21,014	30,653	2,725,159	5,657,405	3,500,090	5,165,438
Century Insurance Company Limited Employees Contributory Gratuity Fund	15,354	28,170	20,156	23,368	2,361,425	4,682,443	3,357,167	3,937,824
Sybrid Private Limited Employees Contributory Provident Fund	20,015	43,100	30,427	32,688	3,078,281	7,151,931	5,067,973	5,508,314
Siza Services (Private) Limited Employees Contributory Provident Fund	10,682	21,149	15,708	16,123	1,642,878	3,508,543	2,616,247	2,716,949
Hasanali Karabhai Foundation Employees Contributory Provident Fund	3,512	6,192	4,852	4,852	540,141	1,027,490	808,217	817,594

	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
Directors, Chief Executive and their spouse and minors	11,074,845	1,500	2,844,468	8,231,878	1,661,212,403	224,236	427,004,000	1,256,143,361
Other key management personnel	1	-	1	-	150	-	150	-
Associated companies / undertakings of the Management Company								
Lakson Business Solutions Limited - Employees Contributory Provident Fund Trust	1,149	-	-	1,149	172,297	-	-	175,280
Lakson Investments Limited - Employees Contributory Provident Fund Trust	3,128	-	-	3,128	469,266	-	-	477,389
GAM Corporation (Private) Limited - Employees Contributory Provident Fund Trust	76,806	-	19,201	57,605	11,520,824	-	2,874,023	8,790,260
SIZA Foods (Private) Limited - Employees Contributory Provident Fund Trust	54,819	-	13,705	41,114	8,222,810	-	2,051,270	6,273,822
Colgate Palmolive (Pakistan) Limited - Employees Contributory Provident Fund Trust	381,464	-	214,908	166,555	57,219,034	-	32,189,711	25,415,481
Colgate Palmolive (Pakistan) Limited - Employees Gratuity Fund	323,257	-	99,803	223,453	48,488,065	-	14,941,758	34,097,879
Cyber Internet Services (Private) Limited - Employees Contributory Provident Fund Trust	140,270	-	48,594	91,676	21,040,291	-	7,275,889	13,989,280
Accuracy Surgicals Limited - Employees Contributory Provident Fund Trust	34,629	-	19,130	15,499	5,194,280	-	2,865,333	2,365,035
Merit Packaging Limited - Employees Contributory Provident Fund Trust	57,811	-	37,023	20,788	8,671,520	-	5,545,832	3,172,079
Merit Packaging Limited - Employees Gratuity Fund	23,928	-	12,954	10,974	3,589,156	-	1,940,128	1,674,533
Century Paper & Board Mills Limited - Employees Contributory Provident Fund Trust	363,323	-	181,081	182,242	54,497,993	-	27,113,180	27,809,229
Century Paper & Board Mills Limited - Employees Gratuity Fund	294,273	-	113,883	180,390	44,140,550	-	17,046,745	27,526,548
Century Insurance Company Limited - Employees Contributory Provident Fund Trust	28,788	-	11,655	17,133	4,318,150	-	1,745,363	2,614,358
Sybrid Private Limited - Employees Contributory Provident Fund Trust	31,648	-	12,295	19,352	4,747,119	-	1,841,143	2,953,087
Century Insurance Company Limited - Employees Gratuity Fund	21,679	-	6,833	14,846	3,251,858	-	1,023,003	2,265,455
Siza Services Private Limited - Employees Contributory Provident Fund Trust	16,511	-	6,182	10,329	2,476,565	-	925,631	1,576,146
Hasanali Karabhai Foundation - Employees Contributory Provident Fund Trust	11,740	-	6,336	5,405	1,761,046	-	948,981	824,708

11.4 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.

11.5 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.

12 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 occuring 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.

		31 December 2021						
		Carrying amount				Fair Value		
		Mandatory at fair value through profit or loss	Amortized cost	Other financial liabilities	Total	Level 1	Level 2	Total
	Note	(Rupees)						
On-balance sheet financial instruments								
Financial assets measured at fair value								
Listed equity securities		213,995,259	-	-	213,995,259	213,995,259	-	213,995,259
		213,995,259	-	-	213,995,259	213,995,259	-	213,995,259
Financial assets not measured at fair value	12.1							
Bank balances - held at amortized cost		-	775,332,923	-	775,332,923	-	-	-
Dividend receivable		-	343,791	-	343,791	-	-	-
Mark-up accrued on bank balances			1,377,254		1,377,254			
		-	777,053,968	-	777,053,968	-	-	-
Financial liabilities not measured at fair value	12.1							
Payable to the Management Company		-	-	1,335,450	1,335,450	-	-	-
Remuneration payable to the Trustee		-	-	165,272	165,272	-	-	-
Accrued expenses and other liabilities		-	-	6,064,892	6,064,892	-	-	-
		-	-	7,565,614	7,565,614	-	-	-

	Note	30 June 2021						
		Carrying amount				Fair Value		
		Mandatory at 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		271,086,975	-	-	271,086,975	271,086,975	-	271,086,975
		271,086,975	-	-	271,086,975	271,086,975	-	271,086,975
Financial assets not measured at fair value	12.1							
Bank balances - held at amortized cost		-	757,978,718	-	757,978,718	-	-	-
Dividend receivable		-	122,881	-	122,881	-	-	-
Mark-up accrued on bank balances		-	230,499	-	230,499	-	-	-
		-	758,332,098	-	758,332,098	-	-	-
Financial liabilities not measured at fair value	12.1							
Payable to the Management Company		-	-	1,305,896	1,305,896	-	-	-
Remuneration payable to the Trustee		-	-	165,273	165,273	-	-	-
Accrued expenses and other liabilities		-	-	1,935,259	1,935,259	-	-	-
		-	-	3,406,428	3,406,428	-	-	-

12.1 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.

13 DATE OF AUTHORIZATION OF ISSUE

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

14 GENERAL

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

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

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 ISLAMIC TACTICAL 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	Habib Bank AG Zurich Habib Metropolitan Islamic Bank Limited Bank Islami Pakistan Limited Al Baraka Bank (Pakistan) Limited Dubai Islamic Bank Pakistan Limited
Legal Adviser	Fazleghani Advocates F-72/I, Block 8, KDA-5, Kehkashan, Clifton, Karachi, Pakistan.

Shari'ah Adviser	Al Hilal Shariah Advisors
Registrar	Lakson Investments Limited Lakson Square Building No.2, Sarwar Shaheed Road, Karachi-74200, Pakistan
Distributor	Rabia Fida BMA Capital Management Limited
Rating	1 Year ranking : 2-Star 3 Year ranking : 3-Star 5 Year ranking : 3-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 Islamic Tactical Fund ("LITF") 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 Lakson Islamic Tactical Fund is to provide long-term capital appreciation by exclusively investing in Shariah Compliant avenues including equities, fixed income instruments and emerging market securities.

Principal activities
LITF is an open-end asset allocation fund and is listed on Pakistan Stock Exchange Limited. The Fund is managed using an active investment management style which focuses on an analysis of the macro factors such as government policies, global economic data, commodities prices, and supply/demand dynamics. The Fund switches exposure between equities and fixed income based on the outlook of the investments team. Exposure of the Scheme in fixed income securities is managed through duration and yield curve management.

Development and Fund performance
Lakson Islamic Tactical Fund provided return of for -5.69% 1HFY22 against the Benchmark return of -3.00%. As of December 31, 2021, the Fund had 69.6% exposure in equities, 17% in cash, and 12% is placed in Financial Institutions on a total asset basis.

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.

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%.

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.

Emerging Markets Review

MSCI's index of EM dropped -10% during 1HFY22, 2021 ended miserable for emerging markets. A horizon full of headwinds is driving that underperformance: Global inflation has forced emerging markets to hike interest rates, clipping pandemic recoveries.

EM markets; i.e. Hong Kong, Brazil, Korea, Russia returned dropped at 19%, 17%, 10% and 1% respectively.

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 اسلامک ٹیکٹیکل 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 اسلامک ٹیکٹیکل فنڈ ("LITF") کی مینجمنٹ کمپنی 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

لیکسن اسلامک ٹیکٹیکل فنڈ کی سرمایہ کاری کا مقصد، خاص طور پر شریعہ سے مطابقت رکھنے والے ذرائع بشمول ایکویٹیز، فکسڈ انکم انسٹرومنٹس اور ایمرجنگ مارکیٹس سیکیورٹیز میں سرمایہ کاری کرتے ہوئے سرمائے کی قدر میں طویل مدتی اضافہ کرنا ہے۔

نمایاں سرگرمیاں

LITF ایک اوپن اینڈ ایسیٹ ایلوکیشن اسکیم ہے اور پاکستان اسٹاک ایکسچینج لمیٹڈ میں لسٹڈ ہے۔ اس اسکیم کا انتظام وانصرام ایک ایکٹیو انویسٹمنٹ مینجمنٹ اسٹائل استعمال کرتے ہوئے کیا جاتا ہے جو اقتصادی ماحول کے تجزیے پر توجہ مرکوز رکھتا ہے مثلاً حکومتی پالیسیز، عالمی اقتصادی ڈیٹا، کموڈیٹیز کی قیمتیں اور رسد / طلب کا تحرک شامل ہے۔ اسکیم انویسٹمنٹ ٹیم کی توقعات کی بنیاد پر ایکویٹیز اور فکسڈ انکم میں سرمایہ کاری تبدیل کرتی ہے۔ فکسڈ انکم سیکورٹیز میں اسکیم کی سرمایہ کاری کا انتظام وانصرام دورانیے اور مختلف میچورٹیز کے درمیان سرمایہ کاری کے تبادلے اور yield curve مینجمنٹ کو مدنظر رکھ کر کیا جاتا ہے۔

پیش رفت اور فنڈ کی کارکردگی

لیکسن اسلامک ٹیکٹیکل فنڈ نے بینچ مارک منافع 3.00%- کے مقابلے میں مالی سال 2021 کی پہلی ششماہی کے لیے 5.69%- منافع فراہم کیا۔
31 دسمبر 2021 کے مطابق فنڈ مجموعی اثاثوں کی بنیاد پر ایکویٹی میں 69.6%، کیش میں 17% اور مالیاتی اداروں میں 12% سرمایہ کاری رکھتا ہے۔

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 تخمینہ شدہ 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 پے 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۔

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 ہوگئی۔ 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۔

ایمرجنگ مارکیٹ کا جائزہ

ایمرجنگ مارکیٹس کا MSCI انڈیکس مالی سال 2022 کی پہلی ششماہی کے دوران 10%- گر گیا ہے۔ اس طرح ایمرجنگ مارکیٹس کے لیے مایوس کن انداز میں 2021 کا اختتام ہوا۔ بے شمار مخالفانہ عوامل اس کمتر کارکردگی کا سبب ہیں: عالمی افراط زر نے ایمرجنگ مارکیٹس کو شرح سود بڑھانے پر مجبور کردیا ہے، جس سے عالمی وبا سے بحالی کی رفتار میں کمی آئی ہے۔ ایمرجنگ مارکیٹس یعنی ہانگ کانگ، برازیل، کوریا، روس کے منافع جات میں بالترتیب 19%، 17%، 10% اور 1% تک کمی آئی۔

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 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 کرجائے 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 شکر گزار 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 ISLAMIC TACTICAL 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 Islamic Tactical 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 ISLAMIC TACTICAL 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 matters

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.

The financial statements of the Company for the year ended June 30, 2021 and condensed interim financial information of the Company for the half year ended December 31, 2020 were audited and reviewed by another firm of chartered accountants who have expressed an unqualified opinion and conclusion thereon vide their reports dated October 09, 2021 and February 18, 2021 respectively.

KARACHI

DATED: 17 FEB 2022

CHARTERED ACCOUNTANTS
Engagement Partner: Zulfikar Ali Causer

BDO Ebrahim & Co. Chartered Accountants
BDO Ebrahim & Co., a Pakistan registered partnership firm, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

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	**80,605,472**	160,101,532
Investments	5	**378,260,904**	330,041,780
Dividend receivable		**10,718**	360,726
Profit receivable	6	**3,677,116**	2,172,644
Deposits,prepayments and other receivables	7	**2,661,335**	3,861,181
TOTAL ASSETS		**465,215,545**	496,537,863
LIABILITIES			
Payable to the Management Company	8	**1,906,547**	1,875,202
Remuneration payable to the Trustee		**94,830**	100,108
Annual fee payable to Securities and Exchange Commission of Pakistan		**48,123**	72,488
Accrued expenses and other liabilities	9	**1,657,084**	3,850,096
Payable against the purchase of equity investments		**966,705**	1,535,615
TOTAL LIABILITIES		**4,673,289**	7,433,509
NET ASSETS		**460,542,256**	489,104,354
UNIT HOLDERS' FUND		**460,542,256**	489,104,354
CONTINGENCIES AND COMMITMENTS	11		
		(Number)	
NUMBER OF UNITS IN ISSUE		**5,027,164**	5,035,007
		(Rupees)	
NET ASSETS VALUE PER UNIT		**91.6107**	97.1407

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
Income	**Note**	---(Rupees)---			
(Loss) / gain on sale of investment at fair value through profit or loss - net		**(17,143,365)**	9,613,106	**(16,089,120)**	3,228,243
Unrealized (loss) / gain on revaluation of investments at fair value through profit or loss - net	5.1	**(20,213,589)**	19,241,214	**(1,420,740)**	10,825,388
		(37,356,954)	28,854,320	**(17,509,860)**	14,053,631
Dividend income on investments at fair value through profit or loss		**7,599,457**	3,431,225	**4,089,883**	2,987,055
Return / mark up on :					
-bank balances - at amortised cost		**3,923,704**	2,935,069	**1,900,248**	2,143,290
-debt securities		**2,326,139**	721,032	**1,116,629**	307,309
		6,249,843	3,656,101	**3,016,878**	2,450,599
Exhange loss on foreign currency deposit - at amortised cost		-	(1,953)	-	(1,796)
Reversal of SWWF		**1,458,203**	-	-	-
Total gain / (loss)		**(22,049,451)**	35,939,693	**(10,403,100)**	19,489,489
Expenses					
Remuneration to the Management Company	8.1	**3,075,120**	1,878,019	**1,551,111**	1,287,446
Sindh sales tax on remuneration of the Management Company	8.2	**399,766**	244,142	**201,645**	167,367
Remuneration to the Trustee		**544,074**	305,334	**266,281**	208,644
Annual fee to the Securities and Exchange Commission of Pakistan		**48,148**	27,021	**22,923**	18,464
Auditors' remuneration		**108,925**	220,412	**54,464**	149,865
Fees and subscription		**606,329**	353,278	**435,847**	182,898
Fund rating fee		-	95,530	-	47,770
SECP supervisory fee		**1,286**	1,260	**643**	630
Printing charges		-	-	-	-
Brokerage, settelement and bank charges		**936,034**	731,518	**496,601**	492,819
Charity expense		-	239,869	-	239,869
		5,719,682	4,096,383	**3,029,515**	2,795,772
Net (loss) / income from the operating activities		**(27,769,133)**	31,843,310	**(13,432,615)**	16,693,717
Sindh Workers' Welfare Fund (SWWF)		-	(636,866)	-	(333,874)
Net (loss) / income for the period before taxation		**(27,769,133)**	31,206,444	**(13,432,615)**	16,359,843
Taxation	12	-	-	-	-
Net (loss) / income for the period after taxation		**(27,769,133)**	31,206,444	**(13,432,615)**	16,359,843
Allocation of net income for the period after taxation					
Net income for the period after taxation		-	31,206,444	-	16,359,843
Income already paid on units redeemed		-	(5,524)	-	(4,994)
		-	31,200,920	-	16,354,849
Accounting income available for distribution					
Relating to capital gains		-	28,848,824	-	14,048,135
Excluding capital gains		-	2,352,096	-	2,306,714
		-	31,200,920	-	16,354,849

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	**(27,769,133)**	31,206,444	**(13,432,615)**	16,359,843
Other comprehensive income for the period	-	-	-	-
Total comprehensive (loss) / income for the period	**(27,769,133)**	31,206,444	**(13,432,615)**	16,359,843

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	**482,122,276**	**6,982,078**	**489,104,354**	180,160,010	(29,908,725)	150,251,285
Issuance of 24,424 units (2020: 2,585,733)						
Capital value	**2,372,606**	**-**	**2,372,606**	215,358,733	-	215,358,733
Element of income	**(206,571)**	**-**	**(206,571)**	23,716,899	-	23,716,899
Total proceeds on issuance of units	**2,166,035**	**-**	**2,166,035**	239,075,632	-	239,075,632
Redemption of 32,267 units (2020: 2,368)						
Capital value	**(3,134,482)**	**-**	**(3,134,482)**	(197,203)	-	(197,203)
Element of income	**175,482**	**-**	**175,482**	(10,259)	(5,524)	(15,783)
Total payments on redemption of units	**(2,959,000)**	**-**	**(2,959,000)**	(207,462)	(5,524)	(212,986)
Total comprehensive income for the period	**-**	**(27,769,133)**	**(27,769,133)**	-	31,206,444	31,206,444
Net assets as at end of the period	**481,329,311**	**(20,787,055)**	**460,542,256**	419,028,180	1,292,195	420,320,375
Accumulated (loss) / undistributed income brought forward:						
Realized income at beginning of the period		**(7,246,268)**			(31,165,057)	
Unrealized (loss) / income at beginning of the period		**14,228,346**			1,256,332	
		6,982,078			(29,908,725)	
Accounting income available for distribution:						
Relating to capital gains		-			28,848,824	
Excluding capital gains		-			2,352,096	
		-			31,200,920	
Total comprehensive loss for the period		**(27,769,133)**			-	
Undistributed income at end of the period		**(20,787,055)**			1,292,194.58	
Represented by:						
Realized loss at end of the period		**(573,466)**			(17,949,019)	
Unrealized (loss) / income at end of the period		**(20,213,589)**			19,241,214	
Undistributed income at end of the period		**(20,787,055)**			1,292,195	
Net assets value per unit at beginning of the period			**97.1407**			83.2873
Net assets value per unit at end of the period			**91.6107**			95.8022

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 income for the period	**(27,769,133)**	31,206,444
Adjustments for:		
Gain / loss on sale of investment at fair value through profit or loss - net	**17,143,365**	(9,613,106)
Unrealized gain on revaluation of investment at- fair value through profit or loss - net"	**20,213,589**	(19,241,214)
	9,587,821	2,352,124
Increase in assets		
Investments	**(85,576,078)**	(183,815,541)
Dividend receivable	**350,008**	(257,064)
Profit receivable	**(1,504,472)**	(451,838)
Deposits,prepayments and other receivables	**1,199,846**	2,197,465
Receivable against sale of investments	**-**	114,613
	(85,530,696)	(182,212,365)
Decrease in liabilities		
Payable to the Management Company	**31,345**	550,356
Remuneration payable to the Trustee	**(5,278)**	24,991
Annual fee payable to Securities and Exchange Commission of Pakistan	**(24,365)**	(2,191)
Payable against purchase of marketable securities	**(568,910)**	(278,280)
Accrued expenses and other liabilities	**(2,193,012)**	1,495,730
	(2,760,220)	1,790,606
Net cash used in from operating activities	**(78,703,095)**	(178,069,635)
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	**2,166,035**	239,075,632
Amount paid against redemption of units	**(2,959,000)**	(212,986)
Net cash (used in) / generated flows from financing activities	**(792,965)**	238,862,646
Net (decrease) / increase in cash and cash equivalents during the period	**(79,496,060)**	60,793,011
Cash and cash equivalents at beginning of the period	**160,101,532**	38,410,455
Cash and cash equivalents at end of the period	**80,605,472**	99,203,466

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 (Un-audited) For the Half year ended December 31, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 The Lakson Islamic Tactical Fund (the "Fund") was established under the Trust Deed executed on May 30, 2011 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 July 07, 2011 by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations).

1.2 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.

1.3 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 categorised as "Shariah Compliant/ Islamic Scheme" as per the Circular 07 of 2009 issued by Securities and Exchange Commission of Pakistan (SECP) and is authorised to invest in shariah compliant investment within the limits prescribed in the offering documents so as to ensure a riba-free return on investments.All investments of the funds are as per the guidelines of the shariah principles provided by sharia advisor of the fund and comprise of investment permissible as ''Authorised Investments'' under the Trust Deed.

Further, as allowed by SECP and the State Bank of Pakistan, the Fund can invest abroad up to 30% of the aggregated funds mobilized(including foreign currecy funds) subject to maximum limit of USD 15 million. The investments authorized outisde the pakistan include exchange trade funds based of Equity/Debt with exposure in the commodities, index tracker fund differnt commodities indices, actively managed commodities based funds, equities and debt securities of the companies with exposure in commodities, future contract of differnt commodities and foreign currency deposit etc.

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

1.4 The Pakistan Credit Rating Company Limited (PACRA) has maintained asset manager rating of the Management Company of the Fund to the scale AM2+' (stable outlook) vide its report dated August 27, 2021 (2020: AM2+ as on August 28, 2020).

On February 10, 2022, VIS Credit Rating Company Limited assigned following rankings to the fund based on the performance of the fund:

1 Year ranking : MFR 2-Star
3 Year ranking : MFR 3-Star
5 Year ranking : MFR 3-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 June 30, 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 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 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)
4 BANK BALANCES		(Rupees)	
Local Currency			
Profit and loss sharing accounts	4.1	**80,603,461**	160,099,521
Foreign Currency			
Current account	4.2	**2,011**	2,011
		80,605,472	160,101,532

4.1 These represent profit and loss sharing accounts maintained with banks carrying mark-up rates ranging from 3.85% to 9.25%(June 30, 2021: 3.85% to 7.08%) per annum

4.2 This represents USD denominated current account maintained in a foreign country.

5 INVESTMENTS

At fair value through profit or loss			
Equity Securities	5.1	**323,983,694**	265,251,622
At amortized cost			
Commercial Papers	5.2	**14,277,210**	24,790,158
Musharaka Certificate	5.3	**40,000,000**	40,000,000
		378,260,904	330,041,780

5.1 Equity securities

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

Name of investee company	Balance as at December 31, 2021										
	---- Number of shares ----					---- Rupees ----			---- (%) ----		
	Holding as at 01 July 2021	Purchases during the period	Bonus / right shares received during the period	Disposed during the period	Holdings as at 31 December 2021	Carrying value as of December 31, 2021	Market value as of December 31, 2021	Unrealised gain / (loss) - net	Market value as % of total investments	Market value as % of net assets	Par value of shares held as a percentage of total paid up capital of the investee company
Commercial Banks											
Meezan Bank Limited	100,546	81,600	11,511	64,800	128,857	15,893,208	17,281,012	1,387,804	4.57	4	0.008%
						15,893,208	17,281,012	1,387,804	5	4	
Chemicals											
Engro Polymer & Chemicals Limited	109,053	-	-	109,053	-	-	-	-	-	-	0.000%
Descon Oxychem Limited	-	145,000	-	-	145,000	3,820,731	3,335,000	(485,731)	0.88	1	0.083%
Lotte Chemical Pakistan Limited	20,200	-	-	20,200	-	-	-	-	-	-	0.000%
ICI Pakistan Limited	2,520	-	-	2,520	-	-	-	-	-	-	0.000%
						3,820,731	3,335,000	(485,731)	1	1	
Fertilizers											
Engro Corporation Limited (5.1.1)	72,122	8,000	-	4,400	75,722	22,167,754	20,628,187	(1,539,567)	5.45	4	0.013%
Fauji Fertilizer Bin Qasim Ltd	105,500	212,500	-	254,000	64,000	1,686,400	1,585,920	(100,480)	0.42	0	0.005%
Engro Fertilizers Limited	-	132,700	-	-	132,700	9,930,901	10,097,143	166,242	2.67	2	0.010%
						33,785,055	32,311,250	(1,473,805)	9	7	
Pharma & Bio Tech											
The Searl Company Limited	24,567	77,370	-	21,800	80,137	12,922,700	11,517,290	(1,405,410)	3.04	3	0.026%
GlaxoSmithKline Pakistan Limited	850	-	-	850	-	-	-	-	-	-	0.000%
Ferzsons Laboratories Limited	13,800	11,500	-	7,890	17,410	6,301,396	5,672,700	(628,696)	1.50	1	0.048%
						19,224,096	17,189,990	(2,034,106)	5	4	
Textile Composite											
Nishat Mills Limited (5.1.1)	74,199	207,200	-	25,800	255,599	22,519,673	20,340,568	(2,179,104)	5.38	4	0.073%
Kohinoor Textile Mills Limited	26,000	9,000	-	-	35,000	2,644,800	2,429,700	(215,100)	0.64	1	0.012%
Interloop Limited	-	39,010	13,220	-	52,230	3,867,250	3,796,599	(70,651)	1.00	1	0.006%
						29,031,723	26,566,867	(2,464,855)	7	6	
Cement											
Kohat Cement Company Limited	3,900	31,000	-	-	34,900	6,835,790	6,582,140	(253,650)	1.74	1	0.017%
D.G. Khan Cement Company Limited	71,865	108,200	-	100,482	79,583	7,533,022	6,600,614	(932,408)	1.74	1	0.018%
Maple Leaf Cement Factory Limited	135,822	277,400	-	101,600	311,622	13,631,756	11,202,811	(2,428,945)	2.96	2	0.028%
Pioneer Cement Limited	-	113,900	-	43,960	69,940	6,860,461	6,207,175	(653,286)	1.64	1	0.031%
Cherat Cement Company Limited	24,200	41,500	-	15,500	50,200	7,947,889	7,445,162	(502,727)	1.97	2	0.026%
Fauji Cement Company Limited	216,100	37,500	-	5,000	248,600	5,575,765	4,566,782	(1,008,983)	1.21	1	0.018%
Lucky Cement Limited (5.1.1)	27,125	26,972	-	18,802	35,295	28,349,542	23,975,188	(4,374,354)	6.34	5	0.011%
						76,734,225	66,579,872	(10,154,353)	18	14	
Power Generation & Distribution											
Hub Power Company Limited	101,828	174,922	-	-	276,750	21,253,983	19,743,345	(1,510,638)	5.22	4	0.021%
						21,253,983	19,743,345	(1,510,638)	5	4	
Oil and Gas Exploration Companies											
Mari Petroleum Company Limited	9,826	-	-	1,000	8,826	13,454,266	14,600,234	1,145,968	3.86	3	0.005%
Pakistan Oilfield Limited	53,694	69,640	-	37,700	85,634	32,308,582	30,624,431	(1,684,151)	8.10	7	0.030%
Pakistan Petroleum Limited (5.1.1)	203,447	-	-	69,600	133,847	11,621,935	10,579,267	(1,042,668)	2.80	2	0.030%
Oil and Gas Development Company Limited (5.1.1)	193,242	-	-	89,600	103,642	9,849,099	8,933,940	(915,159)	2.36	2	0.002%
						67,233,882	64,737,872	(2,496,010)	17	14	
Oil and Gas Marketing Companies											
Attock Petroleum Limited	4,700	-	-	4,700	-			-	-	-	0.000%
Pakistan State Oil Company Limited	90,471	63,100	-	54,900	98,671	19,326,621	17,947,268	(1,379,353)	4.74	4	0.021%
						19,326,621	17,947,268	(1,379,353)	5	4	
Food & Personal Care Products											
Unity foods Limited	61,448	211,500	-	272,948	-	-	-	-	-	-	0.000%
At-Tahur Limited	-	64,500	7,740	-	72,240	1,901,104	1,662,242	(238,861)	0.44	0	0.036%
						1,901,104	1,662,242	(238,861)	0	0	

Name of investee company	Balance as at December 31, 2021										
	Number of shares					Rupees			(%)		
	Holding as at 01 July 2021	Purchases during the period	Bonus / right shares received during the period	Disposed during the period	Holdings as at 31 December 2021	Carrying value as of December 31, 2021	Market value as of December 31, 2021	Unrealised gain / (loss) - net	Market value as % of total investments	Market value as % of net assets	Par value of shares held as a percentage of total paid up capital of the investee company
Transport											
Pakistan International Bulk Terminal	100,780	-	-	100,780	-	-	-	-	-	-	0.000%
AUTOMOBILE PARTS & ACCESSORIES											
Agriaauto Industries Limited (Face value -Rs. 5	6,697	-	-	6,697	-	-	-	-	-	-	0.000%
Automobile Assemblers											
Millat Tractors Ltd	8,526	-	1,557	10,083	-	-	-	-	-	-	0.000%
Pak Suzuki Motor Company Limited	4,760	10,700	-	15,460	-	-	-	-	-	-	0.000%
Honda Atlas Cars (Pakistan) Ltd	-	8,500	-	8,500	-	-	-	-	-	-	0.000%
						-	-	-	-	-	
Glass & Ceramics											
Shabbir Tiles & Ceramics Limited (Face vlaue - Rs.5)	32,500	98,000	-	130,500	-	-	-	-	-	-	0.000%
						-	-	-	-	-	
Engineering											
Mughal Iron & Steel Industries Limited	19,680	81,900	4,257	72,200	33,637	3,002,766	3,501,948	499,182	0.93	1	0.010%
Agha Steels Limited	16,200	63,500	810	16,010	64,500	1,650,749	1,688,005	37,216	0.45	0	0.009%
Aisha Steel Mills Limited	106,500	101,000	-	207,500	-	-	-	-	-	-	0.000%
International Industries Limited	16,836	5,400	-	15,700	6,536	1,389,522	907,262	(482,260)	0.24	0	0.005%
International Steels Limited	91,920	-	-	91,920	-	-	-	-	-	-	0.000%
						6,043,037	6,097,215	54,138	2	1	
Technology & Communication											
TRG Pakistan Ltd	4,450	75,300	-	60,705	19,045	3,075,129	2,245,406	(829,723)	0.59	0	0.003%
Systems Limited	12,157	38,500	-	5,200	45,457	29,937,659	34,540,047	4,602,388	9.13	7	0.033%
Air Link Communication limited	-	50,342	3,775	-	54,117	3,599,453	3,142,033	(457,420)	0.83	1	0.014%
Octopus Digital Ltd	-	41,409	-	20,000	21,409	1,220,774	1,664,764	443,989	0.44	0	0.016%
Avanceon Limited	-	133,499	-	35,392	98,107	12,116,563	8,939,510	(3,177,053)	2.36	2	0.038%
						49,949,578	50,531,760	582,181	13	11	
Refinery											
Attock Refinery Ltd	17,600	-	-	17,600	-	-	-	-	-	-	0.000%
Byco Petroleum Pakistan Ltd	77,000	-	-	77,000	-	-	-	-	-	-	0.000%
National Refinery Ltd	4,700	-	-	4,700	-	-	-	-	-	-	0.000%
						-	-	-	-	-	
Cable & Electrical Goods											
Pak Elektron Ltd	34,000	-	-	34,000	-	-	-	-	-	-	0.000%
Miscellaneous											
Pakistan Allmunium Beverage Cans Ltd	-	46,435	-	46,435	-	-	-	-	-	-	0.000%
Total as at December 31, 2021	**2,301,331**	**2,898,499**	**42,870**	**2,303,487**	**2,939,213**	**344,197,243**	**323,983,694**	**(20,213,589)**	**86**	**70**	
Total cost as at December 31, 2021						**339,566,246**					
Total as at June 30, 2021	1,064,357	5,589,787	26,887	4,379,700	2,301,331	251,023,276	265,251,622	14,228,346	99.50	52.33	
Total cost as at June 30, 2021			-			253,135,826					

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)--------	
Oil and Gas Development Company Limited	**5,000**	5,000	**431,000**	475,150
Engro Corporation Limited	**22,300**	22,300	**6,074,966**	6,569,803
Nishat Mills Limited	**10,000**	10,000	**795,800**	933,000
Pakistan Petroleum Limited	**300**	300	**23,712**	26,049
Lucky Cement Company Limited	**10,000**	10,000	**6,792,800**	8,634,400
	47,600	47,600	**14,118,278**	16,638,402

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. 27,888 December 31, 2021 (June 30, 2021: Rs. 34,420) 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.

5.2 Commercial Papers - At amortised cost

Name of Security	Issue Date	Date of Maturity	Total Face value (Maturity Value)	Term	Mark-up rate	Holding as at 01 July 2021	Purchases during the period during the	Disposed / matured during the period	Holding as at 31 December 2021	Carrying value as of the year ended 31 December 2021 before revaluation	Carrying value as a % of total investment	Carrying value as a % of Net aseet	Face value as % of size of the issue
						--------Number of certificates--------			---------------(Rupees)---------------				
K-electric- ICP 14	10-Feb-21	10-Aug-21	25,000,000	6 months	7.96%	25	-	25	-	-	0.00%	0.00%	0.00%
MUGHAL- 1y-28072021-ICP-1	28-Jul-21	21-Jul-22	15,000,000	6 months	9.44%	-	15	-	15	14,277,210	3.77%	3.10%	0.75%
Total as at December 31, 2021						25	15	25	15	14,277,210	3.77%	3.10%	0.75%
Total as at June 30, 2021						10	25	10	25	24,790,158	7.48%	5.07%	0.55%

Face value of these commercial papers are Rs. 1000,000 per certificate. Above are unsecured.

5.3 Certificate of Musharaka - At amortised cost

Name of Security	Issue Date	Date of Maturity	Total Face value (Maturity Value)	Term	Mark-up rate	Holding as at 01 July 2021	Purchases during the period during the	Disposed / matured during the period	Holding as at 31 December 2021	Carrying value as of the year ended 31 December 2021 before revaluation	Carrying value as a % of total investment	Carrying value as a % of Net aseet
						--------Number of certificates--------			---------------(Rupees)---------------			
Orix Modaraba	31-Dec-20	30-Dec-22	45,863,956	2 years	7.83%	40,000	-	-	40,000	40,000,000	10.57%	8.69%
Total as at December 31, 2021						40,000	-	-	40,000	40,000,000	10.57%	8.69%
Total as at June 30, 2021						-	40,000	-	40,000	40,000,000	12.51%	8.48%

This musharaka certificate is unsecured

		Note	December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
			(Rupees)	
6	**PROFIT RECEIVABLE**			
	Profit and loss sharing accounts		**643,729**	691,059
	Profit on musharaka certificate		**3,033,387**	1,481,585
			3,677,116	2,172,644
7	**DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES**			
	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
	Advance against book building		-	1,204,245
	Advance tax		**61,335**	56,936
			2,661,335	3,861,181
8	**PAYABLE TO THE MANAGEMENT COMPANY**			
	Remuneration payable to the Management Company	8.1	**533,412**	505,673
	Sindh sales tax on Management Company's remuneration	8.2	**236,203**	232,597
	Federal excise duty on Management remuneration	8.3	**1,132,564**	1,132,564
	Sale load payable to the Management Company		**4,368**	4,368
			1,906,547	1,875,202

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 Regulation, 2008, of an amount not exceeding 2% per annum of the average annual net assets of the fund. However, the management company is currently charging a fee at the rate of 10% of the gross earning of the scheme for the period ended 31st December 2021. The fee is subject to a minimum of 1 % and a maximum of 2% of the average annual net asset of the Fund. Currently the effective rate of management company remuneration for the period ended 31st December 2021 was 1.29% (June 30, 2021: 1.36%) of the average anual net assets. Remuneration is paid to the management company in arear on monthly basis.

8.2 The Sindh Provincial Government has levied Sindh Sales Tax (SST) at the rate of 13% (June 30, 2021: 13%) on the remuneration of management company through Sindh Sales Tax on services Act, 2021.

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 more fully disclosed in the annual financial statements for the year ended June 30, 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.1.132 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. 0.23 (June 30, 2021: Rs. 0.22) per unit.

	Note	December 31, 2021 (Unaudited)	June 30, 2021 (Audited)
		(Rupees)	
9 ACCRUED EXPENSES AND OTHER LIABILITIES			
Provision for Sindh Workers' Welfare Fund	9.1	-	1,458,203
Charity payable	9.2	**763,661**	763,661
Auditors' remuneration		**141,504**	274,812
Payable for Professional service		**176,833**	176,833
Payable for Rating fee		**143,913**	143,913
Brokerage charges payable		-	170,457
Shariah advisor fee payable		**101,353**	141,614
Fee payable to National Clearing Company of Pakistan Limited		**26,956**	81,630
Fee payable to Central Depository Company Limited		**9,041**	9,041
Witholding tax payable		**147,940**	-
Other liabilities		**145,883**	629,932
		1,657,084	3,850,096

9.1 The Government of Sindh also introduced levy of the Sindh Workers' Welfare Fund (SWWF) through the Sindh Workers' Welfae Act, 2014. The Mutual fund Association of Pakistan,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 througb 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 concluded in definition of financial institutions in the financial institutions (Recovery of Finance) Ordinance, 2001, and thus SWWF is payable by them. MUFAP has taken up the matter with the concerned ministry [Sindh Finance Ministry] for appropriate resolution of the matter.

During the current year, SRB through its letter dated August 12, 2021 (received on August 13, 2021) to Mutual Funds Association of Pakistan (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 the light of the clarification with respect to this matter as well.

On 13 August, 2021, the Fund ceased to charge further provision for SWWF and has reversed full provision for SWWF amounting to Rs. 1.458 million for the period from July 1, 20014 till August 12, 2021.

9.2 This related to the amount taken out from dividend income for purification.

10 TOTAL EXPENSE RATIO

Securities and Exchange Commission of Pakistan (SECP) vide its Directive No. 18 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 1.2% which includes 0.13% 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 caped up to 4.5% (December 31, 2020: 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 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.

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:

	Note	**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. 1.369 million (June 30, 2021: Rs. 1.365 million))*	13.4	**1,902,180**	1,870,834
Sales load payable		**4,368**	4,368
Central Depository Company of Pakistan Limited - Trustee of the Fund			
Remuneration payable (Including Sindh sales tax mounting to Rs. 17,752 (June 30, 2021: Rs.18,360))	13.4	**94,830**	100,108
Security deposit		**100,000**	100,000
Settlement charges payable		**9,041**	9,041

13.2 Details of transaction with related parties / connected persons at the period end

	Note	Half year ended December 31, **2021**	2020
		(Unaudited)	
		(Rupees)	
Lakson Investments Limited - Management Company of the Fund			
Remuneration for the period	13.4	**3,075,120**	1,878,019
Sindh sales tax on remuneration of Management Company *		**399,766**	244,142
Central Depositary Company Limited Trustee of the Fund			
Remuneration for the period	13.4	**544,074**	305,334

* 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 July 01, 2021	Units issued during the period	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 of the Fund	560,827	-	-	560,827	54,479,127	-	-	51,377,821
Directors, Chief Executive and their spouse and minors	125,065	-	15,802	109,263	12,148,902	-	1,535,023	10,009,654
Associated companies / undertakings of the Management Company								
Accuracy Surgicals Limited Employees Contribution Provident Fund Trust	41,742	1,105	-	42,847	4,054,847	107,376	-	3,925,277
Century Insurance Company Limited Employees Gratuity Fund	41,305	1	-	41,306	4,012,397	119	-	3,784,092
Century Insurance Company Limited Employees Contribution Provident Fund Trust	47,368	6,484	-	53,852	4,601,361	574,828	-	4,933,394
Century Paper & Board Mills Limited Employees Contribution Provident Fund Trust	567,133	1	-	567,134	55,091,697	118	-	51,955,533
Century Paper & Board Mills Limited Employees Gratuity Fund	499,453	1	-	499,454	48,517,214	120	-	45,755,316
Colgate Palmolive (Pakistan) Limited Employees Contribution Provident Fund Trust	592,313	-	-	592,313	57,537,699	-	-	54,262,226
Colgate Palmolive (Pakistan) Limited Employees Gratuity Fund	659,715	1	-	659,716	64,085,177	123	-	60,437,049
Cyber Internet Services (Private) Limited Employees Contribution Provident Fund Trust	253,975	1	-	253,976	24,671,309	119	-	23,266,959
GAM Corporation (Private) Limited Employees Contribution Provident Fund Trust	188,262	5,529	-	193,791	18,287,902	244,110	-	17,753,290
Hasanali Karabhai Foundation Employees Contribution Provident Fund Trust	9,375	-	-	9,375	910,694	-	-	858,811
Lakson Business Solutions Limited Employees Contribution Provident Fund Trust	5,711	2	-	5,713	554,771	246	-	523,385
Lakson Investments Limited Employees Contribution Provident Fund Trust	34,908	3,680	-	38,588	3,390,988	326,239	-	3,535,106
Merit Packaging Limited Employees Contribution Provident Fund Trust	56,459	7,614	22,277	41,797	5,484,467	675,130	2,059,000	3,829,060
Merit Packaging Limited Employees Gratuity Fund	34,435	3,831	9,991	28,277	3,345,040	339,725	900,000	2,590,471
SIZA Foods (Private) Limited Employees Contribution Provident Fund Trust	148,124	1	-	148,125	14,388,869	-	-	13,569,812
Siza Services Pvt Liimited Employees Contribution Provident Fund Trust	29,669	-	1,059	28,610	2,882,067	-	126,021	2,620,986
Sybrid Private Limited Employees Contribution Provident Fund Trust	793	52,784	-	53,577	77,033	5,127,537	-	4,908,258
Connected person due to holding more than 10% units								
Systems Limited	1,089,869	1	-	1,089,870	105,870,638	118		99,843,741

	Half year ended December 31, 2020							
	Number of Units				Rupees			
	Number of Units as at July 01, 2020	Units issued during the period	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 of the Fund	544,261	-	-	544,261	45,330,054	-	-	45,330,029
Directors, Chief Executive and their spouse and minors	106,644	-	600	106,044	8,882,066	-	55,000	8,882,091
Associated companies / undertakings of the Management Company								
Accuracy Surgicals Limited Employees Contribution Provident Fund Trust	21,021	20,345	-	41,366	1,750,795	1,892,869	-	3,962,963
Century Insurance Company Limited Employees Gratuity Fund	15,018	24,860	-	39,878	1,250,837	2,295,549	-	3,820,421
Century Insurance Company Limited Employees Contribution Provident Fund Trust	18,171	27,560	-	45,731	1,513,452	2,569,418	-	4,381,172
Century Paper & Board Mills Limited Employees Contribution Provident Fund Trust	223,660	323,868	-	547,527	18,627,997	30,144,238	-	52,454,324
Century Paper & Board Mills Limited Employees Gratuity Fund	184,948	297,239	-	482,187	15,403,859	27,648,749	-	46,194,583
Colgate Palmolive (Pakistan) Limited Employees Contribution Provident Fund Trust	222,560	349,276	-	571,836	18,536,430	32,510,878	-	54,783,163
Colgate Palmolive (Pakistan) Limited Employees Gratuity Fund	188,363	448,546	-	636,909	15,688,232	41,361,294	-	61,017,266
Cyber Internet Services (Private) Limited Employees Contribution Provident Fund Trust	87,881	157,315	-	245,196	7,319,388	14,628,829	-	23,490,330
GAM Corporation (Private) Limited Employees Contribution Provident Fund Trust	52,834	131,599	-	184,433	4,400,400	12,119,824	-	17,669,105
Hasanali Karabhai Foundation Employees Contribution Provident Fund Trust	6,920	7,518	-	14,438	576,368	698,541	-	1,383,178
Lakson Business Solutions Limited Employees Contribution Provident Fund Trust	5,573	-	-	5,573	464,197	-	-	533,948
Lakson Investments Limited Employees Contribution Provident Fund Trust	2,956	30,848	-	33,804	246,207	2,825,000	-	3,238,470
Merit Packaging Limited Employees Contribution Provident Fund Trust	34,301	42,437	-	76,738	2,856,848	3,955,203	-	7,351,668
Merit Packaging Limited Employees Gratuity Fund	14,505	20,652	-	35,157	1,208,092	1,922,912	-	3,368,122
SIZA Foods (Private) Limited Employees Contribution Provident Fund Trust	37,917	105,087	-	143,004	3,157,988	9,754,667	-	13,700,091
Siza Services Pvt Liimited Employees Contribution Provident Fund Trust	9,854	17,767	-	27,621	820,711	1,652,467	-	2,646,150
Sybnd Private Limited Employees Contribution Provident Fund Trust	20,150	31,575	-	51,725	1,678,260	2,937,740	-	4,955,381
Connected person due to holding more than 10% units								
Systems Limited	-	547,475	-	547,475	-	50,000,000	-	52,449,350

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 occuring 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		
		Mandatory at 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		323,983,694	-	-	323,983,694	323,983,694	-	323,983,694
		323,983,694	-	-	323,983,694	323,983,694	-	323,983,694
Financial assets not measured at fair value	14.1							
Bank balances - Held at amortized cost		-	80,605,472	-	80,605,472	-	-	-
Commercial Paper			14,277,210		14,277,210			
Musharaka Certificate			40,000,000		40,000,000			
Profit Receivable		-	3,677,116	-	3,677,116	-	-	-
Dividend receivable		-	10,718	-	10,718	-	-	-
Deposit, prepayment and Other receivable		-	2,661,335	-	2,661,335	-	-	-
		-	141,231,851	-	141,231,851	-	-	-
Financial liabilities not measured at fair value	14.1							
Payable to the Management Company		-	-	537,781	537,781	-	-	-
Remuneration payable to the Trustee		-	-	77,077	77,077	-	-	-
Accrued expenses and other liabilities		-	-	1,509,144	1,509,144	-	-	-
Payable against the purchase of equity investment		-	-	966,705	966,705	-	-	-
		-	-	3,090,706	3,090,706	-	-	-

		As at 30 June 2021 (Audited)						
		Carrying amount				Fair Value		
		Mandatory at 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		265,251,622	-	-	265,251,622	265,251,622	-	265,251,622
		265,251,622	-	-	265,251,622	265,251,622	-	265,251,622
Financial assets not measured at fair value	14.1							
Bank balances - Held at amortized cost		-	160,101,532	-	160,101,532	-	-	-
Commercial Paper			24,790,158		24,790,158			
Musharaka Certificate			40,000,000		40,000,000			
Profit Receivable			2,172,644		2,172,644			
Dividend receivable		-	360,726	-	360,726	-	-	-
Deposit, prepayment and Other receivable		-	3,861,181	-	3,861,181	-	-	-
		-	231,286,241	-	231,286,241	-	-	-
Financial liabilities not measured at fair value	14.1							
Payable to the Management Company		-		505,673	505,673	-	-	-
Remuneration payable to the Trustee		-		81,748	81,748	-	-	-
Accrued expenses and other liabilities		-		2,391,893	2,391,893	-	-	-
Payable against the purchase of equity investment		-		1,535,615	1,535,615	-	-	-
		-	-	4,514,929	4,514,929	-	-	-

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 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)