



**Atlas Money Market Fund**

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**Atlas Liquid Fund**

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**Atlas Sovereign Fund**

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**Atlas Income Fund**

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**Atlas Stock Market Fund**

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**30 SEPTEMBER 2022**

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**QUARTERLY REPORT**

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**(UN-AUDITED)**

**Atlas  
funds**  
*Nurturing your investments*



**Managed By**

**Atlas Asset Management**

**Rated AM2+ by PACRA  
(as of December 24, 2021)**



#### **Vision**

To be a market leader in providing quality fund management services with customer satisfaction as our premier goal.

#### **Mission**

We are committed to offering our investors the best possible risk adjusted returns on a diverse range of products, providing a stimulating and challenging environment for our employees, and committing to the highest ethical and fiduciary standards. We firmly believe that by placing the best interests of our clients first, we will also serve the best interest of our employees, our shareholders and the communities in which we operate.

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# Atlas Funds

ORGANISATION			
Management Company		Investment Committee	
Atlas Asset Management Limited		<b>Chairman</b>	Mr. Muhammad Abdul Samad
<b>Board of Directors of the Management Company</b>		<b>Members</b>	Mr. Ali H. Shirazi Mr. Khalid Mahmood Mr. Muhammad Umar Khan Mr. Fawad Javaid
		<b>Secretary</b>	Mr. Faran-ul-Haq
<b>Chairman</b>	Mr. Iftikhar H. Shirazi <i>(Non-Executive Director)</i>	<b>Management Committee</b>	
<b>Directors</b>	Mr. Tariq Amin <i>(Independent Director)</i>	<b>Chairman</b>	Mr. Muhammad Abdul Samad
	Ms Zehra Naqvi <i>(Independent Director)</i>	<b>Members</b>	Mr. Khalid Mahmood Ms Qurrat-ul-Ain Jafari Ms Mishaal H. Shirazi Mr. Tariq Ahmed Siddiqui Ms Zainab Kazim Mr. M. Kamran Ahmed Mr. Najam Shehzad
	Mr. Frahim Ali Khan <i>(Non-Executive Director)</i>	<b>Secretary</b>	Mr. Muhammad Umar Khan
	Mr. Ali H. Shirazi <i>(Non-Executive Director)</i>	<b>Risk Management Committee</b>	
	Mr. M. Habib-ur-Rahman <i>(Non-Executive Director)</i>	<b>Chairman</b>	Mr. Muhammad Abdul Samad
		<b>Members</b>	Mr. Khalid Mahmood
<b>Chief Executive Officer</b>	Mr. Muhammad Abdul Samad <i>(Executive Director)</i>	<b>Secretary</b>	Mr. Shaikh Owais Ahmed
<b>Company Secretary</b>	Ms Zainab Kazim	<b>Chief Financial Officer</b>	
<b>Board Committees</b>		Ms Qurrat-ul-Ain Jafari	
<b>Audit Committee</b>		<b>Chief Internal Auditor</b>	
<b>Chairman</b>	Mr. Tariq Amin	Mr. M. Uzair Uddin Siddiqui	
<b>Members</b>	Mr. Frahim Ali Khan	<b>Registered Office</b>	
	Mr. M. Habib-ur-Rahman		
<b>Secretary</b>	Mr. M. Uzair Uddin Siddiqui	Ground Floor, Federation House Sharae Firdousi, Clifton, Karachi - 75600 Tel: (92-21) 111-MUTUAL (6-888-25) (92-21) 35379501-04 Fax: (92-21) 35379280 Email: info@atlasfunds.com.pk Website: www.atlasfunds.com.pk	
<b>Human Resource &amp; Remuneration Committee</b>			
<b>Chairperson</b>	Ms. Zehra Naqvi		
<b>Members</b>	Mr. Frahim Ali Khan		
	Mr. Ali H. Shirazi		
	Mr. Muhammad Abdul Samad		
<b>Secretary</b>	Ms Zainab Kazim		

# First Quarter Report 2022-23

## CHAIRMAN'S REVIEWS

It is my pleasure to present you the un-audited Financial Statements of Atlas Money Market Fund (AMF), Atlas Liquid Fund (ALF), Atlas Sovereign Fund (ASF), Atlas Income Fund (AIF) and Atlas Stock Market Fund (ASMF) for first quarter ended Sept 30, 2022 of FY23.

## THE ECONOMY

The domestic economic activity witnessed a decline during 1Q-FY23 post monsoon flooding and monetary/fiscal tightening planned to tackle rising inflationary pressures and external/fiscal imbalances. As a result of demand moderation, 1Q-FY23 current account deficit declined to US \$2.21 billion, down 37.39%, compared to US \$3.53 billion in same period last year. Import bill for 1Q-FY23 declined by 12.37% YoY to US \$16.40 billion while Exports for the same period stood at US \$7.18 billion increasing 2.62% YoY. Worker's Remittances of US \$7.68 billion were recorded in 1Q-FY23, registering a decline of 6.30% YoY. The domestic headline inflation averaged at 25.11% during 1Q-FY23 compared to 8.58% in 1Q-FY22. Headline inflation increased significantly YoY due to elevated international commodity prices, depreciation of PKR and increase in administered prices. However, the PKR started to show recovery towards the end of 1Q-FY23 taking support from decline in current account deficit and successful completion of IMF's combined 7th and 8th review leading to disbursement of US \$1.2 billion and is likely to help materialize funding from other external sources. Total liquid foreign exchange reserves declined by 12.54% on FYTD basis to US \$13.59 billion as of Sept 30, 2022 (SBP's share stood at US \$7.90 billion). FBR tax collection during 1Q-FY23 stood at Rs. 1.64 trillion, surpassing the Rs. 1.61 trillion target for period under review. The government has been able to meet initial flood related spending through re-allocation of budgeted funds, thereby keeping fiscal targets in check.

## FUND OPERATIONS - AMF

The Net Asset Value per unit of Atlas Money Market Fund increased by 3.83% (total annualized return 15.19%) to Rs. 510.40 as on Sept 30, 2022. The benchmark 30% of average 3-Month deposit rates of three scheduled banks (AA and above rated as selected by MUFAP) and 70% average 3 Month PKRV rate for the period stood at 14.62%. The AMF total exposure in Treasury Bills, Bank Balances and others stood at 69.76%, 29.78% and 0.46%, respectively. AMF presents a good investment opportunity for investors to earn attractive returns while maintaining high liquidity. The Net Assets of the Fund stood at Rs. 18.02 billion, with 35.31 million units outstanding as of Sept 30, 2022.

## FUND OPERATIONS - ALF

The ALF provided total annualized return of 14.53% as on Sept 30, 2022. The ALF total exposure in Treasury Bills, Sukuks, Bank Balances and others stood at 90.02%, 8.58%, 0.76% and 0.63%, respectively. ALF presents a good investment opportunity for investors to earn attractive returns (with a periodic payout) while maintaining high liquidity. The Net Assets of the Fund stood at Rs. 3.49 billion, with 6.98 million units outstanding as of Sept 30, 2022.

## FUND OPERATIONS - ASF

The Net Asset Value per unit of Atlas Sovereign Fund increased by 3.71% (total annualized return 14.72%) to Rs. 105.02 as on Sept 30, 2022. The benchmark average six months PKRV rate stood at 15.69% during the period under review. The ASF total exposure in Treasury Bills, Pakistan Investment Bonds, Sukuks, Bank Balances and others stood at 52.58%, 39.18%, 3.86%, 2.16% and 2.23%, respectively. ASF presents a good investment opportunity for investors to earn competitive returns with medium risk. The Net Assets of the Fund stood at Rs. 1.05 billion, with 9.98 million units outstanding as of Sept 30, 2022.

## FUND OPERATIONS - AIF

The Net Asset Value per unit of Atlas Income Fund increased by 3.61% (total annualized return 14.32%) to Rs. 542.36 as on Sept 30, 2022. The benchmark average six months KIBOR rate stood at 15.91% during the period under review.

# Atlas Funds

AIF total exposure in Treasury Bills, Term Finance Certificates/Sukuk, Pakistan Investment Bonds, Bank Balances and others stood at 55.68%, 27.71%, 13.14%, 1.56% and 1.92%, respectively. AIF presents a good investment opportunity for investors to earn competitive returns while taking medium risk. The Net Assets of the Fund stood at Rs. 2.42 billion with 4.45 million units outstanding as of Sept 30, 2022.

## FUND OPERATIONS - ASMF

The Net Asset Value per unit of Atlas Stock Market Fund decreased by -2.78% to Rs. 577.09 as on Sept 30, 2022. KSE-100 index declined -0.99% from 41,540.83 points as on June 30, 2022, to 41,128.67 points as on Sept 30, 2022. The ASMF equity portfolio exposure stood at 97.39% that mainly comprised of Commercial Banks, Oil & Gas Exploration, Cement and Fertilizer sectors. ASMF strategy will continue to focus on dividend plays and stocks which are trading at relatively cheap multiple with prospects of earnings growth. The Net Assets of the Fund stood at Rs. 8.61 billion, with 14.91 million units outstanding as of Sept 30, 2022.

## MUTUAL FUND TAXATION

### FEDERAL EXCISE DUTY (FED)

The Finance Act, 2013 imposed Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from June 13, 2013 and this was withdrawn on June 30, 2016. On September 04, 2013, a constitutional petition was filed in SHC jointly by various AMCs, challenging the levy of FED. In a separate petition the Honorable Sindh High Court declared that the FED was unconstitutional and cannot be charged where provinces are collecting sales tax. FBR has challenged the decision of SHC in the Honorable Supreme Court of Pakistan (SCP). However, without prejudice, the mutual funds and pension funds have on prudent basis maintained the provision for FED till June 30, 2016.

## RATINGS

- **Asset Manager Rating**

The Pakistan Credit Rating Agency Limited (PACRA) has maintained "AM2+" (AM Two Plus) asset manager rating for Atlas Asset Management Limited (AAML). The rating denotes high quality as the asset manager meets high investment management industry standards and benchmarks with noted strengths in several of the rating factors.

- **Fund Stability Rating - AMF**

PACRA has assigned a stability rating of "AA+ (f)" (Double A Plus fund rating) to the Fund. The Fund's rating denotes a very strong capacity to manage relative stability in returns and very low exposure to risks.

- **Fund Stability Rating - ALF**

PACRA has assigned a stability rating of "AA+ (f)" (Double A Plus fund rating) to the Fund. The Fund's rating denotes a very strong capacity to manage relative stability in returns and very low exposure to risks.

- **Fund Stability Rating - ASF**

PACRA has assigned a stability rating of "AA- (f)" (Double A Minus fund rating) to the Fund. The Fund's rating denotes a very strong capacity to manage relative stability in returns and very low exposure to risks.

- **Fund Stability Rating - AIF**

PACRA has assigned a stability rating of "AA- (f)" (Double A Minus fund rating) to the Fund. The Fund's rating denotes a very strong capacity to manage relative stability in returns and very low exposure to risk

# First Quarter Report 2022-23

## FUTURE OUTLOOK

The FY23 growth forecast, initially projected to fall in the range of 3% to 4%, has been reduced to 2% by SBP based on a preliminary assessment of post-flood macroeconomic outlook. Moreover, the FY23 headline inflation could be higher than pre-flood forecast of 18% to 20% range due to possible flood related supply side pressures on food prices in upcoming months. Thereafter, inflation is expected to gradually decline and fall in 5% to 7% range by the end of FY24 (as per SBP) primarily on the back of administrative measures to resolve food related supply side bottlenecks, much awaited normalization of global energy related commodity prices and beneficial base effects. The impact on current account deficit is likely to remain insignificant, as pressures from higher imports (food/textile inputs) and lower textile exports will be largely offset by slowdown in domestic demand, lower global commodity prices and declining international freight costs. As a result, current account deficit is expected to remain near to its previous forecasted level (3% of GDP). The recent staff level agreement with IMF and flood related assistance from international community will likely suffice Pakistan's external financing needs, build reserves, curtail pressures on PKR and enable large scale flood rehabilitation activity. Going forward, government's focus towards averting fiscal slippage, provision of targeted assistance to vulnerable segment of society, and policies to reinforce import substitution shall be instrumental in achieving economic and financial stability.

ڈ کریں گے اہل نظرتازہ بستیاں آباد

(Those with vision foresight will continue to build sounder & strong)

## ACKNOWLEDGEMENT

I would like to thank the Securities and Exchange Commission of Pakistan and other Regulatory Bodies, the Board of Directors, and the Group Executive Committee for their help, support and guidance. I also thank the financial institutions and the unit holders for their help, support and the confidence reposed in the Fund and the Chief Executive Officer, Mr. Muhammad Abdul Samad and his management team for their hard work, dedication, and sincerity of purpose.

Karachi: 28 October 2022

**Ifthikhar H. Shirazi**  
Chairman

# Atlas Money Market Fund

## Corporate Information

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**Trustee**

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Central Depository Company of Pakistan Limited  
99-B, Block 'B', S.M.C.H.S, Main Shahrah-e-Faisal,  
Karachi - 74400

**Auditors**

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EY Ford Rhodes  
Chartered Accountants

**Legal Advisers**

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Bawaney & Partners

**Bankers**

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Allied Bank Limited  
Askari Bank Limited  
Bank Alfalah Limited  
Bank Al Habib Limited  
Faysal Bank Limited  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
MCB Bank Limited  
Samba Bank Limited  
Zarai Taraqiati Bank Limited



# First Quarter Report 2022-23

## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 30 SEPTEMBER 2022

		30 September 2022 Un-audited	30 June 2022 Audited
	Note	-----Rupees-----	
<b>Assets</b>			
Cash and bank balances	4	5,527,979,449	18,330,696,373
Investments	5	12,950,968,990	-
Profit receivable on bank balances		74,973,012	36,346,038
Other receivables		10,230,737	10,199,092
<b>Total assets</b>		<b>18,564,152,188</b>	<b>18,377,241,503</b>
<b>Liabilities</b>			
Payable to Atlas Asset Management Limited - Management Company	6	33,347,386	26,703,267
Payable to Central Depository Company of Pakistan Limited - Trustee		1,054,973	866,807
Payable to the Securities & Exchange Commission of Pakistan		997,710	3,934,148
Payable against redemption of units		453,060,578	127,557
Accrued expenses and other liabilities	7	54,861,340	44,721,189
<b>Total liabilities</b>		<b>543,321,987</b>	<b>76,352,968</b>
<b>NET ASSETS</b>		<b>18,020,830,201</b>	<b>18,300,888,535</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>18,020,830,201</b>	<b>18,300,888,535</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	8		
<b>NUMBER OF UNITS IN ISSUE</b>		<b>35,307,231</b>	<b>36,060,359</b>
<b>NET ASSET VALUE PER UNIT</b>		<b>510.4006</b>	<b>507.5071</b>

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Money Market Fund

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED 30 SEPTEMBER 2022

		For the Quarter Ended 30 September	
		2022	2021
Note		-----Rupees-----	
<b>Income</b>			
	Profit on saving and term deposits	275,899,592	248,826,264
	Income from Government Securities	452,483,820	213,404,456
	Capital gain/ (loss) on sale of investments - net	48,119,862	1,145,664
	Net unrealised diminution on remeasurement of investments classified as 'financial assets at fair value through profit or loss'	2,028,414	(674,725)
		<b>50,148,276</b>	<b>470,939</b>
<b>Total income</b>		<b>778,531,688</b>	<b>462,701,659</b>
<b>Expenses</b>			
	Remuneration of Atlas Asset Management Limited - Management Company	6.1 21,994,385	6,041,083
	Sindh Sales Tax on Remuneration of the Management Company	6.2 2,859,270	785,341
	Remuneration of Central Depository Company of Pakistan Limited - Trustee	2,743,798	3,926,704
	Sindh Sales Tax on Remuneration of the trustee	356,719	510,472
	Annual fees to the Securities & Exchange Commission of Pakistan	997,745	1,208,217
	Accounting and operational charges	4,455,048	-
	Annual rating fee	158,881	131,358
	Annual listing fee	6,931	6,932
	Securities transaction cost	174,214	48,487
	Auditors' remuneration	202,308	183,884
	Printing and postage charges	9,000	-
	Legal and professional charges	21,325	32,400
	Bank charges	33,171	34,274
	Reversal for Sindh Workers' Welfare Fund	-	(91,886,047)
		<b>34,012,795</b>	<b>(78,976,895)</b>
<b>Net income for the period before taxation</b>		<b>744,518,893</b>	<b>541,678,554</b>
	<b>Taxation</b>	10 -	-
<b>Net income for the period after taxation</b>		<b>744,518,893</b>	<b>541,678,554</b>
<b>Earning per units</b>		11	
<b>Allocation of net income for the period</b>			
	- Net income for the period after taxation	744,518,893	541,678,554
	- Income already paid on units redeemed	(85,448,890)	(25,612,343)
		<b>659,070,003</b>	<b>516,066,211</b>
<b>Accounting income available for distribution:</b>			
	- Relating to capital gains	50,148,276	1,145,664
	- Excluding capital gains	608,921,727	514,920,547
		<b>659,070,003</b>	<b>516,066,211</b>

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# First Quarter Report 2022-23

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	For the Quarter Ended 30 September	
	2022	2021
	-----Rupees-----	
Net income for the period after taxation	744,518,893	541,678,554
Other comprehensive income	-	-
<b>Total comprehensive income for the period</b>	<b>744,518,893</b>	<b>541,678,554</b>

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Money Market Fund

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	30 September 2022		
	Capital value	Undistributed income	Net assets
	-----Rupees-----		
Capital value	18,171,918,580	-	18,171,918,580
<b>Undistributed income brought forward</b>			
- Realised income	-	128,969,955	128,969,955
- Unrealised income	-	-	-
<b>Net assets at the beginning of the period (Units outstanding: 36,060,359) (Rs. 507.5071 per unit)</b>	<b>18,171,918,580</b>	<b>128,969,955</b>	<b>18,300,888,535</b>
Issue of 22,866,577 units	11,619,675,810	-	11,379,191,372
Redemption of 23,619,705 units	(11,996,397,023)	(85,448,890)	(12,081,845,913)
Total comprehensive income for the period	-	744,518,893	744,518,893
Refund of Capital	100,169,302	-	340,653,740
First interim distribution of Rs. 4.25 per unit declared on 22 July 2022	-	(154,718,920)	(154,718,920)
Second interim distribution of Rs. 5.25 per unit declared on 18 August 2022	-	(210,512,602)	(210,512,602)
Third interim distribution of Rs. 6.8 per unit declared on 23 September 2022	-	(297,344,903)	(297,344,903)
<b>Net assets at end of the period (Units outstanding: 35,307,231) (Rs. 510.4006 per unit)</b>	<b>17,895,366,669</b>	<b>125,463,533</b>	<b>18,020,830,201</b>
<b>Undistributed income carried forward</b>			
- Realised income	-	53,940,943	-
- Unrealised income	-	71,522,590	-
	<b>-</b>	<b>125,463,533</b>	<b>-</b>
	30 September 2021		
	Capital value	Undistributed income	Net assets
	-----Rupees-----		
Capital value	24,121,020,637	-	24,121,020,637
<b>Undistributed income brought forward</b>			
- Realised income	-	107,804,715	107,804,715
- Unrealised income	-	-	-
<b>Net assets at the beginning of the period (Units outstanding: 36,060,359) (Rs. 507.507 per unit)</b>	<b>24,121,020,637</b>	<b>107,804,715</b>	<b>24,228,825,352</b>
Issue of 11,575,932 units	5,875,829,330	-	5,875,829,330
Redemption of 12,237,176 units	(6,193,723,596)	(25,612,343)	(6,219,335,939)
Total comprehensive income for the period	-	541,678,554	541,678,554
Refund of capital	(18,567,372)	-	(18,567,372)
First interim distribution of Rs. 2.85 per unit declared on 30 July 2020	-	(117,216,802)	(117,216,802)
Second interim distribution of Rs. 4.85 per unit declared on 27 August 2021	-	(218,863,577)	(218,863,577)
Third interim distribution of Rs. 2.75 per unit declared on 24 September 2021	-	(127,890,548)	(127,890,548)
<b>Net assets at end of the period (Units outstanding: ) (Rs. per unit)</b>	<b>23,784,558,999</b>	<b>159,899,999</b>	<b>23,944,458,998</b>
<b>Undistributed income carried forward</b>			
- Realised income	-	159,586,019	-
- Unrealised income	-	313,980	-
	<b>-</b>	<b>159,899,999</b>	<b>-</b>

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

**For Atlas Asset Management Limited  
(Management Company)**

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Ifitikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# First Quarter Report 2022-23

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	For the Quarter Ended 30 September	
	2022	2021
Note	-----Rupees-----	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net income for the period after taxation	744,518,893	541,678,554
<b>Adjustments for:</b>		
Profit on saving and term deposits	(275,899,592)	(248,826,264)
Income from Government Securities	(452,483,820)	(213,404,456)
Capital (gain) / loss on sale of investments - net	(48,119,862)	(1,145,664)
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(2,028,414)	674,725
(Reversal) / Provision for Sindh Workers Welfare Fund	-	(91,886,047)
	<b>(778,531,688)</b>	<b>(554,587,706)</b>
<b>Increase in assets</b>		
Prepayment and other receivables	(31,645)	(1,026)
<b>Increase in liabilities</b>		
Payable to Atlas Asset Management Limited - Management Company	6,644,119	(4,559,315)
Payable to Central Depository Company of Pakistan Limited - Trustee	188,166	32,710
Payable to the Securities & Exchange Commission of Pakistan	(2,936,438)	(2,393,832)
Payment against Purchase of investment	-	4,829,799,778
Accrued expenses and other liabilities	10,140,151	(5,411,429)
	<b>14,035,998</b>	<b>4,817,467,912</b>
	<b>(20,008,442)</b>	<b>4,804,557,734</b>
Interest received	237,272,618	297,140,469
Investments made during the period	(47,941,939,765)	(47,941,939,765)
Investments sold / matured during the period	35,493,602,871	43,325,701,402
<b>Net cash generated from/ (used in) operating activities</b>	<b>(12,231,072,718)</b>	<b>485,459,840</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net receipts from issuance of units	11,379,191,372	5,875,829,330
Net payments against redemption of units	(11,628,912,892)	(6,116,110,745)
Refund of capital	340,653,740	(18,567,372)
First interim distribution of Rs. 4.25 per unit declared on 22 July 2022	(154,718,920)	-
Second interim distribution of Rs. 5.25 per unit declared on 18 August 2022	(210,512,602)	-
Third interim distribution of Rs. 6.8 per unit declared on 23 September 2022	(297,344,903)	-
First interim distribution of Rs. 2.85 per unit declared on 30 July 2021	-	(117,216,802)
Second interim distribution of Rs. 4.85 per unit declared on 27 August 2021	-	(218,863,577)
Third interim distribution of Rs. 2.75 per unit declared on 24 September 2021	-	(127,890,548)
<b>Net cash (used in)/ generated from financing activities</b>	<b>(571,644,205)</b>	<b>(722,819,714)</b>
<b>Net (decrease)/ increase in cash and cash equivalents</b>	<b>(12,802,716,923)</b>	<b>(237,359,874)</b>
Cash and cash equivalents at the beginning of the period	18,330,696,373	24,359,094,276
<b>Cash and cash equivalents at the end of the period</b>	<b>5,527,979,449</b>	<b>24,121,734,402</b>

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

Qurrat-ul-Ain Jafari  
Chief Financial Officer

Muhammad Abdul Samad  
Chief Executive Officer

Ifitikhar H. Shirazi  
Chairman

Tariq Amin  
Director

# Atlas Money Market Fund

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED 30 SEPTEMBER 2022

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Money Market Fund (the Fund) is an open-ended Fund constituted under a trust deed entered into on 4 December 2009 between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the trustee. The Trust Deed has been revised through the First Supplement dated 23 May 2017. The offering document of the Fund has been revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh and Eighth Supplements dated 24 March 2015, 3 August 2015, 30 September 2016, 2 June 2017, 2 October 2019, 30 October 2019, 1 April 2020 and 21 December 2020 respectively, with the approval of the Securities and Exchange Commission of Pakistan (SECP). The registered office of AAML is situated at Ground Floor, Federation House, Shahrae Firdousi, Clifton, Karachi.
- 1.2 The Fund has been categorised as a 'money market scheme' by the Board of Directors pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs 500 per unit on 20 January 2010. Thereafter, the units are being offered for public subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.
- 1.3 According to the trust deed, the objective of the Fund is to provide its investors competitive returns from a portfolio of low risk, short duration assets while maintaining high liquidity. The Fund aims to deliver this objective mainly by investing in government securities, cash and near cash instruments which include cash in bank accounts, treasury bills, deposits with scheduled banks, certificates of deposit (CODs), certificates of Musharaka (COMs), commercial papers, and reverse repo; with a weighted average time to maturity of not more than 90 days and in case of a single asset, maximum time to maturity of six months. The investment objectives and policy are explained in the Fund's offering document.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2020: AM2+ (AM Two Plus)] on 24 December 2021.
- Moreover, PACRA has maintained the stability rating of the Fund at "AA+(f)" [2021: "AA+ (f)"] on 14 October 2022 subsequently to the balance sheet date.
- 1.5 The titles to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.
- 1.6 The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Act 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company submitted the Collective Investment Scheme Trust Deed to the Registrar (acting under Sindh Trusts Act 2020) to fulfil the requirement for registration of Trust Deed under Sindh Trusts Act 2020. During the year, the Trust deed has been registered under the Sindh Trusts Act, 2020.

### 2 STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the SECP. Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

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The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2022.

In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at 30 September 2022.

The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at 30 September 2021 have been extracted from the annual published audited financial statements of the Fund for the year ended 30 June 2022, whereas, the comparatives in the condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement have been extracted from the unaudited condensed interim financial statements of the Fund for the Quarter ended 30 September 2021.

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual published financial statements of the Fund for the year ended 30 June 2022.

The preparation of these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and 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.

The significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements as at and for the year ended 30 June 2022.

The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended 30 June 2022.

		30 September 2022 Un-audited	30 June 2022 Audited
	Note	-----Rupees-----	-----
<b>4 CASH AND BANK BALANCES</b>			
Balances with banks in saving accounts	4.1	5,449,349,449	17,877,118,873
Cheques in hand	4.2	78,630,000	453,577,500
		<b>5,527,979,449</b>	<b>18,330,696,373</b>

4.1 The rate of return on these accounts ranges between 12.50% to 17.20% (30 June 2022: 5.5% to 16.45%) per annum.

4.2 The denotes cheques received against issuance of units which were deposited and cleared in the bank account subsequently on 08 October 2022 (30 June 2021: 10 July 2021).

		30 September 2022 Un-audited	30 June 2022 Audited
	Note	-----Rupees-----	-----
<b>5 INVESTMENTS</b>			
<b>At fair value through profit or loss</b>			
Investment in Government securities - Market Treasury Bills	5.1	<b>12,950,968,990</b>	-

# Atlas Money Market Fund

### 5.1 Market Treasury Bills

Particulars	-----Face Value (Rupees)-----				Carrying cost as at 30 September 2022	Market Value as at 30 September 2022	Market value as a	
	As at 01 July 2022	Purchased during the period	Sold / Matured during the period	As at 30 September 2022			Total Investments	Net Assets
	-----Rupees-----						-----%age-----	
3 Months	-	122,517,450,000.00	109,852,450,000	12,665,000,000	12,461,932,717	12,463,958,165	96.24	69.16
6 Months	-	6,913,000,000.00	6,425,000,000	488,000,000	487,007,858	487,010,824	3.76	2.70
	-	129,430,450,000	116,277,450,000	13,153,000,000	12,948,940,575	12,950,968,989	100.00	71.86
30 June 2022						-		

**5.1.2** The cost of investments as on 30 September 2022 Rs.12,879,446,400 (30 June 2022 is Nil).

**5.1.3** These Market Treasury Bills carry purchase yields 14.92% to 15.74% (30 June 2022: Nil) per annum and will mature between 6 October 2022 to 15 December 2022 (30 June 2022: Nil).

		30 September 2022	30 June 2022
		Un-audited	Audited
	Note	-----Rupees -----	
<b>6 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (RELATED PARTY)</b>			
Remuneration of the Management Company	6.1	7,638,862	2,789,208
Sindh Sales Tax payable on Remuneration of the Management Company	6.2	4,116,012	3,485,557
Federal Excise Duty payable on Remuneration of the Management Company	6.3	20,428,502	20,428,502
Accounting and operational charges payable		1,164,010	-
		<b>33,347,386</b>	<b>26,703,267</b>

**6.1** During the year, the Management Company has charged remuneration at the following rates:

From July 01, 2022 to July 18, 2022	0.40%
From July 19, 2022 to September 30, 2022	0.45%

6.2 During the period, an amount of Rs. 2,859,270 (June 30, 2022: Rs. 3,471,359) was charged on account of sales tax on remuneration of the Management Company levied through Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 2,228,815 (June 30, 2022: Rs.3,774,724) was paid to the Management Company which acts as a collecting agent.

6.3 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

On 4 September 2013, a Constitutional Petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

With effect from 01 July 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended 30 June 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In



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response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from 1 July 2016. However, as a matter of abundant caution the provision for FED made till 30 June 2016 amounting to Rs 20.429 million (30 June 2022: 20.429 million) is being retained in the financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the said provision for FED not been maintained, the net asset value of the Fund as at 30 September 2021 would have been higher by Re. 0.58 (30 June 2022: Re. 0.57) per unit.

## 6.4 ACCOUNTING AND OPERATIONAL CHARGES

The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations and valuation services to the CIS with effect from 30 June 2020 as per SECP SRO 639 (I) / 2020 dated 20 June 2022.

Keeping in view of the above, the Management Company has charged remuneration at the following rates during the period:

From July 01, 2022 to September 21, 2022	0.10%
From September 22, 2022 to September 30, 2022	Nil

	30 September 2022	30 June 2022
	Un-audited	Audited
	-----Rupees-----	
7 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration payable	655,395	453,087
Annual Rating Fee Payable	158,880	-
Withholding tax payable	36,471,286	32,701,985
Capital Gain Tax payable	16,308,190	1,986,523
Zakat payable	1,066,746	1,065,797
Transaction charges payable	91,999	5,706
Dividend payable	108,844	8,508,091
	<b>54,861,340</b>	<b>44,721,189</b>

## 8 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 30 September 2022 and 30 June 2022.

## 9 EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 30 September 2022 is 0.68% (30 June 2022: 0.25%) which includes 0.60% (30 June 2022: 0.05%) representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as a money market scheme.

## 10 TAXATION

**10.1** The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unitholders. The management intends to distribute at least 90% of the Fund's net accounting income earned by the year end, as cash dividend, to the unit holders. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

# Atlas Money Market Fund

## 11 EARNINGS PER UNIT

Earnings per unit has not been disclosed as, in the opinion of the management, the determination of cumulative weighted average number of outstanding units for calculating earnings per unit is not practicable.

## 12 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

12.1 Transactions for the period	For the Quarter Ended 30 September	
	2022	2021
	Un-audited	Un-audited
	-----Rupees-----	
<b>Atlas Asset Management Limited (Management Company)</b>		
Reumeration of the Management Company	21,994,385	6,041,083
Sindh Sales tax on Remuneration of Management Company	2,859,270	785,341
Remuneration paid	17,144,731	8,945,146
Accounting and operational charges	4,455,048	-
Issue of 69,326 (2021: 569) units	35,441,280	287,800
Redemption of 112,553 (2021: 278,525) units	57,312,316	141,446,302
Dividend declared	684,447	-
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Remuneration of the Trustee	2,743,798	3,926,704
Sindh Sales Tax on Remuneration of the Trustee	356,719	510,472
Remuneration paid	3,087,761	3,897,758
<b>Atlas Fund of Funds (Fund under common management)</b>		
Issue of 5,887 (2021: 182,403) units	3,000,000	92,400,000
Redemption of 5,899 (2021: 136,617) units	3,030,367	69,603,080
<b>Atlas Group of Companies Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)</b>		
Issue of 388,375 (2021: 247,974) units	198,824,322	125,676,631
Redemption of 7,224 (2021: 518,063) units	3,700,000	262,704,642
Dividend declared	2,184,635	676,631
<b>Atlas Engineering Limited (Group Company)</b>		
Issue of 9,865 (2021: Nil) units	5,032,328	-
Dividend declared	78,428	8,023,354
Redemption of 9,797 (2021: Nil) units	5,000,000	-
<b>Atlas Metals (Private) Limited</b>		
Issue of Nil (2021: 2,318) units	-	1,172,743
Redemption of Nil (2021: 82,779)	-	42,100,000
Dividend declared	7,031,309	1,379,675
<b>Atlas Foundation (Group Company)</b>		
Issue of 299,373 (2021: 2,991) units	152,893,300	1,513,381
Redemption of Nil (2021: 70,785) units	-	36,000,000
Dividend declared	2,987,734	1,780,419
<b>Atlas Battery Limited (Group Company)</b>		
Issue of 786,334 (2021: 853) units	400,937,162	431,742
Redemption of 789,255(2021:853) units	403,831,901	433,990
Dividend declared	1,748,381	4,105

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		For the Quarter Ended 30 September	
		2022	2021
		Un-audited	Un-audited
12.1 Transactions for the period (Cont...)		-----Rupees-----	
<b>Batools Benefit Trust (Trust having common Director / Trustee)</b>			
Issue of Nil (2021: 1,911) units		-	966,834
Redemption of 19,739 (2021: 9,832) units		10,100,000	5,000,000
Dividend declared		1,476,996	1,119,288
<b>Atlas Honda Limited (Group Company)</b>			
Issue of 5,234 (2021: 202,869) units		2,694,522	102,655,849
Dividend declared		192,483,433	120,769,832
Redemption of 7,843,651 (2021: 9,832) units		4,000,000,000	-
<b>Atlas Honda Limited (Employee Provident Fund) (Retirement benefit plan of a Group Company)</b>			
Issue of Nil(2021: 2,214) units		-	1,120,397
Redemption of Nil (2021: 9,868)		-	5,000,000
Dividend declared		1,759,212	1,120,397
<b>Atlas Insurance Limited (Group Company)</b>			
Issue of 334,960 (2021: Nil) units		170,920,527	-
Redemption of 198,006(2021:Nil units)		101,004,916	-
Dividend declared		843,732	-
<b>Atlas Honda Limited Non Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)</b>			
Issue of Nil (2021: 335) units		-	169,367
Redemption of Nil (2021: Nil units)		-	-
Dividend declared		948,940	169,367
<b>Shirazi Investments (Private) Limited (Group Company)</b>			
Issue of 839,987 (2021:17,153) units		428,821,396	8,678,342
Redemption of 840,879(2021:1,066,275) units		428,457,416	541,183,647
Dividend declared		533,413	8,161,418
<b>Fauji Fertilizer Company Limited (Unit Holder with more than 10% holding)</b>			
Issue of Nil (2021: Nil) units		-	-
Redemption of Nil (2021: 5,196,881) units		-	2,643,000,000
Dividend declared		-	-
<b>Shirazi Investment (Private) Limited (Employee Provident Fund) (Retirement benefit plan of a Group Company)</b>			
Issue of 8,895 (2021:Nil) units		4,554,834	-
Redemption of 10,932 (2021: Nil units)		5,580,000	-
Dividend declared		256,185	-
<b>Atlas Die Casting (Private) Limited (Group Company)</b>			
Issue of Nil (2021: 1) unit		-	412
Dividend declared		812	429
<b>Atlas Autos (Private) Limited (Group Company)</b>			
Issue of Nil (2021:14,447) unit		-	7,310,385
Dividend declared		43,400,036	8,600,329

# Atlas Money Market Fund

		For the Quarter Ended 30 September	
		2022	2021
		Un-audited	Un-audited
		Rupees	
<b>Honda Atlas Cars Pak (Ltd.) - (Employee Provident Fund)</b>			
Issue of Nil (2021:3,106) units		-	1,571,883
Dividend declared		-	1,571,883
<b>Honda Atlas Cars (Pakistan) Ltd. - (Employee Gratuity Fund)</b>			
Issue of Nil (2021:2,133) units		-	1,079,555
Dividend declared		3,530,703	1,079,555
<b>Directors and their close family members and key management personnel of the Management Company</b>			
Issue of 801,383 (2021: 62,564) units		111,534,079	31,734,903
Redemption of 628,580 (2021: 104,375) units		22,498,256	53,015,821
Dividend declared		37,183,222	13,997,528
		<b>30 September</b>	<b>30 June</b>
		<b>2022</b>	<b>2022</b>
		<b>Un-audited</b>	<b>Audited</b>
		Rupees	
<b>12.2</b>	<b>Investments / outstanding balances as at period end</b>		
<b>Atlas Asset Management Limited (Management Company)</b>			
Remuneration payable to the Management Company		7,638,862	2,789,208
Sindh Sales Tax payable on Remuneration of the Management Company		4,116,012	3,485,557
Federal Excise Duty payable on Remuneration of the Management Company		20,428,502	20,428,502
Accounting and operational charges payable		1,164,010	-
Outstanding Nil (30 June 2022: 42,082) units		-	21,357,005
<b>Central Depository Company of Pakistan Limited (Trustee)</b>			
Remuneration payable to the Trustee		933,563	11,423,085
Sindh Sales Tax payable on Remuneration of the trustee		121,363	1,485,001
<b>Atlas Foundation (Group Company)</b>			
Outstanding 355,239 (30 June 2022: 50,872) units		181,314,100	25,818,048
<b>Atlas Honda Limited (Group Company)</b>			
Outstanding 4,187,515 (30 June 2022: 11,704,099) units		2,137,310,078	5,939,913,337
<b>Atlas Honda Limited Employees Provident Fund (Retirement benefit plan of a Group Company)</b>			
Outstanding 110,263 (30 June 2022: 106,803) units		56,278,292	54,203,032
<b>Shirazi Investments (Private) Limited - Employees Provident Fund</b>			
Outstanding Nil (30 June 2022: 21,600) units		-	10,962,407
<b>Atlas Engineering Limited (Group Company)</b>			
Outstanding Nil (30 June 2022:804,778 ) units		-	408,430,733
<b>Atlas Group of Companies Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)</b>			
Outstanding 404,456 (30 June 2022:19,010 ) units		206,434,840	9,647,680

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		30 September 2022 Un-audited	30 June 2022 Audited
12.2	Investments / outstanding balances as at period end (Cont...)	Note	Rupees-----
	<b>Atlas Autos (Private) Limited (Group Company)</b> Outstanding 2,711,536 (30 June 2022: 2,638,972) units		1,383,969,859 1,339,296,842
	<b>Atlas Die Casting (Private) Limited (Group Company)</b> Outstanding 61 (30 June 2022: 60) units		31,341 30,450
	<b>Atlas Metals (Private) Limited</b> Outstanding 516,824 (30 June 2022: 502,993) units		263,787,264 255,272,504
	<b>Atlas Insurance Limited</b> Outstanding 138,365 (30 June 2022: Nil) units		70,621,573 -
	<b>Honda Atlas Cars (Pakistan) Ltd.- (Employee Gratuity Fund)</b> Outstanding 221,296 (30 June 2022: 214,351) units		112,949,406 108,784,401
	<b>Atlas Energy Limited</b> Outstanding 7,791 (30 June 2022: 7,569) units		3,976,627 3,841,304
	<b>Atlas Honda Limited Non Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)</b> Outstanding 50,556 (30 June 2022: 48,969) units		25,803,618 24,852,110
	<b>Batools Benefit Trust (Trust having common Director / Trustee)</b> Outstanding 82,350 (30 June 2022: 99,620) units		42,031,641 50,557,807
	<b>Shirazi Trading Company (Private) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)</b> Outstanding 20,068 (30 June 2022: 8,204) units	12.3	10,242,569 4,163,558
	<b>MCFSL Trustee Atlas Fund of Funds</b> Outstanding 1,961 (30 June 2022: 1,972) units	12.3	1,000,851 1,000,890
	<b>Directors and their close family members and key management personnel of the Management Company</b> Outstanding 2,515,950 (30 June 2022: 2,280,978) units		1,284,142,449 1,157,612,292
12.3	Holding being less than 10% in reporting period, disclosure is not applicable.		
12.4	The transactions with related parties / connected persons are in the normal course of business at contracted rates and terms determined in accordance with market rates.		

## 13 FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

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

# Atlas Money Market Fund

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the statement of assets and liabilities date. The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

## **Fair value hierarchy**

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

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at 30 September 2022, the Fund has investments 'at fair value through profit and loss' measured using level 2 valuation technique. Particulars regarding their cost and market value are given note 5.1.

## **14 GENERAL**

Figures have been rounded off to the nearest Rupee.

## **15 DATE OF AUTHORISATION FOR ISSUE**

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on October 28, 2022.

**For Atlas Asset Management Limited  
(Management Company)**

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

## Atlas Liquid Fund

### Corporate Information

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#### **Trustee**

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Central Depository Company of Pakistan Limited  
99-B, Block 'B', S.M.C.H.S, Main Shahrah-e-Faisal,  
Karachi - 74400

#### **Auditors**

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EY Ford Rhodes  
Chartered Accountants

#### **Legal Advisers**

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Bawaney & Partners

#### **Bankers**

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Bank Alfalah Limited

# Atlas Liquid Fund

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

AS AT 30 SEPTEMBER 2022

		30 September 2022 Un-audited ----- Rupees -----	30 June 2022 Audited -----
<b>Assets</b>	<b>Note</b>		
Bank balances	4	26,539,757	3,135,310,549
Investments	5	3,446,229,920	300,000,000
Markup accrued		19,929,829	9,159,966
Preliminary and floatation cost	6	500,217	530,262
Advances, prepayments and other receivables		1,707,283	1,685,408
<b>Total assets</b>		<b>3,494,907,005</b>	<b>3,446,686,185</b>
<b>Liabilities</b>			
Payable to Atlas Asset Management Limited - Management Company	7	2,337,079	1,247,837
Payable to the Central Depository Company of Pakistan Limited - Trustee		176,582	176,911
Payable to the Securities and Exchange Commission of Pakistan		173,575	267,413
Accrued expenses and other liabilities	8	4,076,218	3,888,196
<b>Total liabilities</b>		<b>6,763,453</b>	<b>5,580,357</b>
<b>NET ASSETS</b>		<b>3,488,143,551</b>	<b>3,441,105,828</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>3,488,143,551</b>	<b>3,441,105,828</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	9		
<b>NUMBER OF UNITS IN ISSUE</b>		<b>6,976,287</b>	<b>6,882,212</b>
<b>NET ASSET VALUE PER UNIT</b>		<b>500.0000</b>	<b>500.0000</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftekhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director



# First Quarter Report 2022-23

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	Note	For the Quarter Ended 30 September 2022 ---- Rupees ----
<b>Income</b>		
Mark up Income		128,862,110
Gain on disposals of T bills		976,968
Un realized gain on revaluation of investments		201,058
<b>Total income</b>		<b>130,040,136</b>
<b>Expenses</b>		
Payable to Atlas Asset Management Company ' - Management Company		3,821,675
Sindh sales tax on remuneration of the Management Company		496,818
Accounting & Operational charges		868,050
Remuneration to the Central Depository Company of Pakistan Limited		477,427
Sindh sales tax on remuneration of the Trustee		62,061
Annual fee - Securities and Exchange Commission of Pakistan		173,610
Auditor's remuneration		88,856
Transaction Charges		6,330
Amortization of preliminary expenses and floatation costs		30,045
Annual Listing fee		26,801
Fund Rating Fee		62,600
Bank charges		2,542
Printing Charges		9,000
Legal and Professional Charges		21,325
<b>Total expenses</b>		<b>6,147,141</b>
<b>Net income for the period before taxation</b>		<b>123,892,995</b>
<b>Taxation</b>	12	-
<b>Net income for the period after taxation</b>		<b>123,892,995</b>
<b>Allocation of net income for the period:</b>		
Net income for the period after taxation		123,892,995
Income already paid on units redeemed		-
		<b>123,892,995</b>
<b>Accounting income available for distribution:</b>		
- Relating to capital gains		1,178,026
- Excluding capital gains		122,714,969
		<b>123,892,995</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Liquid Fund

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**  
FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	For the Quarter Ended 30 September 2022 ---- Rupees ----
Net income for the period after taxation	123,892,995
Other comprehensive income for the period	-
<b>Total comprehensive income for the period</b>	<b>123,892,995</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# First Quarter Report 2022-23

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	30 September 2022		
	Capital value	Undistributed income	Net assets
	-----Rupees-----		
Capital value	3,441,105,828	-	3,441,105,828
<b>Undistributed income brought forward</b>			
- Realised income	-	-	-
- Unrealised loss	-	-	-
<b>Net assets at the beginning of the period (Units outstanding: 6,882,212) (Rs. 500 per unit)</b>	<b>3,441,105,828</b>	<b>-</b>	<b>3,441,105,828</b>
Issue of 214,089 units	107,044,908	-	107,044,908
Redemption of 120,014 units	(60,007,185)	-	(60,007,185)
Dividend Distributions	-	(123,892,995)	(123,892,995)
Total comprehensive income for the period	-	123,892,995	123,892,995
<b>Net assets at the beginning of the period (Units outstanding: 6,976,287) (Rs. 500 per unit)</b>	<b>3,488,143,551</b>	<b>-</b>	<b>3,488,143,551</b>
<b>Undistributed income carried forward</b>			
- Realised income	-	-	-
- Unrealised loss	-	-	-
	<b>-</b>	<b>-</b>	<b>-</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Ifitikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Liquid Fund

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	For the Quarter Ended 30 September 2022	Note	---- Rupees ----
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net income for the period after taxation	123,892,995		
<b>Adjustments for:</b>			
Mark up Income	(128,862,110)		
(Gain) / loss on disposals of T bills	(976,968)		
Un realized (gain) on revaluation of investments	(201,058)		
Amortization of preliminary expenses and floatation costs	30,045		
	<b>(130,010,091)</b>		
<b>Increase in assets</b>			
Investments-net	(3,145,051,894)		
Markup Accrued	118,092,247		
Other Receivables	(21,875)		
	<b>(3,026,981,521)</b>		
<b>Increase in liabilities</b>			
Payable to Atlas Asset Management Company - Management Company	1,089,242		
Payable to Central Depository Company of Pakistan Limited - Trustee	(329)		
Payable to the Securities and Exchange Commission of Pakistan	(93,838)		
Accrued expenses and other liabilities	188,022		
	<b>1,183,096</b>		
<b>Net cash used in operating activities</b>	<b>(3,031,915,520)</b>		
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Receipts against issuance of units	107,044,908		
Dividend Distribution	(123,892,995)		
Payments against redemption of units	(60,007,185)		
<b>Net cash generated from financing activities</b>	<b>(76,855,272)</b>		
<b>Net increase in cash and cash equivalents</b>	<b>(3,108,770,792)</b>		
Cash and cash equivalents at the beginning of the period	3,135,310,549		
<b>Cash and cash equivalents at the end of the period</b>	<b>4 26,539,757</b>		

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# First Quarter Report 2022-23

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED 30 SEPTEMBER 2022

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Liquid Fund (the Fund) is an open-ended Fund constituted under a trust deed registered dated 30 July 2021 under the Sindh Trust Act, 2020 entered into between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the trustee. The Offering Document has been revised through the First and Second Supplements dated 14 April 2022 and 19 April 2022 respectively. The investment activities and administration of the Fund are managed by AAML whose registered office is situated at Ground Floor, Federation House, Shahrah-e-Firdousi, Clifton, Karachi. The Securities and Exchange Commission of Pakistan (SECP) has authorized the offer of Units of the Fund and registered as a notified entity on 06 September 2021. SECP has approved this Offering Document on 07 September 2021.
- 1.2 The Fund has been categorised as a 'money market scheme' by the Board of Directors of the Management Company pursuant to the provision contained in Circular 07 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs 500 per unit. Thereafter, the units are being offered to the public for subscription on a continuous basis since 23 November 2021, and are transferable and redeemable by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.3 The objective of Atlas Liquid Fund (ALF) is to provide competitive return to its investors (with a periodic payout) by investing in low risk, highly liquid and short duration portfolio consist of money market instruments.
- 1.4 The titles to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.
- 1.5 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2020: AM2+ (AM Two Plus)] on 24 December 2021.

Moreover, PACRA has upgraded the stability rating of the Fund at "AA+(f)" [2022: "AA (f)"] on 14 October 2022 subsequently to the balance sheet date.

- 1.6 As per the offering document of the Fund, an investor shall, at the time of opening an account, select the types of units in which the investor wishes to invest, i.e. Growth Unit and/or Income Unit. Furthermore, at the time of dividend distribution the unit holders receive additional units or cash dividend against Growth unit and Income unit, respectively.
- 1.7 As per the offering document of the Fund, the Management Company may decide to distribute all net profit (after deducting all expenses of the Fund) on a periodic basis (that is Daily, Weekly, Monthly, Quarterly and Yearly) as dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its net accounting income available for distribution for the year derived from sources other than capital gains, to the unitholders. During the period, the management has distributed all the net income earned by the Fund as Dividend to the unit holders which has been reinvested on daily basis.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking

# Atlas Liquid Fund

Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the SECP. Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the requirements of the said directives prevail.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2022.

In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at 30 September 2022.

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual published financial statements of the Fund for the period ended 30 June 2022.

The preparation of these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and 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.

The significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements as at and for the year ended 30 June 2022.

The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended 30 June 2022.

		30 September 2022 Un-audited	30 June 2022 Audited
	Note	-----Rupees -----	
<b>4 BANK BALANCES</b>			
In local currency			
- Profit and loss sharing accounts	4.1	26,539,757	3,135,310,549
		<u>26,539,757</u>	<u>3,135,310,549</u>

4.1 The rate of return on these profit and loss sharing accounts is 12.50% to 17.20 % (30 June 2022: 8.25% to 16.4%) ranges between 6.5% to 15.25% per annum).

		30 September 2022 Un-audited	30 June 2022 Audited
	Note	-----Rupees -----	
<b>5 INVESTMENTS</b>			
<b>At fair value through profit or loss</b>			
Government securities - Market Treasury Bills	5.1	3,146,229,920	-
Sukuk certificates	5.2	300,000,000	300,000,000
		<u>3,446,229,920</u>	<u>300,000,000</u>

# First Quarter Report 2022-23

## 5.1 Government securities - Market Treasury Bills

Instrument	Opening	Acquired during the period	Sold / matured during the period	As at 30 September 2022	Carrying value	Market value	Market value as a percentage of total investment	Market value as a percentage of net assets
		----- Face value (Rupees) -----			----- (Rupees) -----	----- % age -----		
03 Months - T-bills	-	7,822,000,000	4,710,000,000	3,112,000,000	3,086,150,847	3,086,351,540	89.56	88.48
06 Months - T-bills	-	555,000,000	495,000,000	60,000,000	59,878,015	59,878,380	1.74	1.72
<b>Total as at September 30, 2022</b>	<b>-</b>	<b>8,377,000,000</b>	<b>5,205,000,000</b>	<b>3,172,000,000</b>	<b>3,146,028,862</b>	<b>3,146,229,920</b>	<b>91.29</b>	<b>90.20</b>

**5.1.1** The cost of investments as on 30 September 2022 is Rs. 3,106,583,553 (30 June 2022 is Nil).

**5.1.2** These Market Treasury Bills carry purchase yields 14.92% to 15.74% (30 June 2022: Nil) per annum and will mature between 6 October 2022 to 07 December 2022 (30 June 2022: Nil).

## 5.2 Sukuk certificates

Name of Investee Company	As at 01 July 2022	Purchased during the year	Disposed during the year	As at 30 September 2022	Carrying value as at 30 September 2022	Market value as at 30 September 2022	Market value as a percentage of total investments	Market value as a percentage of net assets
----- Number of sukuk certificates -----      ----- Rupees -----      ----- % age -----								
(Rs.1,000,000 each certificate)								
K-Electric Supply Company Limited - Short Term Sukuk - 5	150	-	-	150	150,000,000	150,000,000	4.35	4.30
Lucky Electric Power Company Limited - Short Term Sukuk - 1	150	-	-	150	150,000,000	150,000,000	4.35	4.30
Total as at September 30, 2022					300,000,000	300,000,000	8.71	8.60

## 6 PRELIMINARY AND FLOATATION COST

	Note	30 September 2022 Un-audited	30 June 2022 Audited
		-----Rupees-----	
Floataion cost		530,262	602,569
Less: Amortisation for the period		(30,045)	(72,307)
		<b>500,217</b>	<b>530,262</b>

## 7 PAYABLE TO THE ATLAS ASSET MANAGEMENT LIMITED

### - Management Company

Remuneration of the Management Company	7.1	1,282,857	571,210
Sindh Sales Tax on remuneration of the Management Company	7.2	166,573	74,058
Accounting and operational charges reimbursable by the Fund		285,081	-
Preliminary Expenses and Flotation Cost		602,569	602,569
		<b>2,337,079</b>	<b>1,247,837</b>

# Atlas Liquid Fund

**7.1** As per the amendments made in the NBFC Regulations, 2008 vide SRO 639 (I) / 2019 dated 20 June 2019, the Management Company shall set and disclose in the offering document the maximum rate of fee chargeable to Collective Investment Scheme within allowed expense ratio. The management company has set the maximum limit of 1% of average annual net assets, within allowed expense ratio. The Management Company has charged management fee at the rate of 0.24% with effect from July 01, 2022 to July 13, 2022 & then change the rate to 0.31% from July 14, 2022 to September 30, 2022 (June 30, 2022:0.1%) . The fee is payable to the Management Company monthly in arrears.

**7.2** During the year, an amount of Rs. 13,811 was charged on account of sales tax on management fee levied through Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 11,919 has been paid to the Management Company which acts as the collecting agent.

	30 September 2022 Un-audited	30 June 2022 Audited
	-----Rupees -----	
<b>8 ACCRUED EXPENSES AND OTHER LIABILITIES</b>		
Auditors' remuneration payable	277,856	188,999
Withholding tax payable	3,708,928	3,699,197
Annual listing fee	26,801	-
Annual rating Fee	62,633	-
	<b>4,076,218</b>	<b>3,888,196</b>

## 9 CONTINGENCIES AND COMMITMENTS

There were no other contingencies and commitments outstanding as at 30 September 2022 and 30 June 2022.

## 10 ACCOUNTING AND OPERATIONAL CHARGES

The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations and valuation services to the CIS with effect from 20 June 2019 as per SECP SRO 639 (I) / 2019 dated 20 June 2019.

Keeping in view of the above, the management has charged 0.1% of the average annual net assets of the fund (June 30, 2022: Nil).

## 11 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 30 September 2022 is 0.71% which includes 0.62% representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as a shariah compliant income scheme.

## 12 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its net accounting income available for distribution for the year derived from sources other than capital gains, to the unitholders. The management intends to distribute at least 90% of the Fund's net accounting income available for distribution by the year end, as cash dividend, to the unit holders. Accordingly, no provision for taxation has been made in these condensed interim financial statements.



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## 13 EARNINGS PER UNIT

Earning per unit has not been disclosed as, in the opinion of the management, the determination of cumulative weighted average number of outstanding units for calculating earnings per unit is not practicable.

## 14 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons include Atlas Asset Management Limited being the Management Company, the Central Depository Company Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

Remuneration to the Management Company and the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

The details of transactions carried out by the Fund with connected persons during the period and balances with them as at the period / year end are as follows:

	For the 30 September 2022 Un-audited --- Rupees ---
<b>14.1 Transactions during the period</b>	
<b>Atlas Asset Management Limited (Management Company)</b>	
Remuneration for the period	3,821,675
Sindh sales tax on remuneration of the Management Company	496,818
Remuneration paid	3,110,028
Formation cost	602,569
Accounting & operational charges	62,061
<b>Central Depository Company of Pakistan Limited</b>	
Remuneration of the Trustee	477,427
Sindh Sales Tax on remuneration of the Trustee	62,061
Remuneration paid	477,757
<b>Atlas Metals (Private) Limited</b>	
Issue of 7,044 units	3,521,910
Dividend Entitlement	4,143,424
Redemption of 44,000 units	22,000,000
<b>Atlas Honda Limited (Emp.Prov.Fund)</b>	
Issue of 4,891 units	2,445,589
Dividend Entitlement	2,445,589
<b>Honda Atlas Cars (Pakistan) Ltd.- Emp. Gratuity. Fund</b>	
Issue of 1,881 units	940,619
Dividend Entitlement	940,619
<b>Atlas Honda Limited</b>	
Issue of 188,252 units	94,125,826
Dividend Entitlement	110,736,266

# Atlas Liquid Fund

		For the 30 September 2022 Un-audited --- Rupees ---	
14.1	Transactions during the period (Cont...)		
	<b>Shirazi Investments (Private) Limited-Emp Prov</b>		
	Issue of 310 units		155,097
	Dividend Entitlement		155,097
	Redemption of 20,939 units		10,469,667
	<b>Atlas Autos (Private) Limited</b>		
	Issue of 6,278 units		3,138,913
	Dividend Entitlement		3,692,839
	<b>Directors and their close family members and key management Personnel and executive of the Management Company</b>		
	Issue of 2,843 units		1,421,624
	Dividend Entitlement		1,672,499
		30 September 2022 Un-audited	30 June 2022 Audited
14.2	Investments / outstanding balances as at period / year end	----- Rupees -----	
	<b>Atlas Honda Limited (Emp.Prov.Fund)</b>		
	Outstanding 138,268 (2022:133,377 ) units	69,133,849	66,688,500
	<b>Atlas Honda Limited *</b>		
	Outstanding 6,243,545(2022: 6,055,294) units	3,121,772,720	3,027,647,000
	<b>Atlas Metals (Private) Limited</b>		
	Outstanding 225,884 (2022:262,840 ) units	112,941,862	262,840
	<b>Atlas Autos (Private) Limited</b>		
	Outstanding 208,210 (2022: Nil ) units	104,105,168	-
	<b>M/S. Shirazi Investments (Private) Limited - Employee Provident Fund</b>		
	Outstanding Nil (2022: 20,629 ) units	-	10,314,500
	<b>Honda Atlas Cars (Pakistan) Limited - Employee Provident Fund</b>		
	Outstanding 53,180 (2022:51,299) units	26,590,183	25,649,500
	<b>Directors and their close family members and key management Personnel and executive of the Management Company</b>		
	Outstanding 94,299 (2022: 91,456) units	47,149,498	45,728,000

*\*This represents 10% or more of the unit holding of the fund*

## 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. Consequently, differences can arise between carrying values and the fair value estimates.

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

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the statement of assets and liabilities date. The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

## **Fair value hierarchy**

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

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at 30 September 2022, the Fund has investments 'at fair value through profit and loss' measured using level 2 valuation technique. Particulars regarding their cost and market value are given note 5.1.

## **16 GENERAL**

**16.1** Figures have been rounded off to the nearest Rupee unless otherwise stated.

**16.2** Being the first year of operation of the fund, there is no comparative information to report in the condensed interim income statement, statement of comprehensive income, statement of movement in unit holder's fund, cash flow statement and related notes.

## **17 DATE OF AUTHORISATION FOR ISSUE**

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on October 28, 2022.

**For Atlas Asset Management Limited  
(Management Company)**

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Sovereign Fund

## Corporate Information

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**Trustee**

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Central Depository Company of Pakistan Limited  
99-B, Block ‘B’, S.M.C.H.S, Main Shahrah-e-Faisal,  
Karachi - 74400

**Auditors**

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A.F. Ferguson & Co.  
Chartered Accountants

**Legal Advisers**

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Bawaney & Partners

**Bankers**

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Allied Bank Limited  
Bank Alfalah Limited  
Bank Al Habib Limited  
Faysal Bank Limited  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
MCB Bank Limited  
Samba Bank Limited  
Soneri Bank Limited  
The First Microfinance Bank Limited  
Zarai Taraqiati Bank Limited

# First Quarter Report 2022-23

## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 30 SEPTEMBER 2022

		30 September 2022 Un-audited ----- Rupees -----	30 June 2022 Audited -----
Assets	Note		
Bank balances	4	22,654,634	43,498,607
Investments	5	1,005,124,609	1,180,947,418
Mark-up receivable		20,285,301	2,866,030
Advances and Prepayments		3,129,245	3,097,602
<b>Total assets</b>		<b>1,051,193,789</b>	<b>1,230,409,657</b>
<b>Liabilities</b>			
Payable to Atlas Asset Management Limited - Management Company	6	2,130,590	2,051,778
Payable to the Central Depository Company of Pakistan Limited - Trustee		52,751	63,397
Payable to the Securities and Exchange Commission of Pakistan		54,413	404,149
Payable against redemption of units		37,827	37,827
Accrued expenses and other liabilities	7	452,799	13,608,372
<b>Total liabilities</b>		<b>2,728,380</b>	<b>16,165,523</b>
<b>NET ASSETS</b>		<b>1,048,465,409</b>	<b>1,214,244,134</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>1,048,465,409</b>	<b>1,214,244,134</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	8		
<b>NUMBER OF UNITS IN ISSUE</b>		<b>9,983,678</b>	<b>11,991,300</b>
<b>NET ASSET VALUE PER UNIT</b>		<b>105.0180</b>	<b>101.2604</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftekhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Sovereign Fund

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED 30 SEPTEMBER 2022

		For the Quarter Ended	
		30 September	
		2022	2021
Note		Rupees	
<b>Income</b>			
Interest earned	10	42,628,089	48,179,605
Capital gain on sale of investments - net		90,512	1,517,675
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(63,830)	(9,152,359)
		<b>26,682</b>	<b>(7,634,684)</b>
<b>Total income</b>		<b>42,654,771</b>	<b>40,544,921</b>
<b>Expenses</b>			
Remuneration of Atlas Asset Management Limited - Management Company	6.1	2,440,066	2,390,217
Sindh Sales Tax on remuneration of management company	6.2	317,207	310,728
Remuneration of Central Depository Company of Pakistan Limited - Trustee		149,649	388,410
Sindh Sales Tax on remuneration of Trustee		19,450	50,496
Annual fees to the Securities & Exchange Commission of Pakistan		54,413	119,511
Accounting and operational charges		408,132	793,754
Annual rating fee		110,507	101,486
Annual listing fee		8,265	6,932
Auditors' remuneration		92,728	92,010
Printing charges		9,000	-
Legal and professional charges		21,325	32,400
Bank charges		6,541	3,007
Provision for Sindh Workers' Welfare Fund		-	(12,565,416)
<b>Total expenses</b>		<b>3,637,283</b>	<b>(8,276,465)</b>
<b>Net income for the period before taxation</b>		<b>39,017,488</b>	<b>48,821,386</b>
<b>Taxation</b>	12	-	-
<b>Net income for the period after taxation</b>		<b>39,017,488</b>	<b>48,821,386</b>
<b>Earning per unit</b>	13		
<b>Allocation of net income for the year:</b>			
- Net income for the period after taxation		39,017,488	48,821,386
- Income already paid on units redeemed		(3,668,616)	(7,505,300)
		<b>35,348,872</b>	<b>41,316,086</b>
<b>Accounting income available for distribution</b>			
- Relating to capital gains		90,512	1,517,675
- Excluding capital gains		35,258,360	39,798,411
		<b>35,348,872</b>	<b>41,316,086</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Ifitikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# First Quarter Report 2022-23

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	<u>For the Quarter Ended</u>	
	<u>30 September</u>	
	2022	2021
	<u>----- Rupees -----</u>	
Net income for the period after taxation	39,017,488	48,821,386
Other comprehensive income	-	-
<b>Total comprehensive income for the period</b>	<b>39,017,488</b>	<b>48,821,386</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Sovereign Fund

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	30 September 2022		
	Capital value	Undistributed income	Net assets
	Rupees		
Capital value	1,199,578,052	-	1,199,578,052
<b>Undistributed income brought forward</b>			
- Realised income	-	12,993,417	12,993,417
- Unrealised loss	-	1,672,665	1,672,665
<b>Net assets at the beginning of the period (Units outstanding: 11,991,300) (Rs. 101.2604 per unit)</b>	<b>1,199,578,052</b>	<b>14,666,082</b>	<b>1,214,244,134</b>
Issue of 946,903 units	98,065,913	-	98,065,913
Redemption of 2,954,524 units	(299,193,510)	(3,668,616)	(302,862,126)
Total comprehensive income for the period	-	39,017,488	39,017,488
<b>Net assets at the end of the period (Units outstanding: 9,983,678) (Rs. 105.0180 per unit)</b>	<b>998,450,455</b>	<b>50,014,954</b>	<b>1,048,465,409</b>
<b>Undistributed income carried forward</b>			
- Realised income	-	39,545,588	-
- Unrealised loss	-	10,469,366	-
	<b>-</b>	<b>50,014,954</b>	<b>-</b>
	30 September 2021		
	Capital value	Undistributed income	Net assets
	Rupees		
Capital value	2,212,324,575	-	2,212,324,575
<b>Undistributed income brought forward</b>			
- Realised income	-	-	-
- Unrealised income	-	12,988,458	12,988,458
<b>Net assets at the beginning of the period (Units outstanding: 22,006,687) (Rs. 101.1199 per unit)</b>	<b>2,212,324,575</b>	<b>12,988,458</b>	<b>2,225,313,033</b>
Issue of 2,796,532 units	284,916,983	-	284,916,983
Redemption of 4,002,666 units	(406,335,837)	(7,505,300)	(413,841,137)
Total comprehensive income for the period	-	48,821,386	48,821,386
<b>Net assets at end of the period (Units outstanding: 19,283,148) (Rs. 102.0518 per unit)</b>	<b>2,090,905,721</b>	<b>54,304,544</b>	<b>2,145,210,265</b>
<b>Undistributed income carried forward</b>			
- Realised income	-	65,285,810	-
- Unrealised income	-	(10,981,266)	-
	<b>-</b>	<b>54,304,544</b>	<b>-</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Ifitikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director



# First Quarter Report 2022-23

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	For the Quarter Ended	
	30 September	
	2022	2021
Note	Rupees	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period after taxation	39,017,488	48,821,386
<b>Adjustments for:</b>		
Interest income	(42,628,089)	(48,179,605)
Capital gain on sale of investments - net	(90,512)	(1,517,675)
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	63,830	9,152,359
	<b>(42,654,771)</b>	<b>(40,544,921)</b>
<b>(Increase) / Decrease in assets</b>		
Advances and Prepayments	(31,643)	77,514
<b>(Decrease) / Increase in liabilities</b>		
Payable to Atlas Asset Management Limited - Management Company	78,812	(547,304)
Payable to the Central Depository Company of Pakistan Limited - Trustee	(10,646)	6,120
Payable to the Securities and Exchange Commission of Pakistan	(349,736)	(312,208)
Payable against purchase of investment	-	497,624,106
Accrued expenses and other liabilities	(7,378,673)	(27,718,967)
	<b>(7,660,243)</b>	<b>469,051,747</b>
	<b>(11,329,169)</b>	<b>477,405,726</b>
Interest received	25,208,818	51,268,601
Investments made during the period	(1,130,692,588)	(3,603,904,060)
Investments sold / matured during the period	1,306,542,079	3,205,897,491
<b>Net cash generated from operating activities</b>	<b>189,729,140</b>	<b>130,667,758</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net receipt from issuance of units	98,065,913	284,916,983
Net Payment against redemption of units	(302,862,126)	(415,452,156)
Cash dividend	(5,776,900)	(4,768,186)
<b>Net cash used in financing activities</b>	<b>(210,573,113)</b>	<b>(135,303,359)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(20,843,973)</b>	<b>(4,635,601)</b>
Cash and cash equivalents at the beginning of the period	43,498,607	1,054,508,016
<b>Cash and cash equivalents at the end of the period</b>	<b>22,654,634</b>	<b>1,049,872,415</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Sovereign Fund

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED 30 SEPTEMBER 2022

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Sovereign Fund (the Fund) is an open ended Fund constituted by a trust deed entered into on 19 August, 2014 between Atlas Asset Management Limited (AAML) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the trustee. The Trust Deed has been revised through the First and Second Supplemental Trust Deeds dated 23 May 2017 and 3 September 2018 respectively. The Offering Document has been revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh, Eighth, Ninth and Tenth Supplements dated 24 March 2015, 3 August 2015, 23 June 2016, 13 October 2016, 2 June 2017, 18 April 2018, 20 August 2018, 2 October 2019, 30 October 2019 and 1 April 2020 respectively, with the approval of the SECP. The registered office of AAML is situated at Ground Floor, Federation House, Shahrae Firdousi, Clifton, Karachi.
- 1.2 The Fund is categorised as a 'money market scheme' by the Board of Directors pursuant to the provisions contained in Circular 7 of 2009 and is listed on Pakistan Stock Exchange. The units of the Fund are being offered for public subscription on a continuous basis from 01 December 2014 and are transferable and redeemable by surrendering them to the Fund.
- 1.3 According to the Trust Deed, the objective of the Fund is to provide unit-holders competitive returns with low risk and high liquidity. The Fund aims to deliver this objective by investing primarily in short term Government securities, bank deposits (excluding TDRs), treasury bills, money market placements, deposits, certificates of deposits (CoDs), certificate of musharikas (CoMs), commercial papers and reverse repo with weighted average time to maturity of net assets not exceeding 90 days and in case of a single asset, maximum time to maturity of six months. The investment objectives and policies are more fully defined in Fund's Offering document.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two plus) [2020: AM2+ (AM Two plus)] on 24 December 2021.  
  
Moreover, PACRA has updated the stability rating of the Fund at "AA- (f)" [2021: "AA (f)"] on 14 October 2022. subsequently to the balance sheet date
- 1.5 Titles to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.6 The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Act 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company submitted the Collective Investment Scheme Trust Deed to the Registrar (acting under Sindh Trusts Act 2020) to fulfil the requirement for registration of Trust Deed under Sindh Trusts Act 2020. During the year, the Trust deed has been registered under the Sindh Trusts Act, 2020.

### 2 BASIS OF PREPARATION

#### 2.1 Statement Of Compliance

These condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the SECP. Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the requirements of the said directives prevail.

- 2.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial

# First Quarter Report 2022-23

statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2022.

**2.3** In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at 30 September 2022.

**2.4** The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at 30 September 2022 have been extracted from the annual published audited financial statements of the Fund for the year ended 30 June 2022, whereas, the comparatives in the condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement have been extracted from the unaudited condensed interim financial statements of the Fund for the quarter ended 30 September 2021.

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual published financial statements of the Fund for the period ended 30 June 2022.

The preparation of these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and 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.

The significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements as at and for the year ended 30 June 2022.

The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended 30 June 2022.

		30 September 2022 Un-audited	30 June 2022 Audited
	Note	-----Rupees	-----
<b>4 BANK BALANCES</b>			
Balances with banks in:			
- Saving accounts	4.1	22,654,634	43,498,607
		<b>22,654,634</b>	<b>43,498,607</b>

**4.1** The rate of return on these accounts ranges between 12.50% to 17.70% (30 June 2022: 5.50% to 12.25%) per annum.

		30 September 2022 Un-audited	30 June 2022 Audited
	Note	-----Rupees	-----
<b>5 INVESTMENTS</b>			
<b>At fair value through profit or loss - held for trading</b>			
<b>Government securities</b>			
- Market Treasury Bills	5.1	552,700,859	477,462,378
- Pakistan Investment Bonds	5.2	411,883,750	412,280,000
- Sukuk Certificates - Unlisted	5.3	40,540,000	251,005,040
- Commercial paper	5.4	-	40,200,000
		<b>1,005,124,609</b>	<b>1,180,947,418</b>

# Atlas Sovereign Fund

## 5.1 Market Treasury Bills

Treasury bills	As at 01 July 2022	Purchased during the period	Sold / matured during the period	As at 30 September 2022	Carrying value as at 30 September 2022	Market Value as at 30 September 2022	Market Value as a Percentage of Total Investments	Market Value as a Percentage of Net Assets
----- Face value (Rupees) -----			----- Rupees -----			----- % age -----		
3 Months - T-bills	381,250,000	1,034,000,000	920,250,000	495,000,000	492,332,383	492,371,918	48.99	46.96
6 Months - T-bills	100,000,000	82,000,000	165,000,000	17,000,000	16,965,438	16,965,541	1.69	1.62
12 Months - T-bills	-	50,000,000	-	50,000,000	43,410,673	43,363,400	4.32	4.14
30 September 2022	<u>481,250,000</u>	<u>1,166,000,000</u>	<u>1,085,250,000</u>	<u>562,000,000</u>	<u>552,708,494</u>	<u>552,700,859</u>	<u>6.01</u>	<u>5.76</u>
30 June 2022					<u>477,457,115</u>	<u>477,462,378</u>	<u>40.43</u>	<u>39.32</u>

5.1.1 The cost of investments as on 30 September 2022 is Rs 540,347,228 (30 June 2022: 473,961,701).

5.1.2 These Market Treasury Bills carry purchase yields ranging from 14.92% to 15.75% per annum and will mature on September 21, 2023.

## 5.2 Pakistan Investment Bonds

PIBs	As at 01 July 2022	Purchased during the period	Sold / matured during the period	As at 30 September 2022	Carrying value as at 30 September 2022	Market Value as at 30 September 2022	Market Value as a Percentage of Total Investments	Market Value as a Percentage of Net Assets
----- Face value (Rupees) -----			----- Rupees -----			----- % age -----		
3 Years PIB	175,000,000	-	-	175,000,000	175,297,500	175,350,000	17.45	16.72
5 Years PIB	162,500,000	-	-	162,500,000	162,402,500	162,418,750	16.16	15.49
10 Years PIB	75,000,000	-	-	75,000,000	74,580,000	74,115,000	7.37	7.07
30 September 2022	<u>412,500,000</u>	<u>-</u>	<u>-</u>	<u>412,500,000</u>	<u>412,280,000</u>	<u>411,883,750</u>	<u>40.98</u>	<u>39.28</u>
30 June 2022					<u>413,136,250</u>	<u>412,280,000</u>	<u>34.91</u>	<u>33.95</u>

5.2.1 The cost of investments as on 30 September 2022 is Rs. 414,308,015 (30 June 2022: 414,308,015).

5.2.2 These Pakistan Investment Bonds carry purchase yields ranging from 8.12% to 8.42% per annum and 3 Years PIB will mature on 18 June 2023 and 5 Years PIB will mature on 18 June 2025 and 10 year PIB will mature on 18 June 2030.

## 5.3 Sukuk Certificates

Name of Investee Company	As at 01 July 2022	Purchased during the period	Sold / matured during the period	As at 30 September 2022	Carrying value as at 30 September 2022	Market Value as at 30 September 2022	Market Value as a Percentage of Total Investments	Market Value as a Percentage of Net Assets
----- Face value (Rupees) -----			----- Rupees -----			----- % age -----		
OBS AGP (PRIVATE) LIMITED - SUKUK CERTIFICATE	-	40,000,000	-	40,000,000	40,200,000	40,540,000	4.00	3.87
30 September 2022	<u>-</u>	<u>40,000,000</u>	<u>-</u>	<u>40,000,000</u>	<u>40,200,000</u>	<u>40,540,000</u>	<u>4.00</u>	<u>3.87</u>
30 June 2022					<u>40,000,000</u>	<u>40,200,000</u>	<u>3.40</u>	<u>3.31</u>

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## 5.4 Commercial Paper

Name of the security	As at 01 July 2022	Purchased during the period	Sold / matured during the period	As at 30 September 2022	Carrying value as at 30 September 2022	Market Value as at 30 September 2022	Market Value as a Percentage of Total Investments	Market Value as a Percentage of Net Assets
----- Face value (Rupees) -----				----- Rupees -----		----- % age -----		
K-Electric Limited - ICP	-	-	-	-	-	-	-	-
Mughal Iron & Steel Industries Limited - ICP	62,000,000	-	62,000,000	-	-	-	-	-
Lucky Electric Power Company	190,000,000	-	190,000,000	-	-	-	-	-
30 September 2022	<u>252,000,000</u>	<u>-</u>	<u>252,000,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
30 June 2022					<u>251,005,040</u>	<u>251,005,040</u>	<u>21.25</u>	<u>20.67</u>

## 6 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (RELATED PARTY)

	Note	30 September 2022 Un-audited -----Rupees-----	30 June 2022 Audited
Remuneration of the Management Company	6.1	848,763	711,669
Sindh Sales Tax payable on Remuneration of the Management Company	6.2	249,172	231,352
Federal Excise Duty payable on Remuneration of the Management Company	6.3	905,341	905,341
Accounting and operational charges payable		127,314	203,416
		<u>2,130,590</u>	<u>2,051,778</u>

6.1 During the year, the Management Company has charged remuneration at the following rates:

From July 01, 2022 to August 31, 2022 0.85%

From September 01, 2022 to September 30, 2022 1.00%

6.2 During the period, an amount of Rs.317,207 (2021: Rs. 310,728) was charged on account of sales tax on management fee levied through Sindh Sales Tax on Services Act, 2011, an amount of Rs. 299,387 (2021: Rs. 369,285) has been paid to the Management Company which acts as a collecting agent.

6.3 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from 13 June 2013. As the asset management services rendered by the Management Company of the Fund are already subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund as explained in note 6.2 above, the Management Company was of the view that further levy of FED was not justified.

6.4 On 4 September 2013, a Constitutional Petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 30 June 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

With effect from 1 July 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from 1 July 2016. However, as a matter of abundant caution the

# Atlas Sovereign Fund

provision for FED made for the period from 13 June 2013 till 30 June 2016 amounting to Rs 0.905 million (30 June 2022: Rs 0.905 million) is being retained in the financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the said provision for FED not been maintained, the net asset value of the Fund as at 30 September 2022 would have been higher by Re. 0.09 per unit (30 June 2022: Re. 0.08 per unit).

	30 September 2022	30 June 2022
	Un-audited	Audited
	-----Rupees-----	
<b>7 ACCRUED EXPENSES AND OTHER LIABILITIES</b>		
Auditors' remuneration payable	108,888	304,020
Transaction charges payable	1,204	1,204
Fund rating fee payable	110,507	-
Withholding tax payable	216,875	7,499,871
Capital Gain Tax payable	3,776	15,393
Dividend payable	-	5,776,900
Other payable	11,549	10,984
	<b>452,799</b>	<b>13,608,372</b>

## 8 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 30 September 2022 and 30 June 2022.

## 9 ACCOUNTING AND OPERATIONAL CHARGES

The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations and valuation services to the CIS with effect from 20 June 2019 as per SECP SRO 639 (I) / 2019 dated 20 June 2019.

The Management Company has charged expenses at the rate of 0.15% from July 01, 2022 to September 30, 2022 (2021: 0.20%) of the average annual net assets of the Fund for the period for allocation of such expenses to the Fund.

	For the Quarter Ended 30 September	
	2022	2021
	Un-audited	Un-audited
	-----Rupees-----	
<b>10 INTEREST INCOME</b>		
PLS savings and term deposit accounts	1,104,741	9,721,504
Government securities - Market Treasury Bills	20,782,456	12,458,452
Government securities - Pakistan Investment Bonds	16,927,831	23,740,906
Sukuk certificates	1,690,806	768,460
Commercial papers	2,122,255	1,490,283
	<b>42,628,089</b>	<b>48,179,605</b>

## 11 EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 30 September 2022 is 1.34% (2021: 0.72%) which includes 1.20% (2021: 0.08%) representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as a Money Market scheme.

## 12 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced

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by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its net accounting income available for distribution for the year derived from sources other than capital gains, to the unitholders. The management intends to distribute at least 90% of the Fund's net accounting income available for distribution by the year end, as cash dividend, to the unit holders. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

The Fund is also exempt from the provisions of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

## 13 EARNING PER UNIT

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

## 14 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

		For the Quarter Ended 30 September	
		2022	2021
		Un-audited	Un-audited
		-----	Rupees -----
<b>14.1 Transactions for the period:</b>			
<b>Atlas Asset Management Limited (Management Company)</b>			
Remuneration of the Management Company		2,440,066	2,390,217
Remuneration paid		2,302,972	2,869,916
Sindh Sales tax on Remuneration of Management Company		317,207	310,728
Accounting and operation charges		408,132	793,754
<b>Central Depository Company of Pakistan Limited (Trustee)</b>			
Remuneration of Trustee		149,649	388,410
Remuneration paid		158,911	386,930
Sindh Sales tax on Remuneration of the trustee		19,450	50,496
<b>Atlas Group of Companies - Management Staff Gratuity Fund (Retirement Benefit Plan of a Group Company)</b>			
Issue of 619,151 (2021: 242,407) units		64,000,000	25,000,000
Redemption of Nil (2021: 160,340) units		-	16,500,000
<b>Atlas Honda Limited (Group Company)</b>			
Issue of 63,107 (2021: Nil) units		6,596,361	-
<b>Atlas Foundation (Group Company)</b>			
Redemption of 937,186 (2021: Nil) units		96,085,774	-
<b>Atlas Metals Private Limited (Group Company)</b>			
Redemption of Nil (2021: 272,645) units		-	28,200,000
<b>Shirazi Investments (Private) Limited (Group Company)</b>			
Redemption of 1,994,554 (2021: 966,883) units		204,417,639	100,000,000
<b>Directors and their close family members and key management Personnel and executive of the Management Company</b>			
Issue of 13,752 (2021: 34,311) units		1,423,896	3,505,841
Redemption of 17,357 (2021: 26,686) units		1,803,944	2,750,049

# Atlas Sovereign Fund

	30 September 2022 Un-audited ----- Rupees -----	30 June 2022 Audited -----
<b>14.2 Investments / outstanding balances as at period / year end</b>		
<b>Atlas Asset Management Limited (Management Company)</b>		
Remuneration payable to the Management Company	848,763	711,669
Sindh Sales Tax payable on Remuneration of the Management Company	249,172	231,352
Federal Excise Duty payable on Remuneration of the Management Company	905,341	905,341
Accounting and operation charges payable	127,314	203,416
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Remuneration payable to the Trustee	46,682	55,944
Sindh Sales Tax payable on remuneration of the trustee	6,069	7,453
<b>Atlas Honda Limited (Group Company)</b>		
Outstanding 5,070,454 (30 June 2022: 5,007,347) units	532,488,938	507,045,859
<b>Shirazi Investments (Private) Limited (Group Company)</b>		
Outstanding Nil (30 June 2022: 1,994,554) units	-	201,969,336
<b>Atlas Foundation (Group Company)</b>		
Outstanding Nil (30 June 2022: 937,186) units	-	94,899,930
<b>Atlas Group of Companies - Management Staff Gratuity Fund (Retirement Benefit Plan of a Group Company)</b>		
Outstanding 1,478,318 (30 June 2022: 859,168) units - at net asset value	155,250,000	86,999,695
<b>Honda Atlas Cars (Pakistan) Ltd.- Emp. Gratuity. Fund</b>		
Outstanding 2,130,334 (30 June 2022: 2,130,334) units - at net asset value	223,723,416	215,718,473
<b>Directors and their close family members and key management Personnel and executive of the Management Company</b>		
Outstanding 234,838 (30 June 2022: 238,443) units - at net asset value	24,662,217	24,144,834
<b>14.3</b> Holding being less than 10% in comparative period, disclosure is not applicable.		
<b>14.4</b> The transactions with related parties / connected persons are in the normal course of business at contracted rates and terms determined in accordance with market rates.		

## 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.

Fair value of government securities is determined by reference to the quotation obtained from the brokers on the Reuters page. The fair values of financial assets and liabilities of the Fund, other than government securities, approximate their carrying amount due to short-term maturities of these instruments.



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## Fair value hierarchy

The Fund uses the following hierarchy for disclosure of the fair value of financial instruments by valuation technique:

- Level 1: quoted prices in active markets for identical assets.
- Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.
- Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

As at 30 September 2022, the Fund has investments at 'at fair value through profit or loss' measured using level 2 valuation technique. The investment of the Fund in government securities is valued on the basis of rates announced by the Financial Markets Association of Pakistan.

## 16 GENERAL

16.1 Figures have been rounded off to the nearest Rupee.

16.2 Units have been rounded off to the nearest decimal place.

## 17 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on October 28, 2022.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Income Fund

## Corporate Information

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**Trustee**

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Central Depository Company of Pakistan Limited  
99-B, Block 'B', S.M.C.H.S, Main Shahrah-e-Faisal,  
Karachi - 74400

**Auditors**

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A.F. Ferguson & Co.  
Chartered Accountants

**Legal Advisers**

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Mohsin Tayebaly & Co.

**Bankers**

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Allied Bank Limited  
Bank Alfalah Limited  
Bank Al Habib Limited  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
JS Bank Limited  
MCB Bank Limited  
Samba Bank Limited  
Soneri Bank Limited  
HBL Microfinance Bank  
Zarai Taraqiyati Bank Limited

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## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 30 SEPTEMBER 2022

		30 September 2022 Un-audited	30 June 2022 Audited
	Note	-----Rupees-----	
<b>ASSETS</b>			
Cash and Bank balances		38,117,678	1,542,301,936
Investments	5	2,364,383,829	1,154,234,216
Interest accrued		37,951,075	19,867,926
Deposits, prepayment and other receivables		9,088,588	9,039,382
<b>Total assets</b>		<b>2,449,541,170</b>	<b>2,725,443,460</b>
<b>LIABILITIES</b>			
Payable to Atlas Asset Management Limited - Management Company	6	29,707,228	29,650,873
Payable to the Central Depository Company of Pakistan Limited - Trustee		171,337	206,137
Payable to the Securities and Exchange Commission of Pakistan		131,107	891,294
Dividend Payable		57,074	197,315
Accrued expenses and other liabilities	7	4,265,078	28,660,654
<b>Total liabilities</b>		<b>34,331,824</b>	<b>59,606,273</b>
<b>NET ASSETS</b>		<b>2,415,209,346</b>	<b>2,665,837,187</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>2,415,209,346</b>	<b>2,665,837,187</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	8		
<b>NUMBER OF UNITS IN ISSUE</b>		<b>4,453,169</b>	<b>5,092,694</b>
<b>NET ASSET VALUE PER UNIT</b>		<b>542.3575</b>	<b>523.4631</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Income Fund

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED 30 SEPTEMBER 2022

		For the Quarter Ended 30 September	
		2022	2021
		-----Rupees-----	
Note			
<b>INCOME</b>			
Interest income	10	100,350,565	105,488,923
Capital gain on sale / maturity of investments - net		88,643	8,550,886
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		461,521	(4,577,302)
		<b>550,164</b>	<b>3,973,584</b>
<b>Total income</b>		<b>100,900,729</b>	<b>109,462,507</b>
<b>EXPENSES</b>			
Remuneration of Atlas Asset Management Limited - Management Company	6.1	5,878,403	6,642,732
Sindh Sales Tax on remuneration of the Management Company	6.2	764,192	863,555
Remuneration of Central Depository Company of Pakistan Limited - Trustee		491,784	996,410
Sindh Sales Tax on Remuneration of the trustee		63,932	129,533
Annual fees to the Securities and Exchange Commission of Pakistan		131,142	265,709
Accounting and operational charges		983,556	1,773,279
Auditors' remuneration		202,661	184,247
Annual rating fee		159,459	131,836
Annual listing fee		6,931	6,931
Securities transaction cost		95,185	1,350,979
Legal and professional charges		21,325	200,367
Bank charges		10,805	7,738
(Reversal) / Provision for Sindh Workers' Welfare Fund		-	(44,635,858)
<b>Total expenses</b>		<b>8,818,375</b>	<b>(32,082,542)</b>
<b>Net income for the period before taxation</b>		<b>92,082,354</b>	<b>141,545,049</b>
<b>Taxation</b>	12	-	-
<b>Net income for the period after taxation</b>		<b>92,082,354</b>	<b>141,545,049</b>
<b>Earning per unit</b>	13		
<b>Allocation of net income for the period:</b>			
- Net income for the period after taxation		92,082,354	141,545,049
- Income already paid on units redeemed		(8,827,401)	(14,474,945)
		<b>83,254,953</b>	<b>127,070,104</b>
<b>Accounting income available for distribution:</b>			
- Relating to capital gains		550,164	8,550,886
- Excluding capital gains		82,704,789	118,519,218
		<b>83,254,953</b>	<b>127,070,104</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftekhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# First Quarter Report 2022-23

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	For the Quarter Ended 30 September	
	2022	2021
	-----Rupees-----	
Net income for the period after taxation	92,082,354	141,545,049
Other comprehensive income for the year	-	-
<b>Total comprehensive income for the period</b>	<b>92,082,354</b>	<b>141,545,049</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Income Fund

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	30 September 2022		
	Capital value	Undistributed income	Net assets
	Rupees		
Capital value	2,446,718,303	-	2,446,718,303
<b>Undistributed income brought forward</b>			
- Realised income	-	212,606,523	212,606,523
- Unrealised gain	-	6,512,362	6,512,362
<b>Net assets at the end of the period (Units outstanding: 5,092,694)</b> <b>(Rs. 523.4631 per unit)</b>	<b>2,446,718,303</b>	<b>219,118,885</b>	<b>2,665,837,187</b>
Issue of 82,844 units	44,468,964	-	44,468,964
Redemption of 722,368 units	(378,351,759)	(8,827,401)	(387,179,160)
Total comprehensive income for the period	-	92,082,354	92,082,354
<b>Net assets at the end of the period (Units outstanding: 4,453,169)</b> <b>(Rs. 542.3575 per unit)</b>	<b>2,112,835,508</b>	<b>302,373,838</b>	<b>2,415,209,346</b>
<b>Undistributed income carried forward</b>			
- Realised income	-	271,708,509	-
- Unrealised loss	-	30,665,329	-
	<b>-</b>	<b>302,373,838</b>	<b>-</b>

  

	30 September 2021		
	Capital value	Undistributed income	Net assets
	Rupees		
Capital value	4,773,825,599	-	4,773,825,599
<b>Undistributed income brought forward</b>			
- Realised income	-	185,109,189	185,109,189
- Unrealised gain	-	29,496,070	29,496,070
<b>Net assets at the beginning of the period (Units outstanding: 7,151,571)</b> <b>(Rs. 519.53 per unit)</b>	<b>4,773,825,599</b>	<b>214,605,259</b>	<b>4,988,430,857</b>
Issue of 82,843.58 units	1,280,398,624	-	1,280,398,624
Redemption of 1,763,164 units	(926,477,134)	(14,474,945)	(940,952,079)
Total comprehensive income for the period	-	141,545,049	141,545,049
<b>Net assets at the end of the period (Units outstanding: 10,194,394)</b> <b>(Rs. 536.5128 per unit)</b>	<b>5,127,747,089</b>	<b>341,675,363</b>	<b>5,469,422,451</b>
<b>Undistributed income carried forward</b>			
- Realised income	-	361,405,167	-
- Unrealised loss	-	(19,729,804)	-
	<b>-</b>	<b>341,675,363</b>	<b>-</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Ifitikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# First Quarter Report 2022-23

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	For the Quarter Ended	
	30 September	
	2022	2021
Note	-----Rupees-----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period after taxation	92,082,354	141,545,049
<b>Adjustments for:</b>		
Interest income	(100,350,565)	(105,488,923)
Capital (gain) on sale / maturity of investments - net	(88,643)	(8,550,886)
Net unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(461,521)	4,577,302
(Reversal) / Provision for Sindh Workers' Welfare Fund	-	(44,635,858)
	<b>(100,900,729)</b>	<b>(154,098,365)</b>
<b>Decrease in assets</b>		
Receivable against Margin Trading System	-	294,502,008
Deposits, prepayment and other receivables	(49,206)	14,598,841
	<b>(49,206)</b>	<b>309,100,849</b>
<b>Increase/ (Decrease) in liabilities</b>		
Payable to Atlas Asset Management Limited - Management Company	56,355	(2,285,977)
Payable to the Central Depository Company of Pakistan Limited - Trustee	(34,800)	12,285
Payable to the Securities and Exchange Commission of Pakistan	(760,187)	(587,628)
Payable against purchase of investment	-	677,716,453
Dividend Payable	(140,241)	(32,852,713)
Accrued expenses and other liabilities	(24,395,576)	(33,316,973)
	<b>(25,274,449)</b>	<b>608,685,447</b>
	<b>(34,142,030)</b>	<b>905,232,980</b>
Interest received	82,267,416	122,621,135
Investments made during the period	(4,245,518,623)	(4,245,518,623)
Investment sold / redeemed / matured during the period	3,035,919,174	3,958,274,565
<b>Net cash used in operating activities</b>	<b>(1,161,474,063)</b>	<b>740,610,057</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net receipts from issuance of units	44,468,964	1,280,398,624
Net payments against redemption of units	(387,179,160)	(918,997,106)
<b>Net cash (used in) / generated from financing activities</b>	<b>(342,710,196)</b>	<b>361,401,518</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(1,504,184,259)</b>	<b>1,102,011,575</b>
Cash and cash equivalents at the beginning of the period	1,542,301,936	2,146,464,962
<b>Cash and cash equivalents at the end of the period</b>	<b>4 38,117,678</b>	<b>3,248,476,537</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Income Fund

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED 30 SEPTEMBER 2022

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Income Fund (the Fund) is an open ended mutual fund constituted under a Trust Deed entered into on 20 February 2003 between Atlas Asset Management Limited (AAML) as the Management Company and MCB Financial Services Limited (MCBFSL) as the Trustee. MCBFSL resigned on 11 June 2005 as the trustee and the Central Depository Company of Pakistan Limited (CDC) was appointed in its place with effect from that date. The Trust Deed has been revised through the Deed of Change of Trustee and the First, Second, Third, Fourth and Fifth Supplemental Trust Deeds dated 11 June 2005, 29 October 2007, 23 June 2010, 12 November 2010 and 23 May 2017 respectively with the approval of the Securities and Exchange Commission of Pakistan (SECP). Furthermore, the Offering Document of the Fund has been revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh, Eighth, Ninth, Tenth, Eleventh, Twelveth, Thirteen and Fourteen Supplements dated 21 June 2005, 29 October 2007, 29 February 2008, 23 June 2010, 12 November 2010, 14 October 2013, 24 March 2015, 3 August 2015, 13 April 2016, 29 September 2016, 02 June 2017, 02 October 2019, 30 October 2019 and 01 April 2020 respectively with the approval of the SECP. The investment activities and administration of the Fund are managed by Atlas Asset Management Limited situated at Ground Floor, Federation House, Shahrae Firdousi, Clifton, Karachi.
- 1.2 The Fund has been categorised as an 'income scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs 500 per unit. Thereafter, the units are being offered for public subscription on a continuous basis from 22 March 2004 and are transferable and redeemable by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.3 According to the trust deed, the objective of the Fund is to provide investors one window facility to invest in a diversified portfolio offering good returns and consistent growth. The Fund aims to deliver this objective mainly by investing in Government securities, cash in bank accounts, Certificate of Investments (COIs), money market placements, deposits, Certificates of Deposits (CODs), Certificates of Musharikas (COMs), Term Deposit Receipts (TDRs), commercial papers, reverse repos, term finance certificates (TFCs) / sukuks, transactions on Margin Trading System (MTS), spread transactions and any other instruments that may be allowed by the SECP. The investment objectives and policies are explained in the Fund's offering document.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2020: AM2+ (AM Two Plus)] on 24 December 2021.  
  
Furthermore, PACRA maintained the stability rating of "AA- (f)" to the Fund [2021: "AA- (f)"] on 14 October 2022 subsequently to the balance sheet date.
- 1.5 The titles to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.
- 1.6 The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Act 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company submitted the Collective Investment Scheme Trust Deed to the Registrar (acting under Sindh Trusts Act 2020) to fulfil the requirement for registration of Trust Deed under Sindh Trusts Act 2020. Subsequent to the year ended June 30, 2022, the Trust deed has been registered under the Sindh Trusts Act, 2020.

### 2 STATEMENT OF COMPLIANCE

These condensed interim financial statements has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Act, 2017, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the SECP. Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.



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The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2022.

The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at 30 September 2022 have been extracted from the annual published audited financial statements of the Fund for the year ended 30 June 2022, whereas, the comparatives in the condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement have been extracted from the unaudited condensed interim financial statements of the Fund for the Quarter ended 30 September 2021.

## 3 ACCOUNTING POLICIES

The accounting policies applied for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual published financial statements of the Fund for the year ended 30 June 2022.

The preparation of these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and 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.

The significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements as at and for the year ended 30 June 2022.

The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended 30 June 2022.

		30 September 2022 Un-audited	30 June 2022 Audited
	Note	-----Rupees-----	
<b>4 CASH AND BANK BALANCES</b>			
Balances with banks in:			
- Savings accounts	4.1	38,112,678	1,542,296,935
- Current account		5,000	5,000
		<b>38,117,678</b>	<b>1,542,301,936</b>

4.1 The rate of return on these accounts ranges between 12.50% to 17.70% (30 June 2022:5.50% to 16.45%) per annum.

		30 September 2022 Un-audited	30 June 2022 Audited
	Note	-----Rupees-----	
<b>5 INVESTMENTS</b>			
<b>At fair value through profit or loss</b>			
Term finance certificates - listed	5.1 & 5.6	38,598,928	38,606,746
Term finance certificates - unlisted	5.2 & 5.6	350,474,011	350,472,196
Sukuk certificates	5.3 & 5.6	289,485,000	288,550,000
Government Securities - Market Treasury Bills	5.4	1,363,960,890	-
Government Securities - Pakistan Investment Bonds	5.5	321,865,000	224,605,000
Investment in commercial paper	5.7	-	252,000,274
		<b>2,364,383,829</b>	<b>1,154,234,216</b>

# Atlas Income Fund

## 5.1 Term finance certificates - listed

(Certificates having a face value of Rs. 5,000 each unless stated otherwise)

Name of investee company	As at 01 July 2022	Purchased during the period	Disposed during the period	As at 30 September 2022	Carrying Value as at 30 September 2022	Market value as at 30 September 2022	Market Value as a Percentage of			
							Total Investments	Net Assets	Total Issue Size	
		Number of Certificates			Rupees		% age			
BANKS										
Soneri Bank Limited		7,428	-	-	7,428	38,598,933	38,598,928	1.63	1.60	1.24
TELECOMMUNICATION										
Telecard Limited	5.6.1	4,000	-	-	4,000	-	-	-	-	-
PERSONAL GOODS										
Azgard Nine Limited	5.6.1	5,000	-	-	5,000	-	-	-	-	-
Total - 30 September 2022					38,598,933	38,598,928	1.63	1.60		
Total - 30 June 2022					37,043,436	38,606,746	3.34	1.45		

## 5.2 Term finance certificates - Unlisted

(Certificates having a face value of Rs. 5,000 each unless stated otherwise)

Name of investee company	As at 01 July 2022	Purchased during the period	Disposed during the period	As at 30 September 2022	Carrying Value as at 30 September 2022	Market value as at 30 September 2022	Market Value as a Percentage of		
							Total Investments	Net Assets	Total Issue Size
		Number of Certificates			Rupees		% age		
<b>BANKS</b>									
The Bank of Punjab Limited (Face Value of Rs. 100,000 per certificate)	-	1,027	-	1,027	102,883,956	102,883,956	4.35	4.26	4.10
Askari Bank Limited - VII (Face Value of Rs. 1000,000 per certificate)	-	150	-	150	152,250,000	152,250,000	6.44	6.30	2.50
Samba Bank Limited TFC (Face Value of Rs. 100,000 per certificate)	-	950	-	950	95,319,166	95,339,672	4.03	3.95	1.90
<b>CHEMICALS</b>									
Agritech Limited- I	5.6.1	2,000	-	-	2,000	-	-	-	-
Agritech Limited - II	5.6.1	8,000	-	-	8,000	-	-	-	-
Agritech Limited- IV	5.6.1	2,203	-	-	2,203	-	-	-	-
		12,203	-	-	12,203	-	-	-	-
<b>PERSONAL GOODS</b>									
Azgard Nine Limited-VI	5.6.1	1,208	-	-	1,208	-	-	-	-
Azgard Nine Limited-VII	5.6.1	1,208	-	-	1,208	-	-	-	-
<b>Total - 30 September 2022</b>					<b>350,453,122</b>	<b>350,474,011</b>	<b>14.82</b>	<b>14.51</b>	
<b>Total - 30 June 2022</b>					<b>348,832,589</b>	<b>350,472,196</b>	<b>30.36</b>	<b>13.15</b>	

## 5.3 Sukuk certificates

(Certificates having a face value of Rs. 5,000 each unless stated otherwise)

Name of investee company	As at 01 July 2022	Purchased during the period	Disposed during the period	As at 30 September 2022	Carrying Value as at 30 September 2022	Market value as at 30 September 2022	Market Value as a Percentage of		
							Total Investments	Net Assets	Total Issue Size
-----Number of Certificates-----				-----Rupees-----		-----% age-----			
<b>CHEMICALS</b>									
Agritech Lin      5.6.1	4,060	-	-	4,060	-	-	-	-	
<b>PHARMACEUTICALS</b>									
OBS-AGP Sukuk	1,100	-	-	1,100	110,550,000	111,485,000	4.72	4.62	-
<b>POWER GENERATION AND DISTRIBUTION</b>									
K-Electric Limited Short Term Sukuk - V - Listed (note 5.3.2) (Face value of Rs. 1,000,000)									
	178	-	-	178	178,000,000	178,000,000	7.53	7.37	
Total - 30 September 2022					288,550,000	289,485,000	12.25	11.99	
Total - 30 June 2022					288,000,000	288,550,000	25.00	10.82	

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## 5.4 Government Securities - Market Treasury Bills

Tenor	As at 01 July 2022	Purchased during the period	Disposed / Matured during the period	As at 30 September 2022	Carrying Value as at 30 September 2022	Market Value as at 30 September 2022	Market value as a percentage of	
							Total Investments	Net Assets
		----- Face value (Rupees) -----			----- Rupees -----		----- % age -----	
3 months - T- Bills	-	3,490,000,000	2,235,000,000	1,255,000,000	1,247,188,616	1,247,294,900	52.75	51.64
6 months - T- Bills	-	325,000,000	295,000,000	30,000,000	29,939,008	29,939,190	1.27	1.24
12 months - T- Bills	-	100,000,000	-	100,000,000	86,821,346	86,726,800	3.67	3.59
Total - 30 September 2022	-	3,915,000,000	2,530,000,000	1,385,000,000	1,363,948,970	1,363,960,890	57.69	56.47
Total - 30 June 2022					-	-	-	-

- 5.4.1 Market treasury bills carry purchase yield of 14.92% to 15.63% (30 June 2022: Nil) per annum and will mature between 16 December 2022 and 13 January 2023 (30 June 2022: Nil). The cost of these investments as on 30 September 2022 is Rs.1,340,231,020 (30 June 2022: Nil).

## 5.5 Government Securities - Pakistan Investment Bonds

Tenor-PIB	As at 01 July 2022	Purchased during the period	Disposed / Matured during the period	As at 30 September 2022	Carrying Value as at 30 September 2022	Market Value as at 30 September 2022	Market value as a percentage of	
							Total Investments	Net Assets
----- Face value (Rupees) -----				----- Rupees -----		----- % age -----		
3 Years	50,000,000	100,000,000	-	150,000,000	147,850,900	147,800,000	6.25	6.12
5 Years	100,000,000	-	-	100,000,000	99,940,000	99,950,000	4.23	4.14
10 Years	75,000,000	-	-	75,000,000	74,580,000	74,115,000	3.13	3.07
Total - 30 September 2022	225,000,000	100,000,000	-	325,000,000	322,370,900	321,865,000	13.61	13.33
Total - 30 June 2022					225,417,500	224,605,000	19.46	8.43

- 5.5.1 Pakistan Investment Bonds carry purchase yield of 8.1170% to 16.1383% (30 June 2022: 15.6500% to 15.9000%) per annum and will mature on 18 June 2030 (30 June 2022: 10 December 2030). The cost of these investments is Rs. 323,829,775 (30 June 2022: Rs. 225,417,500).

## 5.6 Particulars of non-compliant investments

- 5.6.1 The Securities and Exchange Commission of Pakistan (SECP), vide its circular No. 16 dated 07 July 2010, prescribed certain disclosures for the schemes holding investments that are non-compliant either with the minimum investment criteria specified for the category assigned to such schemes or with the investment requirement of their constitutive documents. The following are the details of non-compliant investments:

Non-compliant investment	Type of investment	Principal Value	Valuation Loss	Value of Investment before Provision	Provision held	Value of Investment after provision	Percentage of		Suspended Mark up	Payments after declared NPA/Financial Structuring	Payment after June 30, 2021
							Net assets	Gross assets			
-----Rupees-----							%	%	-----Rupees-----		
Listed											
Azgard Nine Limited *	TFC	1,735,255	-	1,735,255	1,735,255	-	-	-	123,607	2,125,163	-
Telecard Limited	TFC	4,980,480	1,556,610	3,423,870	3,423,870	-	-	-	2,358,158	5,091,058	-
		6,715,735	1,556,610	5,159,125	5,159,125	-	-	-	2,481,765	7,216,221	-
Agritech Limited-I	TFC	9,992,000	2,498,000	7,494,000	7,494,000	-	-	-	12,403,564	2,154,995	-
Agritech Limited-II	TFC	39,968,000	9,992,000	29,976,000	29,976,000	-	-	-	47,647,448	5,915,011	-
Agritech Limited-IV	TFC	11,015,000	-	11,015,000	11,015,000	-	-	-	-	2,949,016	-
Azgard Nine Limited-VI	TFC	6,040,000	-	6,040,000	6,040,000	-	-	-	52,952	302,000,000	75,293
Azgard Nine Limited-VII	TFC	13,850,000	-	13,850,000	13,850,000	-	-	-	-	-	-
		80,865,000	12,490,000	68,375,000	68,375,000	-	-	-	60,103,964	11,321,022	75,293
Unlisted											
Agritech Limited	Sukuk	20,300,000	5,075,000	15,225,000	15,225,000	-	-	-	24,937,701	1,594,375	-
As at 30 June 2022		107,880,735	19,121,610	88,759,125	88,759,125	-	-	-	87,523,430	20,131,618	75,293

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**5.6.2** The securities stated above have been classified as non-performing as per the requirements of SECP's Circular 1 of 2009 read with SECP's Circular 33 of 2012 dated 24 October 2012, and an aggregate provision of Rs. 81.63 million (30 June 2021: Rs 81.63 million), has been made in accordance with the provisioning requirements specified by the SECP.

## 5.7 Investment in commercial paper

Name of the Investee Company	As at 01 July 2022	Purchases during the period	Sold/ matured during the period	As at 30 September 2022	Carrying Value as at 30 September 2022	Market Value as at 30 September 2022	Market Value as a % of Total Investment	Market Value as a % of net assets of fund
	----- No. of Certificates -----				----- Rupees -----		----- % age -----	
K-Electric - Islamic Commercial	-	-	-	-	-	-	-	-
Mughal - Commercial Paper	63	-	63	-	-	-	-	-
K-Electric - Islamic Commercial	190	-	190	-	-	-	-	-
<b>30 September 2022</b>	<b>253</b>	<b>-</b>	<b>253</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>30 June 2022</b>					<b>252,000,306</b>	<b>252,000,274</b>	<b>21.83</b>	<b>9.45</b>

**5.7.1** The nominal value of these commercial papers in Rs. 1,000,000 per certificate with expected profit rate Nil (2022: 12.19%).

**5.7.2** The securities are valued on the basis of amortization on its face value as per the requirements of Circular 33 of 2012 with respect to thinly and non trade debt securities with residual maturity of up six months.

## 6 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (RELATED PARTY)

		30 September 2022	30 June 2022
		Un-audited	Audited
	Note	-----Rupees-----	
Remuneration of the Management Company	6.1	2,032,377	1,822,250
Sindh Sales Tax payable on remuneration of the Management Company	6.2	3,786,908	3,759,591
Federal Excise Duty payable on remuneration of the Management Company	6.3	23,582,971	23,582,971
Accounting and operational charges payable		304,972	486,061
		<b>29,707,228</b>	<b>29,650,873</b>

**6.1** 'During the year, the Management Company has charged remuneration at the following rates:

From July 01, 2022 to August 31, 2022	0.85%
From September 01, 2022 to September 30, 2022	1.00%

**6.2** During the period, an amount of Rs. 764,192 (30 June 2022: Rs. 3,398,758) was charged on account of sales tax on remmuration of the Management Company levied through Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 736,875 (30 June 2022: Rs. 3,703,915) has been paid to the Management Company which acts as a collecting agent.

**6.3** The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from 13 June 2013. As the asset management services rendered by the Management Company of the Fund were already subject to provincial sales tax on services levied by the Sindh Revenue Board (as explained in note 6.2 above) which is being charged to the Fund, the Management Company was of the view that further levy of FED was not justified.

On 4 September 2013, a Constitutional Petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 30 June 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

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With effect from 01 July 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from 01 July 2016. However, as a matter of abundant caution the provision for FED made for the period from 13 June 2013 till 30 June 2016 amounting to Rs 23.583 million (30 June 2021: Rs 23.583 million) is being retained in the financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the said provision for FED not been recorded in the financial statements of the Fund, the net asset value of the Fund as at 30 September 2022 would have been higher by Rs. 2.31 per unit (30 June 2022: Rs. 2.31 per unit).

7 ACCRUED AND OTHER LIABILITIES	30 September 2022	30 June 2022
	Un-audited	Audited
	-----Rupees-----	
Auditors' remuneration payable	693,678	491,017
Transaction charges payable	1,574,664	1,629,970
Fund rating / ranking fee payable	159,443	-
Withholding tax payable	80,069	22,302,700
Capital gain tax Payable	1,340,065	3,884,569
Zakat payable	18,056	18,055
Other Payable	399,103	334,343
	<b>4,265,078</b>	<b>28,660,654</b>

## 8 CONTINGENCIES AND COMMITMENTS

8.1 There were no contingencies and commitments outstanding as at 30 September 2022 and 30 June 2022.

## 9 ACCOUNTING AND OPERATIONAL CHARGES

The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations and valuation services to the CIS with effect from 20 June 2019 as per SECP SRO 639 (I) / 2019 dated 20 June 2019.

The Management Company has charged expense at the rate of 0.10% from July 01, 2022 to September 30, 2022.

		For the Quarter Ended 30 September	
		2022	2021
		Un-audited	Un-audited
10 INTEREST INCOME	Note	----- Rupees -----	-----
Interest on:			
Saving and term deposits		9,752,376	34,285,621
Margin Trading System		-	11,677,895
Term finance certificates	10.1	15,345,374	7,427,524
Sukuk certificates		10,981,991	4,163,807
Islamic Commerical Paper		2,143,892	1,807,601
Government Securities - Market Treasury Bills		51,701,969	22,042,298
Government Securities - Pakistan Investment Bonds		10,424,963	24,084,177
		<b>100,350,565</b>	<b>105,488,923</b>

10.1 This includes mark-up received on non-performing term finance certificates amounting to Rs. Nil (2021: Rs. Nil). Furthermore in accordance with the requirements specified by the SECP, mark-up on non performing securities amounting to Rs. 70.74 million (2021: Rs. 70.74 million) based on outstanding principal has not been recognised during the period.

## 11 EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 30 September 2022 is 1.35 (2022: 1.18%) which includes 0.20% (2022: 0.10%) representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales

# Atlas Income Fund

taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as an income scheme.

## 12 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its net accounting income available for distribution for the year derived from sources other than capital gains, to the unitholders. The management intends to distribute at least 90% of the Fund's net accounting income available for distribution by the year end 30 June, 2023, as cash dividend, to the unit holders. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

## 13 EARNINGS PER UNIT

Earnings per unit has not been disclosed as, in the opinion of the management, the determination of cumulative weighted average number of outstanding units for calculating loss per unit is not practicable.

## 14 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

### 14.1 Transactions for the period:

#### Atlas Asset Management Limited (Management Company)

	2022	2021
Un-audited	Un-audited	Un-audited
----- Rupees -----		
Remuneration charged	5,878,403	6,642,732
Remuneration paid	5,668,276	8,655,049
Sindh Sales Tax on remuneration of the Management Company	764,192	863,555
Accounting and operational charges	983,556	1,773,279
Issue of 462 (2021: Nil) Units	249,503	-
Redemption of 462 (2021: 100,335) units	250,176	52,975,675

#### Central Depository Company of Pakistan Limited

Remuneration of the Trustee	491,784	996,410
Remuneration paid	652,077	985,537
Sindh Sales Tax on remuneration of the Trustee	63,932	129,533

#### Atlas Foundation (Trust having common Director / Trustee)

Issue of Nil (2021: 70,168) Units	-	37,000,000
Redemption of 299,231 (2021: Nil) units	160,000,000	-

#### Atlas Energy Limited

Issue of 1 (2021: Nil) Units	803	-
Redemption of Nil (2021: 1,878) units	-	1,000,000

#### Atlas Honda Limited

Issue of 22,473 (2021: 838,936) Units	12,137,388	450,000,000
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#### Atlas Honda Limited - Management Staff Gratuity Fund (Retirement benefit plan of Group Company)

Redemption of Nil (2021: 1,865) Units	-	1,000,000
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#### Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)

Redemption of Nil (2021: 9,324) units	-	5,000,000
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#### Shirazi Investments (Private) Limited (Group Company)

Redemption of 134,799 (2021: 373,236) units	73,000,000	200,000,000
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		For the Quarter Ended 30 September	
		2022	2021
		Un-audited	Un-audited
		----- Rupees -----	
<b>Shirazi Investments (Pvt.) Ltd. - Emp. Prov. Fund</b>			
Issue of 5,578 (2021:5,729) units		2,967,290	3,000,000
Redemption of 8,710 (2021: 2,998) units		4,633,000	1,600,000
<b>Atlas Metals (Private) Limited</b>			
Redemption of Nil (2021:52,577) units		-	28,200,000
<b>Atlas Autos (Private) Limited</b>			
Issue of Nil (2021: 180) units		-	94,731
<b>Atlas Engineering (Private) Limited</b>			
Issue of Nil (2021:285,499) units		-	150,000,000
<b>Atlas Group of Companies - Management Staff Gratuity Fund (Retirement benefit plan of group company)</b>			
Issue of Nil (2021: 183,332) units		-	96,000,000
Redemption of 136,483 units (2021: 50,517) units		73,000,000	27,000,000
<b>Key Management Personnel of Management Company</b>			
Issue of 12,935(2021: 18,973) units		7,007,781	10,000,000
Redemption of 22,484 units (2021: Nil) units		11,961,619	-
		<b>30 September 2022</b>	<b>30 June 2022</b>
		<b>Un-audited</b>	<b>Audited</b>
		----- Rupees -----	
<b>14.2</b>	<b>Details of balances with related parties as at the period / year end are as follows:</b>		
<b>Atlas Asset Management Limited (Management Company)</b>			
Remuneration payable to the Management Company		2,032,377	1,822,250
Sindh Sales Tax payable on remuneration of the Management Company		3,786,908	3,759,591
Federal Excise Duty payable on remuneration of the Management Company		23,582,971	23,582,971
Accounting and operational charges payable		304,972	486,061
<b>Central Depository Company of Pakistan Limited (Trustee)</b>			
Remuneration payable to the Trustee		152,429	3,342,354
Sindh Sales Tax payable on remuneration of the trustee		20,038	434,506
<b>Atlas Foundation (Trust having common Director / Trustee)</b>			
Outstanding 308,145 (2022:607,376 ) units - at net asset value		167,124,752	317,939,009
<b>Atlas Honda Limited (Group Company)</b>			
Outstanding 1,280,771 (2022: 1,258,298 ) units - at net asset value		694,635,644	658,672,048
<b>Batool Benefit Trust (Trust having common Director / Trustee)</b>			
Outstanding 76,235 (2022: 76,235) units - at net asset value		41,346,755	39,906,209
<b>Shirazi Investments (Private) Limited (Group company)</b>			
Outstanding 1,204,497 (2022:1,339,297) units - at net asset value		653,268,099	701,072,559
<b>Atlas Group of Companies - Management Staff Gratuity Fund (Retirement benefit plan of Group Company)</b>			
Outstanding 39,791 (2022: 176,274) units - at net asset value		21,580,947	92,272,934

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	30 September 2022 Un-audited ----- Rupees -----	30 June 2022 Audited -----
<b>Atlas Honda Limited - Non-management Staff Gratuity Fund (Retirement benefit plan of Group Company)</b>		
Outstanding 22,885 (2022: 22,885) units - at net asset value	12,411,851	11,979,453
<b>Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund (Retirement benefit plan of Group Company)</b>		
Outstanding Units Nil(2022:301,820) units - at net asset value	-	157,991,633
<b>Honda Atlas Cars (Pakistan) Ltd.- Emp. Gratuity. Fund</b>		
Outstanding 301,820 (2022: Nil) units - at net asset value	163,694,341	-
<b>Shirazi Investments (Private) Ltd. - Employee Provident Fund</b>		
Outstanding 23,519 (2022: 26,650) units - at net asset value	12,755,706	13,950,292
<b>Atlas Energy Limited</b>		
Outstanding 8 (2022: 7) units - at net asset value	4,339	3,664
<b>Directors and their close family members and key management personnel and excutive of the Management Company</b>		
Outstanding 149,909 (2022: 159,457) units - at net asset value	81,304,254	83,469,981

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

## 15 FAIR VALUE MEASUREMENT

Fair value is the amount for which an asset could be exchanged or a liability settled between knowledgeable willing parties in an arm's length transaction. Consequently, differences can arise between carrying values and the fair value estimates.

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

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the statement of assets and liabilities date. The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

### Fair value hierarchy

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

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at 30 September 2022, the Fund has investments 'at fair value through profit and loss' measured using level 2 valuation technique. Particulars regarding their cost and market value are given note 5.



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## 16 GENERAL

Figures have been rounded off to the nearest Rupee.

## 17 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on 28 October 2022.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Stock Market Fund

## Corporate Information

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**Trustee**

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Central Depository Company of Pakistan Limited  
99-B, Block ‘B’, S.M.C.H.S, Main Shahrah-e-Faisal,  
Karachi - 74400

**Auditors**

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A.F. Ferguson & Co.  
Chartered Accountants

**Legal Advisers**

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Mohsin Tayebaly & Co.

**Bankers**

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Bank Alfalah Limited  
Habib Bank Limited  
MCB Bank Limited

# First Quarter Report 2022-23

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

AS AT 30 SEPTEMBER 2022

		30 September 2022 Un-audited	30 June 2022 Audited
	Note	-----Rupees-----	
<b>ASSETS</b>			
Cash and bank balances	4	90,764,889	51,296,361
Investments	5	8,434,950,856	9,064,315,544
Dividend receivable		3,294,727	-
Receivable against sale of investments		118,384,285	1,219,498
Profit receivable on bank balances		-	2,750
Advances, deposits, prepayment and other receivables		13,556,058	13,530,225
<b>Total assets</b>		<b>8,660,950,816</b>	<b>9,130,364,378</b>
<b>LIABILITIES</b>			
Payable to Atlas Asset Management Limited - Management Company	6	47,717,161	48,359,647
Payable to the Central Depository Company of Pakistan Limited - Trustee		923,623	945,453
Payable to the Securities and Exchange Commission of Pakistan		454,352	2,008,397
Payable against redemption of units		362,666	-
Unclaimed dividend		401,732	401,732
Accrued expenses and other liabilities	7	5,543,927	2,129,217
<b>Total liabilities</b>		<b>55,403,462</b>	<b>53,844,446</b>
<b>NET ASSETS</b>		<b>8,605,547,354</b>	<b>9,076,519,932</b>
<b>UNIT HOLDERS' FUNDS (AS PER STATEMENT ATTACHED)</b>		<b>8,605,547,354</b>	<b>9,076,519,932</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	8		
<b>NUMBER OF UNITS IN ISSUE</b>		<b>14,911,922</b>	<b>15,290,637</b>
<b>NET ASSET VALUE PER UNIT</b>		<b>577.0918</b>	<b>593.5999</b>

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Stock Market Fund

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED 30 SEPTEMBER 2022

		For the Quarter Ended 30 September	
		2022	2021
		-----Rupees-----	
INCOME			
Profit on bank balances		2,596,265	2,717,751
Dividend income		186,493,461	166,468,252
Capital (loss) / gain on sale of investments - net		(43,685,517)	30,062,443
Net unrealised diminution on re-measurement of investments / classified as 'financial assets at fair value through profit or loss'		(309,377,258)	(607,329,491)
		<b>(353,062,775)</b>	<b>(577,267,048)</b>
<b>Total loss</b>		<b>(163,973,049)</b>	<b>(408,081,045)</b>
EXPENSES			
Remuneration of Atlas Asset Management Limited - Management Company	6.1	56,798,309	62,017,985
Sindh sales tax on remuneration of the Management Company	6.2	7,383,780	8,062,338
Remuneration of Central Depository Company of Pakistan Limited - Trustee		2,523,992	2,836,137
Sindh sales tax on remuneration of the trustee		328,119	368,698
Annual fee to the Securities and Exchange Commission of Pakistan		454,387	516,817
Accounting and operational charges		11,359,662	10,780,704
Auditors' remuneration		186,799	169,817
Annual listing fee		6,931	6,931
Securities transaction cost		3,976,568	2,794,713
Legal and professional charges		100,000	32,400
Printing and postage charges		9,000	(105,137,220)
Bank charges		13,549	7,715
<b>Total expenses</b>		<b>83,141,096</b>	<b>(17,542,964)</b>
<b>Net loss for the period before taxation</b>		<b>(247,114,145)</b>	<b>(390,538,081)</b>
<b>Taxation</b>	10	-	-
<b>Net loss for the period after taxation</b>		<b>(247,114,145)</b>	<b>(390,538,081)</b>
<b>Earnings per unit</b>	11		
<b>Allocation of net income for the period:</b>			
- Net income for the period after taxation		-	-
- Income already paid on units redeemed		-	-
		-	-
<b>Accounting income available for distribution:</b>			
- Relating to capital gains		-	-
- Excluding capital gains		-	-
		-	-

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# First Quarter Report 2022-23

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	For the Quarter Ended 30 September	
	2022	2021
	-----Rupees-----	
Net loss for the period after taxation	(247,114,145)	(390,538,081)
Other comprehensive income / (loss)	-	-
<b>Total comprehensive loss for the period</b>	<b>(247,114,145)</b>	<b>(390,538,081)</b>

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Stock Market Fund

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	30 September 2022		
	Capital value	Undistributed income	Net assets
	Rupees		
Capital value	8,221,398,550	-	8,221,398,550
<b>Undistributed income brought forward</b>			
- Realised income	-	2,294,129,032	2,294,129,032
- Unrealised income	-	(1,439,007,651)	(1,439,007,651)
<b>Net assets at the beginning of the period (Units outstanding: 15,290,637)</b> <b>(Rs. 593.5999 per unit)</b>	<b>8,221,398,550</b>	<b>855,121,381</b>	<b>9,076,519,932</b>
Issue of 61,181 units	36,282,277	-	36,282,277
Redemption of 439,895 units	(258,289,511)	(1,851,200)	(260,140,711)
Total comprehensive income for the period	-	(247,114,145)	(247,114,145)
<b>Net assets at end of the period (Units outstanding: 14,911,922)</b> <b>(Rs. 577.0918 per unit)</b>	<b>7,999,391,317</b>	<b>606,156,037</b>	<b>8,605,547,354</b>
<b>Undistributed income carried forward</b>			
- Realised income	-	2,252,478,587	-
- Unrealised income	-	(1,646,322,550)	-
	<b>-</b>	<b>606,156,037</b>	<b>-</b>
	30 September 2021		
	Capital value	Undistributed income	Net assets
	Rupees		
Capital value	7,557,133,362	-	7,557,133,362
<b>Undistributed income brought forward</b>			
- Realised income	-	1,331,130,189	1,331,130,189
- Unrealised loss	-	974,206,027	974,206,027
<b>Net assets at the beginning of the period (Units outstanding: 13,240,837)</b> <b>(Rs. 516.71 per unit)</b>	<b>7,557,133,362</b>	<b>2,305,336,216</b>	<b>9,862,469,578</b>
Issue of 1,475,650 units	1,021,627,462	-	1,021,627,462
Redemption of 773,165 units	(526,228,641)	-	(526,228,641)
Total comprehensive income for the period	-	(390,538,081)	(390,538,081)
<b>Net assets at end of the period (Units outstanding: 15,035,812)</b> <b>(Rs. 662.9060 per unit)</b>	<b>8,052,532,184</b>	<b>1,914,798,135</b>	<b>9,967,330,318</b>
<b>Undistributed income carried forward</b>			
- Realised income	-	1,738,205,394	-
- Unrealised income	-	176,592,740	-
	<b>-</b>	<b>1,914,798,135</b>	<b>-</b>

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

**For Atlas Asset Management Limited**  
**(Management Company)**

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# First Quarter Report 2022-23

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	For the Quarter Ended 30 September	
	2022	2021
Note	-----Rupees-----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net loss for the period after taxation	(247,114,145)	(390,538,081)
<b>Adjustments:</b>		
Profit on bank balances	(2,596,265)	(2,717,751)
Dividend income	(186,493,461)	(166,468,252)
Provision for Sindh Workers' Welfare Fund	-	(105,137,220)
	(436,203,871)	(664,861,304)
<b>Decrease / (increase) in assets</b>		
Receivable against sale of units	(117,164,788)	98,787,808
Advances, deposits, prepayment and other receivables	(25,833)	(3,100,408)
	(117,190,620)	95,687,400
<b>Increase / (decrease) in liabilities</b>		
Payable to Atlas Asset Management Limited - Management Company	(642,485)	1,353,836
Payable to the Central Depository Company of Pakistan Limited	(21,829)	(1,334)
Payable to the Securities and Exchange Commission of Pakistan	(1,554,045)	(1,287,681)
Payable against purchase of investments	-	8,988,184
Unclaimed dividend	-	-
Accrued expenses and other liabilities	3,414,709	(233,773,387)
	1,196,350	(224,720,384)
Profit received on bank balances	2,599,015	3,632,140
Dividend received	183,198,734	106,337,419
Investments made during the period	629,364,688	(47,621,299)
<b>Net cash used in operating activities</b>	<b>262,964,295</b>	<b>(731,546,028)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net receipts from issuance of units	36,282,277	1,021,627,462
Net payments against redemption of units	(259,778,045)	(522,459,431)
<b>Net cash generated from financing activities</b>	<b>(223,495,767)</b>	<b>499,168,031</b>
<b>Net Increase / (decrease) in cash and cash equivalents</b>	<b>39,468,528</b>	<b>(232,377,997)</b>
Cash and cash equivalents at the beginning of the period	51,296,361	311,116,751
<b>Cash and cash equivalents at the end of the period</b>	<b>90,764,889</b>	<b>78,738,754</b>

4

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Stock Market Fund

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED 30 SEPTEMBER 2022

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Stock Market Fund (the Fund) is an open ended Mutual Fund constituted under a trust deed entered into on 29 May 2004 between Atlas Asset Management Limited (AAML) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed has been revised through the First, Second, Third, Fourth, Fifth and Sixth Supplemental Trust Deeds dated 21 June 2005, 24 July 2006, 29 October 2007, 06 March 2008, 04 December 2009 and 23 May 2017 respectively, with the approval of the Securities and Exchange Commission of Pakistan (SECP). The Offering Document has been revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh, Eighth, Ninth, Tenth, Eleventh, Twelfth, Thirteen and Fourteen Supplements dated 21 June 2005, 24 July 2006, 29 October 2007, 06 March 2008, 04 December 2009, 14 October 2013, 24 March 2015, 03 August 2015, 29 September 2016, 02 June 2017, 25 May 2018, 5 September 2019, 25 November 2019 and 1 April 2020 respectively, with the approval of the SECP. The registered office of AAML is situated at Ground Floor, Federation House, Shahrae Firdousi, Clifton, Karachi.
- 1.2 The Fund has been categorised as an 'equity scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009. The Fund is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs. 500 per unit. Thereafter, the units are being offered to the public for subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.
- 1.3 According to the Trust Deed, the objective of the Fund is to provide investors one window facility to invest in a diversified portfolio of equity securities offering consistent returns and growth. The Fund aims to deliver this objective mainly by investing in equity securities of companies that are paying regular dividend, have growth prospects or are actively traded. Any amounts which have not been invested in equity securities may be invested in liquid instruments including bank deposits (excluding TDRs) and treasury bills not exceeding 90 days maturity. The investment objectives and policies are more fully defined in the Fund's Offering Document.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2020: AM2+ (AM Two Plus)] on 24 December 2021.
- 1.5 Titles to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.6 The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Act 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company submitted the Collective Investment Scheme Trust Deed to the Registrar (acting under Sindh Trusts Act 2020) to fulfil the requirement for registration of Trust Deed under Sindh Trusts Act 2020. During the year, the Trust deed has been registered under the Sindh Trusts Act, 2020.

### 2 STATEMENT OF COMPLIANCE

These condensed interim financial statements has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Act, 2017, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the SECP. Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim



# First Quarter Report 2022-23

financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2022.

In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at 30 September 2022.

The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at 30 September 2022 have been extracted from the annual published audited financial statements of the Fund for the year ended 30 June 2022, whereas, the comparatives in the condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement have been extracted from the unaudited condensed interim financial statements of the Fund for the quarter ended 30 September 2022.

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual published financial statements of the Fund for the year ended 30 June 2022.

The preparation of these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and 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.

The significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements as at and for the year ended 30 June 2022.

The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended 30 June 2022.

		30 September 2022 Un-audited	30 June 2022 Audited
	Note	-----Rupees-----	
<b>4 CASH AND BANK BALANCES</b>			
Balances with banks:			
- in saving accounts	4.1	90,764,889	51,291,361
- in current account		-	5,000
		<b>90,764,889</b>	<b>51,296,361</b>

4.1 The rate of return on these accounts ranges between 12.50% and 17.70% (30 June 2022: 5.50% and 7.80%) per annum.

		30 September 2022 Un-audited	30 June 2022 Audited
	Note	-----Rupees-----	
<b>5 INVESTMENTS</b>			
<b>At fair value through profit or loss</b>			
-Investment in listed equity securities	5.1	<b>8,434,950,856</b>	<b>9,064,315,544</b>

# Atlas Stock Market Fund

## 5.1 Listed equity securities

At fair value through profit or loss - equity securities

Shares of listed companies- fully paid ordinary shares with a face value of Rs. 10 each unless stated other wise.

Name of Investee Company	As at 01 July 2022	Purchases during the period	Bonus/Rights shares issued during the period	Sales during the period	As at 30 September 2022	Carrying value as at 30 September 2022	Market value as at 30 September 2022	Market Value as a percentage of total investments	Market Value as a percentage of net assets	Paid up capital of investee company
Number of Shares				Rupees		% age				
BANKS										
Bank Alfalah Limited	9,328,972	-	-	1,000,000	8,328,972	266,527,104	259,364,188	3.07	3.01	0.47
Bank Al Habib Limited (Note # 5.3)	5,720,927	-	-	178,000	5,542,927	321,822,342	299,318,058	3.55	3.48	0.50
Faysal Bank Limited	2,139,000	3,115,500	-	-	5,254,500	127,196,645	138,350,985	1.64	1.61	0.35
Habib Bank Limited	6,907,760	-	-	962,676	5,945,084	543,023,973	414,431,806	4.91	4.82	0.41
Habib Metropolitan Bank Limited	618,500	-	-	-	618,500	24,152,425	21,072,295	0.25	0.24	0.06
MCB Bank Limited	3,409	-	-	-	3,409	419,239	407,410	0.00	0.00	0.00
Meezan Bank Limited	3,406,889	142,500	354,938	244,104	3,660,223	377,822,765	401,709,474	4.76	4.67	0.20
United Bank Limited (Note # 5.3)	5,890,154	-	-	412,311	5,477,843	619,708,379	629,349,382	7.46	7.31	0.45
	34,015,611	3,258,000	354,938	2,797,091	34,831,458	2,280,672,870	2,164,003,598	25.66	25.15	
INSURANCE										
Adamjee Insurance Company Limited	3,000	-	-	-	3,000	94,680	90,660	0.00	0.00	0.00
IGI Holdings Limited	278,900	-	-	-	278,900	30,888,175	28,762,957	0.34	0.33	0.20
Jubilee Life Insurance Company Limited	224,900	-	-	-	224,900	34,004,880	33,510,100	0.40	0.39	0.26
	506,800	-	-	-	506,800	64,987,735	62,363,717	0.74	0.72	
TEXTILE COMPOSITE										
Gul Ahmed Textile Mills Limited	2,610,874	-	-	25,000	2,585,874	87,428,400	77,860,666	0.92	0.90	0.42
Interloop Limited	1,726,955	-	-	418,452	1,308,503	79,818,683	82,370,264	0.98	0.96	0.15
Kohinoor Textile Mills Limited	1,698,500	-	-	25,000	1,673,500	83,675,000	89,883,685	1.07	1.04	0.56
Nishat (Chunian) Limited	1,950,000	-	-	1,949,837	163	7,301	5,834	0.00	0.00	0.00
Nishat Mills Limited	2,656,000	-	-	750,000	1,906,000	140,872,460	129,836,720	1.54	1.51	0.54
	10,642,329	-	-	3,168,289	7,474,040	391,801,844	379,957,169	4.50	4.42	
CEMENT										
Attock Cement Pakistan Limited	400	-	-	-	400	26,600	32,628	0.00	0.00	0.00
Cherat Cement Company Limited	534,434	433,821	-	15,000	953,255	93,171,151	110,167,680	1.31	1.28	0.49
D.G. Khan Cement Company Limited	354	-	-	-	354	22,125	21,459	0.00	0.00	0.00
Fauji Cement Company Limited	10,749,000	1,500,000	-	480,000	11,769,000	166,538,152	176,417,310	2.09	2.05	0.54
Kohat Cement Company Limited	696,700	193,600	-	20,600	869,700	119,370,229	139,152,000	1.65	1.62	0.43
Lucky Cement Limited	808,500	95,000	-	12,186	891,314	414,718,608	442,590,880	5.25	5.14	0.28
Maple Leaf Cement Factory Limited	5,558,828	865,000	-	260,000	6,163,828	168,718,662	171,724,248	2.04	2.00	0.57
Pioneer Cement	337	558,084	-	25,000	533,421	36,859,365	36,144,607	0.43	0.42	0.31
	18,348,553	3,645,505	-	812,786	21,811,272	999,424,891	1,076,250,813	12.76	12.51	
REFINERY										
Attock Refinery Limited	909,000	430,000	-	905,000	434,000	67,354,813	63,893,480	0.76	0.74	0.41
	909,000	430,000	-	905,000	434,000	67,354,813	63,893,480	0.76	0.74	
POWER GENERATION & DISTRIBUTION										
The Hub Power Company Limited	6,180,348	358,421	-	530,000	6,008,769	409,499,175	420,073,041	4.98	4.88	0.46
Kot Addu Power Company Limited	1,335,000	-	-	-	1,335,000	36,752,550	39,435,900	0.47	0.46	0.15
K-Electric Limited (face value Rs. 3.5 per share)	9,500,000	-	-	100,000	9,400,000	28,576,000	28,012,000	0.33	0.33	0.03
Lalpur Power Limited	7,464,000	-	-	-	7,464,000	95,166,000	93,150,720	1.10	1.08	1.97
Nishat Chunian Power Limited	-	-	1,521,000	1,521,000	-	-	-	-	-	-
Pakgen Power Limited	3,248,000	-	-	-	3,248,000	60,055,520	54,891,200	0.65	0.64	0.87
	27,727,348	358,421	1,521,000	2,151,000	27,455,769	630,049,245	635,562,861	7.53	7.39	
OIL & GAS MARKETING COMPANIES										
Pakistan State Oil Company Limited	1,515,677	445,000	-	375,000	1,585,677	274,420,830	257,561,515	3.05	2.99	0.34
Sui Northern Gas Pipelines Limited	3,274,098	-	-	100,000	3,174,098	108,585,893	106,713,175	1.27	1.24	0.50
	4,789,775	445,000	-	475,000	4,759,775	383,006,723	364,274,690	4.32	4.23	
OIL & GAS EXPLORATION COMPANIES										
Mari Petroleum Company Limited	325,775	-	-	19,000	306,775	533,708,739	480,044,588	5.69	5.58	0.23
Oil & Gas Development Company Limited (Note # 5.3)	5,849,845	-	-	435,000	5,414,845	425,985,856	410,012,063	4.86	4.76	0.13
Pakistan Oilfields Limited	464,520	-	-	10,000	454,520	184,448,761	158,682,022	1.88	1.84	0.16
Pakistan Petroleum Limited (Note # 5.3)	3,150,464	580,000	-	80,000	3,650,464	249,153,871	224,321,013	2.66	2.61	0.13
	9,790,604	580,000	-	544,000	9,826,604	1,393,297,227	1,273,059,686	15.09	14.79	

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Name of Investee Company	As at 01 July 2022	Purchases during the period	Bonus/Rights shares issued during the period	Sales during the period	As at 30 September 2022	Carrying value as at 30 September 2022	Market value as at 30 September 2022	Market Value as a percentage of total investments	Market Value as a percentage of net assets	Paid up capital of investee company
	Number of Shares				Rupees		% age			
ENGINEERING										
Aisha Steel Mills Limited	3,904,500	-	-	3,890,619	13,881	153,385	143,530	0.00	0.00	0.00
Amreli Steels Limited	836,500	750,000	-	-	1,586,500	39,535,767	42,772,040	0.51	0.50	0.53
Crescent Steel & Allied Products Limited	397,500	-	-	-	397,500	16,563,825	14,965,875	0.18	0.17	0.51
International Industries Limited	282,700	100,000	-	-	382,700	40,772,021	38,514,928	0.46	0.45	0.29
International Steels Limited	384	-	-	-	384	22,794	21,170	0.00	0.00	0.00
Ittefaq Iron Industries Limited	675,500	-	-	-	675,500	4,742,010	4,897,375	0.06	0.06	0.47
Mughal Iron And Steel Industries Ltd	354,894	359,977	-	21,280	693,591	40,340,961	45,208,261	0.54	0.53	0.21
	6,451,978	1,209,977	-	3,911,899	3,750,056	142,130,764	146,523,179	1.74	1.70	
AUTOMOBILE ASSEMBLER										
Indus Motor Company Limited	246	-	-	-	246	281,525	231,980	0.00	0.00	0.00
Al-Ghazi Tractor Limited	15,000	-	-	-	15,000	5,852,550	5,041,050	0.06	0.06	0.03
Millat Tractors Limited	74	-	-	-	74	64,572	60,979	0.00	0.00	0.00
Pak Suzuki Motor Company Limited	75,000	158,807	-	233,642	165	33,588	30,913	0.00	0.00	0.00
	90,320	158,807	-	233,642	15,485	6,232,234	5,364,922	0.06	0.06	
AUTOMOBILE PARTS & ACCESSORIES										
Panther Tyres Limited	1,209,935	-	-	16,500	1,193,435	38,667,294	36,924,879	0.44	0.43	0.71
Thal Limited (face value Rs. 5 per share)	424,000	-	-	-	424,000	114,318,880	116,222,640	1.38	1.35	0.52
	1,633,935	-	-	16,500	1,617,435	152,986,174	153,147,519	1.82	1.78	
TECHNOLOGY & COMMUNICATIONS										
Air Link Communication Limited	14	-	-	-	14	565	506	0.00	0.00	-
Pakistan Telecommunication Company Ltd.	10,500	-	-	-	10,500	73,080	71,295	0.00	0.00	0.00
Octopus Digital Limited	336	-	-	-	336	23,960	21,622	0.00	0.00	0.00
Avanceon Limited	1,331,427	250,000	-	20,000	1,561,427	121,487,878	116,232,626	1.38	1.35	0.48
Hum Network Limited	9,617,000	-	-	200,000	9,417,000	67,049,040	59,421,270	0.70	0.69	1.00
Systems Limited	354,400	279,005	-	5,000	628,405	214,923,822	237,210,319	2.81	2.76	0.23
Ttg Pakistan Limited - Class 'A'	392	350,000	-	350,000	392	47,433	50,513	0.00	0.00	0.00
	11,314,069	879,005	-	575,000	11,618,074	403,605,778	413,008,151	4.90	4.80	
FERTILIZER										
Engro Fertilizers Limited (Note # 5.3)	755,004	-	-	70,000	685,004	60,718,755	53,444,012	0.63	0.62	0.05
Engro Corporation Limited	2,064,336	80,000	-	537,807	1,606,529	411,198,055	371,943,594	4.41	4.32	0.28
Fauji Fertilizer Bin Qasim Limited	3,849,500	-	-	643,500	3,206,000	64,889,440	62,260,520	0.74	0.72	0.25
Fauji Fertilizer Company Limited	4,404,084	-	-	695,672	3,708,412	408,741,171	375,699,220	4.45	4.37	0.29
	11,072,924	80,000	-	1,946,979	9,205,945	945,547,420	863,347,346	10.24	10.03	
PHARMACEUTICALS										
Abbott Laboratories (Pakistan) Limited	194,500	-	-	2,600	191,900	125,625,416	111,862,348	1.33	1.30	0.20
Glaxosmithkline Pakistan Limited	44,700	-	-	42,500	2,200	274,846	247,962	0.00	0.00	0.00
Highnoon Laboratories Limited	279,776	6,000	-	1,250	284,526	150,838,392	150,574,004	1.79	1.75	0.68
The Searle Company Limited	18,471	-	-	15,000	3,471	378,408	352,862	0.00	0.00	0.00
	537,447	6,000	-	61,350	482,097	277,117,063	263,037,176	3.12	3.06	
CHEMICALS										
Engro Polymer & Chemicals Limited	2,759,500	1,475,000	-	1,409,426	2,825,074	195,774,510	154,898,807	1.84	1.80	0.31
ICI Pakistan Limited	-	66,400	-	-	66,400	46,480,288	44,217,088	0.52	0.51	0.07
	2,759,500	1,541,400	-	1,409,426	2,891,474	242,254,798	199,115,895	2.36	2.31	
LEATHER & TANNERIES										
Bata Pakistan Limited	80	-	-	-	80	190,395	191,600	0.00	0.00	0.00
Service Global Footwear Limited	1,004,837	-	-	22,000	982,837	39,490,391	37,799,911	0.45	0.44	0.48
Service Industries Limited	328,736	-	-	-	328,736	115,961,624	108,689,984	1.29	1.26	0.70
	1,333,653	-	-	22,000	1,311,653	155,642,410	146,681,495	1.74	1.70	
FOODS & PERSONAL CARE PRODUCTS										
At-Tahur Limited	1,132,800	-	-	20,000	1,112,800	21,221,096	24,759,800	0.29	0.29	0.56
Shezan International Limited	83,600	-	-	-	83,600	14,212,000	14,628,328	0.17	0.17	0.87
	1,216,400	-	-	20,000	1,196,400	35,433,096	39,388,128	0.47	0.46	
GLASS & CERAMICS										
Shabbir Tiles & Ceramics Limited (face value Rs. 5 per share)	2,095,000	-	-	36,000	2,059,000	30,123,170	28,125,940	0.33	0.33	0.86
Tariq Glass Industries Limited	1,409,239	-	-	35,000	1,374,239	142,659,775	157,845,092	1.87	1.83	1.00
	3,504,239	-	-	71,000	3,433,239	172,782,945	185,971,032	2.20	2.16	
Total as at 30 September 2022						8,744,328,029	8,434,950,856	100.00	98.02	
Total as at 30 June 2022						10,853,963,493	9,064,315,544			

# Atlas Stock Market Fund

- 5.2 The cost of listed equity securities as at 30 September 2022 is Rs. 10,081,273,407 (30 June 2022: Rs.10,503,323,195).
- 5.3 The above investments include following shares which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with circular no. 11 dated 23 October 2007 issued by the SECP.

	Quantity		Market value	
	30 September 2022	30 June 2022	30 September 2022	30 June 2022
	Un-audited	Audited	Un-audited	Audited
	-----Number of Shares-----		-----Rupees-----	
Pakistan Petroleum Limited	297,000	297,000	18,250,650	20,050,470
Habib Bank Limited	60,000	60,000	4,182,600	5,480,400
Engro Corporation Limited	125,000	125,000	28,940,000	32,136,250
United Bank Limited	170,000	170,000	19,531,300	19,232,100
Oil & Gas Development Company Limited	100,000	100,000	7,572,000	7,867,000
	<b>752,000</b>	<b>752,000</b>	<b>78,476,550</b>	<b>84,766,844</b>

6 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (RELATED PARTY)	Note	30 September 2022	30 June 2022
		Un-audited	Audited
		-----Rupees-----	
Remuneration of the Management Company	6.1	18,380,902	18,863,973
Sindh sales tax payable on remuneration of the Management Company	6.2	5,358,328	5,421,127
Federal Excise Duty payable on remuneration of the Management Company	6.3	20,301,988	20,301,987
Accounting and operational charges payable		3,675,944	3,772,559
		<b>47,717,161</b>	<b>48,359,647</b>

- 6.1 As per the amendments made in the NBFC Regulations, 2008 vide SRO 639 (1) / 2019 dated 20 June 2019, the Management Company shall set and disclose in the offering document the maximum rate of fee chargeable to Collective Investment Scheme within allowed expense ratio. The Management Company has charged management fee at the rate of 2.50% per annum of the average annual net assets. Previously, the Management Company was charged management fee at the rate of 2.40% per annum of the average annual net assets. The fee is payable to the Management Company monthly in arrears.
- 6.2 During the year, an amount of Rs. 7,383,780 (2021: Rs. 8,062,338) was charged on account of sales tax on remuneration of Management Company levied through Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 7,446,579 (2021: Rs. 8,055,759) has been paid to the Management Company which acts as the collecting agent.
- 6.3 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from 13 June 2013. As the asset management services rendered by the Management Company of the Fund were already subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund, the Management Company was of the view that further levy of FED was not justified.

On 4 September 2013, a Constitutional Petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 30 June 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

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With effect from 1 July 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from 1 July 2016. However, as a matter of abundant caution the provision for FED made for the period from 13 June 2013 till 30 June 2016 amounting to Rs 20.302 million (30 June 2022: Rs 20.302 million) is being retained in the financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the said provision for FED not been recorded in the financial statements of the Fund, the net asset value of the Fund as at 30 September 2022 would have been higher by Rs. 1.36 (30 June 2022: Rs. 1.45) per unit.

## 6.4 ACCOUNTING AND OPERATIONAL CHARGES

The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations and valuation services to the CIS with effect from 20 June 2019 as per SECP SRO 639 (I) / 2019 dated 20 June 2019.

The Management Company has charged expenses at the rate of 0.50% of the average annual net assets of the Fund for the period from 01 July 2022 to 30 September 2022 for allocation of such expenses to the Fund.

	30 September 2022 Un-audited	30 June 2022 Audited
	-----Rupees-----	
<b>7 ACCRUED EXPENSES AND OTHER LIABILITIES</b>		
Auditors' remuneration payable	667,562	480,763
Legal and professional charges payable	67,600	-
NCCPL charges payable	25,000	-
Withholding and capital gain tax payable	2,214,824	663,779
Zakat payable	45,945	45,945
Load Payable	36,536	64,699
Transaction charges payable	2,020,658	408,228
Other payables	66,820	66,820
Dividend payable	398,983	398,983
	<b>5,543,927</b>	<b>2,129,217</b>

## 8 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 30 September 2022 and 30 June 2022.

## 9 EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 30 September 2022 is 3.58% (2021: 3.39%) which includes 0.38% (2021: 0.36%) representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an equity scheme.

## 10 TAXATION

**10.1** The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its net accounting income available for distribution for the year derived from sources other than capital gains, to the unitholders. The management intends to distribute at least 90% of the Fund's net accounting income available for distribution by the year end, as cash dividend, to the unit holders. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

# Atlas Stock Market Fund

## 11 EARNINGS PER UNIT

Earnings per unit has not been disclosed as, in the opinion of the management, the determination of cumulative weighted average number of outstanding units for calculating loss per unit is not practicable.

## 12 TRANSACTIONS WITH CONNECTED PERSONS / OTHER RELATED PARTIES

		For the Quarter Ended 30 September	
		2022	2021
		Un-audited	Un-audited
		-----Rupees-----	
12.1	Details of transaction with related parties during the period are as follows:		
	<b>Atlas Asset Management Limited (Management Company)</b>		
	Remuneration of the Management Company	56,798,309	62,017,985
	Remuneration paid	57,281,380	61,967,375
	Sindh Sales Tax on remuneration of the Management Company	7,383,780	8,062,338
	Accounting and operational charges	11,359,662	10,780,704
	Issue of 892 (2021: 2,234) units	526,338	1,542,322
	<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
	Remuneration of the Trustee	2,523,992	2,836,137
	Remuneration paid	2,632,589	2,834,028
	Sindh Sales Tax on remuneration of the trustee	328,119	368,698
	Settlement charges	67,942	124,568
	Sindh Sales Tax on settlement charges	8,832	16,194
	<b>Atlas Insurance Limited (Group Company)</b>		
	Issue of Nil (2021: 287,031) units	-	187,412,432
	Redemption of Nil units (2021: 287,031)	-	187,412,432
	<b>Atlas Group of Companies Management Staff Gratuity Fund (Retirement Benefit plan of a Group Company)</b>		
	Issue of 4,324 (2021: 4,526) units	2,500,000	3,000,000
	<b>Atlas Metals (Private) Limited</b>		
	Redemption of Nil (2021: 32,394) units	-	22,150,000
	<b>Directors and their close family members and key management personnel of the Management Company</b>		
	Issue of 1,848 (2021: 1,769) units	1,095,917	1,226,081
	Redemption of 202,954 (2021: Nil) units	118,000,000	-
		<b>30 September 2022</b>	<b>30 June 2022</b>
		<b>Un-audited</b>	<b>Audited</b>
		-----Rupees-----	
12.2	Details of balances with related parties as at the period / year end are as follows:		
	<b>Atlas Asset Management Limited (Management Company)</b>		
	Remuneration payable to the management company	18,380,902	18,863,973
	Sindh Sales tax payable on remuneration of the Management Company	5,358,328	5,421,127
	Federal Excise Duty payable on remuneration of the Management Company	20,301,988	20,301,987
	Accounting and operational charges payable	3,675,944	3,772,559
	Outstanding 116,847 (30 June 2022:115,955) units	67,431,424	68,831,023

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	30 September 2022 Un-audited	30 June 2022 Audited
	-----Rupees-----	
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Trustee fee payable	817,357	836,675
Sindh Sales tax payable on remuneration of trustee	106,256	108,778
<b>Atlas Honda Limited (Group Company)</b>		
Outstanding 29,783 (2022: 29,783) units	17,187,737	17,679,404
<b>Atlas Insurance Limited (Group Company)</b>		
Outstanding 317,221 (2022: 317,221) units	183,065,637	188,302,353
<b>Atlas Foundation Limited (Group Company)</b>		
Outstanding 894,455 (30 June 2022: 894,455) units	516,182,739	530,948,494
<b>Atlas Group of Companies Management Staff Gratuity Fund (Retirement Benefit plan of a Group Company)</b>		
Outstanding 149,035 (30 June 2022: 144,711) units	86,006,850	85,900,229
<b>Atlas Honda Limited - Employees Provident Fund (Retirement Benefit plan of a Group Company)</b>		
Outstanding 90,998 (30 June 2022: 90,998) units	52,514,182	54,016,386
<b>Atlas Honda Limited - Non Management Staff Gratuity Fund (Retirement Benefit plan of a Group Company)</b>		
Outstanding 20,726 (30 June 2022: 20,726) units	11,960,734	12,302,952
<b>Atlas Metals (Private) Limited</b>		
Outstanding 33,281 (30 June 2022: 33,281) units	19,206,430	19,755,843
<b>Batools Benefit Trust (Trust having common Director / Trustee)</b>		
Outstanding 225,620 (30 June 2022: 225,620) units	130,203,679	133,928,243
<b>Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund (Retirement Benefit plan of a Group Company)</b>		
Outstanding 169,889 (30 June 2022: 169,889) units	98,041,798	100,846,349
<b>Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement Benefit plan of a Group Company)</b>		
Outstanding 5,253 (30 June 2022: 5,253) units	3,031,406	3,118,122
<b>Shirazi Investments (Private) Limited (Group Company)</b>		
Outstanding 3,829,218 (30 June 2022: 3,829,218) units	2,209,810,533	2,273,023,653
<b>Directors and their close family members and key management personnel of the Management Company</b>		
Outstanding 1,630,219 (30 June 2022: 1,831,325) units - at net asset value	940,785,951	1,087,074,305

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

# Atlas Stock Market Fund

## 13 FAIR VALUE MEASUREMENT

Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arm's length transaction. Consequently, differences can arise between carrying values and the fair value estimates.

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

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the statement of assets and liabilities date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from book value.

### Fair value hierarchy

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

- Level 1: Quoted price (unadjusted) in an active market for identical assets or liabilities;
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3: Inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The Fund only invests in listed equity securities the fair values of which are based on level 1 valuation technique.

## 14 GENERAL

Figures have been rounded off to the nearest Rupee.

## 15 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on 28 October, 2022.

**For Atlas Asset Management Limited  
(Management Company)**

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Ifitikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director



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