



**Atlas Money Market Fund**

**Atlas Liquid Fund**

**Atlas Sovereign Fund**

**Atlas Income Fund**

**Atlas Stock Market Fund**

**QUARTERLY REPORT**

**30 SEPTEMBER 2023**

**(UN-AUDITED)**

**Atlas  
funds**  
*Nurturing your investments*



Managed By

**Atlas Asset Management**

Rated AM2+ by PACRA  
(as of December 23, 2022)



#### **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

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Atlas Asset Management Limited

### Board of Directors of the Management Company

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<b>Chairman</b>	Mr. Iftikhar H. Shirazi (Non-Executive Director)
<b>Directors</b>	Mr. Tariq Amin (Independent Director) Ms Zehra Naqvi (Independent Director) Mr. Frahim Ali Khan (Non-Executive Director) Mr. Ali H. Shirazi (Non-Executive Director) Mr. M. Habib-ur-Rahman (Non-Executive Director)
<b>Chief Executive Officer</b>	Mr. Muhammad Abdul Samad (Executive Director)

**Company Secretary** Ms Zainab Kazim

### Board Committees

#### Audit Committee

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<b>Chairman</b>	Mr. Tariq Amin
<b>Members</b>	Mr. Frahim Ali Khan Mr. M. Habib-ur-Rahman
<b>Secretary</b>	Mr. M. Uzair Uddin Siddiqui

#### Human Resource & Remuneration Committee

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<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

### Investment Committee

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<b>Chairman</b>	Mr. Muhammad Abdul Samad
<b>Members</b>	Mr. Ali H. Shirazi Mr. Khalid Mahmood Mr. Muhammad Umar Khan Mr. Fawad Javaid
<b>Secretary</b>	Mr. Faran-ul-Haq

### Management Committee

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<b>Chairman</b>	Mr. Muhammad Abdul Samad
<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
<b>Secretary</b>	Mr. Muhammad Umar Khan

### Risk Management Committee

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<b>Chairman</b>	Mr. Muhammad Abdul Samad
<b>Members</b>	Mr. Khalid Mahmood
<b>Secretary</b>	Mr. Shaikh Owais Ahmed

### Chief Financial Officer

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Ms Qurrat-ul-Ain Jafari

### Chief Internal Auditor

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Mr. M. Uzair Uddin Siddiqui

### Registered Office

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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](mailto:info@atlasfunds.com.pk)

Website: [www.atlasfunds.com.pk](http://www.atlasfunds.com.pk)

# First Quarter Report 2023-24

## CHAIRMAN'S REVIEW

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 September 30, 2023 of FY24.

### THE ECONOMY

Since the beginning of FY24, the domestic economic activity has moderately picked up in effect of improved availability of imported raw-materials subsequent to withdrawal of import restrictions post IMF standby agreement. At the same time, significant improvement in cotton arrivals and overall agricultural activity reflect an overturn of flood related supply side issues drawing an encouraging economic outlook for FY24.

On the external front, policy tightening, and adoption of stabilization strategies has yielded positive results. The current account deficit (CAD) has narrowed by 58.1% YoY to USD 0.9 billion in 1QFY24. The improvement in CAD was mainly driven through 25.4% reduction in the import bill from USD 16.3 billion in 1QFY23 to USD 12.2 billion in 1QFY24. However, due to global slowdown and exchange rate disparity, the exports and workers' remittances pertaining to 1QFY24 declined YoY by 3.8% and 19.8%, respectively. Following positive development in CAD and inflows from IMF, foreign exchange reserves held by SBP increased to USD 7.6 billion (as of Sept 28, 2023). Recent measures taken in FX market helped in narrowing gap between interbank and open market exchange rates resulting in improved PKR/USD parity. The Central Bank kept interest rate unchanged at 22% during 1QFY24 in order to keep demand and inflation in control. On the fiscal front, the FBR collected PKR 2,041 billion in taxes surpassing its revenue collection target for 1QFY24 of PKR 1,978 billion. During the quarter, the headline inflation averaged at 29.04% largely due to surge in global oil prices and its pass-through to locally administered energy and petroleum product prices.

### MUTUAL FUND TAXATION

#### FEDERAL EXCISE DUTY (FED)

The Finance Act, 2013 imposed Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMC's) with effect from June 13, 2013 and this was withdrawn on June 30, 2016. On September 04, 2013, a constitutional petition was filed in Sindh High Court (SHC) jointly by various AMCs, challenging the levy of FED. In a separate petition the Honorable SHC 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.

### FUND OPERATIONS - AMF

The Net Asset Value per unit of Atlas Money Market Fund increased by 5.33% (total annualized return 21.54%) to Rs. 511.81 as on September 30, 2023. 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 21.94%. The AMF total exposure in Pakistan Investment Bonds, Treasury Bills, Sukuks, Bank Balances and others stood at 49.59%, 26.39%, 8.70%, 11.73% and 3.59%, 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. 21.86 billion, with 42.72 million units outstanding as of September 30, 2023.

### FUND OPERATIONS - ALF

The ALF provided total annualized return of 21.09% as on September 30, 2023. The ALF total exposure in Treasury Bills, Pakistan Investment Bonds, Sukuk, Bank Balances and others stood at 44.58%, 42.03%, 8.47%, 0.53% and 4.39%, 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 Fund stood at Rs. 4.23 billion, with 8.46 million units outstanding as of September 30, 2023.

# Atlas Funds

## FUND OPERATIONS - ASF

The Net Asset Value per unit of Atlas Sovereign Fund increased by 5.35% (total annualized return 21.22%) to Rs. 107.23 as on September 30, 2023. The benchmark average six months PKRV rate stood at 23.06% during the period under review. The ASF total exposure in Pakistan Investment Bonds, Treasury Bills, Sukuks, Bank Balances and others stood at 72.53%, 13.23%, 5.71%, 2.09% and 6.44%, 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. 523 million, with 4.88 million units outstanding as of September 30, 2023.

## FUND OPERATIONS - AIF

The Net Asset Value per unit of Atlas Income Fund increased by 5.25% (total annualized return 20.82%) to Rs. 552.92 as on September 30, 2023. The benchmark average six months KIBOR rate stood at 23.24% during the period under review. AIF total exposure in Treasury Bills, Pakistan Investment Bonds, Term Finance Certificates/Sukuk, Ijarah Sukuk, Bank Balances and others stood at 61.61%, 17.14%, 13.17%, 3.41%, 2.47% and 2.20%, 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. 3.63 billion with 6.56 million units outstanding as of September 30, 2023.

## FUND OPERATIONS - ASMF

The Net Asset Value per unit of Atlas Stock Market Fund increased by 12.72% to Rs. 645.55 as on September 30, 2023. KSE-100 index increased by 11.53% from 41,452.69 points as on June 27, 2023, to 46,232.59 points as on September 28, 2023. The ASMF equity portfolio exposure stood at 98.23% 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. 9.08 billion, with 14.07 million units outstanding as of September 30, 2023.

## 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.

# First Quarter Report 2023-24

- **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

## **FUTURE OUTLOOK**

In FY24, growth is expected to moderately recover around 3% taking support from better agricultural production and normalization of economic activity post IMF program. Inflation is expected to average at 21% in FY24 before falling to single digits by the end of FY25 subject to favorable base effect and softening of global commodity prices. On fiscal front, sharp monetary contraction have resulted in substantial fiscal/debt vulnerabilities that are likely to improve once interest rates start to taper off. The FY24 CAD is expected to remain contained around 2.00% of GDP. On the external side, the IMF (SBA) will support building foreign exchange buffers and meeting external financing needs. Going forward, government's focus towards averting fiscal slippage, measures to conserve energy, and policies to reinforce import substitution shall be instrumental in achieving economic and financial stability.

خیاباں خیاباں ارم دیکھتے ہیں

(We look forward to growth, growth and growth)

## **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 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: 30 October 2023

**Iftikhar H. Shirazi**  
Chairman

## 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 Taraqiat Bank Limited

# First Quarter Report 2023-24

## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT SEPTEMBER 30, 2023

		September 30, 2023 Un-audited	30 June 2023 Audited
	Note	Rupees	
<b>Assets</b>			
Cash and bank balances	4	2,589,319,719	350,177,659
Investments	5	18,686,386,933	22,039,774,000
Receivable against sale of Investments		-	1,342,985,400
Profit receivable on deposits and investments		782,092,672	160,512,576
Other receivables		10,470,459	10,409,038
<b>Total assets</b>		<b>22,068,269,783</b>	<b>23,903,858,673</b>
<b>Liabilities</b>			
Payable to Atlas Asset Management Limited - Management Company	6	46,556,342	44,394,673
Payable to Central Depository Company of Pakistan Limited - Trustee	7	1,213,829	1,082,278
Payable to the Securities and Exchange Commission of Pakistan	8	1,466,632	3,864,456
Payable against redemption of units		21,511,270	528,047
Accrued expenses and other liabilities	9	134,702,338	55,596,098
<b>Total liabilities</b>		<b>205,450,411</b>	<b>105,465,552</b>
<b>NET ASSETS</b>		<b>21,862,819,372</b>	<b>23,798,393,121</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>21,862,819,372</b>	<b>23,798,393,121</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	10		
		Number of units	
<b>NUMBER OF UNITS IN ISSUE</b>		<b>42,717,042</b>	<b>46,719,048</b>
		Rupees	
<b>NET ASSET VALUE PER UNIT</b>		<b>511.8056</b>	<b>509.3938</b>

The annexed notes from 1 to 18 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 SEPTEMBER 30, 2023

		For the Quarter Ended September 30,	
		2023	2022
		Rupees	
Note			
<b>Income</b>			
	Profit on savings account and term deposits	20,319,590	275,899,592
	Income from Government securities	1,060,075,351	452,483,820
	Interest income from Sukuk certificates	117,856,354	-
	Capital gain on sale of investments - net	116,591,418	48,119,862
	Net unrealised diminution on remeasurement of investments classified as financial assets at fair value through profit or loss'	1,687,729	2,028,414
		<b>118,279,147</b>	<b>50,148,276</b>
	<b>Total Income</b>	<b>1,316,530,442</b>	<b>778,531,688</b>
<b>Expenses</b>			
	Remuneration of Atlas Asset Management Limited - Management Company	6.1 45,673,969	21,994,385
	Sindh Sales Tax on remuneration of the Management Company	6.2 5,937,616	2,859,270
	Accounting and operational charges	6.4 5,913,975	4,455,048
	Selling & Marketing Charges	6.5 2,956,987	-
	Remuneration of the Central Depository Company of Pakistan Limited - Trustee	7.1 3,252,686	2,743,798
	Sindh Sales Tax on remuneration of the Trustee	7.2 422,849	356,719
	Annual fees to the Securities and Exchange Commission of Pakistan	8.1 4,435,481	997,745
	Annual rating fee	174,649	158,881
	Annual listing fee	10,181	6,931
	Securities transaction cost	5,085	174,214
	Auditors' remuneration	331,699	202,308
	Printing charges	-	9,000
	Legal and professional charges	6,779	21,325
	Bank charges	357	33,171
		<b>69,122,313</b>	<b>34,012,795</b>
	<b>Net income for the period before taxation</b>	<b>1,247,408,129</b>	<b>744,518,893</b>
	<b>Taxation</b>	12 -	-
	<b>Net income for the period after taxation</b>	<b>1,247,408,129</b>	<b>744,518,893</b>
	<b>Earning per unit</b>	13	
	Net income for the period after taxation	1,247,408,129	744,518,893
	Income already paid on units redeemed	(144,143,460)	(85,448,890)
		<b>1,103,264,669</b>	<b>659,070,003</b>
<b>Accounting income available for distribution:</b>			
	- Relating to capital gains	118,279,147	50,148,276
	- Excluding capital gains	984,985,522	608,921,727
		<b>1,103,264,669</b>	<b>659,070,003</b>

The annexed notes from 1 to 18 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 2023-24

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	For the Quarter Ended September 30,	
	2023	2022
	----- Rupees -----	
<b>Net income for the period after taxation</b>	<b>1,247,408,129</b>	<b>744,518,893</b>
Other comprehensive income	-	-
<b>Total comprehensive income for the period</b>	<b>1,247,408,129</b>	<b>744,518,893</b>

The annexed notes from 1 to 18 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 SEPTEMBER 30, 2023

	SEPTEMBER 30, 2023			SEPTEMBER 30, 2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)		
<b>Net assets at beginning of the period</b>	23,562,660,987	235,732,134	23,798,393,121	18,171,918,580	128,969,955	18,300,888,535
<b>Issuance of units 33,407,236 (2022: 22,866,577 units)</b>						
- Capital value	17,017,438,659	-	17,017,438,659	11,605,165,652	-	11,605,165,652
- Element of income	170,602,497	-	170,602,497	71,310,186	-	71,310,186
	17,188,041,156	-	17,188,041,156	11,676,475,838	-	11,676,475,838
<b>Redemption of 37,409,243 units (2022 : 23,619,705 units)</b>						
- Capital value	(19,056,036,310)	-	(19,056,036,310)	(11,987,167,987)	-	(11,987,167,987)
- Element of Income	(23,369,841)	(144,143,460)	(167,513,301)	(9,229,036)	(85,448,890)	(94,677,926)
	(19,079,406,151)	(144,143,460)	(19,223,549,611)	(11,996,397,023)	(85,448,890)	(12,081,845,913)
<b>Total comprehensive income for the period</b>	-	1,247,408,129	1,247,408,129	-	744,518,893	744,518,893
<b>Refund of Capital</b>	(146,097,254)	-	(146,097,254)	(56,800,699)	-	(56,800,699)
<b>First interim distribution of Rs.5.9030 per unit declared on 21 July 2023 (2022: 4.25 per unit declared on 22 July 2022)</b>	-	(234,989,984)	(234,989,984)	-	(144,253,087)	(144,253,087)
<b>Second interim distribution of Rs.10.4254 per unit declared on 25 August 2023 (2022: 5.25 per unit declared on 18 August 2022)</b>	-	(415,649,495)	(415,649,495)	-	(178,619,633)	(178,619,633)
<b>Third interim distribution of Rs.8.4057 per unit declared on 22 September 2023 (2022: 6.8 per unit declared on 23 September 2022)</b>	-	(350,736,690)	(350,736,690)	-	(239,533,732)	(239,533,732)
<b>Total distribution during the period</b>	-	(1,001,376,169)	(1,001,376,169)	-	(562,406,452)	(562,406,452)
<b>Net assets at the end of the period</b>	<b>21,525,198,738</b>	<b>337,620,634</b>	<b>21,862,819,372</b>	<b>17,795,196,696</b>	<b>225,633,506</b>	<b>18,020,830,202</b>
<b>Undistributed income brought forward comprising of :</b>						
- Realised income	91,264,408			128,969,955		
- Unrealised income	144,467,726			-		
	235,732,134			128,969,955		
<b>Accounting income available for distribution</b>						
- Relating to capital gains	118,279,147			50,148,276		
- Excluding capital gains	984,985,522			608,921,727		
	1,103,264,669			659,070,003		
<b>Distribution during the period</b>	(1,001,376,169)			(562,406,452)		
<b>Undistributed income carried forward</b>	<b>337,620,634</b>			<b>225,633,506</b>		
<b>Undistributed income carried forward comprising of :</b>						
- Realised income	221,029,216			177,513,644		
- Unrealised income	116,591,418			48,119,862		
	337,620,634			225,633,506		
	(Rupees)			(Rupees)		
<b>Net assets value per unit at Beginning of the period</b>	<b>509.3938</b>			<b>507.5071</b>		
<b>Net assets value per unit at end of the period</b>	<b>511.8056</b>			<b>510.4006</b>		

The annexed notes from 1 to 18 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 2023-24

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	For the Quarter Ended September 30,	
		2023	2022
		Rupees	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net income for the period before taxation		1,247,408,129	744,518,893
<b>Adjustments for:</b>			
Profit on savings account and term deposits		(20,319,590)	(275,899,592)
Income from Government securities		(1,060,075,351)	(452,483,820)
Interest income from Sukuk certificates		(117,856,354)	-
Capital gain on sale of investments - net		(116,591,418)	(48,119,862)
Net unrealised appreciation on remeasurement of investments classified as financial assets at fair value through profit or loss'		(1,687,729)	(2,028,414)
		<b>(1,316,530,442)</b>	<b>(778,531,688)</b>
<b>(Increase) / Decrease in assets</b>			
Other receivables		(61,421)	(31,645)
Receivable against sale of Investments		1,342,985,400	-
<b>Increase / (Decrease) in liabilities</b>			
Payable to Atlas Asset Management Limited - Management Company		2,161,669	6,644,119
Payable to Central Depository Company of Pakistan Limited - Trustee		131,551	188,166
Payable to the Securities and Exchange Commission of Pakistan		(2,397,824)	(2,936,438)
Payable against redemption of units		20,983,223	-
Payable against purchase of investments		-	-
Accrued expenses and other liabilities		79,106,240	10,140,151
		<b>99,984,859</b>	<b>14,035,998</b>
		<b>1,373,786,525</b>	<b>(20,008,442)</b>
Interest received		576,671,199	237,272,618
Investments - net		3,471,666,214	(12,448,336,894)
<b>Net cash generated from / (used in) operating activities</b>		<b>5,422,123,938</b>	<b>(12,231,072,718)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Net receipts from issuance of units		17,188,041,156	11,619,675,810
Net payments against redemption of units		(19,223,549,611)	(11,628,912,892)
Refund of capital		(146,097,254)	100,169,302
Cash dividend		(1,001,376,169)	(662,576,425)
<b>Net cash (used in) financing activities</b>		<b>(3,182,981,878)</b>	<b>(571,644,205)</b>
<b>Net increase / (decrease) cash and cash equivalents</b>		<b>2,239,142,060</b>	<b>(12,802,716,923)</b>
Cash and cash equivalents at the beginning of the period		350,177,659	18,330,696,373
<b>Cash and cash equivalents at the end of the period</b>	4	<b>2,589,319,719</b>	<b>5,527,979,450</b>

The annexed notes from 1 to 18 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

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

### 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 and Offering Document has been revised various times during 2015 to 2022 with its last amendment in 12 November 2021 and 6 June 2022, respectively. Further the Trust Deed has been registered under the Sindh Trust Act as disclosed in note 1.5. 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 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 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, 2023, the Trust deed has been registered under the Sindh Trusts Act, 2020.
- 1.6 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (2021: AM2+) on 23 December 2022 and maintained the Fund rating to AA+(f) on 18 October 2023.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

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

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.
- Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

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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 2023.

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 2023.

The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at 30 September 2023 have been extracted from the annual published audited financial statements of the Fund for the year ended 30 June 2023, 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 period ended 30 September 2022.

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted and the methods of computation of balance used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

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 2023.

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 2023.

		September 30, 2023 Un-audited	June 30, 2023 Audited
	Note	----- Rupees -----	
<b>4 CASH AND BANK BALANCES</b>			
Profit and loss sharing account	4.1	2,563,042,604	142,696,130
Cheques in hand	4.1	26,277,115	207,481,529
		<b>2,589,319,719</b>	<b>350,177,659</b>

4.1 The rate of return on these accounts ranges between 15% to 20.50% (30 June 2023: 12.90% and 19.50%)

4.2 These denote cheques received against issue of units which were cleared latest by October 10, 2023 (June 30, 2023: July 07, 2023).

		September 30, 2023 Un-audited	June 30, 2023 Audited
	Note	----- Rupees -----	
<b>5 INVESTMENTS</b>			
<b>At fair value through profit or loss</b>			
- Government securities - Market Treasury Bills	5.1	5,823,061,933	17,000,034,000
- Pakistan Investment Bonds	5.2	10,942,575,000	3,017,740,000
- Sukuk Certificates	5.3	1,920,750,000	-
- Commercial Papers		-	2,022,000,000
		<b>18,686,386,933</b>	<b>22,039,774,000</b>

# Atlas Money Market Fund

## 5.1 Government securities - Market Treasury Bills

Particulars	As at July 1, 2023	Purchased during the period	Sold / matured during the period	As at September 30, 2023	Carrying Cost as at September 30, 2023	Market value as at September 30, 2023	Market value as a percentage of total investment	Market value as a percentage of net assets
Face value				(Rupees)		% Age		
03 Months - T-bills	17,500,000,000	106,183,000,000	117,646,000,000	6,037,000,000	5,821,786,027	5,823,061,933	31.16%	26.63%
06 Months - T-bills	-	32,905,000,000	32,905,000,000	-	-	-	-	-
12 Months - T-bills	-	4,435,000,000	4,435,000,000	-	-	-	-	-
<b>Total as at September 30, 2023</b>	<b>17,500,000,000</b>	<b>143,523,000,000</b>	<b>154,986,000,000</b>	<b>6,037,000,000</b>	<b>5,821,786,027</b>	<b>5,823,061,933</b>	<b>31.16%</b>	<b>26.63%</b>
<b>Total as at June 30, 2023 - Audited</b>					<b>17,017,326,405</b>	<b>17,000,034,000</b>	<b>77.13%</b>	<b>71.43%</b>

5.1.1 These Market Treasury Bills carry purchase yields ranging from 22.37% to 22.76% (2023: 21.20% to 22.00%) per annum and will mature by December 2023 (2022: September 2023).

## 5.2 Sukuk Certificates - unlisted

Security Name	As at July 1, 2023	Purchased during the period	Sold / matured during the period	As at September 30, 2023	Carrying Cost as at September 30, 2023	Market value as at September 30, 2023	Market value as a percentage of total investment	Market value as a percentage of net assets
Face value				(Rupees)		% Age		
K-ELECTRIC LIMITED - 14	500,000,000	-	500,000,000	-	-	-	0.00%	0.00%
LUCKY ELECTRIC POWER COMPANY LIMITED - 9	188,000,000	-	-	188,000,000	188,000,000	188,000,000	1.01%	0.86%
NISHAT MILLS LIMITED - 2	125,000,000	-	31,250,000	93,750,000	93,750,000	93,750,000	0.50%	0.43%
HUB POWER COMPANY LIMITED - 1	600,000,000	-	-	600,000,000	600,000,000	600,000,000	3.21%	2.74%
LUCKY ELECTRIC POWER COMPANY LIMITED - 10	542,000,000	-	-	542,000,000	542,000,000	542,000,000	2.90%	2.48%
LUCKY ELECTRIC POWER COMPANY LIMITED - 11	67,000,000	-	-	67,000,000	67,000,000	67,000,000	0.36%	0.31%
K-ELECTRIC LIMITED - 19	-	200,000,000	-	200,000,000	200,000,000	200,000,000	1.07%	0.91%
LUCKY ELECTRIC POWER COMPANY LIMITED - 12	-	230,000,000	-	230,000,000	230,000,000	230,000,000	1.23%	1.05%
<b>Total as at September 30, 2023</b>	<b>2,022,000,000</b>	<b>430,000,000</b>	<b>531,250,000</b>	<b>1,920,750,000</b>	<b>1,920,750,000</b>	<b>1,920,750,000</b>	<b>10.28%</b>	<b>8.78%</b>
<b>Total as at June 30, 2023 - Audited</b>					<b>2,022,000,000</b>	<b>2,022,000,000</b>	<b>10.28%</b>	<b>8.78%</b>

5.2.1 The terms and conditions of unlisted Sukuk certificates outstanding as at 30 September 2023 are as follows:

Name of the Investee Company	Rating	Tenure	Profit Payments / Principal Redemptions	Maturity date	Rate of Return
K-ELECTRIC LIMITED - 14	AA	6 Month	Semi-annually	August, 2023	6 Month KIBOR +0.075
LUCKY ELECTRIC POWER COMPANY LIMITED - 9	AA	6 Month	Semi-annually	October, 2023	6 Month Kibor + 0.50
NISHAT MILLS LIMITED - 2	AA	6 Month	Semi-annually	November, 2023	3 Month Kibor + 0.25
HUB POWER COMPANY LIMITED - 1	AA	6 Month	Semi-annually	November, 2023	6 Month Kibor + 0.30
LUCKY ELECTRIC POWER COMPANY LIMITED - 10	AA	6 Month	Semi-annually	October, 2023	6 Month Kibor + 0.50
LUCKY ELECTRIC POWER COMPANY LIMITED - 11	AA	6 Month	Semi-annually	December, 2023	6 Month Kibor + 0.50
K-ELECTRIC LIMITED - 19	AA	6 Month	Semi-annually	February, 2023	6 Month Kibor + 0.50
LUCKY ELECTRIC POWER COMPANY LIMITED - 12	AA	6 Month	Semi-annually	February, 2023	6 Month Kibor + 0.50

## 5.3 Pakistan Investment Bonds

Security Name	As at July 1, 2023	Purchased during the period	Sold / matured during the period	As at September 30, 2023	Carrying Cost as at September 30, 2023	Market value as at September 30, 2023	Market value as a percentage of total investment	Market value as a percentage of net assets
Face value				(Rupees)		% Age		
02 Year PIB	3,025,000,000	11,470,000,000	3,525,000,000	10,970,000,000	10,942,163,170	10,942,575,000	58.56%	50.05%
<b>Total as at September 30, 2023</b>	<b>3,025,000,000</b>	<b>11,470,000,000</b>	<b>3,525,000,000</b>	<b>10,970,000,000</b>	<b>10,942,163,170</b>	<b>10,942,575,000</b>	<b>58.56%</b>	<b>50.05%</b>
<b>Total as at June 30, 2023 - Audited</b>					<b>3,018,147,900</b>	<b>3,017,740,000</b>	<b>13.69</b>	<b>12.68</b>

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6 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (RELATED PARTY)	Note	September 30, 2023 Un-audited	June 30, 2023 Audited
		----- Rupees -----	
Remuneration of the Management Company	6.1	15,311,585	14,599,934
Sindh Sales Tax payable on remuneration of the Management Company	6.2	5,113,464	5,020,951
Federal Excise Duty payable on remuneration of the Management Company	6.3	20,428,502	20,428,502
Accounting and operational charges payable	6.4	2,745,679	2,612,383
Selling and marketing expenses payable	6.5	2,957,112	1,732,903
		<b>46,556,342</b>	<b>44,394,673</b>

**6.1** As per regulation 61 of the NBFC Regulations, the Management Company of the Fund is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the average rate of 0.77% (30 June 2023: 0.53%) on the average annual net assets.

**6.2** During the period, an amount of Rs. 5,937,616 (Sep 30, 2022: Rs. 2,859,270) was charged on account of Sales Tax on remuneration of the Management Company levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

**6.3** The Finance Act, 2013 has 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 7.2 above, the Management Company is 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.

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 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 2021: 20.429 million) is being retained in these condensed interim 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 2023 would have been higher by Rs. 0.47 (30 June 2022: Re. 0.50) per unit.

**6.4** In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

The Management Company based on its own discretion has charged expenses at the rate of 0.10% (June 30, 2023: 0.0925%) of average annual net assets of the Fund during the period ended September 30, 2023, subject to total expense charged being lower than actual expense incurred.

**6.5** 'In accordance with Circular 11 dated July 05, 2019 issued by SECP, with respect to charging selling and marketing expenses, the Management Company, based on its own discretion has charged selling and marketing expenses at the rates of 0.05% (30 June 2023: 0.05%) of the average annual net assets of the Fund during the period, subject to total expense charged being lower than actual expense incurred.

# Atlas Money Market Fund

7 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY	Note	September 30, 2023 Un-audited	June 30, 2023 Audited
		----- Rupees -----	----- Rupees -----
Remuneration Payable to Trustee	7.1	1,074,166	957,749
SST on Trustee fee Payable	7.2	139,663	124,529
		<b>1,213,829</b>	<b>1,082,278</b>

7.1 The trustee is entitled to monthly remuneration for services rendered to the fund at the flat rate of 0.055% p.a. of Net Assets based on the letter no. CCDC/CEO/L-259/01/2021 dated October 11, 2021 issued by CDC.

7.2 During the period, an amount of Rs.422,849 (September 30, 2022: Rs.356,719) was charged on account of Sales Tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

## 8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

	Note		
Annual fees payable	8.1	<b>1,466,632</b>	<b>3,864,456</b>

8.1 In accordance with the amendment in NBFC Regulations dated 17 May 2023, a Collective Investment Scheme (CIS) is required to pay monthly fee to the SECP. The Fund has recognised SECP Fee at the rate of 0.075% of the average annual net assets of the fund (June 30, 2023: 0.02%).

9 ACCRUED EXPENSES AND OTHER LIABILITIES	September 30, 2023 Un-audited	June 30, 2023 Audited
	----- Rupees -----	----- Rupees -----
Auditors' remuneration payable	1,535,897	1,204,201
Withholding tax payable	104,769,091	44,569,167
Capital gain tax payable	17,609,451	4,827,203
Fund rating fee payable	174,648	-
Dividend Payable	10,591,063	3,888,615
Zakat payable	17,758	1,031,769
Transaction charges payable	-	75,143
	<b>134,702,338</b>	<b>55,596,098</b>

## 10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 30 September 2023 and 30 June 2023.

## 11 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 30 September 2023 is 1.18% (30 June 2023: 0.86%) which includes 0.18% (30 June 2023: 0.10%) 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 money market scheme.

## 12 TAXATION

The Fund's income is exempt from income tax as per 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 available for distribution for the year as reduced by capital gains whether realized or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the

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unit holders. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the management intends to distribute atleast 90% of the income earned by the Fund for year ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these 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 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.

## 14 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons include Atlas Asset Management Limited being the Management Company, the Central Depository Company of Pakistan 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. It also includes staff retirement benefit funds of the above connected person / related parties.

Transactions with connected persons essentially comprise sale and repurchase of units, fee on account of managing the affairs of the Fund, sales load and 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.

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

	For the Quarter Ended September 30,	
	2023 Un-audited ----- Rupees -----	2022 Un-audited ----- Rupees -----
<b>14.1 Transactions for the period</b>		
<b>Atlas Asset Management Limited (Management Company)</b>		
Remuneration of the Management Company	45,673,969	21,994,385
Sindh Sales Tax on Remuneration of the Management Company	5,937,616	2,859,270
Remuneration paid	44,962,318	17,144,731
Accounting and operational charges	5,913,975	4,455,048
Selling and Marketing expense	2,956,987	-
Issue of 899,714 (2022: 69,326) units	460,832,362	35,441,280
Redemption of 899,714 (2022: 112,553) units	464,692,880	57,312,316
Dividend declared	1,108,326	684,447
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Remuneration of the Trustee	3,252,686	2,743,798
Sindh Sales Tax on remuneration of the Trustee	422,849	356,719
Remuneration paid	3,136,269	3,087,761
<b>Atlas Battery Limited (Group Company)</b>		
Issue of Nil (2022: 786,334) units	-	400,937,162
Redemption of Nil (2022: 789,225) units	-	403,831,901
Dividend declared	-	1,748,381
<b>Batool Benefit Trust</b>		
Issue of 9,701 (2022: 44,925) units	4,941,533	-
Redemption of 19,716 (2022: 17,739) units	10,100,000	10,100,000
Dividend declared	4,941,533	1,476,996

# Atlas Money Market Fund

		For the Quarter Ended September 30,	
		2023	2022
		Un-audited	Un-audited
		----- Rupees -----	-----
<b>14.1 Transactions for the period (Cont....)</b>			
<b>Atlas Fund of Funds (Fund under common management)</b>			
Issue of 15,643 (2022: 5,887) units		8,006,915	3,000,000
Redemption of 23,310 (2022: 5,899) units		12,066,223	3,030,367
<b>Atlas Foundation (Group Company)</b>			
Issue of 188,423 (2022: 299,373) units		96,741,636	152,893,300
Redemption of 505,368 (2022: Nil) units		260,000,000	-
Dividend declared		13,008,529	2,987,734
<b>Atlas Honda Limited (Group Company)</b>			
<b>(Unit Holder with more than 10% holding)</b>			
Issue of 524,350 (2022: 5,234 ) units		267,100,505	2,694,522
Redemption of 11,745,372 (2022: 7,843,651) units		6,000,000,000	4,000,000,000
Dividend declared		267,100,505	192,483,433
<b>Atlas Engineering Limited - Employees Provident Fund</b>			
<b>(Retirement benefit plan of a Group Company)</b>			
Issue of 44,244 (2022: 9,865) units		22,897,269	5,032,328
Redemption of 43,539 (2022: 9,797) units		22,537,867	5,000,000
Dividend declared		-	78,428
<b>Atlas Metals (Private) Limited</b>			
Dividend declared		-	7,031,309
<b>Atlas Insurance Limited (Group Company)</b>			
Issue of 6,438 (2022: 334,960) units		3,279,336	170,920,527
Redemption of Nil (2022: 198,006) units		-	101,004,916
Dividend declared		3,279,336	843,732
<b>Atlas Honda Limited - Non-Management Staff Gratuity Fund</b>			
<b>(Retirement benefit plan of a Group Company)</b>			
Issue of 2,832 (2022: Nil) units		1,442,473	-
Dividend declared		1,442,473	948,940
<b>Atlas Group of Companies - Management Staff Gratuity Fund</b>			
<b>(Retirement benefit plan of a Group Company)</b>			
Issue of 355,214 (2022: 388,375) units		182,116,653	198,824,322
Redemption of 477,267 (2022: 7,224) units		246,043,752	3,700,000
Dividend declared		182,084	2,184,635
<b>Atlas Die Casting (Private) Limited (Group Company)</b>			
Issue of 2 (2022: 3) units		1,175	812
Dividend declared		1,175	812
<b>Shirazi Investments (Private) Limited (Group Company)</b>			
Issue of 959,591 (2022: 839,987) units		492,077,398	428,821,396
Redemption of 571,829 (2022: 840,879) units		293,025,584	428,457,416
Dividend declared		49,610,833	533,413

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		For the Quarter Ended September 30,	
		2023	2022
		Un-audited	Un-audited
14.1	Transactions for the period (Cont....)	Note	Rupees
	<b>Shirazi Trading Company (Private) Limited - (Employee Provident Fund)</b> <b>(Retirement benefit plan of a Group Company)</b>		
	Issue of 2,007 (2022: Nil) units	1,022,102	-
	Redemption of 12,715 (2022: Nil) units	6,500,000	-
	Dividend declared	1,022,102	-
	<b>Shirazi Investment (Private) Limited (Employee Provident Fund)</b> <b>(Retirement benefit plan of a Group Company)</b>		
	Issue of 1,344 (2022: 8,895) units	687,338	4,554,834
	Redemption of 589 (2022: 10,932) units	300,000	5,580,000
	Dividend declared	257,211	256,185
	<b>Atlas Honda Limited (Employee Provident Fund)</b> <b>(Retirement benefit plan of a Group Company)</b>		
	Issue of 123,857 (2022: Nil) units	63,255,683	-
	Dividend declared	5,037,412	1,759,212
	<b>Atlas Autos (Private) Limited</b>		
	Issue of 574,458 (2022: Nil) units	294,827,790	-
	Redemption of 291,340 (2022: Nil) units	150,000,000	-
	Dividend declared	69,666,043	43,400,036
	<b>Atlas Energy Limited</b>		
	Issue of 86,429 (2022: Nil) units	44,369,537	-
	Redemption of 68,410 (2022: Nil) units	35,000,000	-
	Dividend declared	1,056,552	-
	<b>Honda Atlas Cars (Pakistan) Ltd.- Emp. Gratuity. Fund</b>		
	Issue of 12,395 (2022: 12,395) units	6,314,093	3,530,703
	Dividend declared	6,314,093	3,530,703
	<b>Directors and their close family members and key management personnel of the Management Company</b>	14.4	
	Issue of 668,460 (2022: 801,383) units	191,839,634	111,534,079
	Redemption of 1,360,402 (2022: 628,580) units	547,983,937	22,498,256
	Dividend declared	81,532,305	37,183,222
		<b>September 30,</b>	<b>June 30,</b>
		<b>2023</b>	<b>2023</b>
		<b>Un-audited</b>	<b>Audited</b>
14.2	Balances outstanding as at period / year end	Rupees	
	<b>Atlas Asset Management Limited (Management Company)</b>		
	Remuneration payable to the Management Company	15,311,585	14,599,934
	Sindh Sales Tax payable on Remuneration of the Management Company	5,113,464	5,020,951
	Federal Excise Duty payable on Remuneration of the Management Company	20,428,502	20,428,502
	Accounting and operational charges payable	2,745,679	2,612,383
	Selling and marketing expenses payable	2,957,112	1,732,903
	<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
	Remuneration payable to the Trustee	1,074,166	957,749
	Sindh Sales Tax payable on Remuneration of the trustee	139,663	124,529

# Atlas Money Market Fund

	September 30, 2023 Un-audited ----- Rupees -----	June 30, 2023 Audited -----
<b>14.2 Balances outstanding as at period / year end (Cont....)</b>		
<b>Atlas Foundation (Group Company)</b> Outstanding 747,933 (30 June 2023: 1,064,878) units - at net asset value	382,796,298	542,442,251
<b>Atlas Honda Limited (Group Company) (Unit Holder with more than 10% holding)</b> Outstanding 1,314,689 (30 June 2023: 12,535,712) units - at net asset value	672,865,192	6,385,613,722
<b>Atlas Auto Pvt Limited</b> Outstanding 3,304,425 (30 June 2023: 3,021,308 ) units - at net asset value	1,691,223,220	1,539,035,435
<b>Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)</b> Outstanding 249,066 (30 June 2023: 125,210) units - at net asset value	127,473,374	63,781,137
<b>Shirazi Trading Company (Pvt) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)</b> Outstanding 29,970 (30 June 2023: 40,679 ) units - at net asset value	15,338,814	20,721,381
<b>Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)</b> Outstanding 12,332 (30 June 2023: 11,577) units - at net asset value	6,311,587	5,897,120
<b>Atlas Die Casting (Private) Limited (Group Company)</b> Outstanding 69 (30 June 2023: 67) units - at net asset value	35,315	34,194
<b>MCFSL Trustee Atlas Fund of Funds</b> Outstanding Nil (30 June 2023: 7,667) units - at net asset value	-	3,905,288
<b>Atlas Group of Companies Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)</b> Outstanding Nil (30 June 2023: 122,053) units - at net asset value	-	62,173,160
<b>Atlas Honda Limited - Non Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)</b> Outstanding 60,241 (30 June 2023: 57,409) units - at net asset value	30,831,681	29,243,676
<b>Honda Atlas Cars (Pakistan) Ltd Emp. Gratuity. Fund (Retirement benefit plan of a Group Company)</b> Outstanding 263,686 (30 June 2023: 251,294) units - at net asset value	134,957,507	128,007,467
<b>Atlas Energy Limited</b> Outstanding 106,655 (30 June 2023: 88,636) units - at net asset value	54,586,626	45,150,453
<b>Atlas Insurance Limited</b> Outstanding 160,345 (30 June 2023: 153,908 ) units - at net asset value	82,065,469	78,399,613
<b>Atlas Engineering Pvt. Ltd.</b> Outstanding 575,106 (30 June 2023: 575,106 ) units - at net asset value	294,342,471	292,955,506

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		September 30, 2023 Un-audited	June 30, 2023 Audited
14.2	balances outstanding as at period / year end (Cont....)	Note	----- Rupees -----
	<b>Atlas Engineering Ltd. Emp.Provident Fund</b>		
	Outstanding 15,009 (30 June 2023: 14,304 ) units - at net asset value		7,681,690 7,286,248
	<b>Batools Benefit Trust (Trust having common Director / Trustee)</b>		
	Outstanding 229,237 (30 June 2023: 239,252) units - at net asset value		117,324,780 121,873,265
	<b>Shirazi Investments (Private) Limited (Group Company)</b>		
	Outstanding 3,075,172 (30 June 2023: 2,687,410) units - at net asset value		1,573,890,251 1,368,950,043
	<b>Directors and their close family members and key management personnel of the Management Company</b>	14.4	
	Outstanding 3,853,430 (30 June 2023: 4,545,121) units - at net asset value		1,972,207,053 2,315,383,921

14.3 Holding being more than 10% in the reporting period, disclosure is required.

14.4 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.

14.5 As required under S.R.O. 592(I)/2023 dated May 17, 2023, the Management Company have developed a policy (without any exemption) to align the interests of its key employees i.e. (Chief Executive Officer and Chief Investment Officer) with those of the unit holders of the CISs managed by the Management Company. Accordingly, 20% of bonuses paid (net of tax) to these employees were retained and invested in the CIS managed by the Management Company. Included in the units above, bonuses paid to key employees in the form of units of the Fund (Atlas Money Market Fund return as on September 30,2023 is 21.54%) include 162,8319 units held by the Chief Executive Officer and 87.2314 units held by the Chief Investments Officer having market value 86,882/- & 46,543/- (30 June 2023: 82,946/- & 44,435/-) respectively as at September 30,2023.

## 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.

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.

## 16 FAIR VALUE HIERARCHY

Following hierarchy is used in determining and disclosing the fair value of the following 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: Valuation techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

# Atlas Money Market Fund

## 17 General

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

## 18 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 30, 2023.

**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

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### Corporate Information

#### **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  
Bank Alfalah Limited

# Atlas Liquid Fund

## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT SEPTEMBER 30, 2023

		September 30, 2023 Un-audited	June 30, 2023 Audited
	Note	Rupees	
<b>Assets</b>			
Bank balances	4	22,677,869	18,438,145
Investments	5	4,039,463,759	3,820,443,115
Receivable Against Sale of investment		49,492,850	24,870,100
Markup Accrued	6	134,172,485	35,145,919
Preliminary and floatation cost		380,035	410,080
Other receivables		1,742,138	1,685,408
<b>Total assets</b>		<b>4,247,929,136</b>	<b>3,900,992,767</b>
<b>Liabilities</b>			
Payable to Atlas Asset Management Limited - Management Company	6	6,795,396	4,726,315
Payable to the Central Depository Company of Pakistan Limited - Trustee	7	275,132	195,882
Payable to the Securities and Exchange Commission of Pakistan	8	332,829	720,280
Accrued expenses and other liabilities	9	9,431,299	5,553,562
<b>Total liabilities</b>		<b>16,834,656</b>	<b>11,196,038</b>
<b>NET ASSETS</b>		<b>4,231,094,480</b>	<b>3,889,796,729</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>4,231,094,480</b>	<b>3,889,796,729</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	10		
		----- Number of units -----	
<b>NUMBER OF UNITS IN ISSUE</b>		8,462,190	7,779,593
		----- Rupees -----	
<b>NET ASSET VALUE PER UNIT</b>		<b>500.0000</b>	<b>500.000</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 2023-24

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

		For the Quarter Ended September 30,	
		2023	2022
	Note	Rupees -----	
<b>Income</b>			
Mark up Income		243,664,139	128,862,110
Capital Gain on sale of Investments-at fair value through income statement - net		33,869,464	976,968
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(721,070)	201,058
<b>Total income</b>		<b>276,812,534</b>	<b>130,040,137</b>
<b>Expenses</b>			
Remuneration of the Management Company	6.1	12,493,398	3,821,675
Sindh Sales Tax on remuneration of the Management Company	6.2	1,624,141	496,818
Accounting & Operational charges	6.3	1,249,340	868,050
Selling & Marketing expenses	6.4	1,499,208	-
Remuneration to the Central Depository Company of Pakistan Limited	7.1	687,137	477,427
Sindh Sales Tax on remuneration of the Trustee	7.2	89,328	62,061
Annual fee - Securities and Exchange Commission of Pakistan	8.1	937,005	173,610
Auditor's remuneration		163,127	88,856
Transaction Charges		1,696	6,330
Amortization of preliminary expenses and floatation costs		30,045	30,045
Annual Listing fee		10,181	26,801
Fund Rating Fee		69,497	62,600
Legal and professional charges		6,779	21,325
Printing Charges		-	9,000
Bank charges		274	2,542
<b>Total expenses</b>		<b>18,861,155</b>	<b>6,147,141</b>
<b>Net income for the period before taxation</b>		<b>257,951,379</b>	<b>123,892,995</b>
<b>Taxation</b>	12	-	-
<b>Net income for the period after taxation</b>		<b>257,951,379</b>	<b>123,892,995</b>
<b>Earnings per unit</b>	13		
<b>Allocation of net income for the period:</b>			
Net income for the period after taxation		257,951,379	123,892,995
Income already paid on units redeemed		-	-
		<b>257,951,379</b>	<b>123,892,995</b>
<b>Accounting income available for distribution:</b>			
- Relating to capital gains		33,148,394	1,178,026
- Excluding capital gains		224,802,985	122,714,969
		<b>257,951,379</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

# Atlas Liquid Fund

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	For the Quarter Ended September 30,	
	2023	2022
	----- Rupees -----	
<b>Net income for the period after taxation</b>	257,951,379	123,892,995
Other comprehensive income for the period	-	-
<b>Total comprehensive income for the period</b>	<b>257,951,379</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 2023-24

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	SEPTEMBER 30, 2023			SEPTEMBER 30, 2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)		
Net assets at beginning of the period	3,889,796,729	-	3,889,796,729	3,441,105,828	-	3,441,105,828
Issuance of units 4,806,938 (2022: 214,089 units)						
- Capital value	2,403,468,702	-	2,403,468,702	107,044,908	-	107,044,908
- Element of income	-	-	-	-	-	-
	2,403,468,702	-	2,403,468,702	107,044,908	-	107,044,908
Redemption of 4,124,342 units (2022: 120,014 units)						
- Capital value	(2,062,170,951)	-	(2,062,170,951)	(60,007,185)	-	(60,007,185)
- Element of income	-	-	-	-	-	-
	(2,062,170,951)	-	(2,062,170,951)	(60,007,185)	-	(60,007,185)
Total comprehensive Income for the period	-	257,951,379	257,951,379	-	123,892,995	123,892,995
Distribution during the period	-	(257,951,379)	(257,951,379)	-	(123,892,995)	(123,892,995)
Net income for the period less distribution	-	-	-	-	-	-
Net assets at end of the period	4,231,094,480	-	4,231,094,480	3,488,143,551	-	3,488,143,551
Undistributed income brought forward comprises of :						
- Realised income	-	-	-	-	-	-
- Unrealised income	-	-	-	-	-	-
Accounting income available for distribution						
- Relating to capital gains	33,148,394			1,178,026		
- Excluding capital gains	224,802,985			122,714,969		
	257,951,379			123,892,995		
Distribution during the period	(257,951,379)			(123,892,995)		
Undistributed income carried forward	-			-		
Undistributed income carried forward comprises of :						
- Realised income	-			-		
- Unrealised income	-			-		
	-			-		
	(Rupees)			(Rupees)		
Net assets value per unit at Beginning of the period	500.0000			500.0000		
Net assets value per unit at end of the period	500.0000			500.0000		

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 CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	For the Quarter Ended September 30,	
		2023	2022
		----- Rupees -----	-----
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net income for the period before taxation		257,951,379	123,892,995
<b>Adjustments for:</b>			
Income from debt securities		(243,664,139)	(128,862,110)
Capital Gain on sale of Investments-at fair value through income statement - net		(33,869,464)	(976,968)
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		721,070	(201,058)
Amortization of preliminary expenses and floatation costs		30,045	30,045
		<b>(276,782,489)</b>	<b>(130,010,091)</b>
<b>(Increase ) / Decrease in assets</b>			
Investments-net		(185,872,250)	(3,145,051,894)
Markup Accrued		144,637,573	118,092,247
Receivable Against Sale of investment		(24,622,750)	-
Other Receivable		(56,727)	(21,874)
		<b>(65,914,154)</b>	<b>(3,026,981,521)</b>
<b>Decrease / (Increase ) in liabilities</b>			
Payable to Atlas Asset Management Company - Management Company		2,069,081	1,089,242
Payable to Central Depository Company of Pakistan Limited - Trustee		79,250	(329)
Payable to the Securities and Exchange Commission of Pakistan		(387,451)	(93,838)
Accrued expenses and other liabilities		3,877,737	188,022
		<b>5,638,617</b>	<b>1,183,096</b>
		<b>(79,106,647)</b>	<b>(3,031,915,520)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Net receipts against issuance of units		2,403,468,702	107,044,908
Net payments against redemption of units		(2,062,170,951)	(123,892,995)
Cash dividend distribution		(257,951,379)	(60,007,185)
<b>Net cash generated / (used in) from financing activities</b>		<b>83,346,371</b>	<b>(76,855,272)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>		<b>4,239,724</b>	<b>(3,108,770,792)</b>
Cash and cash equivalents at the beginning of the period		18,438,145	3,135,310,549
<b>Cash and cash equivalents at the end of the period</b>	4	<b>22,677,869</b>	<b>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

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

### 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 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 Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (2021: AM2+) on 23 December 2022 and maintained the Fund rating to AA+(f) on 18 October 2023.
- 1.5 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. During the period all the units issued by the Fund are Growth units and dividend has been reinvested on daily basis.
- 1.6 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 the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS

# Atlas Liquid Fund

Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

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 2023.

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 2023.

The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at 30 September 2023 have been extracted from the annual published audited financial statements of the Fund for the year ended 30 June 2023, 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 period ended 30 September 2022.

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted and the methods of computation of balance used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

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 2023.

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 2023.

		September 30, 2023 Un-audited	June 30, 2023 Audited
	Note	----- Rupees -----	-----
<b>4 BANK BALANCES</b>			
In local currency			
Profit and loss sharing accounts	4.1	<u>22,677,869</u>	<u>18,438,145</u>

4.1 The rate of return on these accounts ranges between 15% to 20.50% (30 June 2023: 15.50% to 19.50%) per annum.

		September 30, 2023 Un-audited	June 30, 2023 Audited
	Note	----- Rupees -----	-----
<b>5 INVESTMENTS</b>			
<b>At fair value through profit or loss</b>			
- Government Securities - Market Treasury Bills	5.1	1,893,938,759	2,845,403,115
- Sukuk Certificates	5.2	360,000,000	576,000,000
- Pakistan Investment Bond	5.3	1,785,525,000	399,040,000
		<u>4,039,463,759</u>	<u>3,820,443,115</u>

# First Quarter Report 2023-24

## 5.1 Government securities - Market Treasury Bills

Instrument	As at July 01, 2023	Purchased during the quarter	Sold / matured during the quarter	As at September 30, 2023	Carrying Cost as at September 30, 2023	Market Value as at September 30, 2023	Market value as a percentage of total investment	Market value as a percentage of net assets
----- Face value (Rupees) -----					----- (Rupees) -----		----- Percentage -----	
03 Months - T-bills	2,902,500,000	36,779,250,000	37,725,500,000	1,956,250,000	1,893,188,740	1,893,938,759	46.89%	44.76%
06 Months - T-bills	-	6,295,000,000	6,295,000,000	-	-	-	-	-
12 Months - T-bills	-	2,570,000,000	2,570,000,000	-	-	-	-	-
<b>Total as at September 30, 2023</b>	<b>2,902,500,000</b>	<b>43,074,250,000</b>	<b>44,020,500,000</b>	<b>1,956,250,000</b>	<b>1,893,188,740</b>	<b>1,893,938,759</b>	<b>46.89%</b>	<b>44.76%</b>
<b>Total as at June 30, 2023</b>					<b>2,847,560,526</b>	<b>2,845,403,115</b>	<b>74.00%</b>	<b>73.00%</b>

5.1.1 These Market Treasury Bills carry purchase yields ranging from 22.37% to 22.76% (30 June 2023 : 21.55% to 22.00%) and will mature by November 2023 (30 June 2023: September 2023).

## 5.2 Sukuk Certificates - unlisted

Name of Investee Company	As at July 01, 2023	Purchased during the quarter	Sold / matured during the quarter	As at September 30, 2023	Carrying Cost as at September 30, 2023	Market Value as at September 30, 2023	Market value as a percentage of total investment	Market value as a percentage of net assets
----- Number of Sukuk Certificates -----					----- (Rupees) -----		----- Percentage -----	
K-Electric Supply Company Limited -	157	-	157	-	-	-	-	-
Lucky Electric Power Company	59	-	59	-	-	-	-	-
The Hub Power Company Limited	360	-	-	360	360,000,000	360,000,000	8.91%	8.51%
<b>Total as at September 30, 2023</b>	<b>576</b>	<b>-</b>	<b>216</b>	<b>360</b>	<b>360,000,000</b>	<b>360,000,000</b>	<b>8.91%</b>	<b>8.50%</b>
<b>Total as at June 30, 2023</b>					<b>300,000,000</b>	<b>300,000,000</b>	<b>17.75%</b>	<b>14.81%</b>

(Certificates having a face value of Rs. 1,000,000 each unless stated otherwise)

5.2.1 The terms and conditions of unlisted Sukuk certificates outstanding as at 30 September 2023 are as follows:

Name of the Investee Company	Rating	Tenure	Profit Payments / Principal Redemptions	Maturity date	Rate of Return
K-Electric Supply Company Limited - Short Term Sukuk - 14	AA	06 Months	Bullet Payment	Aug 2023	6 Month KIBOR +0.75%
Lucky Electric Power Company Limited - Sukuk 6	AA	06 Months	Bullet Payment	Aug 2023	6 Month KIBOR +0.65%
The Hub Power Company Limited STS I	AA	06 Months	Bullet Payment	Nov 2023	6 Month KIBOR +0.30%

## 5.3 Government securities - Pakistan Investment Bond

Particulars	As at July 01, 2023	Purchased during the quarter	Sold / matured during the quarter	As at September 30, 2023	Carrying Cost as at September 30, 2023	Market Value as at September 30, 2023	Market value as a percentage of total investment	Market value as a percentage of net assets
----- Face value (Rupees) -----					----- (Rupees) -----		----- Percentage -----	
2 Year	400,000,000	1,790,000,000	400,000,000	1,790,000,000	1,786,996,093	1,785,525,000	44.20%	42.20%
<b>Total as at September 30, 2023</b>	<b>400,000,000</b>	<b>1,790,000,000</b>	<b>400,000,000</b>	<b>1,790,000,000</b>	<b>1,786,996,093</b>	<b>1,785,525,000</b>	<b>44.20%</b>	<b>42.20%</b>
<b>Total as at June 30, 2023</b>					<b>399,634,655</b>	<b>399,040,000</b>	<b>10.44%</b>	<b>10.26%</b>

# Atlas Liquid Fund

**5.3.1** These Pakistan Investment Bonds carry purchase yields ranging 22.63% to 23.75% (30 June 2023 :18.58% to 22.59%) and will mature by December 2023 (30 June 2023: August 2023).

		<b>September 30, 2023</b>	<b>June 30, 2023</b>
		<b>Un-audited</b>	<b>Audited</b>
<b>6 PAYABLE TO THE ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY - RELATED PARTY</b>	<b>Note</b>	<b>----- Rupees -----</b>	<b>-----</b>
Remuneration of the Management Company	6.1	4,437,047	3,161,902
Sindh Sales Tax on remuneration of the Management Company	6.2	576,617	410,849
Accounting and operational charges	6.3	282,524	474,247
Selling & Marketing	6.4	1,499,207	679,317
		<b>6,795,396</b>	<b>4,726,315</b>

**6.1** As per regulation 61 of the NBFC Regulations, the Management Company of the Fund is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the average rate of 1.00% (30 June 2023 : 0.68%) on the average annual net assets.

**6.2** During the period, an amount of Rs. 1,624,141 (Sep 30, 2022: Rs. 496,818) was charged on account of Sales Tax on remuneration of the Management Company levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

**6.3** In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

The Management Company based on its own discretion has charged expenses at the rate of 0.10% (June 30, 2023: 0.13%) of average annual net assets of the Fund during the period ended September 30, 2023, subject to total expense charged being lower than actual expense incurred.

**6.4** In accordance with Circular 11 dated July 05, 2019 issued by SECP, with respect to charging selling and marketing expenses, the Management Company, based on its own discretion has charged selling and marketing expenses at the rates of 0.12% (30 June 2023 : 0.10%) of the average annual net assets of the Fund during the period, subject to total expense charged being lower than actual expense incurred.

		<b>September 30, 2023</b>	<b>June 30, 2023</b>
		<b>Un-audited</b>	<b>Audited</b>
<b>7 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY</b>	<b>Note</b>	<b>----- Rupees -----</b>	<b>-----</b>
Payable To Trustee	7.1	243,480	173,347
Sindh Sales Tax payable on trustee fee	7.2	31,652	22,535
		<b>275,132</b>	<b>195,882</b>

**7.1** The trustee is entitled to monthly remuneration for services rendered to the fund at the flat rate of 0.055% p.a. of Net Assets based on the letter no. CCDC/CEO/L-259/01/2021 dated October 11, 2021 issued by CDC.

**7.2** During the period, an amount of Rs.89,328 (September 30, 2022: Rs.62,061) was charged on account of Sales Tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

		<b>September 30, 2023</b>	<b>June 30, 2023</b>
		<b>Un-audited</b>	<b>Audited</b>
<b>8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>	<b>Note</b>	<b>----- Rupees -----</b>	<b>-----</b>
Annual fees payable	8.1	332,829	720,280

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- 8.1 In accordance with the amendment in NBFC Regulations dated 17 May 2023, a Collective Investment Scheme (CIS) is required to pay monthly fee to the SECP. The Fund has recognised SECP Fee at the rate of 0.075% of the average annual net assets of the fund (June 30, 2023: 0.02%).

	September 30, 2023 Un-audited ----- Rupees -----	June 30, 2023 Audited -----
<b>9 ACCRUED EXPENSES AND OTHER LIABILITIES</b>		
Auditors' remuneration payable	754,428	591,301
Rating Fee payable	68,921	-
Withholding tax payable	8,597,951	4,947,203
Other payable	10,000	15,059
	<b>9,431,299</b>	<b>5,553,562</b>

## 10 CONTINGENCIES AND COMMITMENTS

There were no other contingencies and commitments outstanding as at 30 September 2023 (30 June 2023: Nil).

## 11 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 30 September 2023 is 1.52% ( 2023: 1.00%) which includes 0.21% (2023: 0.12%) representing government levies on the Fund such as provision for 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 money market scheme.

## 12 TAXATION

The Fund's income is exempt from income tax as per 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 available for distribution for the year as reduced by capital gains whether realized or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the management intends to distribute atleast 90% of the income earned by the Fund for year ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these 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 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. It also includes staff retirement benefit funds of the above connected person / related parties.

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.

# Atlas Liquid Fund

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

	September 30, 2023 Un-audited ----- Rupees -----	September 30, 2022 Un-audited ----- Rupees -----
<b>14.1 Transactions during the period</b>		
<b>Atlas Asset Management Limited (Management Company)*</b>		
Remuneration for the period	12,493,398	3,821,675
Sindh sales tax on remuneration of the Management Company	1,624,141	496,818
Remuneration paid	11,218,253	3,110,028
Accounting and operational charges	1,249,340	62,061
Selling & Marketing	1,499,208	-
<b>Central Depository Company of Pakistan Limited</b>		
Remuneration of the Trustee	687,137	477,427
Sindh Sales Tax on remuneration of the Trustee	89,328	62,061
Remuneration paid	617,004	477,757
<b>Atlas Honda Limited</b>		
Issue of 320,259 (2022:188,252) units	160,129,660	94,125,826
Dividend Entitlement	150,868,397	110,736,266
<b>Atlas Metals (Private) Limited</b>		
Issue of 44,618 (2022:7044) units	22,308,892	3,521,910
Dividend Entitlement	1,256,029	4,143,424
Redemption of Nil (2022:44,00) units	-	22,000,000
<b>Atlas Honda Limited (Emp.Prov.Fund)</b>		
Issue of 8,544 (2022:4,891) units	4,272,025	2,445,589
Dividend Entitlement	4,025,917	2,445,589
<b>Shirazi Trading Co. (Pvt.) Ltd. - Emp. Prov. Fund</b>		
Issue of 2,269 (2022:310) units	1,134,529	155,097
Dividend Entitlement	1,069,169	155,097
Redemption of Nil (2022:20,939) units	-	10,469,667
<b>Honda Atlas Cars (Pakistan) Ltd.- Emp. Gratuity. Fund</b>		
Issue of 3,286 (2022:310) units	1,643,102	940,619
Dividend Entitlement	1,548,444	940,619
<b>Atlas Autos (Private) Limited</b>		
Issue of 3,094,810 (2022:6278) units	1,547,405,225	3,138,913
Dividend Entitlement	46,529,645	3,692,839
Redemption of 3,445,924 (2022:20,939) units	1,722,961,826	-
<b>Key Management Personnel of the Management Company</b>		
Issue of 4,856 (2022:2843) units	2,427,960	1,421,624
Dividend Entitlement	2,287,537	1,672,499

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	September 30, 2023 Un-audited	30 June 2023 Audited
<b>14.2 Details of balances with related parties as at the period end are as follows:</b>	<b>----- Rupees -----</b>	
<b>Atlas Asset Management Limited (Management Company)</b>		
Remuneration payable to the management company	4,437,047	3,161,902
Sindh Sales tax payable on remuneration of the Management Company	576,617	410,849
Accounting and operational charges payable	282,524	474,247
Selling & Marketing	1,499,207	679,317
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Trustee fee payable	243,480	173,347
Sindh Sales tax payable on remuneration of trustee	31,652	22,535
<b>Atlas Honda Limited - Employee Provident Fund</b>		
Outstanding 164,793 (June 30, 2023: 156,249 ) units	82,396,493	78,124,507
<b>Atlas Honda Limited</b>		
Outstanding 7,237,663 (June 30, 2023: 6,917,404) units	3,618,831,172	3,458,702,002
<b>Atlas Metals (Private) Limited</b>		
Outstanding 64,177(June 30, 2023: 19,560) units	32,088,497	9,779,851
<b>Shirazi Trading Co. (Pvt.) Limited - Emp. Prov. Fund</b>		
Outstanding 43,764 (June 30, 2023: 41,495) units	21,881,998	20,747,655
<b>Honda Atlas Cars (Pakistan) Ltd.- Emp. Gratuity. Fund</b>		
Outstanding 63,383 (June 30, 2023: 60,096) units	31,691,497	30,048,161
<b>Atlas Autos (Private) Limited</b>		
Outstanding 90,748 (June 30, 2023: 441,861) units	45,373,996	220,930,634
<b>Key Management Personnel of the Management Company</b>		
Outstanding 109,741 (June 30, 2023: 104,885) units	54,870,495	52,442,415

**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.

As required under S.R.O. 592(I)/2023 dated May 17, 2023, the Management Company have developed a policy (without any exemption) to align the interests of its key employees i.e. (Chief Executive Officer and Chief Investment Officer) with those of the unit holders of the CISs managed by the Management Company. Accordingly, 20% of bonuses paid (net of tax) to these employees were retained and invested in the CIS managed by the Management Company. Included in the units above, bonuses paid to key employees in the form of units of the Fund (Atlas Liquid Fund return as on September 30,2023 is 21.09%) include 168 units held by the Chief Executive Officer and 90 units held by the Chief Investments Officer having market value 87,933/- & 47,105/- (30 June 2023 : 84,000 & 45,000) respectively as at September 30,2023.

## 15. FAIR VALUE OF FINANCIAL INSTRUMENTS

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.

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 Liquid 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 significantly different from book value.

## 15.1 Fair value hierarchy

Following hierarchy is used in determining and disclosing the fair value of the following 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: Valuation techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

## 16. GENERAL

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

## 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 30, 2023.

**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

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### Corporate Information

#### **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**

---

Bawaney & Partners

#### **Bankers**

---

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  
HBL Microfinance Bank  
Zarai Taraqiyati Bank Limited

# Atlas Sovereign Fund

## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT SEPTEMBER 30, 2023

		September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	----- (Rupees) -----	-----
<b>ASSETS</b>			
Bank balances	4	10,978,842	8,045,934
Investments	5	481,265,804	518,799,146
Mark-up receivable		30,660,431	8,601,889
Receivable against sale of Investment		-	54,714,220
Deposits, prepayments and other receivable		3,204,138	3,097,602
<b>Total assets</b>		<b>526,109,215</b>	<b>593,258,791</b>
<b>LIABILITIES</b>			
Payable to Atlas Asset Management Limited - Management Company	6	1,796,623	1,830,278
Payable to the Central Depository Company of Pakistan Limited - Trustee	7	26,711	27,505
Payable to the Securities and Exchange Commission of Pakistan	8	32,186	182,552
Payable against redemption of units		37,827	-
Accrued expenses and other liabilities	9	746,708	5,364,773
<b>Total liabilities</b>		<b>2,640,055</b>	<b>7,405,108</b>
<b>NET ASSETS</b>		<b>523,469,160</b>	<b>585,853,683</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>523,469,160</b>	<b>585,853,683</b>
<b>Contingencies and commitments</b>	10		
		----- (Number of units) -----	
<b>Number of units in issue</b>		<b>4,881,837</b>	<b>5,755,910</b>
		----- (Rupees) -----	
<b>Net asset value per unit</b>		<b>107.2279</b>	<b>101.7830</b>

The annexed notes from 1 to 18 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 2023-24

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

		For the Quarter Ended September 30,	
	Note	2023 ----- (Rupees)	2022 -----
<b>INCOME</b>			
Mark-up income	11	31,581,917	42,628,089
Gain on sale of investments - net		512,325	90,512
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		998,484	(63,830)
		<b>1,510,809</b>	<b>26,682</b>
<b>Total income</b>		<b>33,092,726</b>	<b>42,654,771</b>
<b>EXPENSES</b>			
Remuneration of Atlas Asset Management Limited - Management Company	6.1	1,815,144	2,440,066
Sindh Sales Tax on remuneration of Management Company	6.2	235,963	317,207
Accounting and operational charges	6.4	145,211	408,132
Selling and Marketing	6.5	145,211	-
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	7.1	79,866	149,649
Sindh Sales Tax on remuneration of Trustee	7.2	10,379	19,450
Annual fee to the Securities and Exchange Commission of Pakistan	8.1	108,910	54,413
Annual rating fee		133,049	110,507
Annual listing fee		10,181	8,265
Transaction charges		1,695	-
NCCPL - Other Service Charges		112,800	-
Auditors' remuneration		149,503	92,728
Printing charges		-	9,000
Legal and professional charges		6,779	21,325
Bank charges		3,785	6,541
<b>Total expenses</b>		<b>2,958,476</b>	<b>3,637,283</b>
<b>Net income for the period before taxation</b>		<b>30,134,250</b>	<b>39,017,488</b>
Taxation	12	-	-
<b>Net income for the period after taxation</b>		<b>30,134,250</b>	<b>39,017,488</b>
<b>Earnings per unit</b>	13		
<b>Allocation of net income for the period</b>			
Net income for the period after taxation		30,134,250	39,017,488
Income already paid on units redeemed		(3,713,906)	(3,668,616)
		<b>26,420,344</b>	<b>35,348,872</b>
<b>Accounting income available for distribution</b>			
Relating to capital gains		1,510,809	26,682
Excluding capital gains		24,909,535	35,258,360
		<b>26,420,344</b>	<b>35,348,872</b>

The annexed notes from 1 to 18 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 COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	For the Quarter Ended September 30,	
	2023	2022
	----- Rupees -----	
Net income for the period after taxation	30,134,250	39,017,488
Other comprehensive income for the period	-	-
Total comprehensive income for the period	<u>30,134,250</u>	<u>39,017,488</u>

The annexed notes from 1 to 18 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 2023-24

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	September 30, 2023			September 30, 2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
(Rupees)						
<b>Net assets at beginning of the period</b>	<b>568,238,917</b>	<b>17,614,766</b>	<b>585,853,683</b>	<b>1,199,578,052</b>	<b>14,666,082</b>	<b>1,214,244,134</b>
Issuance of 309,985 units (2022: 946,903 units)						
- Capital value (at net asset value per unit at the beginning of the period)	31,551,244	-	31,551,244	96,378,628	-	96,378,628
- Element of income	742,772	-	742,772	1,687,285	-	1,687,285
Total proceeds on issuance of units	32,294,016	-	32,294,016	98,065,913	-	98,065,913
Redemption of 1,184,058 units (2022: 2,954,524 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(120,517,009)	-	(120,517,009)	(300,722,148)	-	(300,722,148)
- Element of income	(581,874)	-	(581,874)	1,528,638	-	1,528,638
- Income already paid on redemption of units	-	(3,713,906)	(3,713,906)	-	(3,668,616)	(3,668,616)
Total payments on redemption of units	(121,098,883)	(3,713,906)	(124,812,789)	(299,193,510)	(3,668,616)	(302,862,126)
Total comprehensive income for the period	-	30,134,250	30,134,250	-	39,017,488	39,017,488
<b>Net assets at the end of the period</b>	<b>479,434,050</b>	<b>44,035,110</b>	<b>523,469,160</b>	<b>998,450,455</b>	<b>50,014,954</b>	<b>1,048,465,409</b>
<b>Undistributed income brought forward comprising of:</b>						
- Realised income		23,298,610			12,993,417	
- Unrealised (loss) / income		(5,683,844)			1,672,665	
		<b>17,614,766</b>			<b>14,666,082</b>	
<b>Accounting income available for distribution</b>						
- Relating to capital gains	1,510,809			26,682		
- Excluding capital gains	24,909,535			35,258,360		
	<b>26,420,344</b>			<b>35,285,042</b>		
<b>Undistributed income carried forward</b>		<b>44,035,110</b>			<b>49,951,124</b>	
<b>Undistributed income carried forward comprising of :</b>						
- Realised income	43,036,626			50,014,954		
- Unrealised gain / (loss)	998,484			(63,830)		
	<b>44,035,110</b>			<b>49,951,124</b>		
<b>Net asset value per unit at beginning of the period</b>	<b>101.7830</b>			<b>101.2604</b>		
<b>Net asset value per unit at end of the period</b>	<b>107.2279</b>			<b>105.0180</b>		

The annexed notes from 1 to 18 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 CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

		For the Quarter Ended September 30,	
		2023	2022
Note		----- Rupees -----	-----
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net income for the period after taxation		30,134,250	39,017,488
<b>Adjustments:</b>			
Mark-up income		(31,581,917)	(42,628,089)
Loss on sale of investments - net		(512,325)	(90,512)
Net unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(998,484)	63,830
		(33,092,726)	(42,654,772)
<b>Decrease / (Increase) in assets</b>			
Advances and Prepayments		-	(31,643)
Receivable against sale of Investment		54,714,220	-
Deposits, prepayments and other receivable		(106,536)	-
		<b>54,607,684</b>	<b>(31,643)</b>
<b>Increase / (Decrease) in liabilities</b>			
Payable to Atlas Asset Management Limited - Management Company		(33,655)	78,812
Payable to the Central Depository Company of Pakistan Limited - Trustee		(794)	(10,646)
Payable to the Securities and Exchange Commission of Pakistan		(150,366)	(349,736)
Redemption Payable		37,827	-
Accrued expenses and other liabilities		(4,618,065)	(7,378,673)
		<b>(4,765,053)</b>	<b>(7,660,243)</b>
		<b>46,884,155</b>	<b>(11,329,169)</b>
Interest received		9,523,375	25,208,818
Investments made during the period		39,044,151	175,849,491
<b>Net cash generated from operating activities</b>		<b>95,451,681</b>	<b>189,729,140</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Amount received on issuance of units		32,294,016	98,065,913
Amount paid on redemption of units		(124,812,789)	(302,862,126)
Cash dividend paid		-	(5,776,900)
<b>Net cash used in financing activities</b>		<b>(92,518,773)</b>	<b>(210,573,113)</b>
<b>Net increase / (decrease) in cash and cash equivalents during the period</b>		<b>2,932,908</b>	<b>(20,843,973)</b>
Cash and cash equivalents at the beginning of the period		8,045,934	43,498,607
<b>Cash and cash equivalents at the end of the period</b>		<b>10,978,842</b>	<b>22,654,634</b>

4

The annexed notes from 1 to 18 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

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

### 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 August 19, 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 May 23, 2017 and September 03, 2018 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 and Tenth Supplements dated March 24, 2015, August 03, 2015, June 23, 2016, October 13, 2016, June 02, 2017, April 18, 2018, August 20, 2018, October 02, 2019, October 30, 2019, April 01, 2020, November 12, 2021 and April 14, 2022 respectively, with the approval of the SECP.
- 1.2 During the year ended June 30, 2021, The Trust Act, 1882 was repealed due to promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act were 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. Accordingly on July 26, 2021, the Trust deed was registered under the Sindh Trusts Act, 2020.
- 1.3 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at Ground Floor, Federation House, Shahrah e Firdousi, Clifton, Karachi.
- 1.4 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 Pakistan Stock Exchange. The units of the Fund are being offered for public subscription on a continuous basis from December 01, 2014 and are transferable and redeemable by surrendering them to the Fund.
- 1.5 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.
- 1.6 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (2021: AM2+) on 23 December 2022 and maintained the Fund rating to AA-(f) on 18 October 2023.
- 1.7 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.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of Compliance

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

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

# Atlas Sovereign Fund

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the IAS 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 June 30, 2023.

The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at 30 September 2023 have been extracted from the annual published audited financial statements of the Fund for the year ended 30 June 2023, 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 period ended 30 September 2022.

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

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 2023.

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 2023.

		September 30, 2023 Un-audited	June 30, 2023 Audited
	Note	----- (Rupees) -----	
<b>4 BANK BALANCES</b>			
Saving accounts	4.1	10,978,842	8,045,934
		<b>10,978,842</b>	<b>8,045,934</b>

**4.1** The rate of return on these accounts ranges between 15% to 20.50% (30 June 2023: 12.90% and 19.50%).

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## 5 INVESTMENTS

### Financial assets at 'fair value through profit or loss'

	Note	September 30, 2023 Un-audited ----- (Rupees) -----	June 30, 2023 Audited
Government securities - Market Treasury Bills	5.1	69,627,804	105,653,646
Government securities - Pakistan Investment Bonds	5.2	381,593,000	380,580,500
Sukuk certificates - Unlisted	5.3	30,045,000	32,565,000
		<b>481,265,804</b>	<b>518,799,146</b>

### 5.1 Government securities - Market Treasury Bills

Particulars	Face value				As at September 30, 2023			Market value as a percentage of	
	As at July 01, 2023	Purchased during the quarter	Sold / matured during the quarter	As at September 30, 2023	Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the Fund	Net assets of the Fund
	----- Rupees -----							----- % Age -----	
03 Months - T-bills	108,000,000	738,000,000	776,000,000	70,000,000	69,626,821	69,627,804	983	14.47%	13.30%
06 Months - T-bills	-	120,000,000	120,000,000	-	-	-	-	-	-
12 Months - T-bills	-	50,000,000	50,000,000	-	-	-	-	-	-
<b>Total as at September 30, 2023</b>	<b>108,000,000</b>	<b>908,000,000</b>	<b>946,000,000</b>	<b>70,000,000</b>	<b>69,626,821</b>	<b>69,627,804</b>	<b>983</b>	<b>14.47%</b>	<b>13.30%</b>
<b>Total as at June 30, 2023</b>					<b>105,740,009</b>	<b>105,653,646</b>	<b>(86,363)</b>	<b>20.37%</b>	<b>18.03%</b>

5.1.1 The cost of investments as on September 30, 2023 is Rs. 66,517,685 (June 30, 2023: Rs. 103,281,000).

### 5.2 Government securities - Pakistan Investment Bonds

Particulars	Face value				As at September 30, 2023			Market value as a percentage of	
	As at July 01, 2023	Purchased during the quarter	Sold / matured during the quarter	As at September 30, 2023	Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the Fund	Net assets of the Fund
	----- Rupees -----							----- % Age -----	
05 Years PIB - Floating	317,500,000	-	-	317,500,000	309,158,000	309,675,500	517,500	64.35%	59.16%
10 Years PIB - Floating	75,000,000	-	-	75,000,000	71,422,500	71,917,500	495,000	14.94%	13.74%
<b>Total as at September 30, 2023</b>	<b>392,500,000</b>	<b>-</b>	<b>-</b>	<b>392,500,000</b>	<b>380,580,500</b>	<b>381,593,000</b>	<b>1,012,500</b>	<b>79.29%</b>	<b>72.90%</b>
<b>Total as at June 30, 2023</b>					<b>386,080,480</b>	<b>380,580,500</b>	<b>(5,499,980)</b>	<b>73.36%</b>	<b>64.96%</b>

5.2.1 The cost of investments as on September 30, 2023 is Rs. 387,782,000 (June 30, 2023: Rs. 387,782,000).

### 5.3 Sukuk certificates - unlisted

Name of investee company	Profit payments / principal redemptions	Maturity Date	Profit rate	As at July 01, 2023	Purchased during the quarter	Sold / matured during the quarter	As at September 30, 2023	Carrying value as at September 30, 2023	Market value as at September 30, 2023	Unrealised appreciation / (diminution)	Market value as a percentage of		
											Total market value of investments of the Fund	Net assets of the Fund	
----- Rupees -----												----- % Age -----	
OBS AGP Private Limited (face Value Rs. 75,000)	Quarterly	July 15, 2026	3 months Kibor plus 1.55%	400	-	-	400	30,060,063	30,045,000	(15,063)	6.24%	5.74%	
Total as at September 30, 2023				-	-	-	400	30,060,063	30,045,000	(15,063)	6.24%	5.74%	
Total as at June 30, 2023								32,662,501	32,565,000	(97,501)	6.28%	5.56%	

# Atlas Sovereign Fund

6	PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	September 30, 2023 Un-audited	June 30, 2023 Audited
			----- (Rupees) -----	-----
	Management fee payable	6.1	537,367	553,251
	Sindh sales tax payable on management fee	6.2	208,704	210,775
	Federal Excise Duty payable on management fee	6.3	905,341	905,341
	Accounting and operational charges payable	6.4	-	66,387
	Selling and marketing expenses payable	6.5	145,211	94,524
			<b>1,796,623</b>	<b>1,830,278</b>

**6.1** As per regulation 61 of the NBFC Regulations, the Management Company of the Fund is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the average rate of 1.25% (June 30, 2023 : 1.04%) on the average annual net assets.

**6.2** During the period, an amount of Rs. 235,963 (Sep 30, 2022: Rs. 317,207) was charged on account of Sales Tax on remuneration of the Management Company levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

**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 04, 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.

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

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

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 01, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 0.905 million is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been made, the NAV per unit of the Fund would have been higher by Re. 0.19 (June 30, 2023: Re. 0.16).

**6.4** In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

During the period, the Management Company has charged expenses at the rate 0.10% (June 30, 2023 : 0.13%) of the average annual net assets of the Fund from July 01, 2023 to September 30, 2023.

**6.5** 'In accordance with Circular 11 dated July 05, 2019 issued by SECP, with respect to charging selling and marketing expenses, the Management Company, based on its own discretion has charged selling and marketing expenses at the rates of 0.10% (30 June 2023 : 0.10%) of the average annual net assets of the Fund during the period, subject to total expense charged being lower than actual expense incurred.

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7 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	September 30, 2023 Un-audited	June 30, 2023 Audited
		----- (Rupees) -----	
Trustee fee payable	7.1	23,635	24,334
Sindh sales tax payable on Trustee fee	7.2	3,076	3,171
		<b>26,711</b>	<b>27,505</b>

7.1 The trustee is entitled to monthly remuneration for services rendered to the fund at the flat rate of 0.055% p.a. of Net Assets based on the letter no. CCDC/CEO/L-259/01/2021 dated October 11, 2021 issued by CDC.

7.2 During the period, an amount of Rs.10,379 (September 30, 2022: Rs.19,450) was charged on account of Sales Tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	September 30, 2023 Un-audited	June 30, 2023 Audited
		----- (Rupees) -----	
Annual fee payable	8.1	32,186	182,552

8.1 In accordance with the amendment in NBFC Regulations dated 17 May 2023, a Collective Investment Scheme (CIS) is required to pay monthly fee to the SECP. The Fund has recognised SECP Fee at the rate of 0.075% of the average annual net assets of the fund (June 30, 2023: 0.02%).

9 ACCRUED EXPENSES AND OTHER LIABILITIES		September 30, 2023 Un-audited	June 30, 2023 Audited
		----- (Rupees) -----	
Auditors' remuneration payable		181,903	351,000
Withholding tax payable		24,067	4,591,215
Capital gain tax payable		9,558	19,704
Transaction charges payable		143	1,769
Printing charges payable		2,274	2,274
Legal and professional charges payable		350,000	350,000
Other payables		41,549	48,811
		<b>746,708</b>	<b>5,364,773</b>

## 10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2023 and June 30, 2023.

11 MARK-UP INCOME	Note	For the Quarter Ended September 30,	
		2023	2022
		Un-audited ----- (Rupees) -----	
Mark-up on:			
- Bank balances	4.1	774,675	1,104,741
- Sukuk certificates		1,865,028	1,690,806
- Government securities - Pakistan Investment Bonds		21,964,177	16,927,831
- Government securities - Market Treasury Bills		6,978,037	20,782,456
- Commercial papers		-	2,122,255
		<b>31,581,917</b>	<b>42,628,089</b>

# Atlas Sovereign Fund

## 12 TAXATION

The Fund's income is exempt from income tax as per 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 available for distribution for the year as reduced by capital gains whether realized or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the management intends to distribute atleast 90% of the income earned by the Fund for year ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these 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 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, the determination of the cumulative weighted average number of outstanding units for calculating EPU is not practicable.

## 14 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund as at September 30, 2023 is 2.06% (June 30, 2023: 1.65%) which includes 0.25% (June 30, 2023: 0.17%) 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 an "Income Scheme".

## 15 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

- 15.1 Connected persons / related parties 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, entities under common management or directorships, directors and their close family members and key management personnel of the Management Company.
- 15.2 Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund. Transactions with related parties / connected persons are in the normal course of business at contracted rates and terms determined in accordance with market rates.
- 15.3 Remuneration to the Management Company and to the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.
- 15.4 Accounting and operational charges are charged to the Fund by the Management Company subject to the maximum prescribed total expense ratio.

	For the Quarter Ended September 30,	
	2023	2022
	Un-audited	
	----- (Rupees) -----	
<b>15.5 Transactions during the quarter:</b>		
<b>Atlas Asset Management Limited (Management Company)</b>		
Remuneration of the Management Company	1,815,144	2,440,066
Sindh Sales Tax on remuneration of Management Company	235,963	317,207
Remuneration Paid	1,831,028	2,302,972
Accounting and operation charges	145,211	408,132
Selling and Marketing	145,211	-
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Remuneration of the Trustee	79,866	149,649
Remuneration Paid	80,565	158,911
Sindh Sales Tax on remuneration of Trustee	10,379	19,450

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		For the Quarter Ended September 30,	
		2023	2022
		Un-audited	
		----- (Rupees) -----	
<b>15.5 Transactions during the quarter: (Cont....)</b>			
<b>Atlas Group of Companies, Management Staff Gratuity Fund (Retirement Benefit Plan of a Group Company)</b>			
Issue of Nil units (2022: 619,151 units)	-	64,000,000	
<b>Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund</b>			
Redemption of 996,884 units (2022: Nil units)	105,000,000	-	
<b>Atlas Honda Limited (Group Company)</b>			
Issue of Nil units (2022: 63,107 units)	-	6,596,361	
<b>Atlas Foundation (Trust having common Director / Trustee)</b>			
Redemption of Nil units (2022: 937,186 units)	-	96,085,774	
<b>Shirazi Investments (Private) Limited (Group Company)</b>			
Redemption of Nil units (2022: 1,994,554 units)	-	204,417,639	
<b>Directors and their close family members and key management personnel of the Management Company</b>			
Issue of Nil units (2022: 13,752 units)	-	1,423,896	
Redemption of 3 units (2022: 17,357 units)	283	1,803,944	
	<b>September 30,</b>	<b>June 30,</b>	
	<b>2023</b>	<b>2023</b>	
	<b>Un-audited</b>	<b>Audited</b>	
	----- (Rupees) -----		
<b>15.6 Balances outstanding as at period / year end</b>			
<b>Atlas Asset Management Limited (Management Company)</b>			
Management fee payable	537,367	553,251	
Sindh sales tax payable on management fee	208,704	210,775	
Federal Excise Duty payable on management fee	905,341	905,341	
Accounting and operational charges payable	-	66,387	
Selling and marketing expenses payable	145,211	94,524	
Outstanding 83,402 (June 30, 2023: 83,402) units	8,943,021	8,488,906	
<b>Central Depository Company of Pakistan Limited (Trustee)</b>			
Trustee fee payable	23,635	24,334	
Sindh sales tax payable on Trustee fee	3,076	3,171	
<b>Shirazi Trading Company (Private) Limited (Employees provident fund)</b>			
Outstanding 510,976 (June 30, 2023: 510,976) units	54,790,883	52,008,670	
<b>Atlas Group of Companies, Management Staff Gratuity Fund (Retirement Benefit Plan of a Group Company)</b>			
Outstanding 1,647,986 units (June 30, 2023: 1,647,986 units)	176,710,078	167,736,959	
<b>Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund (Retirement Benefit Plan of Group Company)</b>			
Outstanding 1,417,821 units (June 30, 2023: 2,414,705 units)	152,029,968	245,775,919	
<b>Directors and their close family members and key management personnel of the Management Company</b>			
Outstanding 256,793 units (June 30, 2023: 789,975 units)	27,535,374	80,406,025	

# Atlas Sovereign Fund

- 15.7 As required under S.R.O. 592(I)/2023 dated May 17, 2023, the Management Company have developed a policy (without any exemption) to align the interests of its key employees i.e. (Chief Executive Officer and Chief Investment Officer) with those of the unit holders of the CISs managed by the Management Company. Accordingly, 20% of bonuses paid (net of tax) to these employees were retained and invested in the CIS managed by the Management Company. Included in the units above, bonuses paid to key employees in the form of units of the Fund (Atlas Sovereign Fund return as on September 30, 2023 is 21.22%) includes 829 units held by the Chief Executive Officer and 444 units held by the Chief Investments Officer having market value 88,925/- & 47,638/- (30 June 2023 : 84,409/- & 45,219/-) respectively as at September 30, 2023.

## 16 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

Financial assets which are tradeable in an open market are revalued at 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.

### 16.1 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).

## 17 GENERAL

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

## 18 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 30, 2023.

**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

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### Corporate Information

#### **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  
HBL Microfinance Bank  
JS Bank Limited  
MCB Bank Limited  
Samba Bank Limited  
Soneri Bank Limited  
Zarai Taraqiati Bank Limited

# Atlas Income Fund

## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT SEPTEMBER 30, 2023

		September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	----- Rupees -----	----- Rupees -----
<b>ASSETS</b>			
Cash and bank balances	4	90,646,094	33,096,503
Investments	5	3,492,211,940	3,471,494,778
Receivable against sale of units		-	5,000,000
Receivable against sale of investments		-	34,818,140
Mark-up receivable		70,049,061	34,104,536
Deposits and other receivables		10,234,239	9,409,367
<b>Total assets</b>		<b>3,663,141,334</b>	<b>3,587,923,324</b>
<b>LIABILITIES</b>			
Payable to Atlas Asset Management Limited - Management Company	6	32,736,958	32,572,820
Payable to the Central Depository Company of Pakistan Limited - Trustee	7	251,918	244,762
Payable to the Securities and Exchange Commission of Pakistan	8	222,747	760,848
Payable against redemption of units		-	100,081
Dividend payable		203,532	981,850
Accrued expenses and other liabilities	9	2,026,006	60,931,241
<b>Total liabilities</b>		<b>35,441,160</b>	<b>95,591,602</b>
<b>NET ASSETS</b>		<b>3,627,700,173</b>	<b>3,492,331,722</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>3,627,700,173</b>	<b>3,492,331,722</b>
<b>Contingencies and commitments</b>	10		
		----- Number of units -----	
<b>Number of units in issue</b>		<b>6,561,018</b>	<b>6,647,647</b>
		----- Rupees -----	
<b>Net asset value per unit</b>		<b>552.9172</b>	<b>525.3486</b>

The annexed notes 1 to 18 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 2023-24

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	For the Quarter Ended September 30,	
		2023 ----- (Rupees) -----	2022 -----
<b>INCOME</b>			
Mark-up income	11	199,096,574	100,350,565
Gain on sale / maturity of investments - net		3,630,789	88,643
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss '		(3,026,733)	461,521
		<b>604,056</b>	<b>550,164</b>
<b>Total income</b>		<b>199,700,630</b>	<b>100,900,729</b>
<b>EXPENSES</b>			
Remuneration of Atlas Asset Management Limited - Management Company	6.1	11,224,046	5,878,403
Sindh Sales Tax on remuneration of Management Company	6.2	1,459,126	764,192
Accounting and operational charges	6.4	897,924	983,556
Selling and Marketing Charges	6.5	1,436,678	-
Remuneration of Central Depository Company of Pakistan Limited - Trustee	7.1	673,443	491,784
Sindh Sales Tax on remuneration of Trustee	7.2	87,547	63,932
Annual fees to the Securities and Exchange Commission of Pakistan	8.1	673,443	131,142
Auditors' remuneration		237,837	202,661
Annual rating fee		175,286	159,459
Annual listing fee		10,181	6,931
Securities transaction cost		85,625	95,185
Legal and professional charges		7,965	21,325
Bank charges		6,147	10,805
<b>Total operating expenses</b>		<b>16,975,248</b>	<b>8,818,375</b>
<b>Net income from operating activities</b>		<b>182,725,382</b>	<b>92,082,354</b>
<b>Net income for the period before taxation</b>		<b>182,725,382</b>	<b>92,082,354</b>
Taxation	12	-	-
<b>Net income for the period after taxation</b>		<b>182,725,382</b>	<b>92,082,354</b>
<b>Earnings per unit</b>	13		
<b>Allocation of net income for the period</b>			
Net income for the period after taxation		182,725,382	92,082,354
Income already paid on redemption of units		(1,879,120)	(8,827,401)
		<b>180,846,262</b>	<b>83,254,953</b>
<b>Accounting income available for distribution</b>			
- Relating to capital gains		604,056	550,164
- Excluding capital gains		180,242,206	82,704,789
		<b>180,846,262</b>	<b>83,254,953</b>

The annexed notes 1 to 18 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 COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	For the Quarter Ended September 30,	
	2023	2022
	----- (Rupees) -----	
<b>Net income for the period after taxation</b>	182,725,382	92,082,354
Other comprehensive income for the period	-	-
<b>Total comprehensive income for the period</b>	<b>182,725,382</b>	<b>92,082,354</b>

The annexed notes 1 to 18 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 2023-24

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	SEPTEMBER 30, 2023			SEPTEMBER 30, 2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)					
<b>Net assets as at the beginning of the period</b>	3,260,715,772	231,615,950	3,492,331,722	2,446,718,303	219,118,884	2,665,837,187
Issuance of 50,245 units (2022:82,844 units)						
- Capital value (at net asset value per unit at the beginning of the period)	26,395,927	-	26,395,927	43,365,777	-	43,365,777
- Element of income	570,667	-	570,667	1,103,187	-	1,103,187
Total proceeds on issuance of units	<b>26,966,593</b>	<b>-</b>	<b>26,966,593</b>	<b>44,468,964</b>	<b>-</b>	<b>44,468,964</b>
Redemption of 136,873 units (2022: 722,368 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(71,906,101)	-	(71,906,101)	(378,133,189)	-	(378,133,189)
- Element of income	(538,304)	-	(538,304)	(218,570)	-	(218,570)
- Income already paid on redemption of units	-	(1,879,120)	(1,879,120)	-	(8,827,401)	(8,827,401)
Total payment on redemption of units	<b>(72,444,405)</b>	<b>(1,879,120)</b>	<b>(74,323,524)</b>	<b>(378,351,759)</b>	<b>(8,827,401)</b>	<b>(387,179,160)</b>
Total comprehensive income for the period	-	182,725,382	182,725,382	-	92,082,354	92,082,354
<b>Net assets as at the end of the period</b>	<b>3,215,237,961</b>	<b>412,462,212</b>	<b>3,627,700,173</b>	<b>2,112,835,508</b>	<b>302,373,837</b>	<b>2,415,209,345</b>
Undistributed income brought forward comprising of:						
- Realised income	270,660,867			212,606,523		
- Unrealised (loss) / income	(39,044,917)			6,512,361		
	<b>231,615,950</b>			<b>219,118,884</b>		
Accounting income available for distribution:						
- Relating to capital gains	604,056			550,164		
- Excluding capital gains	180,242,206			82,704,789		
	<b>180,846,262</b>			<b>83,254,953</b>		
<b>Undistributed income carried forward</b>	<b>412,462,212</b>			<b>302,373,837</b>		
Undistributed income carried forward comprising of:						
- Realised income	411,858,156			301,823,673		
- Unrealised income	604,056			550,164		
	<b>412,462,212</b>			<b>302,373,837</b>		
<b>Net asset value per unit at the beginning of the period</b>	<b>525.3486</b>			<b>523.4631</b>		
<b>Net asset value per unit at the end of the period</b>	<b>552.9172</b>			<b>542.3575</b>		

The annexed notes 1 to 18 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 CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	For the Quarter Ended September 30,	
	2023	2022
Note	Rupees	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period before taxation	182,725,382	92,082,354
<b>Adjustments:</b>		
Mark-up income	(199,096,574)	(100,350,565)
Gain on sale of investments - net	(3,630,789)	(88,643)
Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss '	3,026,733	(461,521)
	<b>(16,975,248)</b>	<b>(100,900,729)</b>
<b>Decrease / (Increase) in assets</b>		
Receivable against sale of investments	34,818,140	-
Receivable against sale of units	5,000,000	-
Deposits prepayments and other receivables	(824,872)	(49,206)
	<b>38,993,268</b>	<b>(49,206)</b>
<b>Increase / (Decrease) in liabilities</b>		
Payable to Atlas Asset Management Limited - Management Company	164,138	56,355
Payable to the Central Depository Company of Pakistan Limited - Trustee	7,156	(34,800)
Payable to the Securities and Exchange Commission of Pakistan	(538,101)	(760,187)
Payable against purchase of investments	(100,081)	-
Dividend payable	(778,318)	(140,241)
Accrued expenses and other liabilities	(58,905,235)	(24,395,576)
	<b>(60,150,442)</b>	<b>(25,274,449)</b>
Mark-up received	163,152,049	82,267,416
Amount (paid) / received on purchase and sale / maturity of investments - net	(20,113,106)	(1,209,599,449)
<b>Net cash generated from / (used in) operating activities</b>	<b>104,906,522</b>	<b>(1,161,474,063)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Amount received on issuance of units	26,966,593	44,468,964
Amount paid on redemption of units	(74,323,524)	(387,179,160)
<b>Net cash used in financing activities</b>	<b>(47,356,931)</b>	<b>(342,710,196)</b>
<b>Net increase / (decrease) in cash and cash equivalents during the period</b>	<b>57,549,591</b>	<b>(1,504,184,259)</b>
Cash and cash equivalents at beginning of the period	33,096,503	1,542,301,936
<b>Cash and cash equivalents at end of the period</b>	<b>4 90,646,094</b>	<b>38,117,678</b>

The annexed notes 1 to 18 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

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

### 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 February 20, 2003 between Atlas Asset Management Limited (AAML) as the Management Company and MCB Financial Services Limited (MCBFSL) as the Trustee. MCBFSL resigned on June 11, 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 June 11, 2005, October 29, 2007, June 23, 2010, November 12, 2010, and May 23, 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, Thirteenth and Fourteen Supplements dated June 21, 2005, October 29, 2007, February 29, 2008, June 23, 2010, November 12, 2010, October 14, 2013, 24 September, 2015, August 03, 2015, April 13, 2016, September 26, 2016, June 02, 2017, October 02, 2019, October 30, 2019, and April 01, 2020 respectively with the approval of the SECP.
- 1.2 During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act were 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. Accordingly on July 26, 2021, the Trust deed was registered under the Sindh Trusts Act, 2020.
- 1.3 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at Ground Floor, Federation House, Shahrah e Firdousi, Clifton, Karachi.
- 1.4 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 September 22, 2004 and are transferable and redeemable by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.5 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.
- 1.6 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (2021: AM2+) on 23 December 2022 and maintained the Fund rating to AA-(f) on 18 October 2023.
- 1.7 Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as trustee of the Fund.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34: 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

# Atlas Income Fund

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

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the requirements of International Accounting Standard (IAS) 34: 'Interim Financial Reporting', the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

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 June 30, 2023.

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 2023.

The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at 30 September 2023 have been extracted from the annual published audited financial statements of the Fund for the year ended 30 June 2023, 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 period ended 30 September 2022.

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted and the methods of computation of balance used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

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 2023.

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 2023.

		Sepetmber 30, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	----- Rupees -----	
<b>4 CASH AND BANK BALANCES</b>			
Bank balances:			
- Saving accounts	4.1	90,504,286	33,091,503
- Current accounts		-	5,000
Cheques in hand	4.2	141,808	-
		<b>90,646,094</b>	<b>33,096,503</b>

**4.1** The rate of profit on these savings accounts ranges between 15.00% to 20.50% (June 30, 2023: 12.25% to 19.75%) per annum.

**4.2** These denote cheques received against issue of units which were cleared latest by October 10, 2023 (June 30, 2023:Nil).

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## 5 INVESTMENTS

### Financial assets at 'fair value through profit or loss'

	Note	September 30, 2023 (Un-audited) Rupees	June 30, 2023 (Audited) Rupees
Term finance certificates - unlisted	5.1	399,798,423	405,115,783
Sukuk certificates - listed	5.2	82,623,577	89,553,750
Government securities - Ijarah Sukuk	5.3	124,975,000	-
Government securities - Market Treasury Bills	5.4	2,256,957,440	2,351,272,745
Government securities - Pakistan Investment Bonds	5.5	627,857,500	625,552,500
		<b>3,492,211,940</b>	<b>3,471,494,778</b>

### 5.1 Term Finance Certificates - Unlisted

(Certificates having a face value of Rs 100,000 each unless stated otherwise)

Name of Investee Company	As at July 01, 2023	Purchased during the year	Disposed / matured during the year	As at Sep 30, 2023	Carrying Value as at Sep 30, 2023	Market Value as at Sep 30, 2023	Market value as a percentage of total investments	Market value as a percentage of net assets
<b>BANKS</b>	<b>Number of certificates</b>				<b>Rupees</b>		<b>Percentage</b>	
Askari Bank Limited - TFC VII (Face Value Rs. 1,000,000)	150	-	-	150	150,164,400	146,250,000	4.19	4.03
Samba Bank Limited TFC	950	-	-	950	94,905,000	93,479,717	2.68	2.58
Soneri Bank Limited Tier II	500	-	-	500	48,972,704	49,413,115	1.41	1.36
Bank Al Habib Limited (Face Value Rs. 5,000)	12,000	-	-	12,000	61,054,680	60,655,140	1.74	1.67
The Bank of Punjab	500	-	-	500	50,000,000	50,000,000	1.43	1.38
<b>September 30, 2023</b>					<b>405,096,784</b>	<b>399,797,972</b>	<b>11.45</b>	<b>11.02</b>

The terms and conditions of unlisted term finance certificates outstanding as at September 30, 2023 are as follows:

Name of the Investee Company	Rating	Tenure	Profit payments / principal redemptions		Maturity date	Rate of return
BANKS						
Askari Bank Limited - TFC VII (Face Value Rs. 1,000,000)	AA	10 years	Quarterly	1,000,000	Mar 2030	3 month KIBOR + 1.20%
Samba Bank Limited TFC	AA-	10 years	Semi-annually	99,900	Mar 2031	6 month KIBOR + 1.25%
Soneri Bank Limited Tier II	A+	10 years	Semi-annually	99,980	Dec 2032	6 month KIBOR + 1.70%
Bank Al Habib Limited (Face Value Rs. 5,000)	AA	10 years	Semi-annually	5,000	Dec 2032	6 month KIBOR + 1.35%
The Bank of Punjab	AA	10 years	Semi-annually	100,000	Mar 2033	6 month KIBOR +1.35%

### 5.2 Sukuk cetificates - unlisted

Name of Investee Company	As at July 01, 2023	Purchased during the year	Disposed / matured during the year	As at Sep 30, 2023	Carrying Value as at Sep 30, 2023	Market Value as at Sep 30, 2023	Market value as a percentage of total investments	Market value as a percentage of net assets
<b>Pharmaceutical</b>	<b>Number of certificates</b>				<b>Rupees</b>		<b>Percentage</b>	
OBS AGP Private Limited Sukuk Certificates (Face Value Rs. 75,000)	1,100	-	-	1,100	82,665,173	82,623,750	2.37	2.28
<b>Total - September 30, 2023</b>					<b>82,665,173</b>	<b>82,623,750</b>	<b>2.37</b>	<b>2.28</b>
<b>Total - June 30, 2023</b>					<b>89,822,046</b>	<b>89,553,750</b>	<b>2.58</b>	<b>2.56</b>

The terms and conditions of these sukuk certificates are as follows:

Name of the Investee Company	Rating	Tenure	Profit payments / principal redemptions	Maturity date	Rate of return
OBS AGP Private Limited - Sukuk	A+	5 years	Quarterly	July 2026	3 month KIBOR + 1.55%

# Atlas Income Fund

## 5.3 Government Securities - Ijarah Sukuk

Tenor	As at July 01, 2023	Purchased during the year	Disposed / matured during the year	As at Sep 30, 2023	Carrying Value as at Sep 30, 2023	Market Value as at Sep 30, 2023	Market value as a percentage of total investments	Market value as a percentage of net assets
	----- Face value (Rupees) -----				----- Rupees -----		----- Percentage -----	
1 Year	-	125,000,000	-	125,000,000	125,000,000	124,975,000	3.58	3.45
	-	125,000,000	-	125,000,000	125,000,000	124,975,000	3.58	3.45

5.3.1 The cost of the investment is Rs. 125,000,000 (June 30, 2023: Nil).

5.3.2 Government of Pakistan - Ijarah Sukuk carry yield of 22.7868% per annum and will mature on Sep 20, 2024.

## 5.4 Government securities - Market Treasury Bills

Tenor	As at July 01, 2023	Purchased during the year	Disposed / matured during the year	As at Sep 30, 2023	Carrying Value as at Sep 30, 2023	Market Value as at Sep 30, 2023	Market value as a percentage of total investments	Market value as a percentage of net assets
	----- Face value (Rupees) -----				----- Rupees -----		----- Percentage -----	
3 months	1,050,000,000	4,304,125,000	4,376,000,000	978,125,000	962,831,758	962,993,194	27.58	26.55
6 months	-	845,000,000	845,000,000	-	-	-	-	-
12 months	1,400,000,000	305,000,000	405,000,000	1,300,000,000	1,294,092,184	1,293,964,250	37.05	35.67
Total - September 30, 2023	2,450,000,000	5,454,125,000	5,626,000,000	2,278,125,000	2,256,923,942	2,256,957,444	64.63	62.21
Total - June 30, 2023					2,381,595,778	2,351,272,745	67.73	67.33

5.4.1 The cost of these investments is Rs. 2,054,504,496 (June 30, 2023: 2,214,874,398).

5.4.2 Market Treasury Bills carry yield of 15.59% to 22.75% (June 30, 2023: 15.59% to 22.00% ) per annum.

## 5.5 Government securities - Pakistan Investment Bonds

Tenor	As at July 01, 2023	Purchased during the year	Disposed / matured during the year	As at Sep 30, 2023	Carrying Value as at Sep 30, 2023	Market Value as at Sep 30, 2023	Market value as a percentage of total investments	Market value as a percentage of net assets
	----- Face value (Rupees) -----				----- Rupees -----		----- Percentage -----	
3 Years - Floating	100,000,000	-	-	100,000,000	97,780,000	98,220,000	2.81	2.71
5 Years - Floating	475,000,000	-	-	475,000,000	456,350,000	457,720,000	13.11	12.62
10 Years - Floating	75,000,000	-	-	75,000,000	71,422,500	71,917,500	2.06	1.98
Total - September 30, 2023	650,000,000	-	-	650,000,000	625,552,500	627,857,500	17.98	17.31
Total - June 30, 2023					631,581,775	625,552,500	18.02	17.91

5.5.1 The cost of these investments as at September 30, 2023 is Rs. 632,938,850 (June 30, 2023: Rs. 632,938,850).

5.5.2 Pakistan Investment Bonds carry purchase yield ranging from 8.21% to 17.10% (June 30, 2023: 8.12% to 17.10%) per annum. These securities will mature between June 18, 2023 and June 18, 2030.

## 5.6 Details of non-performing investments

These securities have been classified as non-performing as per the requirements of SECP's Circular 1 of 2009 read

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with the SECP's Circular 33 of 2012 and accordingly an aggregate provision of Rs. 87,012,447/- (2023: Rs. 87,625,727), has been made in accordance with provisioning requirements specified by the SECP.

Non-performing investments	Type of investment	Principal value	Valuation loss	Value of investment before Provision	Provision held	Value of investment after provision	As a percentage of		Suspended mark-up	Payments after declared NPA / financial restructuring	Payments after June 30, 2023
							Net Assets	Gross Assets			
----- Rupees -----      --- Percentage ---      ----- Rupees -----											
Listed											
Azgard Nine Limited	TFC	1,735,255	-	1,735,255	1,735,255	-	-	-	208,938	2,125,163	-
Azgard Nine Limited-VI	TFC	5,738,000	-	5,738,000	5,738,000	-	-	-	123,262	906,001	302,000
Azgard Nine Limited-VII	TFC	13,850,000	-	13,850,000	13,850,000	-	-	-	-	-	-
Telecard Limited	TFC	4,357,613	1,556,330	2,801,283	2,801,283	-	-	-	3,349,823	5,713,618	311,280
Agritech Limited-I	TFC	39,500,370	9,992,000	29,508,370	29,508,370	-	-	-	56,916,794	6,382,649	-
Agritech Limited-II	TFC	11,015,000	-	11,015,000	11,015,000	-	-	-	-	2,949,016	-
Agritech Limited-IV	TFC	9,875,088	2,498,000	7,377,088	7,377,088	-	-	-	14,545,317	2,271,913	-
		86,071,326	14,046,330	72,024,996	72,024,996	-	-	-	75,144,134	20,348,360	613,280
Unlisted											
Agritech Limited	Sukuk	20,062,451	5,075,000	14,987,451	14,987,451	-	-	-	29,528,096	1,831,910	-
As at September 30, 2023		106,133,777	19,121,330	87,012,447	87,012,447	-	-	-	104,672,230	22,180,270	613,280
As at June 30, 2023				88,625,727	88,625,727	-	-	-	100,197,294	21,566,990	1,435,373

## 6 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

	Note	September 30, 2023 (Un-audited) ----- Rupees -----	June 30, 2023 (Audited)
Management fee payable	6.1	3,712,063	3,606,853
Sindh sales tax payable on management fee	6.2	4,005,246	3,991,568
Federal Excise Duty payable on management fee	6.3	23,582,971	23,582,971
Accounting and operational charges payable	6.4	-	432,940
Selling and marketing expenses payable	6.5	1,436,678	958,488
		<b>32,736,958</b>	<b>32,572,820</b>

- 6.1** As per regulation 61 of the NBFC Regulations, the Management Company of the Fund is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the average rate of 1.25% (30 June 2023 : 0.56%) on the average annual net assets.
- 6.2** During the period, an amount of Rs.1,459,126 (Sep 30, 2022: Rs. 764,192) was charged on account of Sales Tax on remuneration of the Management Company levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).
- 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% 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 04, 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.

With effect from July 01, 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.

# Atlas Income Fund

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

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 01, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 23,582,971 is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been made, the NAV per unit of the Fund would have been higher by Re. 3.59 (June 30, 2023: Re. 3.55)

- 6.4** In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

The Management Company based on its own discretion has charged expenses at the rate of 0.10% (June 30, 2023: 0.13%) of average annual net assets of the Fund during the period ended September 30, 2023.

- 6.5** In accordance with Circular 11 dated July 05, 2019 issued by SECP, with respect to charging selling and marketing expenses, the Management Company, based on its own discretion has charged selling and marketing expenses at the rates of 0.16% (30 June 2023 : 0.15%) of the average annual net assets of the Fund during the period, subject to total expense charged being lower than actual expense incurred.

		Sepetmber 30, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	----- Rupees -----	
<b>7 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE</b>			
Trustee fee payable	7.1	222,740	216,407
Sindh sales tax payable on Trustee fee	7.2	29,178	28,355
		<b>251,918</b>	<b>244,762</b>

- 7.1** The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. During the period, the Trustee fee has been charged at the rate of 0.075% (June 30, 2023: 0.075%) of average annual daily net assets of the fund.

- 7.2** During the period, an amount of Rs. 87,547 (September 30, 2022: Rs.63,932) was charged on account of Sales Tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

		Sepetmber 30, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	----- Rupees -----	
<b>8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>			
Annual fee payable	8.1	222,747	760,848

- 8.1** In accordance with the amendment in NBFC Regulations dated 17 May 2023, a Collective Investment Scheme (CIS) is required to pay monthly fee to the SECP. The Fund has recognised SECP Fee at the rate of 0.075% of the average annual net assets of the fund (June 30, 2023: 0.02%).

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9 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	Sepetmber 30, 2023 (Un-audited)	June 30, 2023 (Audited)
		----- Rupees -----	----- Rupees -----
Auditor's remuneration payable		270,238	542,160
Withholding tax payable		269	51,849,133
Capital gain tax payable		1,841	6,892,243
Transaction charges payable		1,155,974	1,163,987
Legal and professional charges payable		70,000	70,000
Zakat payable		18,056	18,056
Other payables		334,343	395,662
		<b>2,026,006</b>	<b>60,931,241</b>

## 10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2023 and as at June 30, 2023.

11 MARK-UP INCOME	Note	For the Quarter Ended Sepetmber 30, 2023 2022 (Un-audited)	
		----- Rupees -----	----- Rupees -----
Mark-up on:			
- Bank balances	4.1	2,093,989	9,752,376
- Sukuk certificates		5,070,868	10,981,991
- Term finance certificates		23,707,263	15,345,374
- Commercial papers		-	2,143,892
- Government securities - Market Treasury Bills		130,739,653	51,701,969
- Government securities - Pakistan Investment Bonds		36,013,115	10,424,963
- Government securities - Ijarah Sukuk		858,407	-
- Non-performing debt securities		613,280	-
		<b>199,096,574</b>	<b>100,350,565</b>

## 12 TAXATION

The Fund's income is exempt from income tax as per 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 available for distribution for the year as reduced by capital gains whether realized or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the management intends to distribute atleast 90% of the income earned by the Fund for year ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these 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 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, the determination of the cumulative weighted average number of outstanding units for calculating EPU is not practicable.

## 14 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund as at September 30, 2023 based on current period results is 1.91% (June 30, 2023: 1.56%) which includes 0.25% (June 30, 2023: 0.17%) representing government levies on the Fund such as sales

# Atlas Income Fund

tax, annual fee to the SECP etc. This ratio is within maximum limit of 2.5% prescribed under NBFC Regulations for a collective investment scheme categorised as 'Income Scheme'.

## 15 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES.

- 15.1** Connected persons / related parties 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, entities under common management or directorships, directors and their close family members and key management personnel of the Management Company.
- 15.2** Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund. Transactions with related parties / connected persons are in the normal course of business at contracted rates and terms determined in accordance with market rates.
- 15.3** Remuneration to the Management Company and to the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.
- 15.4** Accounting and operational charges are charged to the Fund by the Management Company subject to the maximum prescribed total expense ratio.

		For the Quarter Ended September 30,	
		2023	2022
		(Un-audited)	
		----- Rupees -----	
<b>15.5 Transactions during the period</b>			
<b>Atlas Asset Management Limited (Management Company)</b>			
Remuneration of the Management Company including sales tax thereon		11,224,046	5,878,403
Accounting and operational charges		897,924	983,556
Remuneration Paid		11,118,835	5,668,276
Sindh Sales Tax on remuneration of the Management Company		1,459,126	764,192
Selling and Marketing Charges		1,436,678	-
Issue of Nil units (2022: 462 units)		-	249,503
Redemption of Nil units (2022: 462 units)		-	250,176
<b>Central Depository Company of Pakistan Limited (Trustee)</b>			
Trustee fee		673,443	491,784
Sindh Sales Tax on remuneration of Trustee		87,547	63,932
Trustee fee paid		667,110	652,077
<b>Atlas Foundation (Trust having common Director / Trustee)</b>			
Redemption of Nil units (2022: 299,243 units)		-	160,000,000
<b>Atlas Energy Limited</b>			
Issue of Nil (2022: 1 units)		-	803
<b>Atlas Honda Limited (Group Company)</b>			
Issue of Nil units (2022: 22,473 units)		-	12,137,388
<b>Atlas Group of Companies - Management Staff Gratuity Fund (Retirement benefit plan of Group Company)</b>			
Redemption of Nil units (2022: 136,483 units)		-	73,000,000
<b>Shirazi Investments (Private) Limited (Group Company)</b>			
Issue of 12,486 units (2022: Nil units)		6,599,507	-
Redemption of 12,486 units (2022: 134,799 units)		6,684,267	73,000,000

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		For the Quarter Ended September 30,	
		2023	2022
		(Un-audited)	
		----- Rupees -----	
<b>15.5 Transactions during the period (Cont....)</b>			
<b>Shirazi Investments (Pvt.) Ltd. - Employee Provident Fund (Retirement benefit plan of Group Company)</b>			
Issue of Nil units (2022: 5,578 units)	-	2,967,290	
Redemption of Nil units (2022: 8,710 units)	-	4,633,000	
<b>Directors and their close family members and personnel of the Management Company</b>			
Issue of 1,990 units(2022: 12,935 units)	1,052,101	7,007,781	
Redemption of 2,036 units (2022: 22,484 units)	1,093,546	11,961,619	
	<b>September 30, 2023</b>	<b>June 30, 2023</b>	
	<b>(Un-audited)</b>	<b>(Audited)</b>	
	----- Rupees -----		
<b>15.6 Balances outstanding as at period / year end</b>			
<b>Atlas Asset Management Limited (Management Company)</b>			
Management fee payable	3,712,063	3,606,853	
Sindh sales tax payable on management fee	4,005,246	3,991,568	
Federal Excise Duty payable on management fee	23,582,971	23,582,971	
Selling and marketing expenses payable	1,436,678	958,488	
Accounting and operational charges payable	-	432,940	
<b>Central Depository Company of Pakistan Limited (Trustee)</b>			
Trustee fee payable	222,740	216,407	
Sindh sales tax payable on Trustee fee	29,178	28,355	
<b>Atlas Honda Limited (Group Company)</b>			
Outstanding 5,588,037 units (June 30, 2023: 5,588,037 units)	3,089,721,856	2,935,667,415	
<b>Atlas Honda Limited - Non-management Staff Gratuity Fund (Retirement benefit plan of Group Company)</b>			
Outstanding 26,242 units (June 30, 2023: 26,242 units)	14,509,588	13,786,198	
<b>Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund (Retirement benefit plan of Group Company)</b>			
Outstanding 346,096 units (June 30, 2023: 346,096 units)	191,362,642	181,821,049	
<b>Atlas Energy Limited (Group Company)</b>			
Outstanding 9 units (June 30, 2023: 10 units)	5,162	5,253	
<b>Shirazi Investments (Private) Ltd. - Employee Provident Fund (Retirement benefit plan of Group Company)</b>			
Outstanding 17,097 units (June 30, 2023: 17,097 units )	9,453,424	8,981,885	
<b>Shirazi Trading Co. (Pvt.) Limited - Employees Provident Fund</b>			
Outstanding 19,662 units (2023: 19,662 units)	10,871,265	10,329,404	
<b>Directors and their close family members and key management personnel and excutive of the Management Company</b>			
Outstanding 21,827 units (June 30, 2023: 21,906 units)	12,068,524	11,508,286	

# Atlas Income Fund

As required under S.R.O. 592(I)/2023 dated May 17, 2023, the Management Company have developed a policy (without any exemption) to align the interests of its key employees i.e. (Chief Executive Officer and Chief Investment Officer) with those of the unit holders of the CISs managed by the Management Company. Accordingly, 20% of bonuses paid (net of tax) to these employees were retained and invested in the CIS managed by the Management Company. Included in the units above, bonuses paid to key employees in the form of units of the Fund (Atlas Income Fund return as on September 30, 2023 is 20.82%) include 140 units held by the Chief Executive Officer and 75 units held by the Chief Investments Officer having market value 77,376/- & 41,451/- (30 June 2023 : 73,518/- & 39,384/-) respectively as at September 30, 2023.

## 16 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

### 16.1 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).

## 17 GENERAL

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

## 18 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 30, 2023.

**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

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### Corporate Information

**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**

---

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

# Atlas Stock Market Fund

## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT SEPTEMBER 30, 2023

		September 30, 2023 (Un-audited) ----- (Rupees) -----	June 30, 2023 (Audited) -----
Note			
<b>ASSETS</b>			
	Cash and bank balances	4 92,000,195	125,447,968
	Investments	5 9,002,012,174	7,959,118,415
	Dividend receivable	53,496,984	-
	Mark-up receivable on bank balances	1,461,692	17,800
	Receivable against sale of units	1,385,108	-
	Receivable against sale of investments	222,200	7,763,299
	Advances, deposits, prepayments and other receivables	13,646,189	13,625,620
	<b>Total assets</b>	<b>9,164,224,542</b>	<b>8,105,973,102</b>
<b>LIABILITIES</b>			
	Payable to Atlas Asset Management Limited - Management Company	6 58,817,618	61,897,920
	Payable to the Central Depository Company of Pakistan Limited - Trustee	7 929,260	841,574
	Payable to the Securities and Exchange Commission of Pakistan	8 703,304	1,704,072
	Payable against purchase of investments	11,402,260	-
	Payable against redemption of units	327,494	88,087
	Unclaimed dividend	401,732	401,732
	Accrued expenses and other liabilities	9 7,327,503	3,299,769
	<b>Total liabilities</b>	<b>79,909,172</b>	<b>68,233,154</b>
	<b>NET ASSETS</b>	<b>9,084,315,370</b>	<b>8,037,739,948</b>
	<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>	<b>9,084,315,370</b>	<b>8,037,739,948</b>
	<b>Contingencies and commitments</b>	10	
		----- (Number of units) -----	
	<b>Number of units in issue</b>	<b>14,072,150</b>	<b>14,035,265</b>
		----- (Rupees) -----	
	<b>Net asset value per unit</b>	<b>645.5527</b>	<b>572.6817</b>

The annexed notes 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 2023-24

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

		For the Quarter Ended September 30,		
		2023	2022	
		----- (Rupees) -----	-----	
Note				
<b>INCOME</b>				
	Mark-up on bank balances	4.1	4,018,313	2,596,265
	Dividend income		245,063,894	186,493,461
	Gain / (loss) on sale of investments - net		153,701,646	(43,685,517)
	Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		737,653,006	(309,377,258)
			<b>891,354,652</b>	<b>(353,062,775)</b>
	<b>Total income / (loss)</b>		<b>1,140,436,859</b>	<b>(163,973,049)</b>
<b>EXPENSES</b>				
	Remuneration of Atlas Asset Management Limited - Management Company	6.1	57,438,845	56,798,309
	Sindh sales tax on remuneration of the Management Company	6.2	7,467,050	7,383,780
	Accounting and operational charges	6.4	19,529,207	11,359,662
	Selling and Marketing Expense	6.5	13,785,323	-
	Remuneration of the Central Depository Company of Pakistan Limited -Trustee	7.1	2,548,920	2,523,992
	Sindh sales tax on remuneration of the trustee	7.2	331,359	328,119
	Annual fee to the Securities and Exchange Commission of Pakistan	8.1	2,182,676	454,387
	Transaction charges		5,985,984	3,976,568
	Auditors' remuneration		237,837	186,799
	Annual listing fee		10,181	6,931
	Printing charges		-	9,000
	Legal and professional charges		50,760	100,000
	Bank charges		7,990	13,549
	<b>Total expenses</b>		<b>109,576,133</b>	<b>83,141,096</b>
	<b>Net income / (loss) for the period before taxation</b>		<b>1,030,860,726</b>	<b>(247,114,145)</b>
	<b>Taxation</b>	11	-	-
	<b>Net income / (loss) for the period after taxation</b>		<b>1,030,860,726</b>	<b>(247,114,145)</b>
	<b>Earnings per unit</b>	12		
<b>Allocation of net income for the period</b>				
	Net income for the period after taxation		1,030,860,726	-
	Income already paid on redemption of units		(35,663,988)	-
			<b>995,196,738</b>	<b>-</b>
<b>Accounting income available for distribution</b>				
	- Relating to capital gains		891,354,652	-
	- Excluding capital gains		103,842,086	-
			<b>995,196,738</b>	<b>-</b>

The annexed notes 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 Stock Market Fund

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	For the Quarter Ended September 30,	
	2023	2022
	----- (Rupees) -----	
<b>Net income / (loss) for the period before taxation</b>	<b>1,030,860,726</b>	<b>(247,114,145)</b>
Other comprehensive income for the period	-	-
<b>Net income / (loss) for the period after taxation</b>	<b><u>1,030,860,726</u></b>	<b><u>(247,114,145)</u></b>

The annexed notes 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 2023-24

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended September 30, 2023			Quarter ended September 30, 2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	----- (Rupees) -----					
<b>Net assets as at the beginning of the period</b>	<b>7,502,684,690</b>	<b>535,055,258</b>	<b>8,037,739,948</b>	<b>8,221,398,550</b>	<b>855,121,381</b>	<b>9,076,519,932</b>
Issuance of 780,350 units (2022: 61,181 units)						
- Capital value (at net asset value per unit at the beginning of the period)	446,892,100	-	446,892,100	36,282,277	-	36,282,277
- Element of Income	41,651,791	-	41,651,791	-	-	-
<b>Total proceeds on issuance of units</b>	<b>488,543,892</b>	<b>-</b>	<b>488,543,892</b>	<b>36,282,277</b>	<b>-</b>	<b>36,282,277</b>
Redemption of 743,464 units (2022: 439,895 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(425,768,474)	-	(425,768,474)	(258,289,511)	-	(258,289,511)
- Element of Income	(11,396,733)	(35,663,988)	(47,060,721)	-	(1,851,198)	(1,851,198)
<b>Total payments on redemption of units</b>	<b>(437,165,207)</b>	<b>(35,663,988)</b>	<b>(472,829,195)</b>	<b>(258,289,511)</b>	<b>(1,851,198)</b>	<b>(260,140,709)</b>
Total comprehensive income for the period	-	1,030,860,726	1,030,860,726	-	(247,114,145)	(247,114,145)
<b>Net assets as at the end of the period</b>	<b>7,554,063,374</b>	<b>1,530,251,996</b>	<b>9,084,315,370</b>	<b>7,999,391,317</b>	<b>606,156,039</b>	<b>8,605,547,354</b>
Undistributed income brought forward comprising of:						
- Realised income		1,089,559,697			2,294,129,032	
- Unrealised (loss)		(554,504,439)			(1,439,007,651)	
		<b>535,055,258</b>			<b>855,121,381</b>	
Accounting income available for distribution:						
- Relating to capital gains		891,354,652			-	
- Excluding capital gains		103,842,086			(248,965,343)	
		<b>995,196,738</b>			<b>(248,965,343)</b>	
		-			-	
<b>Undistributed income carried forward</b>		<b>1,530,251,996</b>			<b>606,156,039</b>	
Undistributed income carried forward comprising of:						
- Realised income		792,598,990			2,252,478,589	
- Unrealised Income/(loss)		737,653,006			(1,646,322,550)	
		<b>1,530,251,996</b>			<b>606,156,039</b>	
<b>Net asset value per unit at the beginning of the period</b>		<b>572.6817</b>			<b>593.5999</b>	
<b>Net asset value per unit at end of the period</b>		<b>645.5527</b>			<b>577.0918</b>	

The annexed notes 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 Stock Market Fund

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	For the Quarter Ended September 30,	
	2023	2022
Note	Rupees	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net Gain / (loss) for the period before taxation	1,030,860,726	(247,114,145)
<b>Adjustments:</b>		
Mark-up on bank balances	(4,018,313)	(2,596,265)
Dividend income	(245,063,894)	(186,493,461)
	(249,082,207)	(436,203,871)
<b>Decrease/Increase in assets</b>		
Advances, deposits, prepayment and other receivables	(20,569)	(25,833)
Receivable against sale of investments	7,541,099	(117,164,788)
	7,520,530	(117,190,620)
<b>(Decrease)/Increase in liabilities</b>		
Payable to Atlas Asset Management Limited - Management Company	(3,080,302)	(642,485)
Payable to the Central Depository Company of Pakistan Limited - Trustee	87,686	(21,829)
Payable to the Securities and Exchange Commission of Pakistan	(1,000,768)	(1,554,045)
Payable against purchase of investments	11,402,260	-
Payable against redemption of units	239,407	-
Accrued expenses and other liabilities	4,027,734	3,414,709
	11,676,018	1,196,350
Mark-up received on bank balances	2,574,421	2,599,015
Receivable against sale of units	(1,385,108)	
Dividend received	191,566,910	183,198,734
Investments made during the period	(1,042,893,759)	629,364,688
<b>Net cash (used in) / generated from operating activities</b>	<b>(49,162,469)</b>	<b>262,964,295</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Amount received on issuance of units	488,543,892	36,282,277
Amount paid on redemption of units	(472,829,195)	(259,778,045)
<b>Net cash generated / (used in) from financing activities</b>	<b>15,714,696</b>	<b>(223,495,768)</b>
<b>Net (Decrease) / Increase in cash and cash equivalents during the period</b>	<b>(33,447,773)</b>	<b>39,468,527</b>
Cash and cash equivalents at the beginning of the period	125,447,968	51,296,361
<b>Cash and cash equivalents at the end of the period</b>	<b>92,000,195</b>	<b>90,764,888</b>

The annexed notes 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

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

### 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 May 29, 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 June 21, 2005, July 24, 2006, October 29, 2007, March 6, 2008, December 4, 2009 and May 23, 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, Thirteenth and Fourteenth Supplements dated June 21, 2005, July 24, 2006, October 29, 2007, March 6, 2008, December 4, 2009, October 14, 2013, March 24, 2015, August 3, 2015, September 29, 2016, June 2, 2017, September 5, 2019, November 25, 2019 and April 1, 2020 respectively, with the approval of the SECP.
- 1.2 During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act were 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. Accordingly on July 26, 2021, the Trust deed was registered under the Sindh Trusts Act, 2020.
- 1.3 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at Ground Floor, Federation House, Shahrah e Firdousi, Clifton, Karachi.
- 1.4 The Fund has been categorised as an 'Equity Scheme'. The Fund is listed on the Pakistan Stock Exchange Limited. The units of the Fund are being offered to the public for subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.
- 1.5 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 investment objectives and policies are more fully defined in Fund's Offering Document.
- 1.6 The Pakistan Credit Rating Agency (PACRA) Limited maintained the asset manager rating of the Management Company to AM2+ on December 23, 2022 [2022: AM2+ on December 24, 2021].
- 1.7 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.

### 2 BASIS FOR PREPARATION

#### 2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34: 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

# Atlas Stock Market Fund

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the IAS 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 June 30, 2023.

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 2023.

The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at 30 September 2023 have been extracted from the annual published audited financial statements of the Fund for the year ended 30 June 2023, 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 period ended 30 September 2022.

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted and the methods of computation of balance used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

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 2023.

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 2023.

		September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
4 CASH AND BANK BALANCES	Note	----- (Rupees) -----	
Bank balances:			
- Saving accounts	4.1	91,995,195	125,442,968
- Current accounts		5,000	5,000
		<u>92,000,195</u>	<u>125,447,968</u>

4.1 These accounts carry mark-up at the rates of 15 % to 20.50 % (June 30, 2023: 12.25% and 19.75%) per annum.

		September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
5 INVESTMENTS	Note	----- (Rupees) -----	
Financial assets at 'fair value through profit or loss'			
Listed equity securities	5.1	<u>9,002,012,174</u>	<u>7,959,118,415</u>

# First Quarter Report 2023-24

## 5.1 Listed equity securities

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

Name of the investee company	As at July 1, 2023	Purchased during the period	Bonus / right shares received during the period	Sold during the period	As at Sep 30, 2023	Balance as at September 30, 2023			Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
						Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments	Net assets of the Fund	
						----- Rupees -----			----- Percentage -----		
COMMERCIAL BANKS											
Bank Alfalah Limited	9,702,247	-	-	1,924,477	7,777,770	236,755,319	299,210,812	62,455,493	3.32%	3.29%	0.49%
Bank Al Habib Limited	6,858,466	-	-	1,125,703	5,732,763	247,770,017	258,146,318	10,376,301	2.87%	2.84%	0.52%
Habib Bank Limited (Note 5.1.3)	2,861,554	1,050,000	-	1,110,000	2,801,554	211,219,247	253,372,544	42,153,297	2.81%	2.79%	0.19%
Habib Metropolitan Bank Limited	7,092,000	-	-	700,000	6,392,000	193,166,240	231,582,160	38,415,920	2.57%	2.55%	0.61%
MCB Bank Limited	1,184,947	1,129,702	-	-	2,314,649	290,059,924	299,399,848	9,339,924	3.33%	3.30%	0.20%
Meezan Bank Limited	2,160,492	1,080,000	-	-	3,240,492	310,635,425	371,392,788	60,757,363	4.13%	4.09%	0.18%
United Bank Limited (Note 5.1.3)	3,374,290	300,000	-	675,000	2,999,290	357,056,043	430,698,044	73,642,001	4.78%	4.74%	0.25%
	33,233,996	3,559,702	-	5,535,180	31,258,518	1,846,662,214	2,143,802,514	297,140,299	23.81%	23.60%	
INSURANCE											
IGI Holdings Limited	328,200	-	-	-	328,200	27,575,364	27,335,778	(239,586)	0.30%	0.30%	0.23%
Jubilee Life Insurance Company Limited	245,180	-	-	-	245,180	27,820,575	22,992,980	(4,827,594)	0.26%	0.25%	0.24%
	573,380	-	-	-	573,380	55,395,939	50,328,758	(5,067,180)	0.56%	0.55%	
TEXTILE COMPOSITE											
Interloop Limited	2,801,423	1,100,000	-	975,000	2,926,423	109,989,958	132,157,263	22,167,305	1.47%	1.45%	0.21%
Kohinoor Textile Mills Limited	2,063,500	194,000	-	914,000	1,343,500	68,944,916	78,030,480	9,085,564	0.87%	0.86%	0.45%
Nishat Mills Limited	1,459,849	420,000	-	76,500	1,803,349	105,091,031	108,237,007	3,145,976	1.20%	1.19%	0.51%
	6,324,772	1,714,000	-	1,965,500	6,073,272	284,025,905	318,424,750	34,398,845	3.54%	3.51%	
CEMENT											
Cherat Cement Company Limited	1,591,524	90,000	-	10,000	1,671,524	201,992,955	215,927,470	13,934,515	2.40%	2.38%	0.86%
Fauji Cement Company Limited	11,240,125	-	-	11,240,125	-	-	-	-	-	-	-
Kohat Cement Company Limited	1,517,717	470,300	-	-	1,988,017	350,037,020	336,451,997	(13,585,023)	3.74%	3.70%	0.99%
Lucky Cement Limited	823,901	102,748	-	47,500	879,149	467,231,226	496,138,947	28,907,721	5.51%	5.46%	0.28%
Maple Leaf Cement Factory Limited	10,144,633	2,611,818	-	700,000	12,056,451	346,479,799	360,970,143	14,490,344	4.01%	3.97%	1.12%
	25,317,900	3,274,866	-	11,997,625	16,595,141	1,365,741,001	1,409,488,557	43,747,557	15.66%	15.52%	
POWER GENERATION & DISTRIBUTION											
The Hub Power Company Limited	5,948,769	650,000	-	-	6,598,769	465,475,551	582,869,266	117,393,715	6.47%	6.42%	0.51%
Kot Addu Power Company Limited	1,335,000	-	-	-	1,335,000	27,768,000	35,617,800	7,849,800	0.40%	0.39%	0.15%
K-Electric Limited (Note 5.1.2)	9,400,000	-	-	-	9,400,000	16,168,000	18,424,000	2,256,000	0.20%	0.20%	0.10%
Lalpur Power Limited	3,415,000	-	-	3,415,000	-	-	-	-	-	-	-
	20,098,769	650,000	-	3,415,000	17,333,769	509,411,551	636,911,066	127,499,515	7.08%	7.01%	
OIL & GAS MARKETING COMPANIES											
Pakistan State Oil Company Limited	709,512	958,514	-	25,000	1,643,026	190,343,989	201,665,011	11,321,023	2.24%	2.22%	0.35%
Hi-Tech Lubricants Limited	-	806,500	-	-	806,500	20,368,580	17,646,220	(2,722,360)	0.20%	0.19%	0.58%
	709,512	1,765,014	-	25,000	2,449,526	210,712,568	219,311,231	8,598,663	2.44%	2.41%	
OIL & GAS EXPLORATION COMPANIES											
Mari Petroleum Company Limited	329,547	-	-	41,000	288,547	437,044,828	450,162,175	13,117,347	5.00%	4.96%	0.22%
Oil and Gas Development Company Limited (Note 5.1.3)	7,250,345	450,501	-	495,000	7,205,846	566,138,485	695,075,905	128,937,421	7.72%	7.65%	0.17%
Pakistan Oilfields Limited	494,531	-	-	75,000	419,531	168,554,970	163,516,403	(5,038,567)	1.82%	1.80%	0.15%
Pakistan Petroleum Limited (Note 5.1.3)	4,733,088	2,000,000	-	250,000	6,483,088	404,353,793	480,202,328	75,848,535	5.33%	5.29%	0.24%
	12,807,511	2,450,501	-	861,000	14,397,012	1,576,092,076	1,788,956,811	212,864,736	19.87%	19.69%	
ENGINEERING											
Amreli Steels Limited	16,352	-	-	16,352	-	-	-	-	-	-	-
Crescent Steel & Allied Products Limited	291,000	-	-	291,000	-	-	-	-	-	-	-
International Industries Limited	627,989	367,894	-	-	995,883	77,159,041	87,408,651	10,249,610	0.97%	0.96%	0.76%
Mughal Iron & Steel Industries Ltd	1,448,591	130,000	-	87,188	1,491,403	72,944,568	74,361,354	1,416,786	0.83%	0.82%	0.44%
	2,383,932	497,894	-	394,540	2,487,286	150,103,609	161,770,004	11,666,396	1.80%	1.78%	
AUTOMOBILE ASSEMBLER											
Pak Suzuki Motor Company Limited	-	50,000	-	50,000	-	-	-	-	-	-	-
	-	50,000	-	50,000	-	-	-	-	-	-	-
AUTOMOBILE PARTS & ACCESSORIES											
Panther Tyres Limited	-	1,186,000	-	273,500	912,500	22,537,767	20,002,000	(2,535,767)	0.22%	0.22%	0.54%
Thal Limited (Note 5.1.2)	424,000	5,000	-	-	429,000	69,568,380	96,988,320	27,419,940	1.08%	1.07%	1.06%
	424,000	1,191,000	-	273,500	1,341,500	92,106,147	116,990,320	24,884,173	1.30%	1.29%	

# Atlas Stock Market Fund

Name of the investee company	As at July 1, 2023	Purchased during the period	Bonus / right shares received during the period	Sold during the period	As at Sep 30, 2023	Balance as at September 30, 2023			Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
						Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments	Net assets of the Fund	
----- Number of shares held -----						----- Rupees -----			----- Percentage -----		
TECHNOLOGY & COMMUNICATIONS											
Avanceon Limited	267,964	-	-	267,964	-	-	-	-	-	-	-
Air Link Communication Limited	-	2,000,000	-	440,000	1,560,000	38,090,750	36,847,200	(1,243,550)	0.41%	0.41%	0.39%
HUM Network Limited	11,300,400	-	-	-	11,300,400	65,994,336	62,152,200	(3,842,136)	0.69%	0.68%	9.97%
Systems Limited	702,755	92,915	-	165,000	630,670	258,175,847	248,376,766	(9,799,081)	2.76%	2.73%	0.22%
TRG Pakistan Limited	1,185,000	-	-	-	1,185,000	109,174,050	104,303,700	(4,870,350)	1.16%	1.15%	0.22%
	13,456,119	2,092,915	-	872,964	14,676,070	471,434,983	451,679,866	(19,755,117)	5.02%	4.97%	
FERTILIZER											
Engro Fertilizers Limited	1,136,500	922,600	-	210,257	1,848,843	152,815,263	140,364,161	(12,451,103)	1.56%	1.55%	0.14%
Engro Corporation Limited (Note 5.1.3)	1,236,426	-	-	237,245	999,181	259,677,150	239,943,325	(19,733,825)	2.67%	2.64%	0.17%
Fauji Fertilizer Bin Qasim Limited	4,526,000	2,297,500	-	-	6,823,500	83,511,970	93,754,890	10,242,920	1.04%	1.03%	0.53%
Fauji Fertilizer Company Limited	4,728,412	-	-	1,870,965	2,857,447	281,287,083	265,285,379	(16,001,703)	2.95%	2.92%	0.22%
	11,627,338	3,220,100	-	2,318,467	12,528,971	777,291,466	739,347,755	(37,943,711)	8.22%	8.14%	
PHARMACEUTICALS											
Abbott Laboratories (Pakistan) Limited	-	5,000	-	-	5,000	1,999,996	1,727,500	(272,496)	0.02%	0.02%	0.01%
Citi Pharma Limited	2,300,000	-	-	52,000	2,248,000	47,972,320	49,456,000	1,483,680	0.55%	0.54%	0.98%
Haleon Pakistan Limited	64,500	-	-	64,500	-	-	-	-	-	-	-
The Searle Company Limited	-	1,300,000	-	1,300,000	-	-	-	-	-	-	-
AGP Limited	-	265,000	-	50,000	215,000	14,253,291	10,590,900	(3,662,391)	0.12%	0.12%	0.08%
Ferozsons Laboratories Limited	-	350,000	-	-	350,000	51,879,170	48,972,000	(2,907,170)	0.54%	0.54%	0.81%
Highnoon Laboratories Limited	129,470	40,000	-	-	169,470	59,240,131	64,383,348	5,143,217	0.72%	0.71%	0.32%
	2,493,970	1,960,000	-	1,466,500	2,987,470	175,344,908	175,129,748	(215,160)	1.95%	1.93%	
CHEMICALS											
Engro Polymer & Chemicals Limited	2,458,428	700,000	-	-	3,158,428	135,349,309	124,157,805	(11,191,504)	1.38%	1.37%	0.35%
Lucky Core Industries Limited	172,422	-	-	-	172,422	104,167,027	98,646,075	(5,520,952)	1.10%	1.09%	0.19%
	2,630,850	700,000	-	-	3,330,850	239,516,336	222,803,879	(16,712,456)	2.48%	2.45%	
LEATHER & TANNERIES											
Service Global Footwear Limited	823,837	-	-	311,500	512,337	14,283,956	16,707,310	2,423,354	0.19%	0.18%	0.25%
Service Industries Limited	340,636	-	-	-	340,636	89,410,137	112,409,880	22,999,743	1.25%	1.24%	0.72%
	1,164,473	-	-	311,500	852,973	103,694,093	129,117,190	25,423,097	1.43%	1.42%	
FOODS & PERSONAL CARE PRODUCTS											
At-Tahir Limited	829,565	-	-	787,500	42,065	692,390	628,872	(63,518)	0.01%	0.01%	0.02%
Fauji Foods Limited	-	3,000,000	-	-	3,000,000	21,738,207	19,320,000	(2,418,207)	0.21%	0.21%	0.12%
Matco Foods Limited	-	386,000	-	-	386,000	11,402,260	11,572,280	170,020	0.13%	0.13%	0.32%
	829,565	3,386,000	-	787,500	3,428,065	33,832,857	31,521,152	(2,311,705)	0.35%	0.35%	
GLASS & CERAMICS											
Tariq Glass Industries Limited	2,007,798	131,590	-	-	2,139,388	146,650,395	167,984,746	21,334,351	1.87%	1.85%	1.24%
	2,007,798	131,590	-	-	2,139,388	146,650,395	167,984,746	21,334,351	1.87%	1.85%	
PAPER & BOARD											
Packages Limited	161,600	25,225	-	-	186,825	72,064,925	68,815,121	(3,249,805)	0.76%	0.76%	0.21%
	161,600	25,225	-	-	186,825	72,064,925	68,815,121	(3,249,805)	0.76%	0.76%	
MISCELLANEOUS											
Pakistan Aluminium Beverage Cans Limited	-	600,000	-	-	600,000	30,345,331	29,700,000	(645,331)	0.33%	0.33%	0.17%
Shifa International Hospitals Limited	676,200	-	-	-	676,200	82,827,479	78,966,377	(3,861,102)	0.88%	0.87%	1.07%
	676,200	600,000	-	-	1,276,200	113,172,810	108,666,377	(4,506,433)	0.88%	0.87%	
REFINERY											
Attock Refinery Limited	689,500	-	-	450,000	239,500	41,105,385	60,962,330	19,856,941	0.68%	0.67%	0.38%
National Refinery Limited	100,000	110,000	-	210,000	-	-	-	-	-	-	-
	789,500	110,000	-	660,000	239,500	41,105,385	60,962,330	19,856,941	0.68%	0.67%	
Total as at September 30, 2023						8,264,359,168	9,002,012,174	737,653,006	100.00%	100.00%	
Total as at June 30, 2023						8,513,622,854	7,959,118,415	(554,504,439)	100.00%	100.00%	

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- 5.1.1** The cost of listed equity securities as at 30 September 2023 is Rs. 9,475,960,890 (30 June 2023: Rs.9,373,662,492).
- 5.1.2** All shares have a face value of Rs. 10 each except for the shares of K-Electric Limited which have a face value of Rs. 3.5 each and shares of Thal Limited which have a face value Rs. 5 each.
- 5.1.3** The above investments include shares of the following companies which have been pledged with the National Clearing Company of Pakistan Limited (NCCPL) for guaranteeing settlement of the Fund's trades in accordance with Circular no. 11 of 2007 dated October 23, 2007 issued by the SECP. The details of shares which have been pledged are as follows:

	September 30, 2023 (Un-audited)		June 30, 2023 (Audited)	
	Number of shares	Rupees	Number of shares	Rupees
Pakistan Petroleum Limited	297,000	21,998,790	297,000	17,564,580
Engro Corporation Limited	125,000	30,017,500	125,000	32,486,250
Habib Bank Limited	60,000	5,426,400	60,000	4,393,800
United Bank Limited	170,000	24,412,000	170,000	19,981,800
Oil & Gas Development Company Limited	100,000	9,646,000	100,000	7,800,000
	<b>752,000</b>	<b>91,500,690</b>	<b>752,000</b>	<b>82,226,430</b>

6 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	September 30, 2023 (Un-audited) ----- (Rupees) -----	June 30, 2023 (Audited) -----
Management fee payable	6.1	18,511,306	16,565,755
Sindh sales tax payable on management fee	6.2	5,375,281	5,122,359
Federal Excise Duty payable on management fee	6.3	20,301,987	20,301,987
Accounting and operational charges payable	6.4	843,722	12,589,678
Selling and marketing expenses payable	6.5	13,785,323	7,318,141
		<b>58,817,618</b>	<b>61,897,920</b>

- 6.1** As per regulation 61 of the NBFC Regulations, the Management Company of the Fund is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the average rate of 2.50% (30 June 2023 : 2.5%) on the average annual net assets.
- 6.2** During the period, an amount of Rs. 7,467,050 (Sep 30, 2022: Rs. 7,383,780) was charged on account of Sales Tax on remuneration of the Management Company levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).
- 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% 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 04, 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.

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

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or

# Atlas Stock Market Fund

providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 01, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 20.302 million (June 30, 2023: Rs. 20.302 million) is being retained in the condensed interim 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 condensed interim financial statements of the Fund, the net asset value of the Fund as at September 30, 2023 would have been higher by Re 1.44 (June 30, 2023: Re. 1.45) per unit.

- 6.4** In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

The Management Company based on its own discretion has charged expenses at the rate of 0.85% (June 30, 2023: 0.63%) of average annual net assets of the Fund during the period ended September 30, 2023, subject to total expense charged being lower than actual expense incurred.

- 6.5** 'In accordance with Circular 11 dated July 05, 2019 issued by SECP, with respect to charging selling and marketing expenses, the Management Company, based on its own discretion has charged selling and marketing expenses at the rates of 0.60% (30 June 2023 : 0.50%) of the average annual net assets of the Fund during the period, subject to total expense charged being lower than actual expense incurred.

		<b>September 30, 2023 (Un-audited)</b>	<b>June 30, 2023 (Audited)</b>
<b>7 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE</b>	<b>Note</b>	<b>----- (Rupees) -----</b>	
Trustee fee payable	7.1	822,346	744,747
Sindh sales tax payable on Trustee fee	7.2	106,914	96,827
		<b>929,260</b>	<b>841,574</b>

- 7.1** The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. During the period, the tariff structure is as follows:

<b>Average Net Assets Value</b>	<b>Tariff per annum</b>
Up to Rs. 1,000 million	Rs. 0.7 million or 0.20% per annum of Net Assets Value whichever is higher
On an amount exceeding Rs. 1,000 million	Rs. 2.0 million plus 0.10% per annum of Net Assets Value exceeding Rs. 1,000 million

- 7.2** During the year, an amount of Rs. 331,359 (September 30, 2022: Rs.328,119) was charged on account of Sales Tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

		<b>September 30, 2023 (Un-audited)</b>	<b>June 30, 2023 (Audited)</b>
<b>8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>	<b>Note</b>	<b>----- (Rupees) -----</b>	
Annual fee	8.1	703,304	1,704,072

- 8.1** In accordance with the amendment in NBFC Regulations dated 17 May 2023, a Collective Investment Scheme (CIS) is required to pay monthly fee to the SECP. The Fund has recognised SECP Fee at the rate of 0.095% of the average annual net assets of the fund (June 30, 2023: 0.02%).

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	September 30, 2023 (Un-audited) ----- (Rupees) -----	June 30, 2023 (Audited) -----
<b>9 ACCRUED EXPENSES AND OTHER LIABILITIES</b>		
Auditors' remuneration payable	270,238	542,160
NCCPL charges payable	25,000	25,000
Withholding and capital gain tax payable	440,495	431,902
Transaction charges payable	5,690,222	1,447,539
Legal and professional charges payable	350,000	350,000
Zakat payable	45,945	829
Dividend payable	398,983	398,983
Sale load payable	36,536	36,536
Other payables	70,084	66,820
	<u>7,327,503</u>	<u>3,299,769</u>

## 10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2023 and June 30, 2023..

## 11 TAXATION

The Fund's income is exempt from income tax as per 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 available for distribution for the year as reduced by capital gains whether realized or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the management intends to distribute atleast 90% of the income earned by the Fund for year ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these 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.

## 12 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, the determination of the cumulative weighted average number of outstanding units for calculating EPU is not practicable.

## 13 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund as at September 30, 2023 based on current period results is 4.49% (June 30, 2023: 3.89%) which includes 0.46% (June 30, 2023: 0.38%) representing government levies on the Fund such as sales tax, annual fee to the SECP etc. This ratio is within maximum limit of 4.5% prescribed under NBFC Regulations for a collective investment scheme categorised as 'Equity Scheme'.

## 14 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

**14.1** Connected persons / related parties 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, entities under common management or directorships, directors and their close family members and key management personnel of the Management Company.

**14.2** Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund. 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

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

**14.4** Accounting and operational charges are charged by the Management Company subject to the maximum prescribed total expense ratio.

## **14.5 Transactions during the period**

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

	September 30, 2023 (Un-audited)	2022
	----- (Rupees) -----	
Remuneration of the Management Company	57,438,845	56,798,309
Sindh Sales Tax on remuneration of the Management Company	7,467,050	7,383,780
Remuneration paid	55,493,294	57,281,380
Accounting and operational charges	19,529,207	11,359,662
Selling and marketing expenses	13,785,323	-
Issue of 248 units (2022: 892 units)	156,824	526,338
Redemption of 14,978 units (2022: Nil units)	10,000,000	-

### **Central Depository Company of Pakistan Limited (Trustee)**

Remuneration of the Trustee	2,548,920	2,523,992
Sindh Sales Tax on remuneration of the Trustee	331,360	328,119
Remuneration paid	2,471,322	2,632,589
Settlement charges including sales tax thereon	150,522	76,774

### **Atlas Insurance Limited (Group Company)**

Issue of 317,221 units (2022: Nil units)	194,973,669	-
Redemption of 317,221 units (2022: nil units)	194,973,669	-

### **Atlas Metals (Private) Limited (Group Company)**

Redemption of 33,281 units (2022: Nil units)	21,026,677	-
--	------------	---

### **Atlas Group of Companies Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)**

Issue of Nil units (2022: 4,324 units)	-	2,500,000
Redemption of 1,500 units (2022: Nil units)	1,000,000	-

### **Atlas Honda Limited - Employees Provident Fund**

Redemption of 45,499 units (2022: Nil units)	29,301,069	-
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### **Batools Benefit Trust (Trust having common Director / Trustee)**

Redemption of 34,201 units (2022: Nil units)	20,730,000	-
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### **Directors and their close family members and key management personel of the Management Company**

Issue of 322,459 units (2022: 1,848 units)	201,143,238	1,095,917
Redemption of 46,612 units (2022: 202,954 units)	30,000,000	118,000,000

September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
----- (Rupees) -----	

## **14.6 Balances outstanding as at period / year end**

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

Management fee payable	18,511,306	16,565,755
Sindh sales tax payable on management fee	5,375,281	5,122,359
Federal Excise Duty payable on management fee	20,301,987	20,301,987
Accounting and operational charges payable	843,722	12,589,678
Selling and marketing expenses payable	13,785,323	7,318,141
Outstanding 73,772 units (June 30, 2023: 88,503 units)	47,623,950	50,684,048

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		September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
		----- (Rupees) -----	
<b>14.6 Balances outstanding as at period / year end (Cont....)</b>			
<b>Central Depository Company of Pakistan Limited (Trustee)</b>			
Trustee fee payable		822,346	744,747
Sindh sales tax payable on Trustee fee		106,914	96,827
<b>Atlas Foundation (Trust having common Director / Trustee)</b>			
Outstanding 894,455 units (June 30, 2023: 894,455 units)		577,417,944	512,238,102
<b>Atlas Group of Companies Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)</b>			
Outstanding 147,535 units (June 30, 2023: 149,035 units)		95,241,657	85,349,591
<b>Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)</b>			
Outstanding 45,499 units (June 30, 2023: 90,998 units)		29,371,993	52,112,872
<b>Atlas Honda Limited - Non Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)</b>			
Outstanding 20,726 units (June 30, 2023: 20,726 units)		13,379,647	11,869,331
<b>Atlas Insurance Limited (Group Company)</b>			
Outstanding 317,221 units (June 30, 2023: 317,221 units)		204,782,872	181,666,661
<b>Atlas Metals (Private) Limited (Group Company)</b>			
Outstanding Nil units (June 30, 2023: 33,281 units)		-	19,059,656
<b>Batools Benefit Trust (Trust having common Director / Trustee)</b>			
Outstanding 137,541 units (June 30, 2023: 171,742 units)		88,789,862	98,353,501
<b>Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund (Retirement benefit plan of a Group Company)</b>			
Outstanding 169,889 units (June 30, 2023: 169,889 units)		109,672,581	97,292,568
<b>Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)</b>			
Outstanding 5,253 units (June 30, 2023: 5,253 units)		3,391,025	3,008,241
<b>Shirazi Investments (Private) Limited (Group Company)</b>			
Outstanding 3,555,657 units (June 30, 2023: 3,555,657 units)		2,295,363,687	2,036,259,695
<b>Sindh Province Pension Fund (Unit Holder with more than 10% holding)</b>			
Outstanding 1,547,293 units (June 30, 2023: 1,547,293 units)		998,858,955	886,106,191
<b>CDC-Trustee Punjab Pension Fund Trust (Unit Holder with more than 10% holding)</b>			
Outstanding 1,562,207 units (June 30, 2023: 1,562,207 units)		1,008,487,258	894,647,636
<b>Sindh General Provident Investment Fund</b>			
Outstanding 1,395,434 units (June 30, 2023: Nil units)		900,826,010	799,139,359
<b>Directors and their close family members and key management personel of the Management Company</b>			
Outstanding 1,520,047 units (June 30, 2023: 1,244,199 units)		981,270,445	712,530,038

# Atlas Stock Market Fund

**14.7** As required under S.R.O. 592(I)/2023 dated May 17, 2023, the Management Company have developed a policy (without any exemption) to align the interests of its key employees i.e. (Chief Executive Officer and Chief Investment Officer) with those of the unit holders of the CISs managed by the Management Company. Accordingly, 20% of bonuses paid (net of tax) to these employees were retained and invested in the CIS managed by the Management Company. Included in the units above, bonuses paid to key employees in the form of units of the Fund (Atlas Stock Market Fund return as on September 30, 2023 is 12.72%) include 152 units held by the Chief Executive Officer and 82 units held by the Chief Investments Officer having market value 98,314/- & 52,668/- (30 June 2023 : 87,217/- & 46,723/-) respectively as at September 30, 2023.

## 15 FAIR VALUE MEASUREMENT

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

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

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

### 15.1 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).

## 16 GENERAL

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

## 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 30, 2023.

**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

**Head Office- Karachi**

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**Landhi Office- Karachi**

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**Savings Center**

**North Nazimabad Karachi:**  
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**Savings Center - Lahore**

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**Rawalpindi Office**

C/o. Atlas Honda Ltd.  
Ground Floor,  
Islamabad Corporate Center,  
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**Savings Center- Islamabad**

Ground Floor, East End Plaza,  
Plot No. 41, Sector F-6/G6,  
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Blue Area, Islamabad.  
Ph: (92-51) 2871831-34

**Peshawar Office:**

C/o Shirazi Trading Company,  
4th Floor, Marhaba IT Tower,  
University Road, Tehkal,  
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