



Atlas Money Market Fund

Atlas Liquid Fund

Atlas Sovereign Fund

Atlas Income Fund

Atlas Stock Market Fund

THIRD QUARTER REPORT

31 MARCH 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

Atlas Asset Management Limited

Board of Directors of the Management Company

Chairman	Mr. Iftikhar H. Shirazi (Non-Executive Director)
Directors	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)
Chief Executive Officer	Mr. Muhammad Abdul Samad (Executive Director)
Company Secretary	Ms Zainab Kazim

Board Committees

Audit Committee

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

Human Resource & Remuneration Committee

Chairperson	Ms Zehra Naqvi
Members	Mr. Frahim Ali Khan Mr. Ali H. Shirazi Mr. Muhammad Abdul Samad
Secretary	Ms Zainab Kazim

Investment Committee

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

Management Committee

Chairman	Mr. Muhammad Abdul Samad
Members	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
Secretary	Mr. Muhammad Umar Khan

Risk Management Committee

Chairman	Mr. Muhammad Abdul Samad
Members	Mr. Khalid Mahmood
Secretary	Mr. Shaikh Owais Ahmed

Chief Financial Officer

Ms Qurrat-ul-Ain Jafari

Chief Internal Auditor

Mr. M. Uzair Uddin Siddiqui

Registered Office

Ground Floor, Federation House Sharae Firdousi,
Clifton, Karachi - 75600

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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 nine months ended March 31, 2023 of FY23.

THE ECONOMY

The domestic economic activity witnessed broad-based moderation during 9M-FY23 on account of disruptions from monsoon flooding and tightened fiscal/monetary policy stance to tackle inflation, fiscal slippages and external vulnerabilities. Contraction in demand led to sharp decline in 8M-FY23 current account deficit that reduced significantly by 68.04% YoY to stand at US \$3.86 billion, as compared to US \$12.08 billion in same period last year. Import bill for 9M-FY23 declined by 25.34% YoY to US \$43.95 billion while Exports for the same period stood at US \$21.05 billion, down 9.87% YoY. Moreover, worker's remittances of US \$20.53 billion in 9M-FY23 registered a decline of 10.80% YoY. The domestic headline inflation averaged at 27.26% during 9M-FY23 compared to 10.77% in 9M-FY22. High global energy prices, PKR devaluation, fiscal adjustments made in finance supplementary bill and food related supply-side shocks on domestic front (post flood devastation) are key reasons behind significant rise in inflation. Total liquid foreign exchange reserves declined to US \$9.82 billion as of Mar 24, 2023 (SBP's share stood at US \$4.24 billion). The FBR tax collection during 9M-FY23 stood at Rs. 5.16 trillion, below the target of Rs. 5.43 trillion for period under review. The SBP raised policy rate by 725bps to 21.00% during 9M-FY23 to combat inflation, ensure financial stability and maintain growth at sustainable level.

FUND OPERATIONS - AMF

The Net Asset Value per unit of Atlas Money Market Fund increased by 12.01% (total annualized return 16.00%) to Rs. 511.78 as on March 31, 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 15.80%. The AMF total exposure in Treasury Bills, Bank Placements, Pakistan Investment Bonds, Sukuk, Commercial Paper, Bank Balances and others stood at 59.63%, 9.53%, 7.62%, 4.29%, 3.76%, 0.84% and 14.33%, 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. 15.63 billion, with 30.54 million units outstanding as of March 31, 2023.

FUND OPERATIONS - ALF

The ALF provided total annualized return of 15.61% as on March 31, 2023. The ALF total exposure in Treasury Bills, Sukuk, Commercial Papers, Pakistan Investment Bonds, Placement with Banks, Bank Balances and others stood at 54.45%, 14.09%, 13.19%, 11.14%, 5.57%, 0.67% and 0.89%, 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. 2.23 billion, with 4.46 million units outstanding as of March 31, 2023.

FUND OPERATIONS - ASF

The Net Asset Value per unit of Atlas Sovereign Fund increased by 8.75% (total annualized return 11.66%) to Rs. 110.12 as on March 31, 2023. The benchmark average six months PKRV rate stood at 16.92% during the period under review. The ASF total exposure in Pakistan Investment Bonds, Treasury Bills, Sukuks, Bank Balances and others stood at 70.15%, 10.04%, 6.59%, 1.85% and 11.37%, 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. 508 million, with 4.61 million units outstanding as of March 31, 2023.

FUND OPERATIONS - AIF

The Net Asset Value per unit of Atlas Income Fund increased by 10.09% (total annualized return 13.45%) to Rs. 576.30 as on March 31, 2023. The benchmark average six months KIBOR rate stood at 17.11% during the period under review. AIF total exposure in Treasury Bills, Pakistan Investment Bonds, Term Finance Certificates/Sukuk, Commercial Paper, Bank Balances and others stood at 65.50%, 16.53%, 12.42%, 2.42%, 0.88% and 2.24%, 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. 4.04 billion with 7.00 million units outstanding as of March 31, 2023.

Atlas Funds

FUND OPERATIONS - ASMF

The Net Asset Value per unit of Atlas Stock Market Fund decreased by -5.43% to Rs. 561.34 as on March 31, 2023. KSE-100 index declined -3.71% from 41,540.83 points as on June 30, 2022, to 40,000.83 points as on March 31, 2023. The ASMF equity portfolio exposure stood at 96.85% that mainly comprised of Commercial Banks, Oil & Gas Exploration, Cement and Fertilizer sectors. ASMF strategy will continue to focus on dividend plays and stocks which are trading at relatively cheap multiple with prospects of earnings growth. The Net Assets of the Fund stood at Rs. 8.07 billion, with 14.38 million units outstanding as of March 31, 2023.

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 SHC jointly by various AMCs, challenging the levy of FED. In a separate petition the Honorable Sindh High Court declared that the FED was unconstitutional and cannot be charged where provinces are collecting sales tax. FBR has challenged the decision of SHC in the Honorable Supreme Court of Pakistan (SCP). However, without prejudice, the mutual funds and pension funds have on prudent basis maintained the provision for FED till June 30, 2016.

RATINGS

- **Asset Manager Rating**

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

- **Fund Stability Rating - AMF**

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

- **Fund Stability Rating - ALF**

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

- **Fund Stability Rating - ASF**

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

- **Fund Stability Rating - AIF**

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

FUTURE OUTLOOK

The FY23 growth forecast, initially projected in the range of 3% to 4%, has been revised to 2% by SBP based on a preliminary assessment of macroeconomic outlook. Moreover, the SBP's FY23 inflation projection has been revised upwards to 27% - 29% range due to post-flood supply side pressures on food prices, exchange rate depreciation and fiscal adjustments made in finance

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supplementary bill. Thereafter, inflation is expected to gradually decline in range of 5% - 7% by FY25 primarily on the back of ongoing fiscal/monetary measures, administrative measures to resolve food related supply side bottlenecks, much awaited normalization of global energy related commodity prices and beneficial base effects. The current account deficit is expected to remain under 3% of GDP on the back of demand contraction, decline in certain commodity prices and sharp reduction in international freight costs. The conclusion of ninth review under the ongoing IMF's EFF program and flood related financial commitments from international community will help build reserves, curtail pressures on PKR and enable large scale flood rehabilitation activity. Going forward, government's focus towards averting fiscal slippage, provision of targeted assistance to vulnerable segment of society, conservation of energy and policies to reinforce import substitution shall be instrumental in achieving economic and financial stability.

عکریں گے اہل نظر تازہ بستیاں آباد

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

ACKNOWLEDGEMENT

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

Karachi: 27 April 2023

Iftikhar H. Shirazi
Chairman

Corporate Information

Trustee

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

Auditors

EY Ford Rhodes.
Chartered Accountants

Legal Advisers

Bawaney & Partners

Bankers

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

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CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 MARCH 2023

		31 March 2023 Un-audited	30 June 2022 Audited
	Note	Rupees	
Assets			
Cash and bank balances	4	131,632,104	17,877,118,873
Investments	5	13,346,501,058	-
Receivable against sale of Investments		2,166,180,800	-
Receivable against sale of Units		28,305,000	453,577,500
Interest Accrued		50,169,383	36,346,038
Prepayments and other receivables		10,609,473	10,199,092
Total assets		15,733,397,818	18,377,241,503
Liabilities			
Payable to Atlas Asset Management Limited - Management Company	6	35,994,584	26,703,267
Payable to Central Depository Company of Pakistan Limited - Trustee	7	941,501	866,807
Payable to the Securities and Exchange Commission of Pakistan	8	2,869,976	3,934,148
Payable against redemption of units		6,288,292	127,557
Accrued expenses and other liabilities	9	57,112,713	44,721,189
Total liabilities		103,207,066	76,352,968
NET ASSETS		15,630,190,752	18,300,888,535
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		15,630,190,752	18,300,888,535
CONTINGENCIES AND COMMITMENTS	10		
		----- Number of units -----	
NUMBER OF UNITS IN ISSUE		30,540,573	36,060,359
		----- Rupees -----	
NET ASSET VALUE PER UNIT		511.7845	507.5071

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 NINE MONTHS AND QUARTER ENDED 31 MARCH 2023

		For the Nine Months Ended		For the Quarter Ended	
		31 March		31 March	
		2023	2022	2023	2022
Note		Rupees			
Income					
		431,701,580	891,432,363	41,068,496	315,225,568
		1,741,318,122	479,006,330	634,207,528	136,568,312
		27,367,251	-	27,367,251	-
		86,651,555	37,572,050	26,775,323	39,536,222
		(11,391,988)	(611,241)	(14,744,384)	(611,241)
		75,259,567	36,960,809	12,030,939	38,924,981
Total Income		2,275,646,520	1,407,399,502	687,306,963	490,718,861
Expenses					
		72,469,977	19,602,236	26,576,364	7,432,696
		9,421,097	2,548,291	3,454,926	966,251
		7,892,581	9,341,779	2,407,219	2,554,988
		1,026,035	1,214,432	312,913	332,149
		2,870,011	3,177,335	875,334	929,087
		12,523,351	-	4,376,666	-
		473,020	391,219	155,258	128,502
		20,643	20,644	6,780	6,781
		178,946	314,311	73,201	133,979
		953,711	547,655	298,389	179,887
		67,874	54,347	43,449	10,417
		73,775	206,173	25,649	163,273
		102,339	78,665	3,232	23,691
		-	(91,874,642)	-	-
		108,073,360	(54,377,555)	38,609,380	12,861,701
Net income for the period before taxation		2,167,573,160	1,461,777,057	648,697,583	477,857,160
		-	-	-	-
Net income for the period after taxation		2,167,573,160	1,461,777,057	648,697,583	477,857,160
Earning per unit					
		2,167,573,160	1,461,777,058	648,697,583	477,857,161
		(292,340,696)	(123,135,720)	(65,261,696)	(55,724,059)
		1,875,232,464	1,338,641,338	583,435,887	422,133,102
Accounting income available for distribution:					
		75,259,567	36,960,809	12,030,939	38,924,981
		1,799,972,897	1,301,680,529	571,404,948	383,208,121
		1,875,232,464	1,338,641,338	583,435,887	422,133,102

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

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CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2023

	For the Nine Months Ended 31 March		For the Quarter Ended 31 March	
	2023	2022	2023	2022
	----- Rupees -----			
Net income for the period after taxation	2,167,573,160	1,461,777,057	648,697,583	477,857,160
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	2,167,573,160	1,461,777,057	648,697,583	477,857,160

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 NINE MONTHS ENDED 31 MARCH 2023

	For the period ended March 2023			For the period ended March 31, 2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)		
Net assets at beginning of the period	18,171,918,580	128,969,955	18,300,888,535	24,121,020,637	107,804,715	24,228,825,352
Issuance of units 92,397,939 (2022: 50,337,235 units)						
- Capital value	46,892,609,943	-	46,892,609,943	25,464,449,430	-	25,464,449,430
- Element of income	450,058,287	-	450,058,287	167,296,782	-	167,296,782
	38,460,830,249	-	47,342,668,230	25,631,746,212	-	25,631,746,212
Redemption of 97,917,724 units (2022 : 75,166,251 units)						
- Capital value	(49,693,940,456)	-	(49,693,940,456)	(38,024,877,557)	-	(38,024,877,557)
- Element of Income	(150,303,234)	(292,340,696)	(442,643,930)	(99,403,991)	(123,135,720)	(222,539,711)
	(49,844,243,690)	(292,340,696)	(50,136,584,386)	(38,124,281,548)	(123,135,720)	(38,247,417,268)
Total comprehensive income for the period	-	2,167,573,160	2,167,573,160	-	1,461,777,058	1,461,777,058
First interim distribution of Rs.4.25 per unit declared on 22 July 2022 (30 July 2021: 2.85 per unit declared on 30 July 2021)	(10,476,836)	(144,242,084)	(154,718,920)	(2,947,638)	(117,249,323)	(120,196,961)
Second interim distribution of Rs.5.25 per unit declared on 18 August 2022 (27 August 2021: 4.85 per unit declared on 27 August 2021)	(31,892,468)	(178,620,134)	(210,512,602)	(11,191,743)	(218,841,446)	(230,033,189)
Third interim distribution of Rs.6.8 per unit declared on 23 September 2022 (24 September 2021: 2.75 per unit declared on 24 September 2021)	(57,811,001)	(239,533,902)	(297,344,903)	(4,428,102)	(127,890,777)	(132,318,879)
Fourth interim distribution of Rs.5.30 per unit declared on 21 October 2022 (22 October 2021: 2.95 per unit declared on 22 October 2021)	(99,774,973)	(139,115,438)	(238,890,411)	(4,062,311)	(128,784,806)	(132,847,117)
Fifth interim distribution of Rs.7.00 per unit declared on 25 November 2022 (19 November 2021: 2.95 per unit declared on 19 November 2021)	(29,262,104)	(224,918,390)	(254,180,494)	(4,364,152)	(98,110,627)	(102,474,779)
Sixth interim distribution of Rs.7.50 per unit declared on 23 December 2022 (24 December 2021: 4.50 per unit declared on 24 December 2021)	(28,818,903)	(243,818,821)	(272,637,724)	(56,155,535)	(138,944,295)	(195,099,830)
Seventh interim distribution of Rs.6.00 per unit declared on 20 January 2023 (Seventh interim distribution of Rs.4.00 per unit declared on 21 January 2022)	(24,343,346)	(195,280,598)	(219,623,944)	(11,046,479)	(174,476,395)	(185,522,873)
Eighth interim distribution of Rs. 6.00 per unit declared on 17 February 2023 (Eighth interim distribution of Rs. 3.20 per unit declared on 18 February 2022)	(26,183,039)	(173,407,464)	(199,590,503)	(34,170,364)	(80,791,835)	(114,962,199)
Ninth interim distribution of Rs. 5.60 per unit declared on 17 March 2023 (Ninth interim distribution of Rs. 4.75 per unit declared on 25 March 2022)	(23,955,228)	(172,900,058)	(196,855,286)	(14,299,783)	(121,208,658)	(135,508,441)
Total distribution during the period	(332,517,898)	(1,711,836,889)	(2,044,354,787)	(142,666,107)	(1,206,298,162)	(1,348,964,268)
Net assets at the end of the period (un-audited)	15,337,825,222	292,365,530	15,630,190,752	11,485,819,194	240,147,892	11,725,967,086
Undistributed income brought forward comprising of :						
- Realised income		128,969,955			107,804,715	
- Unrealised income		-			-	
		128,969,955			107,804,715	
Accounting income available for distribution						
- Relating to capital gains		75,259,567			36,960,809	
- Excluding capital gains		1,799,972,897			1,301,680,529	
		1,875,232,464			1,338,641,338	
Distribution during the period		(1,711,836,889)			(1,206,298,162)	
Undistributed income carried forward		292,365,530			240,147,892	
Undistributed income carried forward comprising of :						
- Realised income		217,105,963			203,187,082	
- Unrealised income		75,259,567			36,960,809	
		292,365,530			240,147,892	
		(Rupees)			(Rupees)	
Net assets value per unit at Beginning of the period		507.5071			505.8770	
Net assets value per unit at end of the period		511.7845			508.3729	

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

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CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 2023

	Note	For the Nine Months Ended 31 March	
		2023	2022
		Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		2,167,573,160	1,461,777,057
Adjustments for:			
Profit on savings account and term deposits		(431,701,580)	(891,432,363)
Income from Government securities		(1,741,318,122)	(479,006,330)
Interest income from Sukuk certificates		(27,367,251)	-
Capital gain on sale of investments - net		(86,651,555)	(37,572,050)
Net unrealised diminution / (appreciation) on remeasurement of investments classified as financial assets at fair value through profit or loss'		11,391,988	611,241
Provision for Sindh Workers' Welfare Fund		-	(91,874,642)
		(2,275,646,520)	(1,499,274,144)
(Increase) / Decrease in assets			
Prepayments and other receivables		(410,381)	(6,796,623)
Receivable against sale of Units		425,272,500	-
Receivable against sale of Investments		(2,166,180,800)	-
Increase / (Decrease) in liabilities			
Payable to Atlas Asset Management Limited - Management Company		9,291,317	(4,657,250)
Payable to Central Depository Company of Pakistan Limited - Trustee		74,694	(700,379)
Payable to the Securities and Exchange Commission of Pakistan		(1,064,172)	(424,714)
Payable against redemption of units		6,160,735	-
Payable against purchase of investments		-	3,368,357,565
Accrued expenses and other liabilities		12,391,524	(2,434,054)
		26,854,098	3,360,141,168
		(1,822,537,943)	3,315,847,458
Interest received		2,186,563,608	1,414,077,291
Investments - net		(13,271,241,491)	(3,331,843,382)
Net cash (used in) / generated from operating activities		(12,907,215,826)	1,398,081,368
CASH FLOWS FROM FINANCING ACTIVITIES			
Net receipts from issuance of units		47,342,668,230	25,631,746,213
Net payments against redemption of units		(50,136,584,386)	(38,150,681,792)
Refund of capital		-	(142,666,106)
Cash dividend		(2,044,354,787)	(1,206,298,162)
Net cash (used in) financing activities		(4,838,270,943)	(13,867,899,847)
Net decrease cash and cash equivalents		(17,745,486,769)	(12,469,818,480)
Cash and cash equivalents at the beginning of the period		17,877,118,873	24,359,094,276
Cash and cash equivalents at the end of the period	4	131,632,104	11,889,275,796

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 NINE MONTHS ENDED 31 MARCH 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, 2022, 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 17 April 2023.

2 BASIS OF PREPARATION

2.1 Statement of compliance

- 2.1.1 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.
- 2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim

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

- 2.1.3** These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at and for the half year ended March 31, 2023.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT POLICIES

- 3.1** 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, 2022.

- 3.2** The preparation of the condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2022. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2022.

- 3.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period**

There are certain amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

- 3.4 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective**

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 01, 2023. However, these are not expected to have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

4 CASH AND BANK BALANCES

Profit and loss sharing account

	31 March 2023 Un-audited	30 June 2022 Audited
Note	Rupees	
4.1	131,632,104	17,877,118,873
	131,632,104	17,877,118,873

- 4.1** The rate of return on these accounts ranges between 12.26% to 17.20% (30 June 2022: 5.50% and 16.45%).

5 INVESTMENTS

At fair value through profit or loss

- Government securities - Market Treasury Bills
- Commercial Papers
- Sukuk Certificates
- Placements
- Pakistan Investment Bonds

	31 March 2023 Un-audited	30 June 2022 Audited
Note	Rupees	
5.1	9,381,050,355	-
5.2	591,650,703	-
5.3	675,000,000	-
5.4	1,500,000,000	-
5.5	1,198,800,000	-
	13,346,501,058	-

Atlas Money Market Fund

5.1 Government securities - Market Treasury Bills

Particulars	As at 1 July 2022	Purchased during the period	Sold / matured during the period	As at 31 March 2023	Carrying Cost as at 31 March 2023	Market value as at 31 March 2023	Market value as a percentage of total investment	Market value as a percentage of net assets
	----- Face value (Rupees) -----				----- (Rupees) -----		----- % Age -----	
03 Months - T-bills	-	245,975,080,000	236,506,080,000	9,469,000,000	9,394,797,943	9,381,050,355	70.29%	60.02%
06 Months - T-bills	-	10,178,110,000	10,178,110,000	-	-	-	-	-
12 Months - T-bills	-	22,499,195,000	22,499,195,000	-	-	-	-	-
Total as at March 31, 2023 - Un-audited		278,652,385,000	269,183,385,000	9,469,000,000	9,394,797,943	9,381,050,355	70.29%	60.02%
Total as at June 30, 2022 - Audited								

5.1.1 The cost of investments as on 31 March 2023 is Rs 9,099,918,412.

5.1.2 These Market Treasury Bills carry purchase yields ranging from 16.96% to 17.94% per annum and will matured on June 2023.

5.2 Commercial Papers

Security Name	As at 1 July 2022	Purchased during the period	Sold / matured during the period	As at 31 March 2023	Carrying Cost as at 31 March 2023	Market value as at 31 March 2023	Market value as a percentage of total investment	Market value as a percentage of net assets
	----- Face value (Rupees) -----				----- (Rupees) -----		----- % Age -----	
Lucky Electric Power Company Limited	-	600,000,000	-	600,000,000	591,650,703	591,650,703	4.43%	3.79%
Total as at March 31, 2023 - Un-audited		600,000,000		600,000,000	591,650,703	591,650,703	4.43%	3.79%
Total as at June 30, 2022 - Audited								

5.3 Sukuk Certificates - unlisted

Security Name	As at 1 July 2022	Purchased during the period	Sold / matured during the period	As at 31 March 2023	Carrying Cost as at 31 March 2023	Market value as at 31 March 2023	Market value as a percentage of total investment	Market value as a percentage of net assets
	----- Face value (Rupees) -----				----- (Rupees) -----		----- % Age -----	
Lucky Electric Power Company Limited - Sukuk-6	-	35,000,000	-	35,000,000	35,000,000	35,000,000	0.26%	0.22%
Nishat Mills Limited - PP Sukuk Certificate	-	100,000,000	100,000,000	-	-	-	-	-
K-Electric Limited - Short Term Sukuk-11 (Sts-11)	-	140,000,000	-	140,000,000	140,000,000	140,000,000	1.05%	0.90%
K-Electric Limited - Short Term Sukuk-14 (Sts-14)	-	500,000,000	-	500,000,000	500,000,000	500,000,000	3.75%	3.20%
Total as at March 31, 2023 - Un-audited		775,000,000	100,000,000	675,000,000	675,000,000	675,000,000	5.06%	4.32%
Total as at June 30, 2022 - Audited								

5.3.1 The terms and conditions of unlisted Sukuk certificates outstanding as at 31 March 2023 are as follows:

Name of the Investee Company	Rating	Tenure	Profit Payments / Principal Redemptions	Maturity date	Rate of Return
K-ELECTRIC LIMITED - SHORT TERM SUKUK	AA	06 Months	Bullet Payment	26-Apr-23	6 Month KIBOR + 1.45% p.a.
NISHAT MILLS LIMITED - PP SUKUK	AA	06 Months	Bullet Payment	1-May-23	6 Month KIBOR + 0.90% p.a.
LUCKY ELECTRIC POWER COMPANY LIMITED -	AA	06 Months	Bullet Payment	14-Jun-23	6 Month KIBOR + 1.5% p.a.

5.4 Placements

Counterparty Name - TDR	As at 1 July 2022	Purchased during the period	Sold / matured during the period	As at 31 March 2023	Profit Rate %	Maturity date	Market value as a percentage of total investment	Market value as a percentage of net assets
	----- Face value (Rupees) -----				----- (Rupees) -----		----- % Age -----	
Bank Alfalah Limited	-	500,000,000	500,000,000	-	20.35%	22-Mar-23	-	-
Bank Alfalah Limited	-	1,000,000,000	1,000,000,000	-	20.35%	22-Mar-23	-	-
Bank Alfalah Limited	-	1,500,000,000	-	1,500,000,000	20.35%	07-Apr-23	11.24%	9.60%
Total as at March 31, 2023 - Un-audited		3,000,000,000	1,500,000,000	1,500,000,000			11.24%	9.60%
Total as at June 30, 2022 - Audited								

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5.5 Pakistan Investment Bonds

Security Name	As at 1 July 2022	Purchased during the period	Sold / matured during the period	As at 31 March 2023	Carrying Cost as at 31 March 2023	Market value as at 31 March 2023	Market value as a percentage of total investment	Market value as a percentage of net assets
	----- Face value (Rupees) -----				----- (Rupees) -----		----- % Age -----	
02 Year PIB	-	1,200,000,000	-	1,200,000,000	1,196,444,400	1,198,800,000	8.98%	7.67%
Total as at March 31, 2023 - Un-audited	-	1,200,000,000	-	1,200,000,000	1,196,444,400	1,198,800,000	8.98%	7.67%
Total as at June 30, 2022 - Audited					-	-		

5.5.1 The cost of investments as on 30 June 2022 is Rs 1,196,444,400

		31 March 2023 Un-audited	30 June 2022 Audited
6 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (RELATED PARTY)	Note	Rupees	
Remuneration of the Management Company	6.1	9,670,857	2,789,208
Sindh Sales Tax payable on remuneration of the Management Company	6.2	4,380,171	3,485,557
Federal Excise Duty payable on remuneration of the Management Company	6.3	20,428,502	20,428,502
Accounting and operational charges payable	6.4	1,515,054	-
		35,994,584	26,703,267

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 0.51% on the average annual net assets.

6.2 During the period, an amount of Rs. 9,421,097 (2022: Rs. 2,548,291) was charged on account of sales tax on management fee levied through Sindh Sales Tax on Services Act, 2011 and , an amount of Rs. 8,526,483 (2022: Rs.2,934,611) has been paid to the Management Company which acts as a collecting agent.

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 31 March 2022 would have been higher by Rs. 0.67 (30 June 2022: Re. 0.43) per unit.

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

Atlas Money Market Fund

The Management Company has charged the accounting and operational charges during the year at the average rate of 0.09% per annum on the average annual net assets.

7	PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY	Note	31 March 2023 Un-audited	30 June 2022 Audited
			Rupees	
	Remuneration Payable to Trustee	7.1	833,168	767,067
	SST on Trustee fee Payable	7.2	108,333	99,740
			941,501	866,807

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 Sindh Sales Tax has been charged at 13% (30 June 2022:13%) on remuneration of the Trustee levied through Sales Tax on Services Act, 2011. During the period, an amount of Rs. 1,026,035 (2022: Rs 1,214,432) was charged and an amount of Rs. 1,017,442 (2022: Rs 1,297,481) was paid to the Trustee which acts as a collecting agent.

8	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	31 March 2023 Un-audited	30 June 2022 Audited
			Rupees	
	Annual fees payable	8.1	2,869,976	3,934,148

8.1 In accordance with the NBFC regulations, a collective investment scheme (CIS) is required to pay an annual fee to the Securities and Exchange Commission of Pakistan (SECP).

9	ACCRUED EXPENSES AND OTHER LIABILITIES		31 March 2023 Un-audited	30 June 2022 Audited
			Rupees	
	Auditors' remuneration payable		905,438	453,087
	Withholding tax payable		52,014,064	32,701,985
	Capital gain tax payable		3,063,158	1,986,523
	Legal and professional charges payable		3,575	-
	Zakat payable		955,140	8,508,091
	Dividend Payable		93,257	1,065,797
	Brokerage Payable		78,081	5,706
			57,112,713	44,721,189

10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 31 March 2023 and 30 June 2022.

11 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 March 2023 is 0.75% (30 June 2022: 0.22%) which includes 0.09% (30 June 2022: 0.04%) 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 income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such

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expenses as are chargeable thereon to the unitholders. The Fund is also exempt from the provisions of Section 113 (minimum tax) under Clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The Fund has not recorded tax liability in respect of income relating to the current period as the Management Company intends to distribute in cash at least 90 percent of the Fund's accounting income for the year ending June 30, 2022 as reduced by capital gains (whether realised or unrealised).

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 Nine Months Ended 31 March	
	2023 Un-audited	2022 Un-audited
	----- Rupees -----	
14.1 Transactions for the period		
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company	72,469,977	19,602,236
Remuneration paid	65,588,328	22,595,442
Sindh Sales Tax on Remuneration of the Management Company	9,421,097	2,548,291
Accounting and operational charges	12,523,351	-
Issue of 2,321,582 (2022:129,396) units	1,188,356,767	65,910,092
Redemption of 2,371,834 (2022: 407,352) units	1,211,454,579	206,800,278
Dividend declared	4,149,329	211,292
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	7,892,581	9,341,779
Sindh Sales Tax on remuneration of the Trustee	1,026,035	1,214,432
Remuneration paid	7,826,480	9,959,109
Atlas Battery Limited (Group Company)		
Issue of 786,334 (2022: 853) units	400,937,162	431,742
Redemption of 789,255 (2022:853) units	403,831,901	433,990
Dividend declared	1,486,124	4,044
Batool Benefit Trust		
Issue of Nil (2022: 44,925) units	-	22,877,743
Redemption of 47,134 (2022: 44,674) units	24,100,000	22,700,000
Dividend declared	3,455,528	3,263,607
Atlas Fund of Funds (Fund under common management)		
Issue of 17,664 (2022: 282,844) units	9,000,000	143,300,000
Redemption of 17,672 (2022: 280,876) units	9,087,882	143,104,985
Atlas Foundation (Group Company)		
Issue of 299,373 (2022: 6,661) units	151,450,605	3,372,193
Redemption of nil (2022: 144,508) units	-	73,500,000
Dividend declared	14,129,812	3,966,713

Atlas Money Market Fund

14.1 Transactions for the period (Cont....)

Atlas Honda Limited (Group Company) (Unit Holder with more than 10% holding)

Issue of 9,254,846 (2022: 1,707,967) units
Redemption of 15,669,904 (2022: 8,181,908) units
Dividend declared

Atlas Engineering Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)

Issue of 53,291 (2021: Nil) units
Redemption of 39,745 (2022: Nil) units
Dividend declared

Atlas Metals (Private) Limited

Issue of nil (2022: 123,593) units
Redemption of 516,824 (2022: 180,659) units
Dividend declared

Atlas Insurance Limited (Group Company)

Issue of 480,642 (2022: Nil) units
Redemption of 337,596 (2022: Nil) units
Dividend declared

Atlas Honda Limited - Non-Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)

Issue of Nil (2022: 1,073) units
Redemption of nil (2022: Nil) units
Dividend declared

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

Issue of 979,550 (2022: 477,678) units
Redemption of 1,020,445 (2022: 685,533) units
Dividend declared

Atlas Die Casting (Private) Limited (Group Company)

Issue of Nil (2022: 3) units
Dividend declared

Shirazi Investments (Private) Limited (Group Company)

Issue of 839,987 (2022: 17,153) units
Redemption of 840,879 (2022: 1,066,275) units
Dividend declared

Shirazi Trading Company (Private) Limited - (Employee Provident Fund) (Retirement benefit plan of a Group Company)

Issue of 7,291 (2022: 9,853) units
Redemption of 8,204 (2022: Nil) units
Dividend declared

Shirazi Investment (Private) Limited (Employee Provident Fund) (Retirement benefit plan of a Group Company)

Issue of 11,985 (2022: Nil) units
Redemption of 27,557 (2022: Nil) units
Dividend declared

Atlas Honda Limited (Employee Provident Fund) (Retirement benefit plan of a Group Company)

Issue of Nil (2022: 6,655) units
Redemption of Nil (2022: 9,868) units
Dividend declared

For the Nine Months Ended 31 March	
2023 Un-audited	2022 Un-audited
----- Rupees -----	
4,733,415,282	870,411,339
8,000,000,000	4,159,000,000
435,133,950	368,448,626
27,342,974	-
20,412,624	-
2,757	-
-	62,768,595
264,514,436	92,100,000
7,031,309	3,638,938
245,749,908	-
172,110,251	-
2,007,329	-
-	543,464
-	-
2,756,075	543,395
500,953,910	242,659,273
522,508,837	347,714,236
11,126,964	1,178,734
-	1,313
2,330	1,876
428,821,396	8,678,342
428,457,416	541,183,647
453,401	-
3,741,717	5,000,000
4,170,736	-
236,255	-
6,136,533	-
14,083,000	-
780,677	-
-	3,370,524
-	5,000,000
6,011,063	3,370,087

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		For the Nine Months Ended 31 March	
		2023 Un-audited	2022 Un-audited
		Rupees	
14.1 Transactions for the period (Cont....)	Note		
Honda Atlas Cars (Pak.) Ltd. - Emp. Prov. Fund			
Issue of nil (2022: 4,890) units		-	2,474,460
Redemption of nil (2022: 154,218) units		-	78,621,649
Dividend declared		-	2,473,829
Atlas Autos (Private) Limited			
Dividend declared		125,358,739	-
Atlas Energy Limited			
Issue of 145,414 (2022:28,817) units		74,494,344	14,647,819
Redemption of 125,876 (2022: 27,901) units		64,400,000	14,150,497
Dividend declared		213,836	160,355
Honda Atlas Cars (Pakistan) Ltd.- Emp. Gratuity. Fund			
Issue of nil (2022: 6,840) units		-	3,464,075
Dividend declared		12,064,084	3,463,639
Fauji Fertilizer Company Limited			
Issue of nil (2022:24,341,341) units		-	12,402,332,885
Redemption of nil (2021: 35,488,029) units		-	18,070,136,608
Dividend declared		-	165,173,893
Atlas Engineering Pvt. Ltd.			
Issue of 1,324 (2022: nil) units		673,077	-
Redemption of Nil (2022: nil) units		-	-
Dividend declared		30,318,743	-
Directors and their close family members and key management personnel of the Management Company	14.4		
Issue of 1,499,032 (2022: 140,911) units		468,477,008	71,381,259
Redemption of 846,831 (2022: 440,073) units		134,086,961	223,493,278
Dividend declared		111,531,967	30,900,380
		31 March 2023 Un-audited	30 June 2022 Audited
		Rupees	
14.2 Balances outstanding as at period / year end			
Atlas Asset Management Limited (Management Company)			
Remuneration payable to the Management Company		9,670,857	2,789,208
Sindh Sales Tax payable on Remuneration of the Management Company		4,380,171	3,485,557
Federal Excise Duty payable on Remuneration of the Management Company		20,428,502	20,428,502
Accounting and operational charges payable		1,515,054	-
Outstanding nil (30 June 2022: 42,082) units - at net asset value		-	21,357,005
Central Depository Company of Pakistan Limited (Trustee)			
Remuneration payable to the Trustee		833,168	767,067
Sindh Sales Tax payable on Remuneration of the trustee		108,333	99,740
Atlas Foundation (Group Company)			
Outstanding 378,043 (30 June 2022: 50,872) units - at net asset value		193,476,712	25,818,048
Atlas Metals (Private) Limited			
Outstanding Nil (30 June 2022: 502,993) units - at net asset value		-	255,272,504
Atlas Honda Limited (Group Company) (Unit Holder with more than 10% holding)			
Outstanding 6,145,247 (30 June 2022: 11,704,099) units - at net asset value		3,145,042,163	5,939,913,337
Atlas Auto Pvt Limited			
Outstanding 2,885,603 (30 June 2022: 2,638,972) units - at net asset value		1,476,806,889	1,339,296,842

Atlas Money Market Fund

		31 March 2023 Un-audited	30 June 2022 Audited
14.2	Balances outstanding as at period / year end (Cont....)	Note	Rupees
	Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
	Outstanding 118,629 (30 June 2022: 106,803) units - at net asset value		60,712,483 54,203,032
	Shirazi Trading Company (Pvt) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
	Outstanding 7,756 (30 June 2022: 8,204) units - at net asset value		3,969,401 4,163,558
	Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
	Outstanding 7,564 (30 June 2022:21,600) units - at net asset value		3,871,138 10,962,407
	Atlas Die Casting (Private) Limited (Group Company)		
	Outstanding 65 (30 June 2022:60) units - at net asset value		33,266 30,450
	MCFSL Trustee Atlas Fund of Funds		
	Outstanding 1,964 (30 June 2022: 1,972) units - at net asset value		1,005,145 1,000,890
	Atlas Group of Companies Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)		
	Outstanding Nil (30 June 2021: 117,461) units - at net asset value		- 9,647,680
	Atlas Honda Limited Non Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)		
	Outstanding 54,391 (30 June 2022: 48,969) units - at net asset value		27,836,471 24,852,110
	Honda Atlas Cars (Pakistan) Ltd Emp. Gratuity. Fund (Retirement benefit plan of a Group Company)		
	Outstanding 238,086 (30 June 2022: 214,351) units - at net asset value		121,848,724 108,784,401
	Atlas Energy Limited		
	Outstanding 27,527 (30 June 2022: 7,569) units - at net asset value		14,087,892 3,841,304
	Atlas Insurance Limited		
	Outstanding 146,994 (30 June 2022: nil) units - at net asset value		75,229,251 -
	Atlas Engineering Pvt. Ltd.		
	Outstanding 865,744 (30 June 2022: nil) units - at net asset value		443,074,360 -
	Atlas Engineering Ltd. Emp.Provident Fund		
	Outstanding 13,552 (30 June 2022: Nil) units - at net asset value		6,935,704 -
	Batools Benefit Trust (Trust having common Director / Trustee)		
	Outstanding 59,283 (30 June 2022:99,620) units - at net asset value		30,340,121 50,557,807
	Directors and their close family members and key management personnel of the Management Company	14.4	
	Outstanding 3,152,616 (30 June 2022: 2,280,978) units - at net asset value		1,613,460,003 1,157,612,292

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.

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.

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

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

As at March 31, 2023, the Fund has investments 'at fair value through profit or loss' measured using level 2 valuation technique. For the remaining financial assets and financial liabilities, the Fund has not disclosed the fair values, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

17 General

- 17.1** Figures of the condensed interim income statement and the condensed interim statement of comprehensive income for the quarters ended 31 March 2022 and 31 March 2023 have not been subjected to limited scope review by the statutory auditors of the Fund.
- 17.2** Figures have been rounded off to the nearest Rupee unless stated otherwise.
- 17.3** Number of units have been rounded off to the nearest decimal place.

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 April 27, 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

Corporate Information

Trustee

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

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Advisers

Bawaney & Partners

Bankers

Bank Alfalah Limited
Allied Bank Limited

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CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 MARCH 2023

		31 March 2023 Un-audited	30 June 2022 Audited
	Note	----- Rupees -----	
Assets			
Bank balances	4	15,107,611	3,135,310,549
Investments	5	2,207,567,119	300,000,000
Markup Accrued	6	17,678,880	9,159,966
Preliminary and floatation cost		440,126	530,262
Prepaid and other receivables		1,773,501	1,685,408
Total assets		2,246,517,116	3,446,686,185
Liabilities			
Payable to Atlas Asset Management Limited - Management Company	6	2,823,425	1,247,837
Payable to the Central Depository Company of Pakistan Limited - Trustee	7	189,853	176,911
Payable to the Securities and Exchange Commission of Pakistan	8	536,920	267,413
Accrued expenses and other liabilities	9	7,062,373	3,888,196
Total liabilities		14,562,450	5,580,357
NET ASSETS		2,231,954,666	3,441,105,828
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		2,231,954,666	3,441,105,828
CONTINGENCIES AND COMMITMENTS	10		
		----- Number of units -----	
NUMBER OF UNITS IN ISSUE		4,463,909	6,882,212
		----- Rupees -----	
NET ASSET VALUE PER UNIT		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 INCOME STATEMENT (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2023

		For the Nine Months Ended 31 March 2023	From 23 November 2021 to 31 March 2022	For the Quarter Ended 31 March 2023	For the Quarter Ended 31 March 2022
Note		Rupees	Rupees	Rupees	Rupees
Income					
		32,213,749	55,579,271	3,321,074	44,343,113
Profit on deposits with banks		385,793,316	-	148,926,544	-
Income from debt securities		1,816,165	15,213,098	1,794,167	3,967,980
Capital Gain on sale of Investments-at fair value through income statement - net		(1,356,762)	(24,028)	(1,613,318)	(24,028)
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'					
Total income		418,466,468	70,768,342	152,428,467	48,287,064
Expenses					
		15,350,770	1,104,098	6,689,998	755,425
Remuneration of Atlas Asset Management Company - Management Company	6.1	1,995,600	143,533	869,699	98,205
Sindh Sales Tax on remuneration of the Management Company	6.2	1,476,625	379,534	517,645	259,677
Remuneration to the Central Depository Company of Pakistan Limited	7.1	191,961	49,339	67,294	33,758
Sindh Sales Tax on remuneration of the Trustee	7.2	2,684,774	-	941,175	-
Accounting & Operational charges	6.3	536,955	138,012	188,234	94,428
Annual fee - Securities and Exchange Commission of Pakistan	8.1	406,081	189,370	145,800	133,151
Auditor's remuneration		19,651	7,766	8,691	7,201
Transaction Charges		90,136	42,262	29,715	29,715
Amortization of preliminary expenses and floatation costs		20,644	62,831	6,781	44,178
Annual Listing fee		188,317	113,499	61,631	113,499
Fund Rating Fee		20,386	-	8,478	-
Printing Charges		74,350	28,216	26,224	17,716
Legal and professional charges		3,504	7,302	269	-
Bank charges					
Total expenses		23,059,755	2,265,762	9,561,634	1,586,953
Net income for the period before taxation		395,406,713	68,502,579	142,866,833	46,700,110
Taxation	12	-	-	-	-
Net income for the period after taxation		395,406,713	68,502,579	142,866,833	46,700,110
Earnings per unit	13				
Allocation of net income for the period:					
Net income for the period after taxation		395,406,713	68,502,579	142,866,832	46,700,110
Income already paid on units redeemed		-	-	-	-
		395,406,713	68,502,579	142,866,832	46,700,110
Accounting income available for distribution:					
- Relating to capital gains		459,403	15,189,070	180,849	3,943,952
- Excluding capital gains		394,947,310	53,313,509	142,685,983	42,756,159
		395,406,713	68,502,579	142,866,832	46,700,110

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

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CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2023

	For the Nine Months Ended 31 March 2023	From 23 November 2021 to 31 March 2022	For the Quarter Ended 31 March 2023	For the Quarter Ended 31 March 2022
	----- Rupees -----	----- Rupees -----	----- Rupees -----	----- Rupees -----
Net income for the period after taxation	395,406,713	68,502,579	142,866,832	46,700,110
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	395,406,713	68,502,579	142,866,832	46,700,110

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 MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 2023

	For the nine months ended March 2023			From 23 November 2021 to 31 March 2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)		
Net assets at beginning of the period	3,441,105,828	-	3,441,105,828	-	-	-
Issuance of units 3,510,767.7(2022: 6,284,435 units)						
- Capital value	1,755,384,276	-	1,755,384,276	3,142,217,511	-	3,142,217,511
- Element of income	-	-	-	-	-	-
	1,755,384,276	-	1,755,384,276	3,142,217,511	-	3,142,217,511
Redemption of 5,929,070.88 units (2022: 3,127,092 units)						
- Capital value	(2,964,534,998)	-	(2,964,534,998)	(1,563,546,063)	-	(1,563,546,063)
- Element of income	-	-	-	-	-	-
	(2,964,534,998)	-	(2,964,535,438)	(1,563,546,063)	-	(1,563,546,063)
Total comprehensive Income for the period	-	395,406,713	395,406,713	-	(68,502,579)	(68,502,579)
Distribution during the period	-	(395,406,713)	(395,406,713)	-	68,502,579	68,502,579
Net income for the period less distribution	-	-	-	-	-	-
Net assets at end of the period	2,231,955,106	-	2,231,954,666	1,578,671,447	-	1,578,671,447
Undistributed income brought forward comprises of :						
- Realised income	-	-	-	-	-	-
- Unrealised income	-	-	-	-	-	-
Accounting income available for distribution						
- Relating to capital gains	459,403			15,189,070		
- Excluding capital gains	394,947,310			53,313,509		
	(395,406,713)			68,502,579		
Distribution during the period	(395,406,713)			68,502,579		
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

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CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 2023

		For the Nine Months Ended 31 March 2023	From 23 November 2021 to 31 March 2022
	Note	Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		395,406,713	68,502,579
Adjustments for:			
Profit on deposits with banks		(32,213,749)	(55,579,271)
Income from debt securities		(385,793,316)	24,028
Capital Gain on sale of Investments-at fair value through income statement - net		(1,816,165)	(15,213,098)
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		1,356,762	-
Amortization of preliminary expenses and floatation costs		90,136	42,262
		(418,376,332)	(70,726,080)
Increase in assets			
Increase in prepaid and other receivables		(88,093)	(1,925,507)
		(88,093)	(1,925,507)
Increase in liabilities			
Increase in payable to Atlas Asset Management Company - Management Company		1,575,588	846,452
Increase in payable to Central Depository Company of Pakistan Limited - Trustee		12,942	83,834
Increase in payable to the Securities and Exchange Commission of Pakistan		269,507	138,012
Payable against purchase of Investments		-	573,650,415
Increase in accrued expenses and other liabilities		3,174,177	1,792,580
		5,032,213	576,511,293
Profit on deposits with banks received		31,965,962	55,579,271
Income from debt securities received		377,522,189	-
Investments - net		(1,907,107,716)	(911,486,205)
Net cash used in operating activities		(1,515,645,064)	(283,544,649)
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance of units		1,755,384,276	3,142,217,511
Cash Dividend Distribution		(395,406,713)	(68,502,579)
Payments against redemption of units		(2,964,535,438)	(1,563,546,063)
Net cash (used in) / generated from financing activities		(1,604,557,875)	1,510,168,868
Net (decrease) / increase in cash and cash equivalents		(3,120,202,939)	1,226,624,219
Cash and cash equivalents at the beginning of the period		3,135,310,549	-
Cash and cash equivalents at the end of the period	4	15,107,611	1,226,624,219

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

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 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.

Moreover, PACRA has maintained the stability rating of the Fund at "AA+(f)" [2022: "AA+ (f)"] on 17 April 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

- 2.1.1 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;

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- 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.

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

2.1.3 The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at 31 March 2023 have been extracted from the annual published audited financial statements of the Fund for the year ended 30 June 2022, whereas, the comparatives in the condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement have been extracted from the un-audited condensed interim financial statements for the period ended 31 March 2023.

2.1.4 '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 31 December 2022.

2.2 New / Revised Standards, Interpretations and Amendments

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT POLICIES

3.1 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, 2022.

3.2 The preparation of the condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2022. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2022.

Atlas Liquid Fund

3.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

3.4 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 01, 2023. However, these are not expected to have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

		31 March 2023 Un-audited	30 June 2022 Audited
4	BANK BALANCES	Note	Rupees
	In local currency		
	Profit and loss sharing accounts	4.1	15,107,611 3,135,310,549

4.1 The rate of return on these accounts ranges between 12.5% to 16.85% (30 June 2022: 8.25% to 16.40%) per annum.

		31 March 2023 Un-audited	30 June 2022 Audited
5	INVESTMENTS	Note	Rupees
	At fair value through profit or loss		
	- Government Securities - Market Treasury Bills	5.1	1,220,992,320 -
	- Sukuk Certificates	5.2	316,000,000 300,000,000
	- Commercial Paper	5.3	295,824,799 -
	- Pakistan Investment Bond	5.4	249,750,000 -
	- Placements	5.5	125,000,000 -
			<u>2,207,567,119</u> <u>300,000,000</u>

5.1 Government securities - Market Treasury Bills

Instrument	As at 01 July 2022	Purchased during the period	Sold / matured during the period	As at 31 March 2023	Carrying Cost as at March 31, 2023	Market Value as at March 31, 2023	Market value as a percentage of total investment	Market value as a percentage of net assets
	Face value (Rupees)				(Rupees)		% Age	
03 Months - T-bills	-	24,884,350,000	23,652,350,000	1,232,000,000	1,222,717,776	1,220,992,320	55.31%	54.71%
06 Months - T-bills	-	1,055,000,000	1,055,000,000	-	-	-	-	-
12 Months - T-bills	-	4,850,000,000	4,850,000,000	-	-	-	-	-
Total as at March 31, 2023 - Un-audited	-	25,939,350,000	24,707,350,000	1,232,000,000	1,222,717,776	1,220,992,320	55.31%	54.71%
Total as at June 30, 2022 - Audited					-	-	-	-

5.1.1 These Market Treasury Bills carry purchase yields ranging from 16.99% to 17.92% per annum.

5.1.2 The cost of investments as on 31 March 2023 is Rs 1,184,437,151/-

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5.2 Sukuk Certificates - unlisted

Name of the Investee Company	As at 01 July 2022	Purchased during the period	Sold / matured during the period	As at 31 March 2023	Carrying Cost as at March 31, 2023	Market Value as at March 31, 2023	Market value as a percentage of total investment	Market value as a percentage of net assets
	Number of Sukuk Certificates				(Rupees)		% Age	
K-Electric Supply Company Limited - Short Term Sukuk - 5	150	-	150	-	-	-	-	-
Lucky Electric Power Company Limited - Short Term Sukuk - 1	150	-	150	-	-	-	-	-
K-Electric Supply Company Limited - Short Term Sukuk - 11	-	100	-	100	100,000,000	100,000,000	4.53%	4.48%
K-Electric Supply Company Limited - Short Term Sukuk - 14	-	157	-	157	157,000,000	157,000,000	7.11%	7.03%
Lucky Electric Power Company Limited - Sukuk 6	-	59	-	59	59,000,000	59,000,000	2.67%	2.64%
Nishat Mills Limited	-	49	49	-	-	-	-	-
Total as at March 31, 2023 - Un-audited	300	365	349	316	316,000,000	316,000,000	14.31%	14.15%
Total as at June 30, 2022 - Audited					300,000,000	300,000,000		

(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 31 March 2023 are as follows:

Name of the Investee Company	Rating	Tenure	Profit Payments / Principal	Maturity date	Rate of Return
K-Electric Supply Company Limited - Short Term Sukuk - 11	AA	06 Months	Bullet Payment	Apr 2023	6 Month KIBOR +1.45%
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%
Nishat Mills Limited	AA	06 Months	Bullet Payment	Early Matured	6 Month KIBOR +0.90%

5.3 Commercial Paper

Name of the Investee Company	As at 01 July 2022	Purchased during the period	Sold / matured during the period	As at 31 March 2023	Carrying Cost as at March 31, 2023	Market Value as at March 31, 2023	Market value as a percentage of total investment	Market value as a percentage of net assets
	Number of Sukuk Certificates				(Rupees)		% Age	
Lucky Electric Power Company Limited	-	300	-	300	295,824,799	295,824,799	13.40%	13.25%
Total as at March 31, 2023 - Un-audited	-	300	-	300	295,824,799	295,824,799	13.40%	13.25%
Total as at June 30, 2022 - Audited					-	-		

5.4 Government securities - Pakistan Investment Bond

Name of the Investee Company	As at 01 July 2022	Purchased during the period	Sold / matured during the period	As at 31 March 2023	Carrying Cost as at March 31, 2023	Market Value as at March 31, 2023	Market value as a percentage of total investment	Market value as a percentage of net assets
	Face value (Rupees)				(Rupees)		% Age	
2 Year	-	250,000,000	-	250,000,000	249,381,305	249,750,000	11.31%	11.19%
Total as at March 31, 2023 - Un-audited	-	250,000,000	-	250,000,000	249,381,305	249,750,000	11.31%	11.19%
Total as at June 30, 2022 - Audited					-	-		

5.4.1 The cost of investments as on 31 March 2023 is Rs 249,259,250/-

5.4.2 These Market Treasury Bills carry purchase yields ranging 18.5779% per annum.

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5.5 Placements

Particulars	As at 01 July 2022	Purchased during the period	Sold / matured during the period	As at 31 March 2023	Coupon Rate	Maturity Date
----- Face value (Rupees) -----						
Bank Alfalah Limited	-	125,000,000	125,000,000	-	20.35%	22-Mar-23
Bank Alfalah Limited	-	125,000,000	-	125,000,000	20.35%	07-Apr-23
Total as at March 31, 2023 - Un-audited	-	250,000,000	125,000,000	125,000,000	20.35%	-
Total as at June 30, 2022 - Audited						

6 PAYABLE TO THE ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY - RELATED PARTY

Remuneration of the Management Company
Sindh Sales Tax on remuneration of the Management Company
Accounting and operational charges
Preliminary and floatation cost

	31 March 2023 Un-audited	30 June 2022 Audited
Note	----- Rupees -----	
6.1	2,227,610	571,210
6.2	289,390	74,058
6.3	306,425	-
	-	602,569
	2,823,425	1,247,837

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 0.57% per annum on the average annual net assets.

6.2 Sindh Sales Tax has been charged at 13% (30 June 2022: 13%) on remuneration of the management company levied through Sales Tax on Services Act, 2011 an amount of Rs1,995,600 (2022: 45,328) was charged during the period and an amount of Rs.1,780,267(2021: 7,185) has been paid to the Management Company which acts as the collecting agent.

6.3 The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations and valuation services to the CIS with effect from 20 June 2019 as per SECP SRO 639 (I) /2019 dated 20 June 2019. Keeping in view, Management Company has accordingly charged expenses at the rate of 0.1% (2022: Nil) of the average annual net assets of the Fund from 01 July 2022 to 31 March 2023 for allocation of such expenses to the Fund.

7 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY

Payable To Trustee
Sindh Sales Tax payable on trustee fee

	31 March 2023 Un-audited	30 June 2022 Audited
Note	----- Rupees -----	
7.1	168,011	156,559
7.2	21,841	20,352
	189,853	176,911

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 Sindh Sales Tax has been charged at 13% (30 June 2022:13%) on trustee fee levied through Sales Tax on Services Act, 2011 an amount of Rs.191,961(2022:15,582) was charged during the period and an amount of Rs.190,472 (2022: Rs.2,470) was paid to the Trustee which acts as a collecting agent.

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		31 March 2023 Un-audited	30 June 2022 Audited
8	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	Rupees
	Annual fees payable	8.1	<u>536,920</u> <u>267,413</u>

8.1 In accordance with NBFC regulations, a collective investment scheme (CIS) is required to pay an annual fee equal to 0.02% of the average annual net assets of the Fund to the Securities and Exchange Commission of Pakistan (SECP).

		31 March 2023 Un-audited	30 June 2022 Audited
9	ACCRUED EXPENSES AND OTHER LIABILITIES	Rupees	
	Auditors' remuneration payable	443,880	188,999
	Transaction Charges Payable	6,954	-
	Capital gain tax payable	110	-
	Withholding tax payable	6,601,430	3,699,197
	Other payable	10,000	-
		<u>11,012,253</u>	<u>3,888,196</u>

10 CONTINGENCIES AND COMMITMENTS

There were no other contingencies and commitments outstanding as at 31 March 2023 (30 June 2022: Nil).

11 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 March 2023 is 0.86% (30 June 2022: 0.21%) which includes 0.10% (30 June 2022: 0.03%) 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 income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its net accounting income available for distribution for the year derived from sources other than capital gains, to the unitholders. The 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. Since the management has distributed the income earned by the Fund during the period to the unit holders in the manner as explained above, accordingly, no provision for taxation has been made in these condensed interim financial statements.

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

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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.

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:

	31 March 2023 Un-audited	31 March 2022 Un-audited
	----- Rupees -----	
14.1 Transactions during the period		
Atlas Asset Management Limited (Management Company)*		
Remuneration for the period	15,350,770	1,104,098
Sindh sales tax on remuneration of the Management Company	1,995,600	143,533
Remuneration paid	13,694,371	888,273
Payment of Formation cost	602,569	-
Accounting and operational charges	2,684,774	-
Payment of accounting and operational charges	2,378,349	-
Central Depository Company of Pakistan Limited		
Remuneration of the Trustee	1,476,625	379,534
Sindh Sales Tax on remuneration of the Trustee	191,961	49,339
Remuneration paid	1,465,173	305,344
Atlas Group of Companies - Management Staff Gratuity Fund		
Issue of Nil(2022: 200,166) units	-	100,083,003
Redemption of Nil(2022: 200,166)units	-	100,083,003
Dividend Entitlement	-	83,003
Atlas Honda Limited		
Issue of Nil(2022:5,106,173) units	-	2,553,086,531
Redemption of 3,000,000(2022:2,200,000) units	1,500,000,000	1,100,000,000
Dividend Entitlement	297,176,643	54,979,673
Atlas Metals (Private) Limited		
Issue of 80,000(2022:Nil) units	40,000,000	-
Redemption of 316,000 (2022:Nil) units	158,000,000	-
Dividend Reinvestment	5,940,966	-
Atlas Honda Limited (Emp.Prov.Fund)		
Issue of Nil(2022:129,267) units	-	64,633,723
Dividend Entitlement	7,792,088	1,371,887
M/S. Shirazi Investments (Pvt.) Ltd. - Emp. Prov. Fund		
Redemption of 20,939 (2022:Nil) units	10,469,667	-
Dividend Entitlement	155,097	-
Honda Atlas Cars (Pakistan) Ltd.- Emp. Gratuity. Fund		
Dividend Entitlement	2,996,984	-
Atlas Autos (Private) Limited		
Issue of 200,000 (2022:Nil) units	100,000,000	-
Dividend Entitlement	11,172,753	-
Key Management Personnel Of The Management Company		
Dividend Entitlement	4,503,742	-

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	31 March 2023 Un-audited	30 June 2022 Audited
14.2 Details of balances with related parties as at the period end are as follows:	----- Rupees -----	
Atlas Asset Management Limited (Management Company)		
Remuneration payable to the management company	2,227,610	571,210
Sindh Sales tax payable on remuneration of the Management Company	289,390	74,058
Preliminary Expenses and Flotation Cost	-	602,569
Accounting and operational charges payable	306,425	-
Central Depository Company of Pakistan Limited (Trustee)		
Trustee fee payable	168,011	156,559
Sindh Sales tax payable on remuneration of trustee	21,841	20,352
Atlas Honda Limited - Employee Provident Fund		
Outstanding 148,961 (June 30, 2022: 133,377) units	74,480,355	66,688,500
Atlas Honda Limited		
Outstanding 3,649,647 (June 30, 2022: 6,055,294) units	1,824,823,688	3,027,647,000
Shirazi Investments (Pvt.) Ltd. - Emp. Prov. Fund		
Outstanding X (June 30, 2022: 20,629) units	-	10,314,500
Atlas Metals (Private) Limited		
Outstanding 38,722 (June 30, 2022: 262,840) units	19,360,920	131,420,000
Honda Atlas Cars (Pakistan) Ltd.- Emp. Gratuity. Fund		
Outstanding 57,293 (June 30, 2022: 51,299) units	28,646,550	25,649,500
Atlas Autos (Private) Limited		
Outstanding 424,278 (June 30, 2022: 201,933) units	212,139,026	100,966,500
Directors and their close family members and key management personnel of the Management Company		
Outstanding 100,463 (June 30, 2022: 91,456) units	50,231,500	45,728,000

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

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

15. FAIR VALUE 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.

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.

Atlas Liquid Fund

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.

As at March 31, 2023, the Fund has investments 'at fair value through profit or loss' measured using level 2 valuation technique. For the remaining financial assets and financial liabilities, the Fund has not disclosed the fair values, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

16. GENERAL

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

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

17 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on 27 April 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

Corporate Information

Trustee

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

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
The First Micro Finance Bank Limited
Zarai Taraqiyati Bank Limited

Atlas Sovereign Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 MARCH 2023

		March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
	Note	(Rupees)	
ASSETS			
Bank balances	4	9,994,105	43,498,607
Investments	5	467,931,012	1,180,947,418
Receivable against sale of Investment		34,938,400	-
Mark-up receivable		23,116,644	2,866,030
Deposits, prepayments and other receivable		3,228,474	3,097,602
Total assets		539,208,635	1,230,409,657
LIABILITIES			
Payable to Atlas Asset Management Limited - Management Company	6	1,947,550	2,051,778
Payable to the Central Depository Company of Pakistan Limited - Trustee	7	41,799	63,397
Payable to the Securities and Exchange Commission of Pakistan	8	156,222	404,149
Payable against redemption of units		37,827	37,827
Accrued expenses and other liabilities	9	28,688,965	13,608,372
Total liabilities		30,872,363	16,165,523
NET ASSETS		508,336,272	1,214,244,134
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		508,336,272	1,214,244,134
Contingencies and commitments	10		
		----- (Number of units) -----	
Number of units in issue		4,616,145	11,991,300
		----- (Rupees) -----	
Net asset value per unit		110.1214	101.2604

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

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CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2023

		For the Nine Months Ended		For the Quarter Ended	
		March 31,		March 31,	
		2023	2022	2023	2022
Note		(Rupees)			
INCOME					
Mark-up income	11	122,058,229	149,742,908	38,453,030	55,368,804
Loss on sale of investments - net		(17,429,407)	(29,124,874)	(17,238,337)	(26,873,221)
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(7,538,048)	(8,168,093)	(1,924,555)	22,731,095
		(24,967,455)	(37,292,967)	(19,162,892)	(4,142,126)
Total income		97,090,774	112,449,942	19,290,138	51,226,679
EXPENSES					
Remuneration of Atlas Asset Management Limited - Management Company	6.1 & 6.2	7,852,637	8,024,005	2,643,087	3,201,265
Sindh Sales Tax on remuneration of Management Company		1,020,847	1,043,123	343,608	416,165
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	7.1 & 7.2	429,643	969,615	132,674	293,450
Sindh Sales Tax on remuneration of Trustee		55,852	126,045	17,203	38,145
Annual fee to the Securities and Exchange Commission of Pakistan	8.1	156,222	330,858	48,242	106,709
Accounting and operational charges	6.4	1,005,666	2,907,226	241,216	1,067,088
Transaction charges		233,151	184,404	80,651	76,819
Auditors' remuneration		303,842	274,030	130,487	90,009
Annual rating fee		365,366	302,250	119,897	99,279
Annual listing fee		20,644	20,644	6,781	6,781
Printing charges		12,723	52,275	2,736	10,413
Legal and professional charges		394,188	86,550	253,001	43,650
Bank charges		7,233	5,882	(3,069)	823
Total expenses		11,858,014	14,326,907	4,016,514	5,450,596
Net income from operating activities		85,232,760	98,123,035	15,273,624	45,776,083
Reversal of provision for Sindh Workers' Welfare Fund		-	12,565,416	-	-
Net income for the period before taxation		85,232,760	110,688,451	15,273,624	45,776,083
Taxation	12	-	-	-	-
Net income for the period after taxation		85,232,760	110,688,451	15,273,624	45,776,083
Earnings per unit	13				
Allocation of net income for the period					
Net income for the period after taxation		85,232,760	110,688,451	15,273,624	45,776,083
Income already paid on units redeemed		(45,635,697)	(38,748,173)	(41,534,629)	(27,506,954)
		39,597,063	71,940,278	(26,261,005)	18,269,129
Accounting income available for distribution					
Relating to capital gains		-	-	-	-
Excluding capital gains		39,597,063	71,940,278	(26,261,005)	18,269,129
		39,597,063	71,940,278	(26,261,005)	18,269,129

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 NINE MONTHS AND QUARTER ENDED 31 MARCH 2023

	For the Nine Months Ended		For the Quarter Ended	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
	----- Rupees -----	----- Rupees -----	----- Rupees -----	----- Rupees -----
Net income for the period after taxation	85,232,760	110,688,451	15,273,624	45,776,083
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	85,232,760	110,688,451	15,273,624	45,776,083

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

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CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 2023

	March 31, 2023			March 31, 2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)					
Net assets at beginning of the period (audited)	1,199,578,052	14,666,082	1,214,244,134	2,212,324,575	12,988,458	2,225,313,033
Issuance of 1,185,193 units (2022: 6,869,215 units)						
- Capital value (at net asset value per unit at the beginning of the period)	120,013,117	-	120,013,117	694,614,352	-	694,614,352
- Element of income	3,143,796	-	3,143,796	19,072,540	-	19,072,540
Total proceeds on issuance of units	123,156,913	-	123,156,913	713,686,892	-	713,686,892
Redemption of 8,560,348 units (2022: 12,169,491 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(866,824,285)	-	(866,824,285)	(1,230,577,709)	-	(1,230,577,709)
- Element of income	(1,837,553)	-	(1,837,553)	(5,539,100)	-	(5,539,100)
- Income already paid on redemption of units	-	(45,635,697)	(45,635,697)	-	(38,748,173)	(38,748,173)
Total payments on redemption of units	(868,661,838)	(45,635,697)	(914,297,535)	(1,236,116,809)	(38,748,173)	(1,274,864,982)
Total comprehensive income for the period	-	85,232,760	85,232,760	-	110,688,451	110,688,451
Net assets at the end of the period (un-audited)	454,073,127	54,263,145	508,336,272	1,689,894,658	84,928,736	1,774,823,394
Undistributed income brought forward comprising of:						
- Realised income		12,993,417			4,528,613	
- Unrealised income		1,672,665			8,459,845	
		14,666,082			12,988,458	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		39,597,063			71,940,278	
		39,597,063			71,940,278	
Undistributed income carried forward		54,263,145			84,928,736	
Undistributed income carried forward comprising of :						
- Realised income		61,801,193			86,853,291	
- Unrealised loss		(7,538,048)			(1,924,555)	
		54,263,145			84,928,736	
Net asset value per unit at beginning of the period		101.2604			101.1199	
Net asset value per unit at end of the period		110.1214			106.2361	

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 NINE MONTHS ENDED 31 MARCH 2023

Note	For the Nine Months Ended March 31,	
	2023	2022
	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period after taxation	85,232,760	110,688,451
Adjustments:		
Mark-up income	(122,058,229)	(149,742,908)
Loss on sale of investments - net	17,429,407	29,124,874
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	7,538,048	8,168,093
Reversal of provision for Sindh Workers' Welfare Fund	-	(12,565,416)
	(97,090,774)	(125,015,358)
Decrease / (Increase) in assets		
Investments	688,048,951	(552,247,281)
Mark-up receivable	101,807,615	151,393,069
Deposits, prepayments and other receivable	(130,872)	(87,031)
	789,725,694	(400,941,243)
Increase / (Decrease) in liabilities		
Payable to Atlas Asset Management Limited - Management Company	(104,228)	(85,368)
Payable to the Central Depository Company of Pakistan Limited - Trustee	(21,598)	(19,106)
Payable to the Securities and Exchange Commission of Pakistan	(247,927)	(100,862)
Redemption Payable	-	(1,611,019)
Accrued expenses and other liabilities	20,857,493	(13,966,158)
	20,483,740	(15,782,513)
Net cash generated from / (used in) operating activities	798,351,420	(431,050,662)
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	88,218,513	713,686,892
Amount paid on redemption of units	(914,297,535)	(1,274,864,982)
Cash dividend paid	(5,776,900)	-
Net cash used in financing activities	(831,855,922)	(561,178,090)
Net decrease in cash and cash equivalents during the period	(33,504,502)	(992,228,752)
Cash and cash equivalents at the beginning of the period	43,498,607	1,054,508,016
Cash and cash equivalents at the end of the period	9,994,105	62,279,264

4

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 NINE MONTHS ENDED 31 MARCH 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 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 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 (PACRA) Limited maintained the asset manager rating of the Management Company to AM2+ on December 23, 2022 [2022: AM2+ on December 24, 2021]. Moreover, PACRA has maintained the stability rating of the Fund at "AA- (f)" on April 17, 2023 [2022: "AA (f)" on October 14, 2022].
- 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;
- 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-

Atlas Sovereign Fund

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, 2022.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at March 31, 2023.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT POLICIES

3.1 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, 2022.

3.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by the management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2022. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2022.

3.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 01, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

3.4 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective:

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 01, 2023. However, these will not have any significant effects on the Fund's operations and are, therefore, not detailed in these condensed interim financial statements.

		March 31, 2023 Un-audited	June 30, 2022 Audited
4 BANK BALANCES	Note	----- (Rupees) -----	
Saving accounts	4.1	9,994,105	43,498,607
		<u>9,994,105</u>	<u>43,498,607</u>

4.1 The rate of return on these accounts ranges between 12.25% to 16.85% (June 30, 2022: 5.50% to 12.25%) per annum.

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5 INVESTMENTS

	March 31, 2023	June 30, 2022
	Un-audited	Audited
Note	----- (Rupees) -----	

Financial assets at 'fair value through profit or loss'

Government securities - Market Treasury Bills	5.1	54,125,819	477,462,378
Government securities - Pakistan Investment Bonds	5.2	378,280,250	412,280,000
Sukuk certificates - unlisted	5.3	35,524,943	40,200,000
Commercial papers	5.4	-	251,005,040
		467,931,012	1,180,947,418

5.1 Government securities - Market Treasury Bills

Particulars	Face value				As at March 31, 2023			Market value as a percentage of	
	As at July 01, 2022	Purchased during the period	Sold / matured during the period	As at March 31, 2023	Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the Fund	Net assets of the Fund
----- Rupees -----									
03 Months - T-bills	381,250,000	2,186,600,000	2,513,150,000	54,700,000	54,213,580	54,125,819	(87,761)	11.57%	10.65%
06 Months - T-bills	100,000,000	88,000,000	188,000,000	-	-	-	-	-	-
12 Months - T-bills	-	600,000,000	600,000,000	-	-	-	-	-	-
Total as at March 31, 2023 - Un-audited	481,250,000	2,874,600,000	3,301,150,000	54,700,000	54,213,580	54,125,819	(87,761)	11.57%	10.65%
Total as at June 30, 2022 - Audited					477,457,115	477,462,378	5,263	40.43%	39.32%

5.1.1 The cost of investments as on March 31, 2023 is Rs. 52,549,743 (June 30, 2022: Rs. 473,961,701).

5.1.2 Market Treasury Bills carry purchase yield 17.78% per annum and will matured on April 20, 2023. (June 30, 2022: 12.95% to 14.90%)

5.2 Government securities - Pakistan Investment Bonds

Particulars	Face value				As at March 31, 2023			Market value as a percentage of	
	As at July 01, 2022	Purchased during the period	Sold / matured during the period	As at March 31, 2023	Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the Fund	Net assets of the Fund
----- Rupees -----									
03 Years PIB - Floating	175,000,000	-	175,000,000	-	-	-	-	0.00%	0.00%
05 Years PIB - Floating	162,500,000	155,000,000	-	317,500,000	311,500,480	307,180,250	(4,320,230)	65.65%	60.43%
10 Years PIB - Floating	75,000,000	-	-	75,000,000	74,580,000	71,100,000	(3,480,000)	15.19%	13.99%
Total as at March 31, 2023 - Un-audited	412,500,000	155,000,000	175,000,000	392,500,000	386,080,480	378,280,250	(7,800,230)	80.84%	74.42%
Total as at June 30, 2022 - Audited					413,136,250	412,280,000	(856,250)	34.91%	33.95%

5.2.1 The cost of investments as on March 31, 2023 is Rs. 311,500,480 (June 30, 2022: Rs. 414,308,015).

5.2.2 These Pakistan Investment Bonds carry purchase yields ranging from 8.1170% to 17.1049% (June 30, 2022 : 8.12% to 8.42%) per annum. These securities will mature between 17 Nov 2027 and 18 June 2030.

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5.3 Sukuk certificates - unlisted

Name of investee company	Profit payments / principal redemptions	Maturity Date	Profit rate	As at July 01, 2022	Purchased during the period	Sold / matured during the period	As at March 31, 2023	Carrying value as at March 31, 2023	Market value as at March 31, 2023	Unrealised appreciation / (diminution)	Market value as a percentage of	
											Total market value of investments of the Fund	Net assets of the Fund
----- Rupees -----												
OBS AGP Private Limited (face Value Rs. 100,000)	Quarterly	July 15, 2026	3 months Kibor plus 1.55%	400	-	-	400	35,175,000	35,524,943	349,943	7.59%	6.99%
Total as at March 31, 2023 - Un-audited				-	-	-	400	35,175,000	35,524,943	349,943	7.59%	6.99%
Total as at June 30, 2022 - Audited								40,000,000	40,200,000	200,000	3.00%	3.00%

5.4 Commercial papers

Particulars	Face value				As at March 31, 2023			Market value as a percentage of	
	As at July 01, 2022	Purchased during the period	Sold / matured during the period	As at March 31, 2023	Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the Fund	Net assets of the Fund
----- Rupees -----									
Lucky Electric Power Company Limited-(ICP-2)	190,000,000	-	190,000,000	-	-	-	-	-	-
Mughal Iron & Steel Industries Limited - ICP	62,000,000	-	62,000,000	-	-	-	-	-	-
Total as at March 31, 2023 - Un-audited	252,000,000	-	252,000,000	-	-	-	-	-	-
Total as at June 30, 2022 - Audited					251,005,040	251,005,040	-	21.25%	20.67%

6 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

Note	March 31, 2023 Un-audited	June 30, 2022 Audited
	----- (Rupees) -----	-----
Management fee payable	6.1 739,912	711,669
Sindh sales tax payable on management fee	6.2 235,036	231,352
Federal Excise Duty payable on management fee	6.3 905,341	905,341
Accounting and operational charges payable	6.4 67,261	203,416
	1,947,550	2,051,778

- 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 1.01% per annum on the average annual net assets.
- 6.2** The Sindh Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of the Management Company through Sindh Sales Tax on Services Act, 2011.
- 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.

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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. 0.08 (June 30, 2021: Re. 0.04).

- 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 0.15% of the average annual net assets of the Fund from July 01, 2022 to November 30, 2022 and 0.10% of the average annual net assets of the Fund from December 01, 2022 to March 31, 2023 (2022: 0.12% from July 01, 2021 to September 14, 2021 and 0.2% from September 15, 2021 to June 30, 2022).

7	PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	March 31, 2023 Un-audited	June 30, 2022 Audited
			----- (Rupees) -----	-----
	Trustee fee payable	7.1	36,987	55,944
	Sindh sales tax payable on Trustee fee	7.2	4,812	7,453
			<u>41,799</u>	<u>63,397</u>

- 7.1** The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. The Fund has charged Trustee Fee at the rate of 0.055% (from July 01, 2021 to September 30, 2021 at 0.065% and from October 01, 2021 to June 30, 2022 at 0.055%) of average daily net assets of the Fund during the period.

- 7.2** The Provincial Government of Sindh has levied Sindh sales tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of Trustee through the Sindh sales tax on Services Act, 2011.

8	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	March 31, 2023 Un-audited	June 30, 2022 Audited
		----- (Rupees) -----	-----
	Annual fee payable	<u>156,222</u>	<u>404,149</u>

- 8.1** In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP). In accordance with the SRO No. 685(I)/2019 dated June 28, 2019 issued by the SECP, the Fund has charged SECP fee at the rate of 0.02% (June 30, 2022: 0.02%) of average annual net assets of the Fund.

9	ACCRUED EXPENSES AND OTHER LIABILITIES	March 31, 2023 Un-audited	June 30, 2022 Audited
		----- (Rupees) -----	-----
	Auditors' remuneration payable	397,262	304,020
	Withholding and capital gain tax payable	27,954,962	7,515,264
	Transaction charges payable	1,204	1,204
	Legal and professional charges payable	323,988	-
	Dividend payable	-	5,776,900
	Other payables	11,549	10,984
		<u>28,688,965</u>	<u>13,608,372</u>

Atlas Sovereign Fund

10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2023 and June 30, 2022.

		For the Nine Months Ended March 31,	
		2023	2022
		Un-audited	
		(Rupees)	
11 MARK-UP INCOME	Note		
Mark-up on:			
- Bank balances	4.1	2,588,150	24,980,247
- Sukuk certificates - unlisted		4,943,406	2,866,577
- Government securities - Pakistan Investment Bonds		51,686,537	78,892,884
- Government securities - Market Treasury Bills		60,717,881	43,003,200
- Commercial papers		2,122,255	-
		122,058,229	149,742,908

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, 2023 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

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 March 31, 2023 is 1.52% (June 30, 2022: 0.91%) which includes 0.16% (June 30, 2022: 0.09%) 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% prescribed under the NBFC Regulations for a collective investment scheme categorised as a "Money Market 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.

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		For the Nine Months Ended March 31,	
		2023	2022
		Un-audited	
		----- (Rupees) -----	
15.5 Transactions during the period:			
Atlas Asset Management Limited (Management Company)			
Remuneration of the Management Company including sales tax thereon	7,852,637	8,024,005	
Sindh Sales Tax on remuneration of Management Company	1,020,847	1,043,123	
Remuneration Paid	7,824,394	8,153,134	
Accounting and operation charges	1,005,666	2,907,226	
Central Depository Company of Pakistan Limited (Trustee)			
Remuneration of the Trustee including sales tax thereon	429,643	969,615	
Remuneration Paid	448,600	986,518	
Sindh Sales Tax on remuneration of Trustee	55,852	126,045	
Atlas Group of Companies, Management Staff Gratuity Fund (Retirement Benefit Plan of a Group Company)			
Issue of 619,151 units (2022: 242,407 units)	64,000,000	25,000,000	
Redemption of nil units (2022: 338,218 units)	-	35,000,000	
Atlas Honda Limited (Group Company)			
Issue of 63,107 units (2022: 2,836,940 units)	6,596,361	299,192,172	
Redemption of 5,070,454 units (2022: 4,716,505 units)	553,887,279	500,000,000	
Atlas Honda Limited (Group Company) Employees Provident Fund (Retirement Benefit Plan of a Group Company)			
Redemption of Nil units (2022: 585,755 units)	-	61,426,647	
Atlas Foundation (Trust having common Director / Trustee)			
Redemption of 937,186 units (2022: Nil units)	96,085,774	-	
Shirazi Investments (Private) Limited (Group Company)			
Redemption of 1,994,554 units (2022: 966,883 units)	204,417,639	100,000,000	
Batools Benefit Trust			
Redemption of Nil units (2022: 190,986 units)	-	20,160,181	
Atlas Metals (Private) Limited			
Issue of Nil units (2022: 86,889 units)	-	9,000,000	
Redemption of Nil units (2022: 272,645 units)	-	28,200,000	
Directors and their close family members and key management personnel of the Management Company			
Issue of 13,752 units (2022: 36,931 units)	1,423,896	3,979,880	
Redemption of 21,597 units (2022: 55,077 units)	2,249,830	5,909,326	
		March 31,	June 30,
		2023	2022
		Un-audited	Audited
		----- (Rupees) -----	
15.6 Balances outstanding as at period / year end			
Atlas Asset Management Limited (Management Company)			
Management fee payable	739,912	711,669	
Sindh sales tax payable on management fee	235,036	231,352	
Federal Excise Duty payable on management fee	905,341	905,341	
Accounting and operational charges payable	67,261	316,358	

Atlas Sovereign Fund

	March 31, 2023 Un-audited	June 30, 2022 Audited
	----- (Rupees) -----	
15.6 Balances outstanding as at period / year end (Cont....)		
Central Depository Company of Pakistan Limited (Trustee)		
Trustee fee payable	36,987	55,944
Sindh sales tax payable on Trustee fee	4,812	7,453
Atlas Honda Limited (Group Company)		
Outstanding Nil units (June 30, 2022: 5,007,347 units)	-	507,045,859
Shirazi Investments (Private) Limited (Group Company)		
Outstanding Nil units (June 30, 2022: 1,994,554 units)	-	201,969,336
Atlas Foundation (Trust having common Director / Trustee)		
Outstanding Nil units (June 30, 2022: 937,187 units)	-	94,899,930
Atlas Group of Companies, Management Staff Gratuity Fund (Retirement Benefit Plan of a Group Company)		
Outstanding 1,478,318 units (June 30, 2022: 859,168 units)	162,794,448	86,999,695
Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund (Retirement Benefit Plan of Group Company)		
Outstanding 2,130,334 units (June 30, 2022: 2,130,334 units)	234,595,363	215,718,473
Directors and their close family members and key management personnel of the Management Company		
Outstanding 230,598 units (June 30, 2022: 238,443 units)	25,393,775	24,144,834

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).

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As at December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

ASSETS	As at March 31, 2023			
	Un-audited			
	Level 1	Level 2	Level 3	Total
	(Rupees)			
Financial assets at 'fair value through profit or loss'				
Government securities - Market Treasury Bills	-	54,125,819	-	54,125,819
Government securities - Pakistan Investment Bonds	-	378,280,250	-	378,280,250
Sukuk certificates - unlisted	-	35,524,943	-	35,524,943
Commercial papers	-	-	-	-
	-	467,931,012	-	467,931,012

ASSETS	As at June 30, 2022			
	Audited			
	Level 1	Level 2	Level 3	Total
	(Rupees)			
Financial assets at 'fair value through profit or loss'				
Government securities - Market Treasury Bills	-	477,462,378	-	477,462,378
Government securities - Pakistan Investment Bonds	-	412,280,000	-	412,280,000
Sukuk certificates - unlisted	-	40,200,000	-	40,200,000
Commercial papers	-	251,005,040	-	251,005,040
	-	1,180,947,418	-	1,180,947,418

As at March 31, 2023, the Fund has investments in financial assets at 'fair value through profit or loss' measured using level 2 valuation technique. The investment of the Fund in government securities is valued on the basis of rates announced by the Financial Markets Association of Pakistan.

There were no transfers amongst the levels during the period. Further, there were no changes in the valuation techniques during the period.

The fair values of all other financial assets and liabilities of the Fund approximate their carrying amounts due to short-term maturities of these instruments.

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 27 April 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

Corporate Information

Trustee

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

Mohsin Tayebaly & Co.

Bankers

Allied Bank Limited
Bank Alfalah Limited
Bank Al Habib Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
JS Bank Limited
MCB Bank Limited
Samba Bank Limited
Soneri Bank Limited
HBL Microfinance Bank
Zarai Taraqati Bank Limited
The First Micro Finance Bank Limited

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CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 MARCH 2023

		March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
	Note	Rupees	Rupees
ASSETS			
Cash and bank balances	4	35,958,033	1,542,301,936
Investments	5	3,944,042,038	1,154,234,216
Receivable against sale of investments		29,947,200	-
Mark-up receivable		51,770,472	19,867,926
Deposits, prepayment and other receivables		9,588,510	9,039,382
Total assets		4,071,306,254	2,725,443,460
LIABILITIES			
Payable to Atlas Asset Management Limited - Management Company	6	31,772,996	29,650,873
Payable to the Central Depository Company of Pakistan Limited - Trustee	7	294,745	206,137
Payable to the Securities and Exchange Commission of Pakistan	8	580,044	891,294
Dividend payable		57,074	197,315
Accrued expenses and other liabilities	9	3,204,317	28,660,654
Total liabilities		35,909,176	59,606,273
NET ASSETS		4,035,397,079	2,665,837,187
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		4,035,397,079	2,665,837,187
Contingencies and commitments	10		
		----- Number of units -----	
Number of units in issue		7,002,267	5,092,694
		----- Rupees -----	
Net asset value per unit		576.2987	523.4631

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 INCOME STATEMENT (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2023

		For the Nine Months Ended March 31,		For the quarter ended March 31,	
		2023	2022	2023	2022
	Note	(Rupees)			
INCOME					
Mark-up income	11	455,530,025	312,499,889	178,064,319	97,479,999
Gain / (loss) on sale of investments - net		1,984,965	(20,425,981)	(558,260)	(18,552,102)
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss '		(49,249,205)	(8,297,252)	(30,196,338)	25,244,399
		(47,264,240)	(28,723,233)	(30,754,598)	6,692,297
Total income		408,265,785	283,776,656	147,309,721	104,172,296
EXPENSES					
Remuneration of Atlas Asset Management Limited - Management Company	6.1 & 6.2	33,649,490	22,554,988	13,613,953	7,151,761
Remuneration of Central Depository Company of Pakistan Limited - Trustee	7.1 & 7.2	2,458,093	3,040,749	931,702	825,203
Annual fees to the Securities and Exchange Commission of Pakistan	8.1	580,079	717,581	219,869	194,739
Accounting and operational charges	6.4	3,601,519	6,291,996	1,099,360	1,947,383
Transaction charges		989,720	2,778,262	451,804	445,022
Auditors' remuneration		626,838	548,709	207,407	180,233
Annual listing fee		20,643	20,644	6,781	6,706
Annual rating fee		474,824	392,642	155,906	128,969
Printing charges		17,831	50,083	6,601	6,153
Legal and professional charges		542,456	1,290,845	302,541	803,288
Bank charges		14,822	14,807	669	1,340
Total operating expenses		42,976,315	37,701,305	16,996,593	11,690,796
Net income from operating activities		365,289,470	246,075,351	130,313,128	92,481,500
Reversal of provision for Sindh Workers' Welfare Fund		-	(44,638,021)	-	-
Net income for the period before taxation		365,289,470	290,713,372	130,313,128	92,481,500
Taxation	12	-	-	-	-
Net income for the period after taxation		365,289,470	290,713,372	130,313,128	92,481,500
Earnings per unit	13				
Allocation of net income for the period					
Net income for the period after taxation		365,289,470	290,713,372	130,313,128	92,481,500
Income already paid on redemption of units		(68,020,869)	(107,103,238)	(55,658,086)	(25,017,211)
		297,268,601	183,610,134	74,655,042	67,464,289
Accounting income available for distribution					
- Relating to capital gains		-	-	-	6,692,297
- Excluding capital gains		297,268,601	183,610,134	74,655,042	60,771,992
		297,268,601	183,610,134	74,655,042	67,464,289

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

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CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2023

	For the Nine Months Ended March 31,		For the quarter ended March 31,	
	2023	2022	2023	2022
	----- (Rupees) -----			
Net income for the period after taxation	365,289,470	290,713,372	130,313,128	92,481,500
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	365,289,470	290,713,372	130,313,128	92,481,500

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 MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 2023

	March 31, 2023			March 31, 2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)		
Net assets as at the beginning of the period (audited)	2,446,718,303	219,118,884	2,665,837,187	4,773,825,597	214,605,259	4,988,430,856
Issuance of 4,276,457 units (2022:4,576,558 units)						
- Capital value (at net asset value per unit at the beginning of the period)	2,238,567,563	-	2,238,567,563	2,391,528,625	-	2,391,528,625
- Element of income	85,986,862	-	85,986,862	64,327,927	-	64,327,927
Total proceeds on issuance of units	2,324,554,425	-	2,324,554,425	2,455,856,552	-	2,455,856,552
Redemption of 2,366,884 units (2022: 7,003,558 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(1,238,976,299)	-	(1,238,976,299)	(3,659,783,058)	-	(3,659,783,058)
- Element of income	(13,286,835)	-	(13,286,835)	(13,567,575)	-	(13,567,575)
- Income already paid on redemption of units	-	(68,020,869)	(68,020,869)	-	(107,103,238)	(107,103,238)
Total payment on redemption of units	(1,252,263,134)	(68,020,869)	(1,320,284,003)	(3,673,350,633)	(107,103,238)	(3,780,453,871)
Total comprehensive income for the period	-	365,289,470	365,289,470	-	290,713,372	290,713,372
Net assets as at the end of the period (un-audited)	3,519,009,593	516,387,485	4,035,397,079	3,556,331,517	398,215,393	3,954,546,910
Undistributed income brought forward comprising of:						
- Realised income		212,606,522			185,109,189	
- Unrealised income		6,512,362			29,496,070	
		219,118,884			214,605,259	
Accounting income available for distribution:						
- Relating to capital gains		-			-	
- Excluding capital gains		297,268,601			183,610,134	
		297,268,601			183,610,134	
Undistributed income carried forward		516,387,485			398,215,393	
Undistributed income carried forward comprising of:						
- Realised income		563,651,725			426,938,626	
- Unrealised loss		(47,264,240)			(28,723,233)	
		516,387,485			398,215,393	
Net asset value per unit at the beginning of the period	523.4631			522.5605		
Net asset value per unit at the end of the period	576.2987			555.4819		

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

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CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 2023

	For the Nine Months Ended March 31,	
	2023	2022
Note	Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	365,289,470	290,713,372
Adjustments:		
Mark-up income	(455,530,025)	(312,499,889)
(Gain) / loss on sale of investments - net	(1,984,965)	20,425,981
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss '	49,249,205	8,297,252
Reversal of provision for provision for Sindh Workers' Welfare Fund	-	(44,638,021)
	(42,976,315)	(37,701,305)
(Increase) / decrease in assets		
Receivable against Margin Trading System	(29,947,200)	527,223,489
Interest / profit accrued	-	25,539,926
Deposits, prepayment and other receivables	(549,129)	46,422,967
	(30,496,329)	599,186,382
(Decrease) / increase in liabilities		
Payable to Atlas Asset Management Limited - Management Company	2,122,123	(2,264,627)
Payable to the Central Depository Company of Pakistan Limited - Trustee	88,608	(66,957)
Payable to the Securities and Exchange Commission of Pakistan	(311,250)	(135,731)
Dividend payable	(140,241)	(32,783,590)
Accrued expenses and other liabilities	(25,456,338)	(38,155,855)
	(23,697,098)	(73,406,760)
Mark-up received	423,627,479	312,499,889
Amount (paid) / received on purchase and sale / maturity of investments - net	(2,837,072,062)	(528,666,831)
Net cash generated from / (used in) operating activities	(2,510,614,326)	271,911,375
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	2,324,554,425	2,455,856,551
Amount paid on redemption of units	(1,320,284,003)	(3,781,691,207)
Net cash generated from / (used in) financing activities	1,004,270,422	(1,325,834,655)
Net decrease in cash and cash equivalents during the period	(1,506,343,904)	(1,053,923,280)
Cash and cash equivalents at beginning of the period	1,542,301,936	2,146,464,962
Cash and cash equivalents at end of the period	4 35,958,033	1,092,541,682

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

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 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, Twelfth, Thirteenth and Fourteenth Supplements dated June 21, 2005, October 29, 2007, February 29, 2008, June 23, 2010, November 12, 2010, October 14, 2013, 24 March, 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 March 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 (PACRA) Limited maintained the asset manager rating of the Management Company to AM2+ on December 23, 2022 [2022: AM2+ on December 24, 2021]. Moreover, PACRA maintained the stability rating of "AA- (f)" on April 17, 2023. [2022: "AA- (f)" on October 15, 2022.]
- 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

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- 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, 2022.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at and for the nine months ended March 31, 2023.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT POLICIES

3.1 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, 2022.

3.2 The preparation of the condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2022. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2022.

3.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

3.4 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 01, 2023. However, these are not expected to have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

4 CASH AND BANK BALANCES

Bank balances:

- Saving accounts
- Current accounts

Cheques in hand

	March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
Note	Rupees	
4,1	35,858,033	1,542,296,936
	-	5,000
	100,000	-
	35,958,033	1,542,301,936

4.1 The rate of profit on these savings accounts ranges between 12.25% to 15.50% (June 30, 2022: 5.5% to 16.45%) per annum.

Atlas Income Fund

		March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
5 INVESTMENTS	Note	Rupees	
Financial assets at 'fair value through profit or loss'			
Term finance certificates - listed	5.1	-	38,606,746
Term finance certificates - unlisted	5.2	408,045,501	350,472,196
Sukuk certificates - unlisted	5.3	97,693,750	288,550,000
Government securities - Market Treasury Bills	5.4	2,666,846,837	-
Government securities - Pakistan Investment Bonds	5.5	672,847,500	224,605,000
Commercial papers	5.6	98,608,450	252,000,274
		3,944,042,038	1,154,234,216

5.1 Term finance certificates - listed

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

Name of Investee Company	As at 01 July 2022	Purchased during the year	Disposed / matured during the year	As at 31 March 2023	Carrying value as at 31 March 2023	Market value as at 31 March 2023	Market value as a percentage of total investments	Market value as a percentage of net assets
----- Number of certificates -----				----- Rupees -----		----- % Age -----		
BANKS								
Soneri Bank Limited	7,428	-	7,428	-	-	-	-	-
Total as at March 31, 2023 - Un-audited					-	-		
Total as at June 30, 2022 - Audited					37,043,436	38,606,746		

The terms and conditions of listed term finance certificates outstanding as at 31 March 2023 are as follows:

Name of the Investee Company	Rating	Tenure	Profit payments / principal redemptions	Maturity date	Rate of return
BANKS					
Soneri Bank Limited	A+	8 years	Semi-annually	Early Matured	6 month KIBOR + 1.35%

5.2 Term finance certificates - unlisted

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

Name of Investee Company	As at 01 July 2022	Purchased during the year	Disposed / matured during the year	As at 31 March 2023	Carrying value as at 31 March 2023	Market value as at 31 March 2023	Market value as a percentage of total investments	Market value as a percentage of net assets
----- Number of certificates -----				----- Rupees -----		----- % Age -----		
BANKS								
Askari Bank Limited - TFC VII	150	-	-	150	152,250,000	153,121,050	3.88%	3.79%
The Bank of Punjab Limited - TFC	1,027	-	1,027	-	-	-	-	-
Samba Bank Limited TFC	950	-	-	950	95,300,096	94,924,000	2.41%	2.35%
Soneri Bank Limited Tier II	-	500	-	500	50,000,000	50,000,000	1.27%	1.24%
Bank Al Habib Limited	-	12,000	-	12,000	60,000,000	60,000,000	1.52%	1.49%
The Bank of Punjab	-	500	-	500	50,000,000	50,000,000	1.27%	1.24%
Total as at March 31, 2023 - Un-audited					407,550,096	408,045,050	6.46%	6.32%
Total as at June 30, 2022 - Audited					348,832,589	350,472,196		

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The terms and conditions of unlisted term finance certificates outstanding as at 31 March 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	AA	10 years	Quarterly	Mar 2030	3 month KIBOR + 1.20%
The Bank of Punjab Limited - TFC	AA	10 years	Semi-annually	Early Matured	6 month KIBOR +1.00%
Samba Bank Limited TFC	AA-	10 years	Semi-annually	Mar 2031	6 month KIBOR +1.35%
Soneri Bank Limited Tier II	A+	10 years	Semi-annually	Dec 2032	6 month KIBOR + 1.70%
Bank Al Habib Limited	AA	10 years	Semi-annually	Dec 2032	6 month KIBOR + 1.35%
The Bank of Punjab	AA	10 years	Semi-annually	Mar 2033	6 month KIBOR + 1.25%

* Principal redemption shall be made in four equal quarterly instalments of Rs. 250,000 starting from June 17, 2029.

5.3 Sukuk certificates - unlisted

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

Name of Investee Company	As at 01 July 2022	Purchased during the year	Disposed during the year	As at 31 March 2023	Carrying value as at 31 March 2023	Market value as at 31 March 2023	Market value as a percentage of total investments	Market value as a percentage of net assets
----- Number of sukuk certificates -----					----- Rupees -----		----- % Age -----	
Power Generation								
K-Electric Limited Short Term Sukuk - V	178	-	178	-	-	-	-	-
Pharmaceutical								
OBS AGP Private Limited								
Sukuk Certificates	-	1,100	-	1,100	96,731,250	97,693,750	2.48%	2.42%
Total as at March 31, 2023 - Un-audited					96,731,250	97,693,750	2.48%	2.42%
Total as at June 30, 2022 - Audited					96,731,250	97,693,750		

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
K-Electric Limited Short Term Sukuk V	AA	6 Month	Semi-annually	October 2022	6 month KIBOR + 0.95%
OBS AGP Private Limited - Sukuk	A+	5 years	Quarterly	July 2026	3 month KIBOR + 1.55%

5.4 Government securities - Market Treasury Bills

Tenor	As at 01 July 2022	Purchased during the year	Disposed / matured during the year	As at 31 March 2023	Carrying value as at 31 March 2023	Market value as at 31 March 2023	Market value as a percentage of total investments	Market value as a percentage of net assets
----- Face value (Rupees) -----					----- Rupees -----		----- % Age -----	
3 months	-	16,835,000,000	15,687,100,000	1,147,900,000	1,137,770,413	1,135,850,494	28.80%	28.15%
6 months	-	3,005,000,000	2,735,000,000	270,000,000	269,462,077	269,269,650	6.83%	6.67%
12 months	-	2,910,000,000	1,510,000,000	1,400,000,000	1,301,501,737	1,261,726,700	31.99%	31.27%
Total as at March 31, 2023 - Un-audited	-	22,750,000,000	19,932,100,000	2,817,900,000	2,708,734,228	2,666,846,844	67.62%	66.09%
Total as at June 30, 2022 - Audited					-	-		

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5.4.1 The cost of these investments is Rs. 2,564,970,056 (June 30, 2022: Nil).

5.4.2 Market Treasury Bills carry yield of 15.59 % to 17.89 % (June 30, 2022: Nil) per annum .

5.5 Government securities - Pakistan Investment Bonds

Tenor	As at 01 July 2022	Purchased during the year	Disposed during the year	As at 31 March 2023	Carrying value as at 31 March 2023	Market value as at 31 March 2023	Market value as a percentage of total investments	Market value as a percentage of net assets
	----- Face value (Rupees) -----				----- Rupees -----		----- % Age -----	
3 Years - Floating	50,000,000	100,000,000	-	150,000,000	147,850,900	146,900,000	3.72%	3.64%
5 Years - Floating	100,000,000	375,000,000	-	475,000,000	459,236,319	454,847,944	11.53%	11.27%
10 Years - Floating	75,000,000	-	-	75,000,000	74,580,000	71,100,000	1.80%	1.76%
Total as at March 31, 2023 - Un-audited	225,000,000	475,000,000	-	700,000,000	681,667,219	672,847,944	17.06%	16.67%
Total as at June 30, 2022 - Audited					225,417,500	224,605,000		

5.5.1 The cost of these investments as at March 31, 2023 is Rs. 683,125,650 (June 30, 2022: Rs. 225,417,500).

5.5.2 Pakistan Investment Bonds carry purchase yield ranging from 8.12% to 17.10% (June 30, 2022: 15.65% to 15.90%) per annum. These securities will mature between June 18, 2023 and June 18, 2030.

5.6 Commercial papers

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

Name of Investee Company	As at 01 July 2022	Purchased during the year	Disposed / matured during the year	As at 31 March 2023	Carrying value as at 31 March 2023	Market value as at 31 March 2023	Market value as a percentage of total investments	Market value as a percentage of net assets
	----- Number of certificates -----				----- Rupees -----		----- % Age -----	
MUGHAL Commercial paper	63	-	63	-	-	-	-	-
Lucky Electric Power Company(LEPCL-2)	190	-	190	-	-	-	-	-
Lucky Electric Power Company(LEPCL-4)	-	100	-	100	98,608,451	98,608,451	2.50%	2.44%
Total as at March 31, 2023 - Un-audited					98,608,451	98,608,451	2.50%	2.44%
Total as at June 30, 2022 - Audited					252,200,306	252,000,274		

5.6.1 This carries profit at the rate of 17.25% (2021: 12.19%) and is due to mature by May 02, 2023 (2021: July 12, 2022 to July 21, 2022)

5.7 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 with the SECP's Circular 33 of 2012 and accordingly an aggregate provision of Rs. 88,175,893/- (2022: Rs. 88,759,125), has been made in accordance with provisioning requirements specified by the SECP.

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Non-performing investments	Type of investment	Principal value	Valuation loss	Value of investment before Provision	Provision held	Value of investment after provision	Percentage of		Suspended Mark-up	Payments after declared NPA / Financial Structuring	Payments after June 30, 2022
							Net Asset %	Gross Asset %			
Listed											
Azgard Nine Limited	TFC	1,735,255	-	1,735,255	1,735,255	-	-	-	166,869	2,125,163	-
Telecard Limited	TFC	4,980,480	1,556,610	3,423,870	3,423,870	-	-	-	2,842,572	5,091,058	-
Agritech Limited-I	TFC	39,384,768	9,992,000	29,392,768	29,392,768	-	-	-	53,763,754	6,246,778	331,767
Agritech Limited-II	TFC	11,015,000	-	11,015,000	11,015,000	-	-	-	-	2,949,016	-
Agritech Limited-IV	TFC	9,992,000	2,498,000	7,494,000	7,494,000	-	-	-	13,478,536	2,237,942	82,947
Azgard Nine Limited-VI	TFC	6,040,000	-	6,040,000	6,040,000	-	-	-	51,296	529,535	227,535
Azgard Nine Limited-VII	TFC	13,850,000	-	13,850,000	13,850,000	-	-	-	-	-	-
		86,997,503	14,046,610	72,950,893	72,950,893	-	-	-	70,303,027	19,179,492	642,249
Unlisted											
Agritech Limited	Sukuk	20,300,000	5,075,000	15,225,000	15,225,000	-	-	-	27,919,531	1,762,893	168,518
As at March 31, 2023 (Un-audited)		107,297,503	19,121,610	88,175,893	88,175,893	-	-	-	98,222,558	20,942,385	810,767
As at June 30, 2022 (Audited)				88,759,125	88,759,125	-	-	-	84,394,404	18,584,498	1,547,120

5.9.1 During the FY 2012-13, the Fund received zero coupon term finance certificates of Azgard Nine Limited having face value of Rs. 5,375,000. These TFCs were received against outstanding mark-up of Azgard Nine Limited's TFCs payable as of March 31, 2012.

5.9.2 The fund has opted for Option C (of Creditors' Scheme of Arrangement as approved by Lahore High Court (LHC) was implemented from April 29, 2021), which is no waiver of principal or mark-up amount amongst other options available i.e. Option A (waiver of principal and mark-up amount) and Option B (no waiver of principal and but waiver of mark-up amount). The fund holds TFCs of Rs.13,509,594 (fully provided for) at face value out of which TFCs valuing Rs. 5,375,000 are Zero Coupon TFCs received through conversion of overdue mark-up up till March 31, 2012. Furthermore, accrued mark-up as at April 29, 2021 stands at Rs.8,479,650. Therefore, total accrued mark-up till April 29, 2021 stands at Rs. 13,854,650 that is to be converted into zero coupon PPTFC having maturity on the 10th anniversary as per the arrangement. Following are the details of the option selected by the fund.

Settlement of accrued markup and zero coupon PPTFC: This amount will be converted into New Zero Coupon PPTFC with one-time bullet payment by Azgard Nine Limited (ANL) on the 10th anniversary

Description	(Rupees)
Outstanding Markup	8,479,650
Zero Coupon PPTFC	5,375,000
Payment received	(4,650)
New Zero Coupon PPTFC	13,850,000

Settlement of Principal Amount: Principal portion will be converted into Sub PPTFC with repayment period of 10 years while remaining amount will be paid against the sale of Muzaffargah Unit, both accruing mark-up at the rate of 5% per annum.

Description	(Rupees)
Outstanding principal	8,134,593
Payment received by the fund post settlement of markup for option A & B creditors and principal amount for option A creditors from cash proceeds of right issue and sale of Ferozepur property.	(154,858)
Payment against sale of Muzaffargah Unit (within 2 years) - received	(1,735,255)
Payment to be made by ANL on future date from internal sources - received	(204,480)
Issuance of Sub PPTFC	6,040,000

The instrument will continue to remain non-performing as per the provisioning policy for non-performing exposure of collective investment scheme dated February 12, 2013 which states that "the terms and conditions of rescheduled/restructured debt security are fully met for a period of at least one year".

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		March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
6	PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	Rupees
	Management fee payable	6.1	3,822,754
	Sindh sales tax payable on management fee	6.2	4,019,635
	Federal Excise Duty payable on management fee	6.3	23,582,971
	Accounting and operational charges payable	6.4	347,636
			31,772,996
			29,650,873

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 1.03% on the average annual net assets.

6.2 The Sindh Government has levied Sindh sales tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of the Management Company through Sindh sales tax on Services Act, 2011.

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 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. 3.37 (June 30, 2022: Re. 4.63)

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 based on its own discretion has charged such expenses at the rate of 0.15% from July 01, 2022 to November 30, 2022 and 0.1% from December 01, 2022 to March 31, 2023 (June 30, 2022: 0.2%) per annum of the average annual net assets of the Fund during the period ended March 31, 2023, subject to total expense charged being lower than actual expense incurred.

		March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
7	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE	Note	Rupees
	Trustee fee payable	7.1	260,640
	Sindh sales tax payable on Trustee fee	7.2	34,105
			294,745
			206,137

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- 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, 2022: 0.075%) of average annual daily net assets of the fund.
- 7.2 The Provincial Government of Sindh has levied Sindh sales tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of Trustee through the Sindh sales tax on Services Act, 2011.

		March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
	Note	Rupees	Rupees
8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			

Annual fee payable	8.1	580,044	891,294
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- 8.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay an annual fee to the SECP. As per the guideline issued by the SECP vide its SRO no. 685(1)/2019 dated June 28, 2019. The Fund has recognised SECP Fee at the rate of 0.02% (June 30, 2022: 0.02%) of the daily net assets of the Fund.

		March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
		Rupees	Rupees
9 ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditor's remuneration payable		630,708	491,017
Withholding tax payable		74,474	22,302,700
Capital gain tax payable		477,608	3,884,569
Transaction charges payable		1,163,432	1,629,970
Legal and professional charges payable		440,936	-
Zakat payable		18,055	18,055
Other payables		399,103	334,343
		3,204,317	28,660,654

10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2023 and as at June 30, 2022.

		March 31, 2023 (Un-audited)	2022
	Note	Rupees	Rupees
11 MARK-UP INCOME			
Mark-up on:			
- Bank balances	4.1	14,831,729	79,835,266
- Sukuk certificates		20,669,465	10,602,859
- Term finance certificates		52,510,356	24,667,499
- Commercial papers		8,710,506	22,440,020
- Government securities - Market Treasury Bills		289,477,400	160,701,036
- Government securities - Pakistan Investment Bonds		59,732,027	-
- Margin trading system		8,574,919	14,253,209
- Non-performing debt securities		1,023,623	-
		455,530,025	312,499,889

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,

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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 at least 90% of the income earned by the Fund for year ending June 30, 2023 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

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 March 31, 2023 based on current period results is 1.48% (June 30, 2022: 1.18%) which includes 0.16% (June 30, 2022: 0.1%) representing government levies on the Fund such as sales 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.

	March 31,	
	2023	2022
	(Un-audited)	
	----- Rupees -----	
15.5 Transactions during the period		
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company including sales tax thereon	29,778,310	19,960,166
Accounting and operational charges	3,601,519	6,291,996
Remuneration Paid	27,777,806	21,934,774
Sindh Sales Tax on remuneration of the Management Company	3,871,181	2,594,822
Issue of 462 units (2022:108,738 units)	249,503	59,602,098
Redemption of 462 units (2022:176,163 units)	250,176	94,975,675
Central Depository Company of Pakistan Limited (Trustee)		
Trustee Fee	2,175,304	2,690,928
Sindh Sales Tax on Remuneration of the Management Company	282,789	349,821
Trustee fee paid	2,096,890	2,750,380
Atlas Foundation (Trust having common Director / Trustee)		
Issue of Nil units (2022:70,168 units)	-	37,000,000
Redemption of 307,974 units (2022: Nil units)	165,000,000	-
Atlas Honda Limited (Group Company)		
Issue of Nil units (2022:2,222 units)	-	1,199,796,172

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	March 31,	
	2023 (Un-audited)	2022 (Un-audited)
	----- Rupees -----	
15.5 Transactions during the period		
Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of Group Company)		
Redemption Nil units (2022: 27,266 units)	-	14,751,365
Atlas Honda Limited - Non Management Staff Gratuity Fund (Retirement benefit plan of Group Company)		
Redemption Nil units (2022:3,703 units)	-	2,000,000
Atlas Insurance Limited (Group Company)		
Issue of 260,196 units (2022: Nil units)	143,838,367	-
Redemption of 260,196 units (2022: Nil units)	146,667,925	-
Atlas Group of Companies - Management Staff Gratuity Fund (Retirement benefit plan of Group Company)		
Issue of Nil units (2021: 227,644 units)	-	120,000,000
Redemption of 176,274 units (2021: 95,387 units)	95,532,261	51,649,942
Atlas Metals (Private) Limited (Group Company)		
Issue of Nil units (2022: 18,447 units)	-	10,000,000
Redemption Nil units (2022: 52,577 units)	-	28,200,000
Batools Benefit Trust		
Redemption 2,658 units (2022: Nil units)	1,500,000	-
Honda Atlas Cars (Pakistan) Limited - Employee Provident Fund (Retirement benefit plan of Group Company)		
Redemption of 3,691,980 units (2022:16,038 units)	2,004,132,903	87,913,196
Shirazi Investments (Private) Limited (Group Company)		
Redemption of 661,908 units (2022:2,586,346 units)	373,000,000	1,400,000,000
Shirazi Investments (Pvt.) Ltd. - Employee Provident Fund (Retirement benefit plan of Group Company)		
Issue of 5,578 units (2022: 5,729 units)	2,967,290	3,000,000
Redemption of 15,650 units (2022: 5,729 units)	8,536,000	3,073,090
Directors and their close family members and personnel of the Management Company		
Issue of 148,372 units(2022: 17,067 units)	80,530,140	9,000,000
Redemption of 288,592 units (2022:23 units)	163,820,988	150,770
	March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
	----- Rupees -----	
15.6 Balances outstanding as at period / year end		
Atlas Asset Management Limited (Management Company)		
Management fee payable	3,822,754	1,822,250
Sindh sales tax payable on management fee	4,019,635	3,759,591
Federal Excise Duty payable on management fee	23,582,971	23,582,971
Accounting and operational charges payable	347,636	486,061
Central Depository Company of Pakistan Limited (Trustee)		
Trustee fee payable	260,640	182,226
Sindh sales tax payable on Trustee fee	34,105	23,911

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	March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
	----- Rupees -----	
15.6 Balances outstanding as at period / year end		
Atlas Foundation (Trust having common Director / Trustee)		
Outstanding 299,402 units (June 30, 2022 : 607,376 units)	172,544,975	317,939,009
Atlas Honda Limited (Group Company)		
Outstanding 4,950,278 units (June 30, 2022: 1,258,298 units)	2,852,838,624	658,672,048
Atlas Group of Companies - Management Staff Gratuity Fund (Retirement Benefit Plan of a Group Company)		
Outstanding Nil units (June 30, 2022: 176,274 units)	-	92,272,934
Atlas Honda Limited - Non-management Staff Gratuity Fund (Retirement benefit plan of Group Company)		
Outstanding 22,885 units (June 30, 2022: 22,885 units)	13,188,445	11,979,453
Batools Benefit Trust (Trust having common Director / Trustee)		
Outstanding 73,577 units (June 30, 2022: 76,235 units)	42,402,477	39,906,209
Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund (Retirement benefit plan of Group Company)		
Outstanding 301,820 units (June 30, 2022: 301,820 units)	173,938,487	157,991,633
Atlas Energy Limited (Group Company)		
Outstanding Nil units (June 30, 2022: 7 units)	-	3,664
Shirazi Investments (Private) Limited (Group company)		
Outstanding 677,389 units (June 30, 2022: 1,339,297 units)	390,378,245	701,072,559
Shirazi Investments (Private) Ltd. - Employee Provident Fund (Retirement benefit plan of Group Company)		
Outstanding 16,578 units (June 30, 2022: 26,650 units)	9,554,021	13,950,292
Directors and their close family members and key management personnel and executive of the Management Company		
Outstanding 19,238 units (June 30, 2022: 159,457 units)	11,086,629	83,469,981

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

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

As at March 31, 2023 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

	As at March 31, 2023(Un-audited)			
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss'				
Term finance certificates - unlisted	-	408,045,501	-	408,045,501
Sukuk certificates - listed	-	97,693,750	-	97,693,750
Commercial papers	-	98,608,450	-	98,608,450
Government securities - Market Treasury Bills	-	2,666,846,837	-	2,666,846,837
Government securities - Pakistan				
Investment Bonds	-	672,847,500	-	672,847,500
	-	3,944,042,038	-	3,944,042,038

	As at June 30, 2022 (Audited)			
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss '				
Term finance certificates - listed	-	38,606,746	-	38,606,746
Term finance certificates - unlisted	-	350,472,196	-	350,472,196
Sukuk certificates - unlisted	-	288,550,000	-	288,550,000
Commercial papers	-	252,000,274	-	252,000,274
Government securities - Pakistan				
Investment Bonds	-	224,605,000	-	224,605,000
	-	1,154,234,216	-	1,154,234,216

There were no transfers amongst the levels during the period. Further, there were no changes in the valuation techniques during the period.

The fair values of all other financial assets and liabilities of the Fund approximate their carrying amounts due to short-term maturities of these instruments.

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 April 27, 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

Corporate Information

Trustee

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

Mohsin Tayebaly & Co.

Bankers

Bank Alfalah Limited
Habib Bank Limited
MCB Bank Limited

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CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 MARCH 2023

		March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
	Note	----- (Rupees) -----	-----
ASSETS			
Cash and bank balances	4	148,302,908	51,296,361
Investments	5	7,870,768,338	9,064,315,544
Dividend receivable		93,430,797	-
Mark-up receivable on bank balances		579,616	2,750
Receivable against sale of investments		-	1,219,498
Advances, deposits, prepayments and other receivables		13,660,893	13,530,225
Total assets		8,126,742,551	9,130,364,378
LIABILITIES			
Payable to Atlas Asset Management Limited - Management Company	6	46,501,596	48,359,647
Payable to the Central Depository Company of Pakistan Limited - Trustee	7	885,404	945,453
Payable to the Securities and Exchange Commission of Pakistan	8	1,295,528	2,008,397
Unclaimed dividend		401,732	401,732
Accrued expenses and other liabilities	9	3,703,787	2,129,217
Total liabilities		52,788,047	53,844,446
NET ASSETS		8,073,954,504	9,076,519,932
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		8,073,954,504	9,076,519,932
Contingencies and commitments	10	----- (Number of units) -----	
Number of units in issue		14,383,353	15,290,637
		----- (Rupees) -----	
Net asset value per unit		561.3402	593.5999

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 INCOME STATEMENT (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2023

		For the Nine Months Ended March 31,		For the Quarter Ended March 31,	
		2023	2022	2023	2022
Note		------(Rupees)-----			
INCOME					
Mark-up on bank balances	4.1	9,043,557	6,909,332	1,875,105	2,574,879
Dividend income		739,465,357	645,664,817	274,570,049	260,815,439
Loss on sale of investments - net		(288,355,939)	(123,606,338)	(130,762,755)	(195,642,394)
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.2	(707,794,331)	(706,839,217)	(86,740,725)	16,294,986
		(996,150,270)	(830,445,555)	(217,503,480)	(179,347,408)
Total (loss) / income		(247,641,356)	(177,871,406)	58,941,674	84,042,910
EXPENSES					
Remuneration of Atlas Asset Management Limited - Management Company	6.1 & 6.2	182,998,255	211,992,110	56,777,126	70,190,296
Remuneration of the Central Depository Company of Pakistan Limited -Trustee	7.1 & 7.2	8,168,204	9,444,759	2,549,714	3,086,243
Annual fee to the Securities and Exchange Commission of Pakistan	8.1	1,295,563	1,521,502	401,962	496,923
Accounting and operational charges	6.4	32,389,072	35,897,834	10,049,049	12,423,061
Transaction charges		12,273,797	10,356,432	4,971,792	4,311,722
Auditors' remuneration		594,599	505,760	207,053	166,125
Annual listing fee		20,643	20,644	6,780	6,781
Printing charges		37,796	45,611	21,173	10,416
Legal and professional charges		277,674	130,474	116,665	87,574
Bank charges		15,171	20,920	452	5,254
Total expenses		238,070,774	269,936,047	75,101,767	90,784,396
Net loss from operating activities		(485,712,130)	(447,807,453)	(16,160,093)	(6,741,486)
Reversal of provision for Sindh Workers' Welfare Fund		-	(105,137,220)	-	-
Net loss for the period before taxation		(485,712,130)	(342,670,233)	(16,160,093)	(6,741,486)
Taxation	11	-	-	-	-
Net loss for the period after taxation		(485,712,130)	(342,670,233)	(16,160,093)	(6,741,486)
Earnings per unit	12				
Allocation of net income for the period					
Net income for the period after taxation		-	-	-	-
Income already paid on redemption of units		-	-	-	-
		-	-	-	-
Accounting income available for distribution					
- Relating to capital gains		-	-	-	-
- Excluding capital gains		-	-	-	-
		-	-	-	-

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

Third Quarter Report 2022-23

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2023

	For the Nine Months Ended March 31,		For the Quarter Ended March 31,	
	2023	2022	2023	2022
	----- (Rupees) -----			
Net loss for the period after taxation	(485,712,130)	(342,670,233)	(16,160,093)	(6,741,486)
Other comprehensive income for the period	-	-	-	-
Total comprehensive loss for the period	<u>(485,712,130)</u>	<u>(342,670,233)</u>	<u>(16,160,093)</u>	<u>(6,741,486)</u>

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 MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 2023

	Nine months ended March 31, 2023			Nine months ended March 31, 2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
----- (Rupees) -----						
Net assets as at the beginning of the period - Audited	8,221,398,550	855,121,382	9,076,519,932	7,557,133,362	2,305,336,216	9,862,469,578
Issuance of 254,020 units (2022: 2,885,791 units)						
- Capital value (at net asset value per unit at the beginning of the period)	150,786,019	-	150,786,019	1,985,653,628	-	1,985,653,628
- Element of Income	(9,847,601)	-	(9,847,601)	(14,786,155)	-	(14,786,155)
Total proceeds on issuance of units	140,938,418	-	140,938,418	1,970,867,473	-	1,970,867,473
Redemption of 1,161,303 units (2022: 1,771,985 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(689,349,502)	-	(689,349,502)	(1,219,266,553)	-	(1,219,266,553)
- Element of Income	31,557,786	-	31,557,786	20,999,194	-	20,999,194
Total payments on redemption of units	(657,791,716)	-	(657,791,716)	(1,198,267,359)	-	(1,198,267,359)
Total comprehensive loss for the period	-	(485,712,130)	(485,712,130)	-	(342,670,233)	(342,670,233)
Net assets as at the end of the period - Un-audited	7,704,545,252	369,409,252	8,073,954,504	8,329,733,476	1,962,665,983	10,292,399,458
Undistributed income brought forward comprising of:						
- Realised income		2,294,129,032			1,331,130,189	
- Unrealised (loss) / income		(1,439,007,650)			974,206,027	
		855,121,382			2,305,336,216	
Accounting income available for distribution:						
- Relating to capital gains		-			-	
- Excluding capital gains		-			-	
		-			-	
Total comprehensive loss for the year		(485,712,130)			(342,670,233)	
Undistributed income carried forward		369,409,252			1,962,665,983	
Undistributed income carried forward comprising of:						
- Realised income		1,077,203,583			2,261,852,286	
- Unrealised loss		(707,794,331)			(299,186,304)	
		369,409,252			1,962,665,983	
Net asset value per unit at the beginning of the period		593.5999			688.0795	
Net asset value per unit at end of the period		561.3402			666.2984	

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

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CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 2023

	For the Nine Months Ended March 31,	
	2023	2022
Note	----- Rupees -----	----- Rupees -----
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the period before taxation	(485,712,130)	(342,670,233)
Adjustments:		
Mark-up on bank balances	(9,043,557)	(6,909,332)
Dividend income	(739,465,357)	(645,664,817)
Gain/ (loss) on sale of investments - net	288,355,939	123,606,338
Net unrealised diminution on remeasurment of investment classified as 'financial asset at fair value through profit or loss'	707,794,331	706,839,217
Reversal of provision for Sindh Workers' Welfare Fund	-	(105,137,220)
	247,641,356	72,734,186
Increase in assets		
Advances, deposits, prepayment and other receivables	(130,668)	98,787,808
Receivable against sale of investments	1,219,498	(62,907)
	1,088,830	98,724,900
Increase / (decrease) in liabilities		
Payable to Atlas Asset Management Limited - Management Company	(1,858,050)	3,110,326
Payable to the Central Depository Company of Pakistan Limited - Trustee	(60,049)	15,320
Payable to the Securities and Exchange Commission of Pakistan	(712,869)	(282,996)
Payable against purchase of investments	-	(49,327,940)
Payable against redemption of units	-	(67,028)
Accrued expenses and other liabilities	1,574,570	(238,358,218)
	(1,056,399)	(186,254,656)
Mark-up received on bank balances	8,466,691	7,823,721
Dividend received	646,034,560	601,833,201
Investments made during the period	(3,156,212,058)	(4,832,323,299)
Investments sold during the period	3,353,608,993	3,679,651,269
Net cash generated from / (used in) operating activities	613,859,844	(900,480,911)
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	140,938,418	1,970,867,473
Amount paid on redemption of units	(657,791,716)	(1,198,267,359)
Net cash (used in) / generated from financing activities	(516,853,298)	772,600,113
Net increase / (decrease) in cash and cash equivalents during the period	97,006,546	(127,880,798)
Cash and cash equivalents at the beginning of the period	51,296,361	311,116,752
Cash and cash equivalents at the end of the period	148,302,908	183,235,954

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

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 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.

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.

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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, 2022.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the Non-Banking finance Companies (NBFC) and Notified Entities Regulations, 2008 the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at March 31, 2023.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT POLICIES

3.1 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, 2022.

3.2 The preparation of the condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2022. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2022.

3.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 01, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

3.4 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective:

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 01, 2023. However, these will not have any significant effects on the Fund's operations and are, therefore, not detailed in these condensed interim financial statements.

4 CASH AND BANK BALANCES

Bank balances:

- Saving accounts
- Current accounts

		March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
Note		----- (Rupees) -----	
4.1		148,297,908	51,291,361
		5,000	5,000
		<u>148,302,908</u>	<u>51,296,361</u>

4.1 These accounts carry mark-up at the rates of 12.90 % to 15.50 % (June 30, 2022: 5.5% and 12.25%) per annum.

5 INVESTMENTS

Financial assets at 'fair value through profit or loss'

Listed equity securities

		March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
Note		----- (Rupees) -----	
5.1		<u>7,870,768,338</u>	<u>9,064,315,544</u>

Atlas Stock Market Fund

5.1 Listed equity securities

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

Name of investee company	As at July 01, 2022	Purchases during the period	Bonus / rights issue	Sales during the period	As at March 31, 2023	As at March 31, 2023			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company
						Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the Fund	Net assets of the Fund	
----- Number of shares -----						----- (Rupees) -----			----- % Age -----		
COMMERCIAL BANKS											
Bank Alfalah Limited	9,328,972	2,973,275	-	1,000,000	11,302,247	367,989,639	325,278,669	(42,710,970)	4.13%	4.03%	0.69%
Bank Al Habib Limited	5,720,927	927,442	-	182,981	6,465,388	371,804,243	274,778,990	(97,025,253)	3.49%	3.40%	0.58%
Faysal Bank Limited	2,139,000	3,215,500	-	2,170,179	3,184,321	77,209,349	69,322,668	(7,886,681)	0.88%	0.86%	0.35%
Habib Bank Limited (note 5.1.3)	6,907,760	1,000,000	-	3,812,676	4,095,084	358,152,201	300,087,756	(58,064,446)	3.81%	3.72%	0.22%
Bank Islami Pakistan Limited	-	3,750,000	-	3,750,000	-	-	-	-	0.00%	0.00%	0.34%
Habib Metropolitan Bank Limited	618,500	7,273,500	-	-	7,892,000	278,093,325	232,656,160	(45,437,165)	2.96%	2.88%	0.38%
MCB Bank Limited	3,409	900,000	-	-	903,409	108,413,676	103,892,035	(4,521,641)	1.32%	1.29%	0.08%
Meezan Bank Limited	3,406,889	152,542	354,938	1,863,972	2,050,397	211,690,498	195,197,794	(16,492,703)	2.48%	2.42%	0.16%
United Bank Limited (note 5.1.3)	5,890,154	-	-	2,043,616	3,846,538	435,158,844	409,887,089	(25,271,755)	5.21%	5.08%	0.40%
	34,015,611	20,192,259	354,938	14,823,424	39,739,384	2,208,511,774	1,911,101,161	(297,410,613)	24.28%	23.67%	
INSURANCE											
IGI Holdings Limited	278,900	-	-	-	278,900	30,888,175	25,073,110	(5,815,065)	0.32%	0.31%	0.20%
Jubilee Life Insurance Company Limited	224,900	-	31,980	11,700	245,180	32,235,840	26,857,017	(5,378,823)	0.34%	0.33%	0.26%
	503,800	-	31,980	11,700	524,080	63,124,015	51,930,127	(11,193,888)	0.66%	0.64%	
TEXTILE COMPOSITE											
Gul Ahmed Textile Mills Limited	2,610,874	-	-	2,610,874	-	-	-	-	0.00%	0.00%	0.42%
Interloop Limited	1,726,955	-	52,340	418,452	1,360,843	79,818,683	65,170,771	(14,647,912)	0.83%	0.81%	0.15%
Kohinoor Textile Mills Limited	1,698,500	400,000	-	35,000	2,063,500	102,742,530	108,148,035	5,405,505	1.37%	1.34%	0.56%
Nishat (Chunian) Limited	1,950,000	-	-	1,950,000	-	-	-	-	0.00%	0.00%	0.00%
Nishat Mills Limited	2,656,000	-	-	750,000	1,906,000	140,872,460	100,293,720	(40,578,740)	1.27%	1.24%	0.54%
	10,642,329	400,000	52,340	5,764,326	5,330,343	323,433,673	273,612,526	(49,821,147)	3.48%	3.39%	
CEMENT											
Cherat Cement Company Limited	534,434	1,242,289	-	165,000	1,611,723	170,048,121	181,447,775	11,399,654	2.31%	2.25%	0.70%
Fauji Cement Company Limited	10,749,000	1,500,000	1,471,125	480,000	13,240,125	166,538,152	158,351,895	(8,186,257)	2.01%	1.96%	0.54%
Attock Cement Pakistan Limited	400	-	-	400	-	-	-	-	0.00%	0.00%	0.00%
D.G. Khan Cement Company Limited	354	-	-	354	-	-	-	-	0.00%	0.00%	0.00%
Kohat Cement Company Limited	696,700	826,600	-	30,600	1,492,700	211,332,558	208,127,161	(3,205,397)	2.64%	2.58%	0.43%
Lucky Cement Limited	808,500	95,000	-	347,599	555,901	258,654,628	223,716,798	(34,937,830)	2.84%	2.77%	0.28%
Maple Leaf Cement Factory Limited	5,568,828	9,925,000	-	2,684,195	12,799,633	319,008,729	332,534,465	13,525,736	4.22%	4.12%	0.35%
Pioneer Cement Limited	337	1,458,084	-	1,458,421	-	-	-	-	0.00%	0.00%	0.05%
	18,348,553	15,046,973	1,471,125	5,166,569	29,700,082	1,125,582,189	1,104,178,095	(21,404,093)	14.03%	13.68%	
POWER GENERATION & DISTRIBUTION											
The Hub Power Company Limited	6,180,348	1,518,421	-	1,800,000	5,898,769	406,412,487	398,343,871	(8,068,617)	5.06%	4.93%	0.49%
Kot Addu Power Company Limited	1,335,000	-	-	-	1,335,000	36,752,550	32,160,150	(4,592,400)	0.41%	0.40%	0.15%
K-Electric Limited (note 5.1.2)	9,500,000	-	-	100,000	9,400,000	28,576,000	19,458,000	(9,118,000)	0.25%	0.24%	0.03%
Lalpir Power Limited	7,464,000	-	-	4,049,000	3,415,000	43,541,250	54,161,900	10,620,650	0.69%	0.67%	1.95%
Nishat Chnunain Power limited	1,523,379	-	-	1,523,379	-	-	-	-	0.00%	0.00%	0.00%
Pakgen Power Limited	3,248,000	-	-	3,248,000	-	-	-	-	0.00%	0.00%	0.05%
	29,250,727	1,518,421	-	10,720,379	20,048,769	515,282,287	504,123,921	(11,158,367)	6.41%	6.24%	
OIL & GAS MARKETING COMPANIES											
Pakistan State Oil Company Limited	1,515,677	445,000	-	1,221,165	739,512	127,981,654	87,181,070	(40,800,584)	1.11%	1.08%	0.33%
Sui Northern Gas Pipelines Limited	3,274,098	1,343,481	-	4,617,579	-	-	-	-	0.00%	0.00%	0.71%
	4,789,775	1,788,481	-	5,838,744	739,512	127,981,654	87,181,070	(40,800,584)	1.11%	1.08%	
OIL & GAS EXPLORATION COMPANIES											
Mari Petroleum Company Limited	325,775	30,272	-	19,000	337,047	584,054,783	510,053,225	(74,001,557)	6.48%	6.32%	0.25%
Oil & Gas Development Company Limited (note 5.1.3)	5,849,845	2,585,500	-	1,035,000	7,400,345	583,845,332	616,892,759	33,047,427	7.84%	7.64%	0.15%
Pakistan Oilfields Limited	464,520	85,511	-	75,500	474,531	192,468,930	189,285,671	(3,183,259)	2.40%	2.34%	0.17%
Pakistan Petroleum Limited (note 5.1.3)	3,150,464	1,630,000	-	280,000	4,500,464	308,217,419	287,849,677	(20,367,742)	3.66%	3.57%	0.15%
	9,790,604	4,331,283	-	1,409,500	12,712,387	1,668,586,464	1,604,081,332	(64,505,131)	20.38%	19.87%	

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Name of investee company	As at July 01, 2022	Purchases during the period	Bonus / rights issue	Sales during the period	As at March 31, 2023	As at March 31, 2023			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company
						Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the Fund	Net assets of the Fund	
----- Number of shares -----						----- (Rupees) -----			----- % Age -----		
ENGINEERING											
Amreli Steels Limited	836,500	750,000	-	819,038	767,462	19,125,258	13,561,054	(5,564,205)	0.17%	0.17%	0.45%
Crescent Steel & Allied Products Limited	397,500	-	-	65,500	332,000	13,834,440	9,382,320	(4,452,120)	0.12%	0.12%	0.51%
International Industries Limited	282,700	160,000	-	-	442,700	44,775,471	33,313,175	(11,462,296)	0.42%	0.41%	0.29%
Ittefaq Iron Industries Limited	675,500	-	-	675,500	-	-	-	-	0.00%	0.00%	0.13%
Mughal Iron And Steel Industries Ltd	354,894	1,164,977	-	41,280	1,478,591	76,832,919	72,643,176	(4,189,743)	0.92%	0.90%	0.21%
	2,547,094	2,074,977	-	1,601,318	3,020,753	154,568,089	128,899,724	(25,668,365)	1.64%	1.60%	
AUTOMOBILE ASSEMBLER											
Al-Ghazi Tractors Limited	15,000	-	-	15,000	-	-	-	-	0.00%	0.00%	0.03%
Pak Suzuki Motor Company Limited	75,000	158,807	-	233,807	-	-	-	-	0.00%	0.00%	0.00%
Millat Tractors Limited	74	-	-	74	-	-	-	-	0.00%	0.00%	0.00%
Indus Motor Company Limited	246	-	-	246	-	-	-	-	0.00%	0.00%	0.00%
	90,320	-	-	249,127	-	-	-	-	0.00%	0.00%	
AUTOMOBILE PARTS & ACCESSORIES											
Panther Tyres Limited	1,209,935	-	-	1,209,935	-	-	-	-	0.00%	0.00%	0.71%
Thal Limited (note 5.1.2)	424,000	-	-	-	424,000	114,318,880	70,808,000	(43,510,880)	0.90%	0.88%	0.52%
	1,633,935	-	-	1,209,935	424,000	114,318,880	70,808,000	(43,510,880)	0.90%	0.88%	
TECHNOLOGY & COMMUNICATIONS											
Avanceon Limited	1,331,427	425,000	-	20,000	1,736,427	135,608,032	111,166,057	(24,441,975)	1.41%	1.38%	0.53%
Air Link Communication Limited	14	-	-	14	-	-	-	-	0.00%	0.00%	0.00%
Octopus Digital Limited	336	-	-	336	-	-	-	-	0.00%	0.00%	0.00%
Pakistan Telecommunication Company Ltd.	10,500	-	-	10,500	-	-	-	-	0.00%	0.00%	0.00%
Hum Network Limited	9,617,000	-	1,883,400	200,000	11,300,400	67,049,040	61,022,160	(6,026,880)	0.78%	0.76%	1.00%
Systems Limited	354,400	369,005	-	112,500	610,905	217,386,082	282,274,764	64,888,682	3.59%	3.50%	0.25%
TRG Pakistan Limited	392	970,000	-	350,392	620,000	73,502,164	65,744,800	(7,757,364)	0.84%	0.81%	0.05%
	11,314,069	1,764,005	1,883,400	693,742	14,267,732	493,545,318	520,207,781	26,662,463	6.61%	6.44%	
FERTILIZER											
Engro Fertilizers Limited	755,004	7,700	-	762,704	-	-	-	-	0.00%	0.00%	0.04%
Engro Corporation Limited (note 5.1.3)	2,064,336	125,000	-	822,267	1,367,069	350,203,954	378,377,358	28,173,404	4.81%	4.69%	0.29%
Fauji Fertilizer Bin Qasim Limited	3,849,500	1,320,000	-	643,500	4,526,000	82,709,440	56,439,220	(26,270,220)	0.72%	0.70%	0.25%
Fauji Fertilizer Company Limited	4,404,084	1,200,000	-	1,100,672	4,503,412	486,646,337	450,206,098	(36,440,240)	5.72%	5.58%	0.36%
	11,072,924	2,652,700	-	3,329,143	10,396,481	919,559,731	885,022,675	(34,537,056)	11.24%	10.96%	
PHARMACEUTICALS											
Abbott Laboratories (Pakistan) Limited	194,500	-	-	194,500	-	-	-	-	0.00%	0.00%	0.15%
Citi Pharma Limited	-	2,300,000	-	-	2,300,000	64,172,661	58,811,000	(5,361,661)	0.75%	0.73%	1.01%
Glaxosmithkline Pakistan Limited	44,700	-	-	44,700	-	-	-	-	0.00%	0.00%	0.00%
Haleon Pakistan Limited	-	64,500	-	-	64,500	9,749,204	8,449,500	(1,299,704)	0.11%	0.10%	0.06%
The Searle Company Limited	18,471	-	-	18,471	-	-	-	-	0.00%	0.00%	0.00%
Highnoon Laboratories Limited	279,776	6,000	-	180,700	105,076	55,704,913	49,544,385	(6,160,528)	0.63%	0.61%	0.68%
	537,447	2,370,500	-	438,371	2,469,576	129,626,778	116,804,885	(12,821,893)	1.48%	1.45%	
CHEMICALS											
Engro Polymer & Chemicals Limited	2,759,500	2,622,781	-	3,381,853	2,000,428	112,390,939	93,580,022	(18,810,917)	1.19%	1.16%	0.09%
Lucky Core Industries Limited	-	158,000	-	-	158,000	106,194,945	83,874,300	(22,320,645)	1.07%	1.04%	0.17%
	2,759,500	2,780,781	-	3,381,853	2,158,428	218,585,884	177,454,322	(41,131,562)	2.25%	2.20%	
LEATHER & TANNERIES											
Bata Pakistan Limited	80	-	-	80	-	-	-	-	0.00%	0.00%	0.00%
Service Global Footwear Limited	1,004,837	-	-	181,000	823,837	33,101,771	24,080,756	(9,021,015)	0.31%	0.30%	0.41%
Service Industries Limited	328,736	11,900	-	-	340,636	120,118,154	72,558,874	(47,559,280)	0.92%	0.90%	0.73%
	1,333,653	11,900	-	181,080	1,164,473	153,219,925	96,639,630	(56,580,295)	1.23%	1.20%	
FOODS & PERSONAL CARE PRODUCTS											
Al-Tahur Limited	1,132,800	-	111,280	20,000	1,224,080	21,221,096	18,606,016	(2,615,080)	0.24%	0.23%	0.56%
Shezan International Limited	83,600	-	-	6,600	77,000	13,090,000	8,418,410	(4,671,590)	0.11%	0.10%	0.87%
	1,216,400	-	111,280	26,600	1,301,080	34,311,096	27,024,426	(7,286,670)	0.34%	0.33%	

Atlas Stock Market Fund

Name of investee company	As at July 01, 2022	Purchases during the period	Bonus / rights issue	Sales during the period	As at March 31, 2023	As at March 31, 2023			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company
						Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the Fund	Net assets of the Fund	
----- Number of shares -----						----- (Rupees) -----			----- % Age -----		
GLASS & CERAMICS											
Shabbir Tiles & Ceramics Limited (note 5.1.2)	2,095,000	-	-	2,095,000	-	-	-	-	0.00%	0.00%	0.86%
Tariq Glass Industries Limited	1,409,239	150,000	343,559	35,000	1,867,798	153,040,432	131,474,301	(21,566,131)	1.67%	1.63%	1.00%
	3,504,239	150,000	343,559	2,130,000	1,867,798	153,040,432	131,474,301	(21,566,131)	1.67%	1.63%	
Industrial Engineering											
Aisha Steel Mills Limited	3,904,500	-	-	3,904,500	-	-	-	-	-	-	0.00%
International Steels Limited	384	-	-	384	-	-	-	-	-	-	0.00%
	3,904,884	-	-	3,904,884	-	-	-	-	-	-	
Insurance											
Adamjee Insurance Company Limited	3,000	-	-	3,000	-	-	-	-	-	-	0.00%
	3,000	-	-	3,000	-	-	-	-	-	-	
Miscellaneous											
Shifa International Hospitals Ltd.	-	411,400	-	-	411,400	48,979,820	48,948,361	(31,459)	0.62%	0.61%	0.65%
		411,400	-	-	411,400	48,979,820	48,948,361	(31,459)	0.62%	0.61%	
REFINERY											
Attock Refinery Limited	-	684,000	-	-	684,000	108,431,273	116,451,000	8,019,727	1.48%	1.44%	0.41%
National Refinery Limited	-	100,000	-	-	100,000	17,873,398	14,825,000	(3,048,398)	0.19%	0.18%	0.00%
	-	684,000	-	-	684,000	126,304,671	131,276,000	4,971,329	1.67%	1.63%	
Total as at March 31, 2023 (Un-audited)						8,578,562,680	7,870,768,338	(707,794,342)	100.00%	97.48%	
Total as at June 30, 2022 (Audited)						10,853,963,493	9,064,315,544	1,789,647,949	100.00%	99.86%	

- 5.1.1** The cost of listed equity securities as at 31 March 2023 is Rs. 9,569,935,464 (30 June 2022: Rs.10,503,323,195).
- 5.1.2** All shares have a face value of Rs. 10 each except for the shares of K-Electric Limited, Thal Limited and Shabbir Tiles & Ceramics Limited which have a face value of Rs. 3.5, Rs. 5 and Rs. 5 respectively.
- 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:

	March 31, 2023		June 30, 2022	
	(Un-audited)		(Audited)	
	Number of shares	Rupees	Number of shares	Rupees
Pakistan Petroleum Limited	297,000	18,996,120	297,000	20,050,470
Engro Corporation Limited	125,000	34,597,500	125,000	32,136,250
Habib Bank Limited	60,000	4,396,800	60,000	5,480,400
United Bank Limited	170,000	18,115,200	170,000	19,232,100
Oil & Gas Development Company Limited	100,000	8,336,000	100,000	7,867,000
	752,000	84,441,620	752,000	84,766,220

5.2	Net unrealised diminution on re-measurement of investments classified as 'financial asset at fair value through profit or loss'	Note	March 31, 2023	June 30, 2022
			(Un-audited)	(Audited)
			----- (Rupees) -----	
	Market value of investments		7,870,768,338	9,064,315,544
	Less: carrying value of investments before mark to market		8,578,562,680	10,853,963,493
			(707,794,342)	(1,789,647,949)

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6 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
		(Rupees)	
Management fee payable	6.1	17,466,943	18,863,973
Sindh sales tax payable on management fee	6.2	5,239,513	5,421,127
Federal Excise Duty payable on management fee	6.3	20,301,988	20,301,987
Accounting and operational charges payable	6.4	3,493,153	3,772,560
		46,501,596	48,359,647

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% on the average annual net assets.

6.2 The Sindh Government has levied Sindh sales tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of the Management Company through Sindh sales tax on Services Act, 2011.

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 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, 2022: 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 March 31, 2023 would have been higher by Re 1.41 (June 30, 2022: Re. 1.33) 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 0.5% (June 30, 2022: 0.5%) of average annual net assets of the Fund during the period ended March 31, 2023, subject to total expense charged being lower than actual expense incurred.

7 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
		(Rupees)	
Trustee fee payable	7.1	783,535	836,675
Sindh sales tax payable on Trustee fee	7.2	101,869	108,778
		885,404	945,453

Atlas Stock Market Fund

- 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:

Average Net Assets Value	Tariff per annum
- up to Rs. 1,000 million	Rs. 0.7 million or 0.20% per annum of Net Assets Value, whichever is higher
- exceeding Rs. 1,000 million	Rs. 2.0 million plus 0.10% per annum of Net Assets Value amount exceeding Rs. 1,000 million

- 7.2 The Provincial Government of Sindh has levied Sindh sales tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of Trustee through the Sindh sales tax on Services Act, 2011.

		March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
	Note	(Rupees)	(Rupees)
8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Annual fee	8.1	1,295,528	2,008,397

- 8.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay an annual fee to the SECP. As per the guideline issued by the SECP vide its SRO no. 685(1)/2019 dated June 28, 2019, The Fund has recognised SECP Fee at the rate of 0.02% of the average annual net assets of the fund (June 30, 2022: 0.02%).

		March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
		(Rupees)	(Rupees)
9 ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration payable		630,355	480,763
Withholding and capital gain tax payable		635,845	663,779
Transaction charges payable		1,628,666	408,228
Legal and professional charges payable		207,474	-
Zakat payable		45,945	45,945
Dividend payable		398,983	398,983
Sale load payable		64,699	64,699
Other payables		66,820	66,820
		<u>3,703,787</u>	<u>2,129,217</u>

10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2023 and June 30, 2022.

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 Fund has incurred net loss during the current period, therefore no provision for taxation has been made in these condensed interim financial statements.

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 March 31, 2023 based on current period results is 3.60% (June 30, 2022: 3.56%) which includes 0.38% (June 30, 2022: 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'.

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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.
- 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.

	Nine Months Ended March 31,	
	2023	2022
	(Un-audited) ----- (Rupees) -----	
14.5 Transactions during the period		
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company	161,945,358	187,603,637
Sindh Sales Tax on remuneration of the Management Company	21,052,897	24,388,473
Remuneration paid	184,395,285	186,407,084
Accounting and operational charges	32,389,072	35,897,834
Issue of 124,247 units (2022: 24,421 units)	65,513,534	16,531,696
Issue of 151,700 units (2022: Nil units)	81,788,931	-
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	7,228,499	8,358,193
Sindh Sales Tax on remuneration of the Trustee	939,705	1,086,565
Remuneration paid	8,033,647	8,341,347
Settlement charges including sales tax thereon	268,635	-
Atlas Insurance Limited (Group Company)		
Issue of Nil units (2022: 317,221 units)	-	207,412,432
Redemption of Nil units (2022: 287,031 units)	-	187,412,432
Atlas Metals (Private) Limited (Group Company)		
Issue of Nil units (2022: 3,778 units)	-	2,500,000
Redemption of Nil units (2022: 32,394 units)	-	22,150,000
Atlas Group of Companies Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)		
Issue of 4,324 units (2022: 15,907 units)	2,500,000	10,500,000
Redemption of Nil units (2022: 5,042 units)	-	3,500,000
Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement benefits plan of a group company)		
Redemption of Nil units (2022: 11,310 units)	-	2,400,936
CDC Trustee Punjab Pension Fund Trust (Unit Holder with more than 10% holding)		
Issue of Nil units (2022: 214,280 units)	-	150,000,000
Atlas Honda Limited (Group Company)		
Redemption of 29,783 units (2021: Nil units)	17,217,643	-
Directors and their close family members and key management personel of the Management Company		
Issue of 5,783 units (2022: 14,519 units)	3,347,681	8,584,598
Redemption of 597,979 units (2022: 28,948 units)	333,950,685	20,400,000

Atlas Stock Market Fund

	March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
	----- (Rupees) -----	
14.6 Balances outstanding as at period / year end		
Atlas Asset Management Limited (Management Company)		
Management fee payable	17,466,943	248,468,588
Sindh sales tax payable on management fee	5,239,513	32,300,925
Federal Excise Duty payable on management fee	20,301,988	-
Accounting and operational charges payable	3,493,153	48,070,836
Outstanding 88,503 units (June 30, 2022: 115,955 units)	49,680,029	68,831,023
Central Depository Company of Pakistan Limited (Trustee)		
Trustee fee payable	783,535	11,042,109
Sindh sales tax payable on Trustee fee	101,869	1,435,474
Atlas Honda Limited (Group Company)		
Outstanding Nil units (June 30, 2022: 29,783 units)	-	17,679,404
Atlas Foundation (Trust having common Director / Trustee)		
Outstanding 894,455 units (June 30, 2022: 894,455 units)	502,093,639	530,948,494
Atlas Group of Companies Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)		
Outstanding 149,035 units (June 30, 2022: 144,711 units)	83,659,311	85,900,229
Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
Outstanding 90,998 units (June 30, 2022: 90,998 units)	51,080,819	54,016,386
Atlas Honda Limited - Non Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)		
Outstanding 20,726 units (June 30, 2022: 20,726 units)	11,634,269	12,302,952
Atlas Insurance Limited (Group Company)		
Outstanding 317,221 units (June 30, 2022: 317,221 units)	178,068,899	188,302,353
Atlas Metals (Private) Limited (Group Company)		
Outstanding 33,281 units (June 30, 2022: 33,281 units)	18,682,195	19,755,843
Batools Benefit Trust (Trust having common Director / Trustee)		
Outstanding 225,620 units (June 30, 2022: 225,620 units)	126,649,797	133,928,243
Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund (Retirement benefit plan of a Group Company)		
Outstanding 169,889 units (June 30, 2022: 169,889 units)	95,365,767	100,846,349
Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
Outstanding 5,253 units (June 30, 2022: 5,253 units)	2,948,665	3,118,122
Shirazi Investments (Private) Limited (Group Company)		
Outstanding 3,829,218 units (June 30, 2022: 3,829,218 units)	2,149,494,217	2,273,023,653
Sindh Province Pension Fund (Unit Holder with more than 10% holding)		
Outstanding 1,547,293 units (June 30, 2022: Nil units)	868,557,572	-

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	March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
	----- (Rupees) -----	
14.6 Balances outstanding as at period / year end (Cont....)		
CDC-Trustee Punjab Pension Fund Trust (Unit Holder with more than 10% holding)		
Outstanding 1,562,207 units (June 30, 2022: Nil units)	876,929,860	-
Directors and their close family members and key management personel of the Management Company		
Outstanding 1,239,129 units (June 30, 2022: 1.831,325 units)	695,572,916	1,087,074,305

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).

As at March 31, 2023 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

	As at March 31, 2023			
	(Un-audited)			
	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
ASSETS				
Financial assets 'at fair value through profit or loss'				
Listed equity securities	7,870,768,338	-	-	7,870,768,338
	7,870,768,338	-	-	7,870,768,338

	As at June 30, 2022			
	(Audited)			
	Level 1	Level 2	Level 3	Total
ASSETS	(Rupees)			
Financial assets 'at fair value through profit or loss'				
Listed equity securities	9,064,315,544	-	-	9,064,315,544
	9,064,315,544	-	-	9,064,315,544

Atlas Stock Market Fund

There were no transfers amongst the levels during the period. Further, there were no changes in the valuation techniques during the period.

The fair values of all other financial assets and liabilities of the Fund approximate their carrying amounts due to short-term maturities of these instruments.

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 April 27, 2023.

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

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Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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