



Atlas Money Market Fund

Atlas Liquid Fund

Atlas Sovereign Fund

Atlas Income Fund

Atlas Stock Market Fund

HALF YEARLY REPORT

31 DECEMBER 2022

(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.

CONTENTS

ORGANISATION	2
CHAIRMAN'S REVIEW	3

ATLAS MONEY MARKET FUND

CORPORATE INFORMATION	5
TRUSTEE REPORT TO THE UNIT HOLDERS	6
INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO UNIT HOLDERS	7
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES	8
CONDENSED INTERIM INCOME STATEMENT	9
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME	10
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND	11
CONDENSED INTERIM CASH FLOW STATEMENT	12
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS	13

ATLAS LIQUID FUND

CORPORATE INFORMATION	24
TRUSTEE REPORT TO THE UNIT HOLDERS	25
INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO UNIT HOLDERS	26
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES	27
CONDENSED INTERIM INCOME STATEMENT	28
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME	29
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND	30
CONDENSED INTERIM CASH FLOW STATEMENT	31
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS	32

ATLAS SOVEREIGN FUND

CORPORATE INFORMATION	40
TRUSTEE REPORT TO THE UNIT HOLDERS	41
INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO UNIT HOLDERS	42
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES	43
CONDENSED INTERIM INCOME STATEMENT	44
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME	45
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND	46
CONDENSED INTERIM CASH FLOW STATEMENT	47
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS	48

ATLAS INCOME FUND

CORPORATE INFORMATION	57
TRUSTEE REPORT TO THE UNIT HOLDERS	58
INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO UNIT HOLDERS	59
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES	60
CONDENSED INTERIM INCOME STATEMENT	61
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME	62
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND	63
CONDENSED INTERIM CASH FLOW STATEMENT	64
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS	65

ATLAS STOCK MARKET FUND

CORPORATE INFORMATION	77
TRUSTEE REPORT TO THE UNIT HOLDERS	78
INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO UNIT HOLDERS	79
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES	80
CONDENSED INTERIM INCOME STATEMENT	81
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME	82
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND	83
CONDENSED INTERIM CASH FLOW STATEMENT	84
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS	85

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

Tel: (92-21) 111-MUTUAL (6-888-25)
(92-21) 35379501-04

Fax: (92-21) 35379280

Email: info@atlasfunds.com.pk

Website: www.atlasfunds.com.pk

CHAIRMAN'S REVIEW

It is my pleasure to present you the un-audited Financial Statements of Atlas Money Market Fund (AMF), Atlas Liquid Fund (ALF), Atlas Sovereign Fund (ASF), Atlas Income Fund (AIF) and Atlas Stock Market Fund (ASMF) for first half ended December 31, 2022 of FY23.

THE ECONOMY

The domestic economic activity continued to moderate in 1H-FY23 on account of disruptions from monsoon flooding and ongoing policy/administrative measures to tackle rising inflation, fiscal slippage, and external imbalances. Contraction in demand led to sharp decline in imports resulting in 1H-FY23 current account deficit to reduce significantly by 59.66% YoY to stand at US \$3.67 billion, as compared to US \$9.09 billion in same period last year. Import bill for 1H-FY23 declined by 22.63% YoY to US \$31.38 billion while Exports for the same period stood at US \$14.25 billion, down 5.79% YoY. Moreover, worker's remittances of US \$14.05 billion in 1H-FY23 registered a decline of 11.10% YoY. The domestic headline inflation averaged at 25.02% during 1H-FY23 compared to 9.81% in 1H-FY22. High global energy prices, PKR devaluation and food related supply-side shocks on domestic front (post flood devastation) were key reasons behind significant rise in inflation. Total liquid foreign exchange reserves declined to US \$11.42 billion as of December 31, 2022 (SBP's share stood at US \$5.58 billion). The FBR tax collection during 1H-FY23 stood at Rs. 3.43 trillion, below the target of Rs. 3.67 trillion for period under review. The SBP raised policy rate by 225bps to 16.00% during 1H-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 7.59% (total annualized return 15.52%) to Rs. 509.93 as on December 31, 2022. The benchmark 30% of average 3-Month deposit rates of three scheduled banks (AA and above rated as selected by MUFAP) and 70% average 3 Month PKRV rate for the period stood at 14.91%. The AMF total exposure in Treasury Bills, Bank Balances, Commercial Paper, Sukuks and others stood at 71.34%, 23.36%, 3.04%, 1.47% and 0.79%, respectively. AMF presents a good investment opportunity for investors to earn attractive returns while maintaining high liquidity. The Net Assets of the Fund stood at Rs. 18.53 billion, with 36.34 million units outstanding as of December 31, 2022.

FUND OPERATIONS - ALF

The ALF provided total annualized return of 15.02% as on December 31, 2022. The ALF total exposure in Treasury Bills, Bank Balances, Commercial Papers, Sukuks, and others stood at 49.07%, 41.62%, 6.02%, 3.16% and 0.15%, respectively. ALF presents a good investment opportunity for investors to earn attractive returns (with a periodic payout) while maintaining high liquidity. The Net Assets of Fund stood at Rs. 4.71 billion, with 9.43 million units outstanding as of December 31, 2022.

FUND OPERATIONS - ASF

The Net Asset Value per unit of Atlas Sovereign Fund increased by 6.77% (total annualized return 13.44%) to Rs. 108.12 as on December 31, 2022. The benchmark average six months PKRV rate stood at 15.91% during the period under review. The ASF total exposure in Treasury Bills, Pakistan Investment Bonds, Sukuks, Bank Balances and others stood at 53.82%, 40.32%, 3.52%, 1.39% and 0.94%, respectively. ASF presents a good investment opportunity for investors to earn competitive returns with medium risk. The Net Assets of the Fund stood at Rs. 1.07 billion, with 9.96 million units outstanding as of December 31, 2022.

FUND OPERATIONS - AIF

The Net Asset Value per unit of Atlas Income Fund increased by 6.90% (total annualized return 13.68%) to Rs. 559.57 as on December 31, 2022. The benchmark average six months KIBOR rate stood at 16.10% during the period under review. AIF total exposure in Treasury Bills, Pakistan Investment Bonds, Term Finance Certificates/Sukuk, Bank Balances, Commercial Paper, MTS and others stood at 66.57%, 14.34%, 11.86%, 2.96%, 1.99%, 1.55% and 0.72%, 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. 4.71 billion with 8.42 million units outstanding as of December 31, 2022.

FUND OPERATIONS - ASMF

The Net Asset Value per unit of Atlas Stock Market Fund decreased by -5.31% to Rs. 562.11 as on December 31, 2022. KSE-100 index declined 2.70% from 41,540.83 points as on June 30, 2022, to 40,420.45 points as on December 31, 2022. The ASMF equity portfolio exposure stood at 98.57% that mainly comprised of Commercial Banks, Oil & Gas Exploration, Fertilizer and Cement 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. 8.34 billion, with 14.84 million units outstanding as of December 31, 2022.

Atlas Funds

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 reduced to 2% by SBP based on a preliminary assessment of post-flood macroeconomic outlook. Moreover, the FY23 inflation projection has been revised upwards to 21% - 23% range due to flood related supply side pressures on food prices. Thereafter, inflation is expected to gradually decline towards the end of FY24 primarily on the back of administrative measures to resolve food related supply side bottlenecks, much awaited normalization of global energy related commodity prices and beneficial base effects. The current account deficit is expected to remain near 3% of GDP on the back of demand contraction, lower global commodity prices and declining international freight costs. The recent flood related assistance 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, and policies to reinforce import substitution shall be instrumental in achieving economic and financial stability.

خیاباں خیاباں ارم دیکھتے ہیں

(We look forward to growth, growth and growth)

ACKNOWLEDGEMENT

I would like to thank the Securities and Exchange Commission of Pakistan and other Regulatory Bodies, the Board of Directors, and the Group Executive Committee for their help, 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: 24 February 2023

Iftikhar H. Shirazi
Chairman

Atlas Money Market 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

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

Atlas Money Market Fund

TRUSTEE REPORT TO THE UNIT HOLDERS

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Atlas Money Market Fund (the Fund) are of the opinion that Atlas Asset Management Limited, being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 28, 2023

Half Yearly Report 2022-23

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

To the unit holders of Atlas Money Market Fund
Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Atlas Money Market Fund** (the Fund) as at 31 December 2022 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of movement in unit holders' Fund together with the notes forming part thereof (here-in-after referred to as "interim financial statements") for the sixmonths' period then ended. The Management Company (Atlas Asset Management Limited) is responsible for the preparation and presentation of this interim financial statements in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-month period ended 31 December 2022.

Scope of review

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

Conclusion

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

The engagement partner on the audit resulting in this independent auditors' review report is Arslan Khalid.

Karachi: 28 February 2023

EY Ford Rhodes
Chartered Accountants

Engagement Partner: Arslan Khalid

Atlas Money Market Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 DECEMBER 2022

		31 December 2022 Un-audited	30 June 2022 Audited
	Note	Rupees	
Assets			
Cash and bank balances	4	4,372,359,194	17,877,118,873
Investments	5	14,196,829,155	-
Receivable against sale of unit		130,730,000	453,577,500
Interest Accrued		7,627,191	36,346,038
Prepayment and other receivables		10,392,658	10,199,092
Total assets		18,717,938,198	18,377,241,503
Liabilities			
Payable to Atlas Asset Management Limited - Management Company	6	36,754,492	26,703,267
Payable to Central Depository Company of Pakistan Limited - Trustee	7	1,055,274	866,807
Payable to the Securities and Exchange Commission of Pakistan	8	1,994,677	3,934,148
Payable against redemption of units		95,429,877	127,557
Accrued expenses and other liabilities	9	51,112,633	44,721,189
Total liabilities		186,346,953	76,352,968
NET ASSETS		18,531,591,245	18,300,888,535
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		18,531,591,245	18,300,888,535
CONTINGENCIES AND COMMITMENTS	13		
		----- Number of units -----	
NUMBER OF UNITS IN ISSUE		36,341,746	36,060,359
		----- Rupees -----	
NET ASSET VALUE PER UNIT		509.9257	507.5071

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

Half Yearly Report 2022-23

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

		For the Half Year Ended 31 December		For the Quarter Ended 31 December	
		2022	2021	2022	2021
	Note	Rupees -----			
Income					
Profit on savings account and term deposits		390,633,084	576,206,795	114,733,492	327,380,531
Income from government securities		1,107,110,594	342,438,018	654,626,774	129,033,562
Capital gain / (loss) on sale of investments		59,876,232	(1,964,172)	11,756,370	(3,109,836)
Net unrealised appreciation on remeasurement of investments classified as financial assets at fair value through profit or loss'		3,352,396	-	(2,028,414)	674,725
		63,228,628	(1,964,172)	9,727,956	(2,435,111)
Total Income		1,560,972,306	916,680,641	779,088,222	453,978,982
Expenses					
Remuneration of Atlas Asset Management Limited	6.1	45,893,613	12,169,540	23,899,228	6,128,457
Sindh Sales Tax on remuneration of the Management Company	6.2	5,966,171	1,582,040	3,106,901	796,699
Remuneration of the Central Depository Company of Pakistan Limited	7.1	5,485,362	6,786,791	2,741,564	2,860,087
Sindh Sales Tax on remuneration of the Trustee	7.2	713,122	882,283	356,403	371,811
Annual fees to the Securities and Exchange Commission Of Pakistan	8.1	1,994,677	2,248,248	996,932	1,040,031
Accounting and operational charges	6.4	8,146,685	-	3,691,637	-
Annual rating fee		317,762	262,717	158,881	131,359
Annual listing fee		13,863	13,863	6,932	6,931
Securities transaction cost		105,745	180,332	(68,469)	131,845
Auditors' remuneration		655,322	367,768	453,014	183,884
Printing charges		24,425	43,930	15,425	43,930
Legal and professional charges		48,126	42,900	26,801	10,500
Bank charges		99,107	54,974	65,936	20,700
(Reversal) / Provision for Sindh Workers' Welfare Fund		-	(91,874,642)	-	11,405
		69,463,980	(67,239,256)	35,451,185	11,737,639
Net income for the period before taxation		1,491,508,326	983,919,897	743,637,037	442,241,343
Taxation	15	-	-	-	-
Net income for the period after taxation		1,491,508,326	983,919,897	743,637,037	442,241,343
Allocation of net income for the period:					
Net income for the period		1,491,508,326	983,919,897	746,989,433	442,241,343
Income already paid on units redeemed		(227,079,000)	(67,411,661)	(141,630,110)	(41,799,318)
		1,264,429,326	916,508,236	605,359,323	400,442,025
Accounting income available for distribution:					
- Relating to capital gains		63,228,628	-	11,756,370	-
- Excluding capital gains		1,201,200,698	916,508,236	593,602,953	400,442,025
		1,264,429,326	916,508,236	605,359,323	400,442,025

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 Money Market Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December		For the Quarter Ended 31 December	
	2022	2021	2022	2021
	----- Rupees -----			
Net income for the period after taxation	1,491,508,326	983,919,897	743,637,037	442,241,343
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	1,491,508,326	983,919,897	743,637,037	442,241,343

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

Half Yearly Report 2022-23

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	For the period ended 31 December 2022			For the period ended 31 December 2021		
	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 75,059,667 (2021: 32,900,009 units)						
- Capital value	38,093,313,925	-	38,093,313,925	16,643,354,681	-	16,643,354,681
- Element of income	367,516,324	-	367,516,324	91,660,900	-	91,660,900
	38,460,830,249	-	38,460,830,249	16,735,015,581	-	16,735,015,581
Redemption of 74,778,280 units (2021 : 34,970,943 units)						
- Capital value	(37,950,508,026)	-	(37,950,508,026)	(17,690,992,365)	-	(17,690,992,365)
- Element of income	(115,763,785)	(227,079,000)	(342,842,785)	(21,945,667)	(67,411,661)	(89,357,328)
	(38,066,271,811)	(227,079,000)	(38,293,350,811)	(17,712,938,032)	(67,411,661)	(17,780,349,693)
Total comprehensive Income for the period	-	1,491,508,326	1,491,508,326	-	983,919,897	983,919,897
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)
Total distribution during the period	(258,036,285)	(1,170,248,769)	(1,428,285,054)	(83,149,481)	(829,821,274)	(912,970,755)
Net assets at the end of the period (un-audited)	18,308,440,733	223,150,512	18,531,591,245	23,059,948,705	194,491,677	23,254,440,382
Undistributed income brought forward comprising of :						
- Realised income		128,969,955			107,804,715	
- Unrealised (loss) / income		-			-	
		128,969,955			107,804,715	
Accounting income available for distribution						
- Relating to capital gains		63,228,628			-	
- Excluding capital gains		1,201,200,698			916,508,236	
		1,264,429,326			916,508,236	
Distribution during the period		(1,170,248,769)			(829,821,274)	
Undistributed income carried forward		223,150,512			194,491,677	
Undistributed income carried forward comprising of :						
- Realised income		219,798,116			194,491,677	
- Unrealised income		3,352,396			-	
		223,150,512			194,491,677	
		(Rupees)			(Rupees)	
Net assets value per unit at Beginning of the period		507.5071			505.8769	
Net assets value per unit at end of the period		509.9257			507.4755	

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 Money Market Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December	
	2022	2021
Note	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	1,491,508,326	983,919,897
Adjustments for:		
Profit on savings account and term deposits	(390,633,084)	(576,206,795)
Income from government securities	(1,107,110,594)	(342,438,018)
Capital loss / (gain) on sale of investments - net	(59,876,232)	1,964,172
(Reversal) / provision for Sindh Workers' Welfare Fund	-	(91,874,642)
	(1,557,619,910)	(1,008,555,283)
Increase in assets		
(Increase) in repayment and other receivables	(193,566)	(14,939,950)
Decrease in receivable against issuance of units	322,847,500	2,251,019
Increase / (decrease) in liabilities		
Increase / (decrease) in payable to Management Company	10,051,225	(4,033,556)
Increase / (decrease) in payable to Central Depository Company of Pakistan Limited - Trustee	188,467	(482,225)
(Decrease) in payable to the Securities and Exchange Commission of Pakistan	(1,939,471)	(1,353,801)
Increase / (decrease) in payable against redemption of units	95,302,320	(28,728,200)
Increase / (decrease) in accrued expenses and other liabilities	14,826,871	(3,628,758)
	118,429,412	(38,226,540)
	374,971,762	(75,550,857)
Interest received	1,526,462,525	939,565,860
Investments - Net	(14,136,952,923)	(1,964,172)
Net cash generated from operating activities	(12,235,518,636)	862,050,831
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipts from issuance of units	38,460,830,249	16,732,574,562
Net payments against redemption of units	(38,293,350,810)	(17,780,349,693)
Refund of capital	-	(83,149,481)
Cash distribution made during the period	(1,436,720,482)	(828,850,875)
Net cash used in financing activities	(1,269,241,043)	(1,959,775,487)
Net decrease in cash and cash equivalents	(13,504,759,679)	(1,097,724,656)
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	4,372,359,194	23,261,559,620

4

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Money Market Fund (the Fund) is an open-ended Fund constituted under a trust deed entered into on 4 December 2009 between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the trustee. The Trust Deed 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+ (AM Two Plus) [2021: AM2+ (AM Two Plus)] on 23 December 2022 and maintained the Fund rating to AA+(f) on 14 October 2022.

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
 - 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 requirements of the Trust Deed.

Atlas Money Market Fund

- Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and 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 comparative statement of assets and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2022, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, and condensed interim statement of movement in unit holders' fund are extracted from the un-audited condensed interim financial statements for the period ended December 31, 2021.
- 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 declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund 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.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standard or Interpretation	Effective date (annual periods beginning on or after)
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized
The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.	
Standard	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Report	01 July 2009
IFRS 17 – Insurance Contracts	01 January 2023

Half Yearly Report 2022-23

2.4 Critical accounting estimates and judgments

The preparation of financial statements in accordance with the approved accounting standards as applicable in Pakistan requires the management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years.

The estimates and judgements that have a significant effect on the financial statements of the Fund relate to classification, valuation and impairment of financial assets, and provision under uncertain circumstances.

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except certain investments are required to be carried at fair value.

2.6 Functional and presentation currency

These financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements at and for the year ended June 30, 2022.

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

		31 December 2022 Un-audited	30 June 2022 Audited
	Note	Rupees	
4 CASH AND BANK BALANCES			
Profit and loss sharing account	4.1	<u>4,372,359,194</u>	<u>17,877,118,873</u>
		<u>4,372,359,194</u>	<u>17,877,118,873</u>

4.1 The rate of return on these accounts ranges between 12.26% to 17.20% (30 June 2022: 5.50% and 16.45%). The profit rates effective at the period end on these accounts ranges between 12.26% to 16.85% (30 June 2022: 12.25% and 16.45%) per annum.

		31 December 2022 Un-audited	30 June 2022 Audited
	Note	Rupees	
5 INVESTMENTS			
At fair value through profit or loss			
- Government Treasury Bills	5.1	13,353,661,955	-
- Commercial Papers	5.2	568,167,200	-
- Sukuk Certificates	5.3	275,000,000	-
		<u>14,196,829,155</u>	<u>-</u>

Atlas Money Market Fund

5.1 Government securities - Market Treasury Bills

Particulars	As at 01 July 2022	Purchased during the period	Sold / matured during the period	As at 31 December 2022	Carrying Cost as at December 31, 2022	Market value as at December 31, 2022	Market value as a percentage of total investment	Market value as a percentage of net assets
	Face value (Rupees)				(Rupees)		Percentage	
03 Months - T-bills	-	184,193,720,000	170,700,950,000	13,492,770,000	13,350,309,559	13,353,661,955	94.06%	72.06%
06 Months - T-bills	-	9,848,000,000	9,848,000,000	-	-	-	0.00%	0.00%
12 Months - T-bills	-	1,700,000,000	1,700,000,000	-	-	-	0.00%	0.00%
31 December 2022	-	195,741,720,000	182,248,950,000	13,492,770,000	13,350,309,559	13,353,661,955	94.06%	72.06%
30 June 2022					-	-		

5.1.1 The cost of investments as on 31 Dec 2022 is Rs 13,158,935,329

5.1.2 These Market Treasury Bills carry yield ranging from 13.00% to 16.99% per annum and will mature on April 2022.

5.2 Commercial Papers

Particulars	As at 01 July 2022	Purchased during the period	Sold / matured during the period	As at 31 December 2022	Carrying Cost as at December 31, 2022	Market value as at December 31, 2022	Market value as a percentage of total investment	Market value as a percentage of net assets
	Face value (Rupees)				(Rupees)		Percentage	
Lucky Electric Power Co. Ltd - Commercial Paper-IV	-	600,000,000	-	600,000,000	568,167,200	568,167,200	4.00%	3.07%
31 December 2022	-	600,000,000	-	600,000,000	568,167,200	568,167,200	4.00%	3.07%
30 June 2022					-	-		

5.2.1 The cost of investments as on 31 Dec 2022 is Rs 552,250,800

5.3 Sukuk Certificates

Particulars	As at 01 July 2022	Purchased during the period	Sold / matured during the period	As at 31 December 2022	Carrying Cost as at December 31, 2022	Market value as at December 31, 2022	Market value as a percentage of total investment	Market value as a percentage of net assets
	Face value (Rupees)				(Rupees)		Percentage	
K-Electric Limited - Short Term Sukuk-11 (STS-11)	-	140,000,000	-	140,000,000	140,000,000	140,000,000	0.99%	0.76%
Nishat Mills Limited - PP Sukuk Certificate	-	100,000,000	-	100,000,000	100,000,000	100,000,000	0.70%	0.54%
Lucky Electric Power Company Limited - Sukuk-5	-	35,000,000	-	35,000,000	35,000,000	35,000,000	0.25%	0.19%
31 December 2022	-	275,000,000	-	275,000,000	275,000,000	275,000,000	1.94%	1.49%
30 June 2022					-	-		

5.3.1 The terms and conditions of unlisted Sukuk certificates outstanding as at 31 December 2022 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-11 (STS-11)	AA	06 Months	Bullet Payment	26-Apr-23	6 Month KIBOR + 1.45% p.a.
Nishat Mills Limited - PP Sukuk Certificate	AA	06 Months	Bullet Payment	1-May-23	6 Month KIBOR + 0.90% p.a.
Lucky Electric Power Company Limited - Sukuk-5	AA	06 Months	Bullet Payment	14-Jun-23	6 Month KIBOR + 1.5% p.a.

Half Yearly Report 2022-23

6 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (RELATED PARTY)	Note	31 December 2022 Un-audited	30 June 2022 Audited
		Rupees	
Remuneration of the Management Company	6.1	10,181,293	2,789,208
Sindh Sales Tax payable on remuneration of the Management Company	6.2	4,446,528	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	1,698,169	-
		36,754,492	26,703,267

6.1 As per the amendments made in the NBFC Regulations, 2008 vide SRO 639 (1) / 2019 dated 20 June 2019, the Management Company is entitled to a remuneration equal to an amount not exceeding 2.5% of the average annual net assets in case of money market schemes. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 0.40% from 01 July 2022 to 18 July 2022, 0.45% from 19 July 2022 to 30 October 2022, 0.1% from 31 October 2022 to 30 November 2022 and 0.65% from 01 December 2022 to 31 December 2022 (0.1% per annum of the average net assets from 01 July 2021 to 30 November 2021, 0.16% from 01 December 2021 to 30 April 2022 and 0.20% from 01 May 2022 to 30 June 2022) per annum of the average annual net assets. The fee is payable to the Management Company monthly in arrears.

6.2 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. 5,966,171 (2021: Rs. 1,582,040) was charged and an amount of Rs. 5,005,200 (2021: Rs. 1,899,083) 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 2022: 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 December 2022 would have been higher by Rs. 0.45 (30 June 2022: Rs. 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.

The Management company charged the accounting and operational charges during the year at a rate of 0.1% (2021: Nil) of the average annual net assets of the Fund from 01 July 2022 to 31 December 2022 for allocation of expenses to the Fund.

Atlas Money Market Fund

		31 December 2022 Un-audited	30 June 2022 Audited
7	PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED- TRUSTEE- RELATED PARTY	Note	Rupees
	Remuneration Payable to Trustee	7.1	933,829
	Sindh Sales Tax Payable on Trustee Fee	7.2	121,445
			<u>1,055,274</u>
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. 713,122 (2021: Rs 882,283) was charged and an amount of Rs. 691,417 (2021: Rs 937,760) was paid to the Trustee which acts as a collecting agent.		

		31 December 2022 Un-audited	30 June 2022 Audited
8	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	Rupees
	Annual fees payable	8.1	<u>1,994,677</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 December 2022 Un-audited	30 June 2022 Audited
9	ACCRUED EXPENSES AND OTHER LIABILITIES		Rupees
	Auditors' remuneration payable	607,014	453,087
	Annual rating fee payable	317,761	-
	Withholding tax payable	36,843,459	32,701,985
	Capital gain tax withheld	12,239,595	1,986,523
	Legal and professional charges payable	15,726	-
	Zakat payable	1,010,943	1,065,797
	Transaction charges payable	5,471	5,706
	Dividend payable	72,664	8,508,091
		<u>51,112,633</u>	<u>44,721,189</u>

10 CONTINGENCIES AND COMMITMENTS

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

11 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 December 2022 is 0.70% (2021: 0.22%) which includes 0.09% (2021: 0.04%) 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.

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 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

Half Yearly Report 2022-23

tax liability in respect of income relating to the current period as the Management Company intends to distribute in cash atleast 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 Half Year Ended 31 December	
	2022	2021
	Un-audited	Un-audited
	----- Rupees -----	
14.1 Transactions for the period		
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company	45,893,613	12,169,540
Remuneration paid	38,501,528	12,484,006
Sindh Sales Tax on Remuneration of the Management Company	5,966,171	1,582,040
Issuance of 559,879 (2021: 50,059) units	287,208,837	25,500,671
Redemption of 604,359 (2021: 298,251) units	308,029,898	151,446,302
Dividend reinvestment	1,218,193	220,814
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	5,485,362	6,786,791
Remuneration paid	5,318,600	7,213,359
Sindh Sales Tax on remuneration of the Trustee	713,122	882,283
Atlas Battery Limited (Group Company)		
Issuance of 786,334 (2021: 853) units	400,937,162	431,742
Redemption of 789,255 (2021: 853) units	403,831,901	433,990
Dividend declared	1,486,124	4,105
Batool Benefit Trust		
Issuance of Nil (2021: 3,619) units	-	1,831,448
Redemption of 38,301 (2021: 30,926) units	19,600,000	15,700,000
Dividend declared	2,478,934	2,136,431
Atlas Fund of Funds (Fund under common management)		
Issuance of 11,769 (2021: 276,939) units	6,000,000	140,300,000
Redemption of 11,778 (2021: 274,966) units	6,060,504	140,084,422
Atlas Foundation (Group Company)		
Issuance of 299,373 (2021: 5,101) units	152,893,372	2,581,608
Redemption of Nil (2021: 70,785) units	-	36,000,000
Dividend declared	8,583,602	3,037,099

Atlas Money Market Fund

		For the Half Year Ended 31 December	
		2022	2021
		Un-audited	Un-audited
		----- Rupees -----	
14.1 Transactions for the period (Cont....)			
Atlas Honda Limited (Group Company)			
(Unit Holder with more than 10% holding)			
Issuance of 9,254,846 (2021: 408,296) units		4,733,415,015	206,634,127
Redemption of 11,757,443 (2021: Nil) units		6,000,000,000	-
Dividend declared		287,579,206	243,091,664
Atlas Insurance Limited			
Issuance of 334,966 (2021: Nil) units		170,923,312	-
Redemption of 337,596 (2021: Nil) units		172,110,251	-
Dividend declared		1,338,140	-
Shirazi Investments (Pvt.) Ltd. - Emp. Prov. Fund			
Issuance of 9,641 (2021: Nil) units		4,934,871	-
Redemption of 14,734 (2021: Nil) units		7,530,000	-
Dividend declared		568,040	-
Shirazi Trading Co. (Pvt.) Limited - Emp. Prov. Fund			
Issuance of 7,291 (2021: Nil) units		3,741,717	-
Redemption of 8,204 (2021: Nil) units		4,170,736	-
Dividend declared		102,852	-
Atlas Autos (Private) Limited			
Dividend declared		83,024,534	-
Atlas Metals (Private) Limited			
Issuance of Nil (2021: 41,266) units		-	20,959,120
Redemption of 516,824 (2021: 82,779) units		264,514,436	42,100,000
Dividend declared		7,031,309	2,302,692
Honda Atlas Cars (Pakistan) Limited - Employees Provident Fund			
Issuance of Nil (2021: 4,890) units		-	2,474,460
Redemption of Nil (2021: 154,318) units		-	78,621,649
Dividend declared		-	2,474,460
Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund			
Issuance of Nil (2021: 4,300) units		-	2,176,365
Dividend declared		7,968,797	2,176,365
Atlas Honda Limited - Non-Management Staff Gratuity Fund			
(Retirement benefit plan of a Group Company)			
Issuance of Nil (2021: 675) units		-	341,441
Dividend declared		1,820,495	341,441
Atlas Group of Companies - Management Staff Gratuity Fund			
(Retirement benefit plan of a Group Company)			
Issuance of 570,642 (2021: 445,998) units		291,869,294	226,559,886
Redemption of 202,759 (2021: 666,710) units		103,500,000	338,114,236
Dividend declared		8,364,834	1,559,886
Atlas Die Casting (Private) Limited (Group Company)			
Issuance of Nil (2021: 2) units		-	828
Dividend declared		1,548	1,183

Half Yearly Report 2022-23

		For the Half Year Ended 31 December	
		2022	2021
		Un-audited	Un-audited
		----- Rupees -----	
14.1 Transactions for the period (Cont....)			
Shirazi Investments (Private) Limited (Group Company)			
Issuance of 839,987 (2021: 17,153) units		428,821,396	8,678,342
Redemption of 840,879 (2021: 1,066,275) units		428,457,416	541,183,647
Dividend declared		453,401	8,161,418
Fauji Fertilizer Company Limited (Unit Holder with more than 10% holding)			
Issuance of Nil (2021: 15,073,813) units		-	7,670,944,903
Redemption of Nil (2021: 16,144,974) units		-	8,215,632,103
Dividend declared		-	171,574,792
Atlas Energy Limited			
Issuance of 25,538 (2021: Nil) units		13,048,764	-
Redemption of 33,312 (2021: Nil) units		17,100,000	-
Dividend declared		150,614	-
Atlas Honda Limited (Employee Provident Fund) (Retirement benefit plan of a Group Company)			
Issuance of Nil (2021: 4,259) units		-	2,155,390
Redemption of Nil (2021: 9,868) units		-	5,000,000
Dividend declared		3,970,541	2,155,390
Directors and their close family members and key management personnel of the Management Company			
Issuance of 807,565 (2021: 77,689) units		114,704,239	39,391,468
Redemption of 839,033 (2021: 337,052) units		22,498,256	170,908,770
Dividend declared		70,991,798	22,232,692
		31 December 2022	30 June 2022
		Un-audited	Audited
		----- Rupees -----	
14.2 Balances outstanding as at period / year end			
Atlas Asset Management Limited (Management Company)			
Remuneration payable to the Management Company		10,181,293	2,789,208
Sindh Sales Tax payable on Remuneration of the Management Company		4,446,528	3,485,557
Federal Excise Duty payable on Remuneration of the Management Company		20,428,502	20,428,502
Accounting and operational charges payable		1,698,169	-
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		933,829	767,067
Sindh Sales Tax payable on Remuneration of the trustee		121,445	99,740
Atlas Metals (Private) Limited			
Outstanding Nil (30 June 2022: 502,993) units - at net asset value		-	255,272,504
Atlas Foundation (Group Company)			
Outstanding 367,120 (30 June 2022: 50,872) units - at net asset value		187,203,923	25,818,048

Atlas Money Market Fund

	31 December 2022 Un-audited	30 June 2022 Audited
	----- Rupees -----	
14.2 Balances outstanding as at period / year end (Cont....)		
Atlas Honda Limited (Unit Holder with more than 10% holding)		
Outstanding 9,767,088 (2022: 11,704,099) units - at net asset value	4,980,489,185	5,939,913,337
Shirazi Trading Company (Private) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
Outstanding 7,493 (30 June 2022: 8,204) units - at net asset value	3,820,873	4,163,558
Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund		
Outstanding 230,020 (30 June 2022: 214,351) units	117,293,110	108,784,401
Atlas Die Casting (Private) Limited (Group Company)		
Outstanding 63 (2021: 56) - at net asset value	32,125	30,450
Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
Outstanding 114,610 (30 June 2022: 106,803) units - at net asset value	58,442,584	54,203,032
Shirazi Investments (Private) Limited-Emp. Prov. Fund		
Outstanding 17,624 (30 June 2022: 21,600) units - at net asset value	8,943,767	10,962,407
Atlas Group of Companies Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)		
Outstanding 403,338 (30 June 2022: 19,010) units - at net asset value	205,672,412	9,647,680
Atlas Honda Limited Non Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)		
Outstanding 52,549 (30 June 2022: 48,969) units - at net asset value	26,795,897	24,852,110
Batool's Benefit Trust		
Outstanding 66,193 (30 June 2022: 99,620) units - at net asset value	33,753,512	50,557,807
Atlas Fund of Funds (Fund under common management)		
Outstanding 1,963 (30 June 2022: 1,972) units - at net asset value	1,000,984	1,000,890
Directors and their close family members and key management personnel of the Management Company		
Outstanding 2,389,101 (30 June 2022: 2,280,978) units - at net asset value	1,218,263,872	1,157,612,292
Balances outstanding as at period / year end		
Atlas Autos Limited		
Outstanding 2,802,223 (30 June 2022: 2,638,972) units	1,428,925,525	1,339,296,842
Atlas Energy Limited		
Outstanding 92 (30 June 2022: 7,569) units	46,913	3,841,304

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

15 FAIR VALUE MEASUREMENT

Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arm's length transaction.

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.

Half Yearly Report 2022-23

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

15.1 Fair value hierarchy

Following hierarchy is used in determining and disclosing the fair value of the following financial instruments by valuation technique:

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

As at December 31, 2022, 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 This condensed interim financial information is unaudited and has been reviewed by the auditors. Furthermore, figures of the condensed interim income statement and the condensed interim statement of comprehensive income for the quarters ended 31 December 2021 and 31 December 2022 have not been subjected to limited scope review by the statutory auditors of the Fund.

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

16.3 Number of 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 24 February 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

TRUSTEE REPORT TO THE UNIT HOLDERS

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Atlas Liquid Fund (the Fund) are of the opinion that Atlas Asset Management Limited, being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 28, 2023

Atlas Liquid Fund

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

To the unit holders of Atlas Liquid Fund

Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Atlas Liquid Fund** (the Fund) as at 31 December 2022 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of movement in unit holders' Fund together with the notes forming part thereof (here-in-after referred to as "interim financial statements") for the period then ended. The Management Company (Atlas Asset Management Limited) is responsible for the preparation and presentation of this interim financial statements in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-month period ended 31 December 2022.

Scope of review

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

Conclusion

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

The engagement partner on the audit resulting in this independent auditors' review report is Arslan Khalid.

Karachi: 28 February 2023

EY Ford Rhodes
Chartered Accountants

Engagement Partner: Arslan Khalid

Half Yearly Report 2022-23

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 DECEMBER 2022

		31 December 2022 Un-audited	30 June 2022 Audited
	Note	----- Rupees -----	
Assets			
Bank balances	4	1,965,196,444	3,135,310,549
Investments	5	2,750,270,629	300,000,000
Markup Accrued	6	4,663,760	9,159,966
Preliminary and floatation cost		469,841	530,262
Prepaid and other receivables		1,714,426	1,685,408
Total assets		4,722,315,100	3,446,686,185
Liabilities			
Payable to Atlas Asset Management Limited - Management Company	7	2,838,815	1,247,837
Payable to the Central Depository Company of Pakistan Limited - Trustee	8	185,604	176,911
Payable to the Securities and Exchange Commission of Pakistan	9	348,720	267,413
Accrued expenses and other liabilities	10	6,314,059	3,888,196
Total liabilities		9,687,198	5,580,357
NET ASSETS		4,712,627,902	3,441,105,828
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		4,712,627,902	3,441,105,828
CONTINGENCIES AND COMMITMENTS	11		
		----- Number of units -----	
NUMBER OF UNITS IN ISSUE		9,425,255	6,882,212
		----- Rupees -----	
NET ASSET VALUE PER UNIT		500.0000	500.0000

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 Liquid Fund

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

		For the Half Year Ended 31 December 2022	From 23 November 2021 to 31 December 2021	For the Quarter Ended 31 December 2022	From 23 November 2021 to 31 December 2021
Note		Rupees	Rupees	Rupees	Rupees
Income					
Profit on deposits with banks		28,892,675	11,236,159	(99,969,436)	11,236,159
Capital Gain on sale of Investments-at fair value through income statement - net		21,998	11,245,118	(954,970)	11,245,118
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		256,557	-	55,498	-
Income from debt securities		236,866,772	-	236,866,772	-
Total income		266,038,002	22,481,277	135,997,865	22,481,277
Expenses					
Remuneration of Atlas Asset Management Company - Management Company	7.1	8,660,773	348,673	4,839,097	348,673
Sindh Sales Tax on remuneration of the Management Company	7.2	1,125,901	45,328	629,083	45,328
Remuneration to the Central Depository Company of Pakistan Limited	8.1	958,980	119,856	481,553	119,856
Sindh Sales Tax on remuneration of the Trustee	8.2	124,667	15,582	62,606	15,582
Accounting & Operational charges	7.3	1,743,599	-	875,550	-
Annual fee - Securities and Exchange Commission of Pakistan	9.1	348,720	43,584	175,110	43,584
Auditor's remuneration		260,281	56,219	171,425	56,219
Transaction Charges		10,960	565	4,630	565
Amortization of preliminary expenses and floatation costs		60,421	12,546	30,376	12,546
Annual Listing fee		13,863	18,653	(12,938)	18,653
Fund Rating Fee		126,686	-	64,086	-
Printing Charges		11,909	-	2,909	-
Legal and professional charges		48,126	10,500	26,801	10,500
Bank charges		3,235	7,302	692	7,302
Total expenses		13,498,121	678,808	7,350,979	678,808
Net income for the period before taxation		252,539,881	21,802,469	128,646,886	21,802,469
Taxation	13	-	-	-	-
Net income for the period after taxation		252,539,881	21,802,469	128,646,886	21,802,469
Earnings per unit	14				
Allocation of net income for the period:					
Net income for the period after taxation		252,539,881	21,802,469	128,646,886	21,802,469
Income already paid on units redeemed		-	-	-	-
		252,539,881	21,802,469	128,646,886	21,802,469
Accounting income available for distribution:					
- Relating to capital gains		278,554	11,245,118	55,498	11,245,118
- Excluding capital gains		252,261,327	10,557,351	128,591,388	10,557,351
		252,539,881	21,802,469	128,646,886	21,802,469

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

Half Yearly Report 2022-23

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December 2022	From 23 November 2021 to 31 December 2021	For the Quarter Ended 31 December 2022	From 23 November 2021 to 31 December 2021
	----- Rupees -----		----- Rupees -----	
Net income for the period after taxation	252,539,881	21,802,469	128,646,886	21,802,469
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	252,539,881	21,802,469	128,646,886	21,802,469

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 Liquid Fund

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	For the period ended December 31, 2022			From 23 November 2021 to 31 December 2021		
	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 2,841,684 (2021: 4,922,246 units)						
- Capital value	1,420,842,729	-	1,420,842,729	2,461,123,000	-	2,461,123,000
- Element of income	-	-	-	-	-	-
	1,420,842,729	-	1,420,842,729	2,461,123,000	-	2,461,123,000
Redemption of 298,641 units (2021: 874,917 units)						
- Capital value	(149,320,655)	-	(149,320,655)	(437,458,373)	-	(437,458,373)
- Element of income	-	-	-	-	-	-
	(149,320,655)	-	(149,320,655)	(437,458,373)	-	(437,458,373)
Total comprehensive Income for the period	-	252,539,881	252,539,881	-	21,802,469	21,802,469
Distribution during the period	-	(252,539,881)	(252,539,881)	-	(21,802,469)	(21,802,469)
Net income for the period less distribution	-	-	-	-	-	-
Net assets at end of the period	4,712,627,902	-	4,712,627,902	2,023,664,627	-	2,023,664,627
Undistributed income brought forward comprises of :						
- Realised income	-	-	-	-	-	-
- Unrealised income	-	-	-	-	-	-
Accounting income available for distribution						
- Relating to capital gains	278,554			11,245,118		
- Excluding capital gains	252,261,327			10,557,351		
	252,539,881			21,802,469		
Distribution during the period	(252,539,881)			(21,802,469)		
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			-		
Net assets value per unit at end of the period	500.0000			500.0000		

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

Half Yearly Report 2022-23

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

		For the Half Year Ended 31 December 2022	From 23 November 2021 to 31 December 2021
	Note	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		252,539,881	21,802,469
Adjustments for:			
Profit on deposits with banks		(28,892,675)	(11,236,159)
Capital Gain on sale of Investments-at fair value through income statement - net		(21,998)	(11,245,118)
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(256,557)	-
Income from debt securities		(236,866,772)	-
Amortization of preliminary expenses and floatation costs		60,421	12,546
		(265,977,581)	(22,468,731)
Increase in assets			
Increase in prepaid and other receivables		(29,018)	(1,797,145)
		(29,018)	(1,797,145)
Increase in liabilities			
Increase in payable to Atlas Asset Management Company - Management Company		1,590,978	341,544
Increase in payable to Central Depository Company of Pakistan Limited - Trustee		8,693	113,968
Increase in payable to the Securities and Exchange Commission of Pakistan		81,307	43,584
Increase in accrued expenses and other liabilities		2,425,863	1,371,506
		4,106,841	1,870,602
Profit on deposits with banks received		28,860,545	11,236,159
Income from debt securities received		241,395,108	-
Investments - net		(2,449,992,075)	11,245,118
Net cash (used in) / generated from operating activities		(2,189,096,299)	21,888,472
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance of units		1,420,842,729	2,461,123,000
Cash Dividend Distribution		(252,539,881)	(21,802,469)
Payments against redemption of units		(149,320,655)	(437,357,309)
Net cash generated from financing activities		1,018,982,193	2,001,963,222
Net (decrease) / increase in cash and cash equivalents		(1,170,114,105)	2,023,851,694
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	<u>1,965,196,444</u>	<u>2,023,851,694</u>

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Liquid Fund

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Liquid Fund (the Fund) is an open-ended Fund constituted under a trust deed registered dated 30 July 2021 under the Sindh Trust Act, 2020 entered into between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the trustee. The 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 upgraded the stability rating of the Fund at "AA+(f)" [2022: "AA (f)"] on 14 October 2022.
- 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;
 - 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.

Half Yearly Report 2022-23

- 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 December 2022 have been extracted from the annual published audited financial statements of the Fund for the year ended 30 June 2022, whereas, the comparatives in the condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement have been extracted from the un-audited condensed interim financial statements for the period ended 31 December 2021.
- 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.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standard or Interpretation	Effective date
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.

Standard	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	01 July 2009
IFRS 17 – Insurance Contracts	01 January 2023

2.4 Critical accounting estimates and judgements

The preparation of financial statements in accordance with the approved accounting standards as applicable in Pakistan requires the management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed

Atlas Liquid Fund

on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the year of revision and future years if the revision affects both current and future years.

The estimates and judgements that have a significant effect on the financial statements of the Fund relate to classification, valuation and impairment of financial assets and provision under uncertain circumstances.

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except that investments have been carried at fair value.

2.6 Functional and presentation currency

These condensed interim financial statements have been presented in Pakistani Rupees which is the functional and presentation currency of the Fund.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements at and for the year ended 30 June 2022.

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

4 BANK BALANCES

In local currency

Profit and loss sharing accounts

	31 December 2022 Un-audited	30 June 2022 Audited
Note	----- Rupees -----	----- Rupees -----
4.1	1,965,196,444	3,135,310,549
	1,965,196,444	3,135,310,549

4.1 The rate of return on these accounts ranges between 12.25% to 16.85% (30 June 2022: 8.25% to 16.40%) per annum. The profit rates effective at the period end on these accounts ranges between 14.50% to 16.85% (30 June 2022: 10.75% to 16.40%) per annum.

5 INVESTMENTS

At fair value through profit or loss

- Government Securities - Market Treasury Bills
- Sukuk Certificates
- Commercial Paper

	31 December 2022 Un-audited	30 June 2022 Audited
Note	----- Rupees -----	----- Rupees -----
5.1	2,317,185,142	-
5.2	149,000,000	300,000,000
5.3	284,085,487	-
	2,750,270,629	300,000,000

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 December 2022	Carrying value	Market value	Market value as a percentage of total investment	Market value as a percentage of net assets
	-----Face value (Rupees) -----				----- (Rupees) -----		----- Percentage -----	
03 Months - T-bills	-	12,675,350,000	10,336,000,000	2,339,350,000	2,316,928,589	2,317,185,142	84.3%	49.2%
06 Months - T-bills	-	1,015,000,000	1,015,000,000	-	-	-	-	-
December 31, 2022	-	13,690,350,000	11,351,000,000	2,339,350,000	2,316,928,589	2,317,185,142	84.3%	49.2%
June 30, 2022					-	-		

Half Yearly Report 2022-23

5.1.1 During the period, the gain on sale of these securities amounted to Rs. 21,998 (2021: Rs.11,245,118).

5.1.2 These Market Treasury Bills carry yield ranging from 13.75% to 16.99% per annum.

5.1.3 The cost of investments as on 31 December 2022 amounts to Rs 2,276,939,992.

5.2 Sukuk Certificates

Name of Investee Company	As at 01 July 2022	Purchased during the period	Sold / matured during the period	As at 31 December 2022	Carrying value	Market value	Market value as a percentage of total investment	Market value as a percentage of net assets
	----- Number of Sukuk Certificates -----				----- (Rupees) -----		----- Percentage -----	
K-Electric Supply Company Limited - 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	3.6%	2.1%
Nishat Mills Limited 1	-	49	-	49	49,000,000	49,000,000	1.8%	1.0%
December 31, 2022	300	149	300	149	149,000,000	149,000,000	5.4%	3.2%
June 30, 2022					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 December 2022 are as follows:

Name of the Investee Company	Rating	Tenure	Profit Payments / Principal Redemptions	Maturity date	Rate of Return
K-Electric Supply Company Limited - Short Term Sukuk - 11	AA	06 Months	Bullet Payment	26-Apr-2023	6 Month KIBOR +1.45%
Nishat Mills Limited 1	AA	06 Months	Bullet Payment	01-May-2023	6 Month KIBOR +0.90%

5.3 Commercial Paper

Name of Investee Company	As at 01 July 2022	Purchased during the period	Sold / matured during the period	As at 31 December 2022	Carrying value	Market value	Market value as a percentage of total investment	Market value as a percentage of net assets
	----- Number of Certificates -----				----- (Rupees) -----		----- Percentage -----	
Lucky Electric Power Company Limited	-	300	-	300	284,085,487	284,085,487	10.3%	6.0%
December 31, 2022	-	300	-	300	284,085,487	284,085,487	10.3%	6.0%
June 30, 2022					-	-		

5.3.1 The nominal value of this commercial papers is Rs.1,000,000 per certificate with expected profit rate of 17.34%.

6 MARKUP ACCRUED

Profit and loss sharing account
Sukuk Certificates

	31 December 2022 Un-audited Note	30 June 2022 Audited
	----- Rupees -----	
	34,370	2,240
	4,629,390	9,157,726
	4,663,760	9,159,966

7 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

7.1	2,247,277	571,210
7.2	291,948	74,058
7.3	299,590	-
	-	602,569
	2,838,815	1,247,837

Atlas Liquid Fund

- 7.1 As per the section 61 of the NBFC Regulations, 2008, the Management Company shall set and disclose in the offering document the maximum rate of fee chargeable to Collective Investment Scheme within allowed expense ratio limit. The management company has set the maximum limit of 0.75% and minimum limit of 0.25% of average annual net assets, within allowed expense ratio. The Management Company has charged management fee at the rate of 0.40% from 01 July 2022 to 18 July 2022, 0.45% from 19 July 2022 to 30 November 2022 and 0.75% from 01 December to 31 December 2022 (2021: 0.16% from 23 November 2021 to 30 April 2022 and 0.2% from 01 May 2022 to 30 June 2022) per annum of the average annual net assets. The fee is payable to the Management Company monthly in arrears.
- 7.2 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 Rs. 1,125,901 (2021: 45,328) was charged during the period and an amount of Rs.908,011 (2021: 7,185) has been paid to the Management Company which acts as the collecting agent.
- 7.3 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% (2021: Nil) of the average annual net assets of the Fund from 01 July 2022 to 31 December 2022 for allocation of such expenses to the Fund.

		31 December 2022 Un-audited	30 June 2022 Audited
8	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY	Note	Rupees
	Payable To Trustee	8.1	164,252
	Sindh Sales Tax payable on trustee fee	8.2	21,352
			<u>185,604</u>

- 8.1 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.
- 8.2 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. 124,667 (2021:15,582) was charged during the period and an amount of Rs. 123,667 (2021: Rs.2,470) was paid to the Trustee which acts as a collecting agent.

		31 December 2022 Un-audited	30 June 2022 Audited
9	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	Rupees
	Annual fees payable	9.1	348,720
			<u>267,413</u>

- 9.1 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 December 2022 Un-audited	30 June 2022 Audited
10	ACCRUED EXPENSES AND OTHER LIABILITIES		Rupees
	Auditors' remuneration payable	298,045	188,999
	Rating Fee payable	126,801	-
	Withholding tax payable	5,884,288	3,699,197
	Legal and professional charges payable	4,926	-
		<u>6,314,059</u>	<u>3,888,196</u>

11 CONTINGENCIES AND COMMITMENTS

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

Half Yearly Report 2022-23

12 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 December 2022 is 0.77% (2021: 0.32%) which includes 0.32% (2021: 0.05%) 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.

13 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.

14 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.

15 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons include Atlas Asset Management Limited being the Management Company, the Central Depository Company Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company. It also includes staff retirement benefit funds of the above connected person / related parties.

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

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

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 December 2022 Un-audited	31 December 2021 Un-audited
	----- Rupees -----	
15.1 Transactions during the period		
Atlas Asset Management Limited (Management Company)*		
Remuneration for the period	8,660,773	348,673
Sindh sales tax on remuneration of the Management Company	1,125,901	45,328
Remuneration paid	6,984,706	55,272
Payment of Formation cost	602,569	-
Accounting and operational charges	1,743,599	-
Payment of accounting and operational charges	1,444,009	-
Central Depository Company of Pakistan Limited		
Remuneration of the Trustee	958,980	119,856
Sindh Sales Tax on remuneration of the Trustee	124,667	15,582
Remuneration paid	951,287	19,000
Atlas Group of Companies - Management Staff Gratuity Fund		
Issuance of Nil (2021: 200,166) units	-	100,083,003
Redemption of Nil (2021: 200,166) units	-	100,083,003
Dividend Entitlement	-	83,003

Atlas Liquid Fund

15.1 Transactions during the period (Cont....)

Atlas Honda Limited

Issuance of Nil (2021:4,034,808) units

Dividend Reinvestment

Shirazi Investments (Pvt.) Ltd. - Emp. Prov. Fund

Redemption of 20,939 (2021:Nil) units

Dividend Reinvestment

Atlas Honda Limited (Emp.Prov.Fund)

Dividend Reinvestment

Atlas Metals (Private) Limited

Redemption of 216,000 (2021:Nil) units

Dividend Reinvestment

Honda Atlas Cars (Pakistan) Ltd.- Emp. Gratuity. Fund

Dividend Reinvestment

Atlas Autos (Private) Limited

Dividend Reinvestment

Key Management Personnel of the Management Company

Dividend Reinvestment

31 December 2022
Un-audited
----- Rupees -----

-	2,017,403,891
191,951,553	17,403,891
10,469,667	-
155,097	-
5,001,157	-
22,000,000	-
4,565,621	-
1,923,540	-
6,401,214	-
2,899,130	-

Un-audited 31 December 2022
----- Rupees -----

Audited 30 June 2022

15.2 Details of balances with related parties as at the period end are as follows:

Atlas Asset Management Limited (Management Company)

Remuneration payable to the management company

Sindh Sales tax payable on remuneration of the Management Company

Preliminary Expenses and Flotation Cost

Accounting and operational charges payable

Central Depository Company of Pakistan Limited (Trustee)

Trustee fee payable

Sindh Sales tax payable on remuneration of trustee

Atlas Honda Limited - Employee Provident Fund

Outstanding 143,379 (June 30, 2022: 133,377) units

Atlas Honda Limited

Outstanding 6,439,197 (June 30, 2022: 6,055,294) units

Shirazi Investments (Pvt.) Ltd. - Emp. Prov. Fund

Outstanding Nil (June 30, 2022: 20,629) units

Atlas Metals (Private) Limited

Outstanding 55,971 (June 30, 2022: 262,840) units

Honda Atlas Cars (Pakistan) Ltd.- Emp. Gratuity. Fund

Outstanding 55,146 (June 30, 2022: 51,299) units

Atlas Autos (Private) Limited

Outstanding 214,735 (June 30, 2022: 201,933) units

Directors and their close family members and key management personnel of the Management Company

Outstanding 97,254 (June 30, 2022: 91,456) units

2,247,277	571,210
291,948	74,058
-	602,569
299,590	-
164,252	156,559
21,352	20,352
71,689,422	66,688,500
3,219,598,658	3,027,647,000
-	10,314,500
27,985,575	131,420,000
27,573,105	25,649,500
107,367,476	100,966,500
48,627,000	45,728,000

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

Half Yearly Report 2022-23

15.3 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.

16. 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.

16.1 Fair value hierarchy

Following hierarchy is used in determining and disclosing the fair value of the following financial instruments by valuation technique:

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

As at December 31, 2022, 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 have been rounded off to the nearest Rupee unless otherwise stated.

17.2 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 24 February 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

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 Taraqati Bank Limited

TRUSTEE REPORT TO THE UNIT HOLDERS

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Atlas Sovereign Fund (the Fund) are of the opinion that Atlas Asset Management Limited, being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 28, 2023

Atlas Sovereign Fund

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

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Atlas Sovereign Fund** (the Fund) as at December 31, 2022 and the related 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 together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2022. The Management Company (Atlas Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2022 and December 31, 2021 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2022.

Scope of Review

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

Conclusion

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

A.F. Ferguson & Co.

Chartered Accountants

Engagement Partner: **Junaid Mesia**

Dated: 27 February 2023

Karachi

Half Yearly Report 2022-23

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 DECEMBER 2022

		31 December 2022 Un-audited Note ----- (Rupees) -----	30 June 2022 Audited -----
ASSETS			
Bank balances	4	14,997,105	43,498,607
Investments	5	1,054,893,976	1,180,947,418
Mark-up receivable		7,042,317	2,866,030
Deposits, prepayments and other receivable		3,117,715	3,097,602
Total assets		1,080,051,113	1,230,409,657
LIABILITIES			
Payable to Atlas Asset Management Limited - Management Company	6	2,265,565	2,051,778
Payable to the Central Depository Company of Pakistan Limited - Trustee	7	56,561	63,397
Payable to the Securities and Exchange Commission of Pakistan	8	107,980	404,149
Payable against redemption of units		37,827	37,827
Accrued expenses and other liabilities	9	828,019	13,608,372
Total liabilities		3,295,952	16,165,523
NET ASSETS		1,076,755,161	1,214,244,134
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		1,076,755,161	1,214,244,134
Contingencies and commitments	10		
		----- (Number of units) -----	
Number of units in issue		9,958,952	11,991,300
		----- (Rupees) -----	
Net asset value per unit		108.1193	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

Atlas Sovereign Fund

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

		For the Half Year Ended		For the Quarter Ended	
		31 December		31 December	
		2022	2021	2022	2021
Note		(Rupees)			
INCOME					
Mark-up income	11	83,605,199	94,374,104	40,977,110	46,194,499
Loss on sale of investments - net		(191,070)	(2,251,653)	(281,582)	(3,769,328)
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.5	(5,613,493)	(30,899,188)	(5,549,663)	(21,746,829)
		(5,804,563)	(33,150,841)	(5,831,245)	(25,516,157)
Total income		77,800,636	61,223,263	35,145,865	20,678,342
EXPENSES					
Remuneration of Atlas Asset Management Limited - Management Company	6.1 & 6.2	5,886,789	5,449,698	3,129,516	2,748,753
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	7.1 & 7.2	335,618	764,065	166,519	325,159
Annual fee to the Securities and Exchange Commission of Pakistan	8.1	107,980	224,149	53,567	104,638
Accounting and operational charges	6.4	764,450	1,840,138	356,318	1,046,384
Transaction charges		152,500	107,585	152,500	107,585
Auditors' remuneration		173,355	184,021	82,887	92,011
Annual rating fee		245,469	202,971	134,962	101,485
Annual listing fee		13,863	13,863	5,598	6,931
Printing charges		9,987	41,862	987	41,862
Legal and professional charges		141,187	42,900	119,862	10,500
Bank charges		10,302	5,059	1,501	2,052
Total expenses		7,841,500	8,876,311	4,204,217	4,587,360
Net income from operating activities		69,959,136	52,346,952	30,941,648	16,090,982
Reversal of provision for Sindh Workers' Welfare Fund		-	12,565,416	-	-
Net income for the period before taxation		69,959,136	64,912,368	30,941,648	16,090,982
Taxation	12	-	-	-	-
Net income for the period after taxation		69,959,136	64,912,368	30,941,648	16,090,982
Earnings per unit	13				
Allocation of net income for the period					
Net income for the period after taxation		69,959,136	64,912,368	30,941,648	16,090,982
Income already paid on units redeemed		(4,101,068)	(11,241,219)	(432,452)	(3,735,919)
		65,858,068	53,671,149	30,509,196	12,355,063
Accounting income available for distribution					
Relating to capital gains		-	-	-	-
Excluding capital gains		65,858,068	53,671,149	30,509,196	12,355,063
		65,858,068	53,671,149	30,509,196	12,355,063

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

Half Yearly Report 2022-23

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	For the Half Year Ended		For the Quarter Ended	
	31 December		31 December	
	2022	2021	2022	2021
	----- Rupees -----	----- Rupees -----	----- Rupees -----	----- Rupees -----
Net income for the period after taxation	69,959,136	64,912,368	30,941,648	16,090,982
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	69,959,136	64,912,368	30,941,648	16,090,982

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 MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	31 December 2022			31 December 2021		
	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 (2021: 2,975,308 units)						
- Capital value (at net asset value per unit at the beginning of the period)	120,013,117	-	120,013,117	300,862,895	-	300,862,895
- Element of income	3,143,796	-	3,143,796	2,534,793	-	2,534,793
Total proceeds on issuance of units	123,156,913	-	123,156,913	303,397,688	-	303,397,688
Redemption of 3,217,541 units (2021: 5,623,451 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(325,809,489)	-	(325,809,489)	(568,642,773)	-	(568,642,773)
- Element of income	(694,465)	-	(694,465)	(1,820,666)	-	(1,820,666)
- Income already paid on redemption of units	-	(4,101,068)	(4,101,068)	-	(11,241,219)	(11,241,219)
Total payments on redemption of units	(326,503,954)	(4,101,068)	(330,605,022)	(570,463,439)	(11,241,219)	(581,704,658)
Total comprehensive income for the period	-	69,959,136	69,959,136	-	64,912,368	64,912,368
Net assets at the end of the period (un-audited)	996,231,011	80,524,150	1,076,755,161	1,945,258,824	66,659,607	2,011,918,431
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		65,858,068			53,671,149	
		65,858,068			53,671,149	
Undistributed income carried forward		80,524,150			66,659,607	
Undistributed income carried forward comprising of :						
- Realised income		86,137,643			99,144,359	
- Unrealised loss		(5,613,493)			(32,484,752)	
		80,524,150			66,659,607	
Net asset value per unit at beginning of the period		101.2604			101.1199	
Net asset value per unit at end of the period		108.1193			103.9292	

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

Half Yearly Report 2022-23

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

		For the Half Year Ended 31 December	
		2022	2021
Note		-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES			
	Net income for the period after taxation	69,959,136	64,912,368
	Adjustments:		
	Mark-up income	(83,605,199)	(94,374,104)
	Loss on sale of investments - net	191,070	2,251,653
	Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5,613,493	30,899,188
	Reversal of provision for Sindh Workers' Welfare Fund	-	(12,565,416)
		(77,800,636)	(73,788,679)
	(Increase) / decrease in assets		
	Deposits, prepayments and other receivable	(20,113)	77,342
		(20,113)	77,342
	(Decrease) / increase in liabilities		
	Payable to Atlas Asset Management Limited - Management Company	213,787	(231,805)
	Payable to the Central Depository Company of Pakistan Limited - Trustee	(6,836)	(29,469)
	Payable to the Securities and Exchange Commission of Pakistan	(296,169)	(207,571)
	Accrued expenses and other liabilities	(7,003,453)	(21,002,131)
		(7,092,671)	(21,470,976)
	Mark-up received	79,428,912	90,611,884
	Amount (paid) / received on purchase and sale / maturity of investments - net	120,248,879	(113,196,498)
	Net cash generated from / (used in) operating activities	184,723,507	(52,854,559)
CASH FLOWS FROM FINANCING ACTIVITIES			
	Amount received on issuance of units	123,156,913	303,371,687
	Amount paid on redemption of units	(330,605,022)	(583,315,677)
	Dividend paid	(5,776,900)	-
	Net cash used in financing activities	(213,225,009)	(279,943,990)
	Net decrease in cash and cash equivalents during the period	(28,501,502)	(332,798,549)
	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	14,997,105	721,709,467

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

Atlas Sovereign Fund

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Sovereign Fund (the Fund) is an open ended Fund constituted by a trust deed entered into on 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 updated the stability rating of the Fund at "AA- (f)" on October 14, 2022 [2022: "AA (f)" on October 15, 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 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

Half Yearly Report 2022-23

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the IAS 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 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 December 31, 2022.

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.

4 BANK BALANCES

		31 December 2022 Un-audited	30 June 2022 Audited
	Note	----- (Rupees) -----	-----
Saving accounts	4.1	14,997,105	43,498,607
		14,997,105	43,498,607

Atlas Sovereign Fund

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.

5 INVESTMENTS

	31 December 2022 Un-audited Note	30 June 2022 Audited
	----- (Rupees) -----	-----

Financial assets at 'fair value through profit or loss'

Government securities - Market Treasury Bills	5.1	581,313,226	477,462,378
Government securities - Pakistan Investment Bonds	5.2	435,518,250	412,280,000
Sukuk certificates - listed	5.3	38,062,500	40,200,000
Commercial papers	5.4	-	251,005,040
		1,054,893,976	1,180,947,418

5.1 Government securities - Market Treasury Bills

Particulars	Face value				As at December 31, 2022			Market value as a percentage of	
	As at July 01, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the Fund	Net assets of the Fund
----- Rupees -----									
3 Months	381,250,000	1,267,600,000	1,487,250,000	161,600,000	160,288,460	160,334,500	46,040	15.20%	14.89%
6 Months	100,000,000	88,000,000	188,000,000	-	-	-	-	-	-
12 Months	-	475,000,000	-	475,000,000	426,366,029	420,978,726	(5,387,303)	39.91%	39.10%
Total as at December 31, 2022 (Un-audited)	481,250,000	1,830,600,000	1,675,250,000	636,600,000	586,654,489	581,313,226	(5,341,263)	55.11%	53.99%
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 December 31, 2022 is Rs. 567,948,658 (June 30, 2022: Rs. 473,961,701).

5.1.2 Market Treasury Bills carry yield of 13.7500% to 16.8948% (June 30, 2022: 12.95% to 14.90%) per annum.

5.2 Government securities - Pakistan Investment Bonds

Particulars	Face value				As at December 31, 2022			Market value as a percentage of	
	As at July 01, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the Fund	Net assets of the Fund
----- Rupees -----									
3 Years	175,000,000	-	125,000,000	50,000,000	50,085,000	49,975,000	(110,000)	4.74%	4.64%
5 Years	162,500,000	155,000,000	-	317,500,000	311,500,480	311,563,250	62,770	29.54%	28.94%
10 Years	75,000,000	-	-	75,000,000	74,580,000	73,980,000	(600,000)	7.01%	6.87%
Total as at December 31, 2022 (Un-audited)	412,500,000	155,000,000	125,000,000	442,500,000	436,165,480	435,518,250	(647,230)	41.29%	40.45%
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 December 31, 2022 is Rs. 437,955,870 (June 30, 2022: Rs. 414,308,015).

5.2.2 These Pakistan Investment Bonds carry yield ranging from 8.1170% to 17.1049% (June 30, 2022: 8.12% to 8.42%) per annum. These securities will mature between June 18, 2023 and June 18, 2030.

Half Yearly Report 2022-23

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 December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	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%	40,000,000	-	-	40,000,000	37,687,500	38,062,500	375,000	3.61%	3.53%
Total as at December 31, 2022 (Un-audited)				-	-	-	40,000,000	37,687,500	38,062,500	375,000	3.61%	3.53%
Total as at June 30, 2022 (Audited)								40,000,000	40,200,000	200,000	3.00%	3.00%

5.4 Commercial papers

Name of investee company	Face value				As at December 31, 2022			Market value as a percentage of	
	As at July 01, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	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 December 31, 2022 (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%

5.5 Net unrealised diminution on re-measurement of investments classified as 'financial asset at fair value through profit or loss'

Note	31 December 2022 Un-audited	30 June 2022 Audited
	(Rupees)	(Rupees)

Market value of investments	1,054,893,976	1,180,947,418
Less: carrying value of investments before mark to market	(1,060,507,469)	(1,181,598,405)
	(5,613,493)	(650,987)

6 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

Management fee payable	6.1	1,000,380	711,669
Sindh sales tax payable on management fee	6.2	268,891	231,352
Federal Excise Duty payable on management fee	6.3	905,341	905,341
Accounting and operational charges payable	6.4	90,953	203,416
		2,265,565	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 rate of:

Atlas Sovereign Fund

From July 01, 2022 to August 31, 2022	0.85%
From September 01, 2022 to November 30, 2022	1.00%
From December 01, 2022 to December 31, 2022	1.10%

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.

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 December 31, 2022 (2022: 0.12% from July 01, 2021 to September 14, 2021 and 0.2% from September 15, 2021 to June 30, 2022).

		31 December 2022 Un-audited	30 June 2022 Audited
7 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	----- (Rupees) -----	
Trustee fee payable	7.1	50,011	55,944
Sindh sales tax payable on Trustee fee	7.2	6,550	7,453
		56,561	63,397

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.

Half Yearly Report 2022-23

8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

31 December 2022 Un-audited	30 June 2022 Audited
----- (Rupees) -----	-----

Annual fee payable	107,980	404,149
--------------------	---------	---------

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

31 December 2022 Un-audited	30 June 2022 Audited
----- (Rupees) -----	-----

Auditors' remuneration payable	266,774	304,020
Withholding and capital gain tax payable	193,109	7,515,264
Transaction charges payable	1,260	1,204
Legal and professional charges payable	108,787	-
Rating fee payable	245,469	-
Dividend payable	-	5,776,900
Other payables	12,620	10,984
	828,019	13,608,372

10 CONTINGENCIES AND COMMITMENTS

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

11 MARK-UP INCOME

	For the Half Year Ended 31 December	
	2022	2021
	Un-audited	
Note	----- (Rupees) -----	-----

Mark-up on:

- Bank balances	4.1	1,947,403	19,820,500
- Sukuk certificates		3,336,138	1,734,971
- Government securities - Pakistan Investment Bonds		33,654,682	51,030,247
- Government securities - Market Treasury Bills		42,544,721	18,832,214
- Commercial papers		2,122,255	2,956,172
		83,605,199	94,374,104

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.

Atlas Sovereign Fund

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 December 31, 2022 is 1.45% (June 30, 2022: 0.91%) which includes 0.15% (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.

		For the Half Year Ended 31 December	
		2022	2021
		Un-audited	
		(Rupees)	
15.5 Transactions during the period:			
Atlas Asset Management Limited (Management Company)			
Remuneration of the Management Company including sales tax thereon	5,886,789	5,449,698	
Accounting and operation charges	764,450	1,840,138	
Central Depository Company of Pakistan Limited (Trustee)			
Remuneration of the Trustee including sales tax thereon	335,618	764,065	
Atlas Group of Companies, Management Staff Gratuity Fund (Retirement Benefit Plan of a Group Company)			
Issue of 619,150 units (2021: 242,407 units)	64,000,000	25,000,000	
Redemption of nil units (2021: 281,384 units)	-	29,000,000	
Atlas Honda Limited (Group Company)			
Issue of 63,107 units (2021: Nil units)	6,596,361	-	
Atlas Foundation (Trust having common Director / Trustee)			
Redemption of 937,187 units (2021: Nil units)	96,085,774	-	
Shirazi Investments (Private) Limited (Group Company)			
Redemption of 1,994,554 units (2021: 966,883 units)	204,417,639	100,000,000	
Directors and their close family members and key management personnel of the Management Company			
Issue of 13,752 units (2021: 36,931 units)	1,423,896	3,979,880	
Redemption of 21,597 units (2021: 45,632 units)	2,249,830	4,909,326	

Half Yearly Report 2022-23

	31 December 2022 Un-audited ----- (Rupees) -----	30 June 2022 Audited -----
15.6 Balances outstanding as at period / year end		
Atlas Asset Management Limited (Management Company)		
Management fee payable	1,000,380	711,669
Sindh sales tax payable on management fee	268,891	231,352
Federal Excise Duty payable on management fee	905,341	905,341
Accounting and operational charges payable	90,953	316,358
Central Depository Company of Pakistan Limited (Trustee)		
Trustee fee payable	50,011	55,944
Sindh sales tax payable on Trustee fee	6,550	7,453
Atlas Honda Limited (Group Company)		
Outstanding 5,070,454 units (June 30, 2022: 5,007,347 units)	548,213,937	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)	159,834,707	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)	230,330,221	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)	24,932,094	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

Atlas Sovereign Fund

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

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

As at 31 December 2022 (Un-audited)				
	Level 1	Level 2	Level 3	Total
	(Rupees)			
ASSETS				
Financial assets at 'fair value through profit or loss'				
Government securities - Market Treasury Bills	-	581,313,226	-	581,313,226
Government securities - Pakistan Investment Bonds	-	435,518,250	-	435,518,250
Sukuk certificates - listed	-	38,062,500	-	38,062,500
Commercial papers	-	-	-	-
	-	1,054,893,976	-	1,054,893,976
As at 30 June 2022 (Audited)				
	Level 1	Level 2	Level 3	Total
	(Rupees)			
ASSETS				
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 - listed	-	40,200,000	-	40,200,000
Commercial papers	-	251,005,040	-	251,005,040
	-	1,180,947,418	-	1,180,947,418

As at December 31, 2022, 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 24 February 2023.

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Income Fund

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 Taraqiati Bank Limited

Atlas Income Fund

TRUSTEE REPORT TO THE UNIT HOLDERS

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Atlas Income Fund (the Fund) are of the opinion that Atlas Asset Management Limited, being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 28, 2023

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

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Atlas Income Fund** (the Fund) as at December 31, 2022 and the related 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 together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2022. The Management Company (Atlas Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2022 and December 31, 2021 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2022.

Scope of Review

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

Conclusion

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

Other Matter

The condensed interim financial statements of the Fund for the half year ended December 31, 2021 and the financial statements for the year ended June 30, 2022 were reviewed and audited respectively by another firm of Chartered Accountants who had expressed an unmodified conclusion and opinion thereon vide their reports dated February 25, 2022 and September 15, 2022 respectively.

A.F. Ferguson & Co.

Chartered Accountants

Engagement Partner: **Junaid Mesia**

Dated: 27 February 2023

Karachi

Atlas Income Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 DECEMBER 2022

		31 December 2022 Un-audited ----- Rupees -----	30 June 2022 Audited -----
ASSETS	Note		
Cash and bank balances	4	140,632,328	1,542,301,936
Investments	5	4,574,795,029	1,154,234,216
Receivable against Margin Trading System		895,685	-
Mark-up receivable		24,414,923	19,867,926
Deposits, prepayment and other receivables		9,063,601	9,039,382
Total assets		4,749,801,566	2,725,443,460
LIABILITIES			
Payable to Atlas Asset Management Limited - Management Company	6	32,461,697	29,650,873
Payable to the Central Depository Company of Pakistan Limited - Trustee	7	338,212	206,137
Payable to the Securities and Exchange Commission of Pakistan	8	360,174	891,294
Dividend payable		121,835	197,315
Accrued expenses and other liabilities	9	2,952,555	28,660,654
Total liabilities		36,234,473	59,606,273
NET ASSETS		4,713,567,093	2,665,837,187
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		4,713,567,093	2,665,837,187
Contingencies and commitments	10		
		----- Number of units -----	
Number of units in issue		8,423,552	5,092,694
		----- Rupees -----	
Net assets value per unit		559.5700	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

Half Yearly Report 2022-23

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

		For the Half Year Ended 31 December		For the Quarter Ended 31 December	
		2022	2021	2022	2021
	Note	(Rupees) -----			
INCOME					
Mark-up income	11	277,465,706	215,019,891	177,115,141	109,530,968
Gain / (loss) on sale of investments - net		2,543,226	(1,873,879)	2,454,583	(10,424,765)
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss '	5.8	(19,052,868)	(33,541,651)	(19,514,389)	(28,964,349)
		(16,509,642)	(35,415,530)	(17,059,806)	(39,389,114)
Total income		260,956,064	179,604,361	160,055,335	70,141,854
EXPENSES					
Remuneration of Atlas Asset Management Limited - Management Company	6.1 & 6.2	20,035,537	15,403,227	13,392,942	7,896,940
Remuneration of Central Depository Company of Pakistan Limited - Trustee	7.1 & 7.2	1,526,392	2,215,545	970,676	1,089,602
Annual fees to the Securities and Exchange Commission of Pakistan	8.1	360,209	522,842	229,067	257,133
Accounting and operational charges	6.4	2,502,159	4,344,613	1,518,603	2,571,334
Transaction charges		537,916	2,333,241	442,731	982,262
Auditors' remuneration		419,431	368,476	216,770	184,229
Annual listing fee		13,862	13,939	6,931	7,008
Annual rating fee		318,918	263,673	159,459	131,837
Printing charges		11,230	43,930	2,230	43,930
Legal and professional charges		239,915	487,557	218,590	287,190
Bank charges		14,154	13,467	3,349	3,566
Total operating expenses		25,979,723	26,010,510	17,161,348	13,455,031
Net income from operating activities		234,976,341	153,593,851	142,893,987	56,686,823
Reversal of provision for Sindh Workers' Welfare Fund		-	44,638,021	-	-
Net income for the period before taxation		234,976,341	198,231,872	142,893,987	56,686,823
Taxation	12	-	-	-	-
Net income for the period after taxation		234,976,341	198,231,872	142,893,987	56,686,823
Earnings per unit	13				
Allocation of net income for the period					
Net income for the period after taxation		234,976,341	198,231,872	142,893,987	56,686,823
Income already paid on redemption of units		(12,362,782)	(82,086,027)	(3,535,381)	(67,611,082)
		222,613,559	116,145,845	139,358,606	(10,924,259)
Accounting income available for distribution					
- Relating to capital gains		-	-	-	-
- Excluding capital gains		222,613,559	116,145,845	139,358,606	(10,924,259)
		222,613,559	116,145,845	139,358,606	(10,924,259)

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Income Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December		For the Quarter Ended 31 December	
	2022	2021	2022	2021
	----- (Rupees) -----			
Net income for the period after taxation	234,976,341	198,231,872	142,893,987	56,686,823
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>234,976,341</u>	<u>198,231,872</u>	<u>142,893,987</u>	<u>56,686,823</u>

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

Half Yearly Report 2022-23

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	31 December 2022			31 December 2021		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)					
Net assets as at the beginning of the period (audited)	2,446,718,303	219,118,884	2,665,837,187	4,773,825,599	214,605,259	4,988,430,858
Issuance of 4,249,085 units (2021: 3,514,347 units)						
- Capital value (at net asset value per unit at the beginning of the period)	2,224,239,400	-	2,224,239,400	1,836,458,925	-	1,836,458,925
- Element of income	84,882,724	-	84,882,724	37,371,382	-	37,371,382
Total proceeds on issuance of units	2,309,122,124	-	2,309,122,124	1,873,830,307	-	1,873,830,307
Redemption of 918,227 units (2021: 5,825,681 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(480,658,098)	-	(480,658,098)	(3,044,270,776)	-	(3,044,270,776)
- Element of income	(3,347,679)	-	(3,347,679)	(8,837,315)	-	(8,837,315)
- Income already paid on redemption of units	-	(12,362,782)	(12,362,782)	-	(82,086,027)	(82,086,027)
Total payment on redemption of units	(484,005,777)	(12,362,782)	(496,368,559)	(3,053,108,091)	(82,086,027)	(3,135,194,118)
Total comprehensive income for the period	-	234,976,341	234,976,341	-	198,231,872	198,231,872
Net assets as at the end of the period (un-audited)	4,271,834,650	441,732,443	4,713,567,093	3,594,547,815	330,751,104	3,925,298,919
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		222,613,559			116,145,845	
		222,613,559			116,145,845	
Undistributed income carried forward		441,732,443			330,751,104	
Undistributed income carried forward comprising of:						
- Realised income		460,785,311			359,429,553	
- Unrealised loss		(19,052,868)			(28,678,449)	
		441,732,443			330,751,104	
Net assets value per unit at the beginning of the period		523.4631			522.5605	
Net assets value per unit at the end of the period		559.5700			542.5585	

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Income Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December	
	2022	2021
Note	Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	234,976,341	198,231,872
Adjustments:		
Mark-up income	(277,465,706)	(215,019,891)
(Gain) / loss on sale of investments - net	(2,543,226)	1,873,879
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss '	19,052,868	33,541,651
Reversal of provision for provision for Sindh Workers' Welfare Fund	-	(44,638,021)
	(25,979,723)	(26,010,510)
(Increase) / decrease in assets		
Receivable against Margin Trading System	(895,685)	527,223,489
Deposits, prepayment and other receivables	(24,219)	13,538,814
	(919,904)	540,762,303
(Decrease) / increase in liabilities		
Payable to Atlas Asset Management Limited - Management Company	2,810,824	(1,942,771)
Payable to the Central Depository Company of Pakistan Limited - Trustee	132,075	(36,694)
Payable to the Securities and Exchange Commission of Pakistan	(531,120)	(330,469)
Payable against purchase of investments	-	(18,957,296)
Dividend payable	(75,480)	(32,783,589)
Accrued expenses and other liabilities	(25,708,099)	(28,104,036)
	(23,371,800)	(82,154,855)
Mark-up received	272,918,709	210,386,144
Amount (paid) / received on purchase and sale / maturity of investments - net	(3,437,070,455)	(251,789,000)
Net cash generated (used in) / from operating activities	(3,214,423,173)	391,194,082
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	2,309,122,124	1,873,830,307
Amount paid on redemption of units	(496,368,559)	(3,134,898,355)
Net cash generated from / (used in) financing activities	1,812,753,565	(1,261,068,048)
Net decrease in cash and cash equivalents during the period	(1,401,669,608)	(869,873,966)
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	140,632,328	1,276,590,996

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Income Fund (the Fund) is an open ended mutual fund constituted under a Trust Deed entered into on 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 Fourteen 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 October 15, 2022. [2022: "AA- (f)" on April 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

Atlas Income Fund

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 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 half year ended December 31, 2022.

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

		31 December 2022 Un-audited	30 June 2022 Audited
Note		----- Rupees -----	
4,1	140,197,327	1,542,296,936	
	5,000	5,000	
4,2	430,001	-	
	140,632,328	1,542,301,936	

Half Yearly Report 2022-23

- 4.1 The rate of profit on these savings accounts ranges between 12.25% and 17.7% (June 30, 2022: 5.5% to 16.45%) per annum.
- 4.2 These denote cheques received against issue of units which were cleared latest by January 11, 2023 (June 30, 2022: Nil).

5 INVESTMENTS

Financial assets at 'fair value through profit or loss'

Note	31 December 2022 Un-audited Rupees	30 June 2022 Audited Rupees
5.1	-	38,606,746
5.2	458,724,563	350,472,196
5.3	-	178,000,000
5.4	104,671,875	110,550,000
5.5	3,162,112,298	-
5.6	681,202,500	224,605,000
5.7	94,694,717	252,000,274
	73,389,076	-
	4,574,795,029	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	Mark-up payments / principal redemptions	Maturity date	Mark-up rate	As at July 1, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation / (diminution)	Market value as a percentage of	
				-----Number of certificates-----				-----Rupees-----			Total market value of investments of the fund	Net assets of the Fund
Banks												
Soneri Bank Limited (AA-, PACRA)	Semi-annually	July 08, 2023	6 months Kibor plus 1.35%	7,428	-	7,428	-	-	-	-	-	-
(Face value Rs. 4,987 per certificate)												
Total as at December 31, 2022 (Un-audited)								-	-	-		
Total as at June 30, 2022 (Audited)								37,043,436	38,606,746	1,563,310		

5.2 Term finance certificates - unlisted

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

Name of investee company	Mark-up payments / principal redemptions	Maturity date	Mark-up rate	As at July 1, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation / (diminution)	Market value as a percentage of		
				-----Number of certificates-----				-----Rupees-----			Total market value of investments of the fund	Net assets of the Fund	
Banks													
Askari Bank Limited - TFC VII (AA, PACRA) (Face value of Rs. 1,000,000 per certificate)	Quarterly *	March 17, 2030	3 months Kibor plus 1.20%	150	-	-	150	152,250,000	151,470,000	(780,000)	3.31%	3.21%	
The Bank of Punjab Limited - TFC (AA, PACRA) (Face Value of Rs. 99,780 per certificate)	Semi-annually	December 23, 2026	6 months Kibor plus 1.00%	1,027	-	-	1,027	102,863,800	102,453,977	(409,823)	2.24%	2.17%	
Samba Bank Limited TFC (AA-, PACRA) (Face Value of Rs. 99,960 per certificate)	Semi-annually	March 01, 2031	6 months Kibor plus 1.35%	950	-	-	950	95,319,166	94,800,586	(518,580)	2.07%	2.01%	
Bank Al Habib Limited (AAA, PACRA) (Face value of Rs.5000 per certificate)	Semi-annually	December 23, 2032	6 months Kibor plus 1.35%	-	12,000	-	12,000	60,000,000	60,000,000	-	1.31%	1.27%	
Soneri Bank Limited Tier-II (A+, PACRA) (Face value of Rs.100,000 per certificate)	Semi-annually	December 26, 2032	6 months Kibor plus 1.70%	-	500	-	500	50,000,000	50,000,000	-	1.09%	1.06%	
Total as at December 31, 2022 (Un-audited)								460,432,966	458,724,563	(1,708,403)			
Total as at June 30, 2022 (Audited)								348,832,642	350,472,196	1,639,554			

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

Atlas Income Fund

5.3 Sukuk certificates - unlisted

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

Name of investee company	Mark-up payments / principal redemptions	Maturity date	Mark-up rate	As at July 1, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation / (diminution)	Market value as a percentage of		
				-----Number of certificates-----				------(Rupees)-----			Total market value of investments of the fund	Net assets of the Fund	
Power Generation													
K-Electric Limited Short Term Sukuk - 5 / A1+ (Face value of Rs. 1,000,000 per certificate)	At maturity	October 13, 2022	6 months Kibor plus 1.50%	178	-	178	-	-	-	-	-	-	
Total as at December 31, 2022 (Un-audited)								-	-	-			
Total as at June 30, 2022 (Audited)								178,000,000	178,000,000	-			

5.4 Sukuk certificates - unlisted

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

Name of investee company	Mark-up payments / principal redemptions	Maturity date	Mark-up rate	As at July 1, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation / (diminution)	Market value as a percentage of	
				-----Number of certificates-----				------(Rupees)-----			Total market value of investments of the fund	Net assets of the Fund
Pharmaceuticals												
OBS AGP Private Limited (A+, JCR- VIS)	Quarterly	July 15, 2026	3 months Kibor plus 1.55%	1,100	-	-	1,100	103,640,625	104,671,875	1,031,250	2.29%	2.22%
(Face value of Rs. 100,000 per certificate)												
Total as at December 31, 2022 (Un-audited)								103,640,625	104,671,875	1,031,250		
Total as at June 30, 2022 (Audited)								110,000,000	110,550,000	550,000		

5.5 Government securities - Market Treasury Bills

Particulars	Face value				As at December 31, 2022			Market value as a percentage of	
	As at July 01, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the fund	Net assets of the Fund
(Rupees)								% Age	
3 Months	-	13,550,000,000	12,097,000,000	1,453,000,000	1,444,228,694	1,444,210,405	(18,289)	31.57%	30.64%
6 Months	-	3,005,000,000	2,505,000,000	500,000,000	481,072,805	479,146,493	(1,926,312)	10.47%	10.17%
12 Months	-	1,400,000,000	-	1,400,000,000	1,254,722,239	1,238,755,400	(15,966,839)	27.08%	26.28%
Total as at December 31, 2022 (Un-audited)					3,180,023,738	3,162,112,298	(17,911,440)	-	-
Total as at June 30, 2022 (Audited)					-	-	-	-	-

5.5.1 The cost of these investments is Rs. 3,115,952,921 (June 30, 2022: Nil).

5.5.2 Market Treasury Bills Carry purchase yield of 13.7500% to 16.9952% (June 30, 2022: Nil) per annum .

5.6 Government securities - Pakistan Investment Bonds

Particulars	Face value				As at December 31, 2022			Market value as a percentage of	
	As at July 01, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the fund	Net assets of the Fund
(Rupees)								% Age	
3 years	50,000,000	100,000,000	-	150,000,000	147,850,900	148,035,000	184,100	3.24%	3.14%
5 years	100,000,000	375,000,000	-	475,000,000	459,235,875	459,187,500	(48,375)	10.04%	9.74%
10 years	75,000,000	-	-	75,000,000	74,580,000	73,980,000	(600,000)	1.62%	1.57%
Total as at December 31, 2022 (Un-audited)					681,666,775	681,202,500	(464,275)	-	-
Total as at June 30, 2022 (Audited)					225,417,500	224,605,000	(812,500)	-	-

Half Yearly Report 2022-23

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

5.6.2 Pakistan Investment Bonds carry purchase yield ranging from 15.0332% to 17.7321% (June 30, 2022: 15.6500% to 15.9000%) per annum. These securities will mature between June 18, 2023 and June 18, 2030.

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

Particulars	Face value				As at December 31, 2022			Market value as a percentage of	
	As at July 01, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the fund	Net assets of the Fund
	(Rupees)							% Age	
Lucky Electric Power Company (LEPCL - 4)	-	100	-	100	94,694,717	94,694,717		2.07%	2.01%
Lucky Electric Power Company (LEPCL - 2)	190	-	190	-	-	-	-	-	-
Mughal Commercial paper	63	-	63	-	-	-	-	-	-
Total as at December 31, 2022 (Un-audited)					94,694,717	94,694,717			
Total as at June 30, 2022 (Audited)					252,000,306	252,000,274			

5.7.1 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)

5.8 Net Unrealised diminution on re-measurement of investments classified as 'financial asset at fair value through profit or loss'

31 December 2022
Un-audited
----- Rupees -----
30 June 2022
Audited

Market value of investments	4,501,405,953	1,154,234,216
Less: carrying value of investments before mark to market	(4,520,458,821)	1,077,207,012
	(19,052,868)	2,231,441,228

5.9 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 (2021: Rs. 88,759,125), has been made in accordance with provisioning requirements specified by the SECP.

Non-performing investments	Type of investment	Principal loss	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	-	-	-	160,927	2,125,163	-
Telecard Limited	TFC	4,980,480	1,556,610	3,423,870	3,423,870	-	-	-	2,633,323	5,091,058	-
Agritech Limited-I	TFC	39,384,768	9,992,000	29,392,768	29,392,768	-	-	-	51,849,584	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	-	-	-	13,019,434	2,237,942	82,947
Azgard Nine Limited-VI	TFC	6,040,000	-	6,040,000	6,040,000	-	-	-	106,732	453,414	151,414
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	-	-	-	67,770,000	19,103,371	566,128
Unlisted											
Agritech Limited	Sukuk	20,300,000	5,075,000	15,225,000	15,225,000	-	-	-	26,974,400	1,762,893	168,518
As at December 31, 2022 (Un-audited)		107,297,503	19,121,610	88,175,893	88,175,893	-	-	-	94,744,400	20,866,264	734,646
As at June 30, 2022 (Audited)				88,759,125	88,759,125	-	-	-	84,394,404	18,584,498	1,547,120

Atlas Income Fund

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)	(1,735,255)
Payment to be made by ANL on future date from internal sources	(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.

		31 December 2022 Un-audited	30 June 2022 Audited
6	PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	Rupees
	Management fee payable	6.1	4,386,823
	Sindh sales tax payable on management fee	6.2	4,092,985
	Federal Excise Duty payable on management fee	6.3	23,582,971
	Accounting and operational charges payable	6.4	398,918
			32,461,697
			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 rate of 0.85% from July 01, 2022 to August 31, 2022, 1% from September 01, 2022 to November 30, 2022, and 1.1% from December 01, 2022 to December 31, 2022 (June 30, 2022: 0.75%) per annum of the average annual net assets of the Fund during the period ended December 31, 2022. The remuneration is payable to the Management Company monthly in arrears.

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.

Half Yearly Report 2022-23

- 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 Rs 2.80 (June 30, 2022: Rs 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 December 30, 2022 (June 30, 2022: 0.2%) per annum of the average annual net assets of the Fund during the period ended December 31, 2022, subject to total expense charged being lower than actual expense incurred.

		31 December 2022 Un-audited	30 June 2022 Audited
7 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE	Note	----- Rupees -----	-----
Trustee fee payable	7.1	299,100	182,226
Sindh sales tax payable on Trustee fee	7.2	39,112	23,911
		338,212	206,137

- 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.

		31 December 2022 Un-audited	30 June 2022 Audited
8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	----- Rupees -----	-----
Annual fee payable	8.1	360,174	891,294

- 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.

Atlas Income Fund

	31 December 2022 Un-audited ----- Rupees -----	30 June 2022 Audited
9 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditor's remuneration payable	423,301	491,017
Withholding tax payable	85,396	22,302,700
Capital gain tax payable	16,377	3,884,569
Transaction charges payable	1,567,026	1,629,970
Legal and professional charges payable	189,155	-
Rating fee payable	318,902	-
Zakat payable	18,055	18,055
Other payables	334,343	334,343
	<u>2,952,555</u>	<u>28,660,654</u>

10 CONTINGENCIES AND COMMITMENTS

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

		For the Half Year Ended 31 December	
		2022	2021
		Un-audited	
	Note	----- Rupees -----	
11 MARK-UP INCOME			
Mark-up on:			
- Bank balances	4.1	12,877,614	64,376,895
- Sukuk certificates		16,249,481	7,462,283
- Term finance certificates		32,168,115	13,551,730
- Commercial papers		4,796,773	8,894,921
- Government securities - Market Treasury Bills		171,238,816	104,933,733
- Government securities - Pakistan Investment Bonds		31,176,505	-
- Margin trading system		8,223,756	14,253,209
- Non-performing debt securities		734,646	1,547,120
		<u>277,465,706</u>	<u>215,019,891</u>

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 at least 90% of the income earned by the Fund in cash 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 December 31, 2022 based on current period results is 1.44% (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'.

Half Yearly Report 2022-23

15 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES.

- 15.1** Connected persons / related parties include Atlas Asset Management Limited being the Management Company, the Central Depository Company Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, entities under common management or directorships, directors and their close family members and key management personnel of the Management Company.
- 15.2** Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund. Transactions with related parties / connected persons are in the normal course of business at contracted rates and terms determined in accordance with market rates.
- 15.3** Remuneration to the Management Company and to the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.
- 15.4** Accounting and operational charges are charged to the Fund by the Management Company subject to the maximum prescribed total expense ratio.

		For the Half Year Ended 31 December	
		2022	2021
		Un-audited	
		----- Rupees -----	
15.5 Transactions during the period			
Atlas Asset Management Limited (Management Company)			
Remuneration of the Management Company including sales tax thereon		20,035,537	15,403,227
Accounting and operational charges		2,502,159	4,344,613
Issue of 462 units (2021: Nil units)		249,503	-
Redemption of 462 units (2021: 100,335 units)		250,176	52,975,675
Central Depository Company of Pakistan Limited (Trustee)			
Remuneration of the Trustee including sales tax thereon		1,526,392	2,215,545
Atlas Foundation (Trust having common Director / Trustee)			
Issue of Nil units (2021: 70,168 units)		-	37,000,000
Redemption of 299,231 units (2021: Nil units)		160,000,000	-
Atlas Honda Limited (Group Company)			
Issue of 3,691,980 units (2021: 1,676,344 units)		2,004,132,903	900,000,000
Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of Group Company)			
Redemption Nil units (2021: 9,324 units)		-	5,000,000
Atlas Honda Limited - Non Management Staff Gratuity Fund (Retirement benefit plan of Group Company)			
Redemption Nil units (2021: 865 units)		-	1,000,000
Atlas Insurance Limited (Group Company)			
Issue of 260,196 units (2021: Nil units)		143,838,367	-
Redemption of 130,098 units (2021: Nil units)		72,733,032	-
Atlas Group of Companies - Management Staff Gratuity Fund (Retirement benefit plan of Group Company)			
Issue of Nil units (2021: 206,469 units)		-	108,500,000
Redemption of 136,483 units (2021: 72,987 units)		73,000,000	39,149,942
Atlas Metals (Private) Limited (Group Company)			
Issue of Nil units (2021: 18,447 units)		-	10,000,000
Redemption Nil units (2021: 52,577 units)		-	28,200,000

Atlas Income Fund

		For the Half Year Ended 31 December	
		2022	2021
		Un-audited	
		----- Rupees -----	
15.5 Transactions during the period (Cont....)			
Atlas Energy Limited (Group Company)			
Issue of 1 units (2021: Nil units)		803	-
Honda Atlas Cars (Pakistan) Limited - Employee Provident Fund (Retirement benefit plan of Group Company)			
Redemption of Nil units (2022:162,038 units)		-	87,913,196
Shirazi Investments (Private) Limited (Group Company)			
Redemption of 134,799 units (2021:1,672,330 units)		73,000,000	900,000,000
M/S. Shirazi Investments (Pvt.) Ltd. - Employee Provident Fund (Retirement benefit plan of Group Company)			
Issue of 5,578 units (2021:5,729 units)		2,967,290	3,000,000
Redemption of 10,964 units (2021: 5,729 units)		5,883,000	3,073,090
Directors and their close family members and personnel of the Management Company			
Issue of 148,372 units(2021: 17,067 units)		80,530,140	9,000,000
Redemption of 22,484 units (2021: Nil units)		11,961,619	-
		31 December 2022	30 June 2022
		Un-audited	Audited
		----- Rupees -----	
15.6 Balances outstanding as at period / year end			
Atlas Asset Management Limited (Management Company)			
Management fee payable		4,386,823	1,822,250
Sindh sales tax payable on management fee		4,092,985	3,759,591
Federal Excise Duty payable on management fee		23,582,971	23,582,971
Accounting and operational charges payable		398,918	486,061
Central Depository Company of Pakistan Limited (Trustee)			
Trustee fee payable		299,100	182,226
Sindh sales tax payable on Trustee fee		39,112	23,911
Atlas Foundation (Trust having common Director / Trustee)			
Outstanding 308,145 units (June 30, 2022 : 607,376 units)		172,428,698	317,939,009
Atlas Honda Limited (Group Company)			
Outstanding 4,950,278 units (June 30, 2022: 1,258,298 units)		2,770,026,913	658,672,048
Atlas Insurance Limited (Group Company)			
Outstanding 130,098 units (June 30, 2022: Nil units)		72,799,070	-
Atlas Group of Companies - Management Staff Gratuity Fund (Retirement Benefit Plan of a Group Company)			
Outstanding 39,791 units (June 30, 2022: 176,274 units)		22,265,820	92,272,934

Half Yearly Report 2022-23

	31 December 2022 Un-audited	30 June 2022 Audited
	----- Rupees -----	
15.6 Balances outstanding as at period / year end (Cont....)		
Atlas Honda Limited - Non-management Staff Gratuity Fund (Retirement benefit plan of Group Company) Outstanding 22,885 units (June 30, 2022: 22,885 units)	12,805,613	11,979,453
Batools Benefit Trust (Trust having common Director / Trustee) Outstanding 76,235 units (June 30, 2022: 76,235 units)	42,658,954	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)	168,889,431	157,991,633
Atlas Energy Limited (Group Company) Outstanding 8 units (June 30, 2022: 7 units)	4,642	3,664
Shirazi Investments (Private) Limited (Group company) Outstanding 1,204,497 units (June 30, 2022: 1,339,297 units)	674,000,508	701,072,559
M/S. Shirazi Investments (Private) Ltd. - Employee Provident Fund (Retirement benefit plan of Group Company) Outstanding 21,264 units (June 30, 2022: 26,650 units)	11,898,915	13,950,292
Directors and their close family members and key management personnel and excutive of the Management Company Outstanding 285,346 units (June 30, 2022: 159,457 units)	159,671,120	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
- Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

Atlas Income Fund

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

----- As at 31 December 2022 (Un-audited) -----				
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss'				
Term finance certificates - unlisted	-	458,724,563	-	458,724,563
Sukuk certificates - listed	-	104,671,875	-	104,671,875
Commercial papers	-	94,694,717	-	94,694,717
Government securities - Market Treasury Bills	-	3,162,112,298	-	3,162,112,298
Government securities - Pakistan				
Investment Bonds	-	681,202,500	-	681,202,500
Margin Trading System	-	73,389,076	-	73,389,076
	-	4,574,795,029	-	4,574,795,029
----- As at 30 June 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 - listed	-	110,550,000	-	110,550,000
Sukuk certificates - unlisted	-	178,000,000	-	178,000,000
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 24 February 2023.

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Stock Market Fund

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

Atlas Stock Market Fund

TRUSTEE REPORT TO THE UNIT HOLDERS

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Atlas Stock Market Fund (the Fund) are of the opinion that Atlas Asset Management Limited, being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 28, 2023

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

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Atlas Stock Market Fund** (the Fund) as at December 31, 2022 and the related 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 together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2022. The Management Company (Atlas Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2022 and December 31, 2021 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2022.

Scope of Review

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

Conclusion

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

Other Matter

The condensed interim financial statements of the Fund for the half year ended December 31, 2021 and the financial statements for the year ended June 30, 2022 were reviewed and audited respectively by another firm of Chartered Accountants who had expressed an unmodified conclusion and opinion thereon vide their reports dated February 25, 2022 and September 15, 2022 respectively.

A.F. Ferguson & Co.

Chartered Accountants

Engagement Partner: **Junaid Mesia**

Dated: 27 February 2023

Karachi

Atlas Stock Market Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 DECEMBER 2022

		31 December 2022 Un-audited Note ----- (Rupees) -----	30 June 2022 Audited -----
ASSETS			
Cash and bank balances	4	54,497,755	51,296,361
Investments	5	8,312,941,153	9,064,315,544
Dividend receivable		29,449,750	-
Mark-up receivable on bank balances		-	2,750
Receivable against sale of investments		23,280,805	1,219,498
Advances, deposits, prepayments and other receivables		13,706,437	13,530,225
Total assets		8,433,875,900	9,130,364,378
LIABILITIES			
Payable to Atlas Asset Management Limited - Management Company	6	47,265,265	48,359,647
Payable to the Central Depository Company of Pakistan Limited - Trustee	7	911,357	945,453
Payable to the Securities and Exchange Commission of Pakistan	8	893,566	2,008,397
Payable against purchase of investments		40,006,080	-
Unclaimed dividend		401,732	401,732
Accrued expenses and other liabilities	9	1,313,719	2,129,217
Total liabilities		90,791,719	53,844,446
NET ASSETS		8,343,084,181	9,076,519,932
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		8,343,084,181	9,076,519,932
Contingencies and commitments	10		
		----- (Number of units) -----	
Number of units in issue		14,842,552	15,290,637
		----- (Rupees) -----	
Net asset value per unit		562.1058	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

Half Yearly Report 2022-23

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

		For the Half Year Ended 31 December		For the Quarter Ended 31 December	
		2022	2021	2022	2021
Note		(Rupees)			
INCOME					
Mark-up on bank balances	4.1	7,168,452	4,334,453	4,572,187	1,616,702
Dividend income		464,895,308	384,849,378	278,401,846	218,381,127
(Loss) / gain on sale of investments - net		(157,593,184)	72,036,056	(113,907,666)	41,973,613
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.2	(621,053,606)	(723,134,203)	(311,676,349)	(115,804,712)
		(778,646,790)	(651,098,147)	(425,584,015)	(73,831,099)
Total (loss) / income		(306,583,030)	(261,914,316)	(142,609,982)	146,166,730
EXPENSES					
Remuneration of Atlas Asset Management Limited - Management Company	6.1 & 6.2	126,221,129	141,801,814	62,039,040	71,721,491
Remuneration of the Central Depository Company of Pakistan Limited -Trustee	7.1 & 7.2	5,618,490	6,358,516	2,766,379	3,153,681
Annual fee to the Securities and Exchange Commission of Pakistan	8.1	893,601	1,024,579	439,214	507,762
Accounting and operational charges	6.4	22,340,023	23,474,773	10,980,361	12,694,069
Transaction charges		7,302,005	6,044,710	3,325,437	3,249,997
Auditors' remuneration		387,546	339,635	200,747	169,817
Annual listing fee		13,863	13,863	6,932	6,932
Printing charges		16,622	35,195	7,622	35,194
Legal and professional charges		161,009	42,900	61,009	10,500
Bank charges		14,719	15,666	1,170	7,951
Total expenses		162,969,007	179,151,651	79,827,911	91,557,394
Net (loss) / income from operating activities		(469,552,037)	(441,065,967)	(222,437,893)	54,609,336
Reversal of provision for Sindh Workers' Welfare Fund		-	105,137,220	-	-
Net (loss) / income for the period before taxation		(469,552,037)	(335,928,747)	(222,437,893)	54,609,336
Taxation	11	-	-	-	-
Net (loss) / income for the period after taxation		(469,552,037)	(335,928,747)	(222,437,893)	54,609,336
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

Atlas Stock Market Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December		For the Quarter Ended 31 December	
	2022	2021	2022	2021
	----- (Rupees) -----			
Net (loss) / income for the period after taxation	(469,552,037)	(335,928,747)	(222,437,893)	54,609,336
Other comprehensive income for the period	-	-	-	-
Total comprehensive (loss) / income for the period	<u>(469,552,037)</u>	<u>(335,928,747)</u>	<u>(222,437,893)</u>	<u>54,609,336</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

Half Yearly Report 2022-23

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	31 December 2022			31 December 2021		
	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 92,191 units (2021:1,789,185 units)						
- Capital value (at net asset value per unit at the beginning of the period)	54,724,568	-	54,724,568	1,231,101,520	-	1,231,101,520
- Element of (loss) / income	(265,071)	-	(265,071)	1,716,803	-	1,716,803
Total proceeds on issuance of units	54,459,497	-	54,459,497	1,232,818,323	-	1,232,818,323
Redemption of 540,276 units (2021: 1,126,375 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(320,707,780)	-	(320,707,780)	(775,035,547)	-	(775,035,547)
- Element of loss	2,364,569	-	2,364,569	11,199,040	-	11,199,040
Total payments on redemption of units	(318,343,211)	-	(318,343,211)	(763,836,507)	-	(763,836,507)
Total comprehensive loss for the period	-	(469,552,037)	(469,552,037)	-	(335,928,747)	(335,928,747)
Net assets as at the end of the period (un-audited)	7,957,514,836	385,569,345	8,343,084,181	8,026,115,178	1,969,407,469	9,995,522,647
Undistributed income brought forward comprising of:						
- Realised income	2,294,129,032			1,331,130,189		
- Unrealised (loss) / income	(1,439,007,651)			974,206,027		
	855,121,381			2,305,336,216		
Accounting income available for distribution:						
- Relating to capital gains	-			-		
- Excluding capital gains	-			-		
	-			-		
Total comprehensive loss for the year	(469,552,037)			(335,928,747)		
Undistributed income carried forward	385,569,344			1,969,407,469		
Undistributed income carried forward comprising of:						
- Realised income	1,006,622,950			2,168,243,937		
- Unrealised loss	(621,053,606)			(198,836,468)		
	385,569,344			1,969,407,469		
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	562.1058			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 CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December	
	2022	2021
Note	----- Rupees -----	----- Rupees -----
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the period before taxation	(469,552,037)	(335,928,747)
Adjustments:		
Mark-up on bank balances	(7,168,452)	(4,334,453)
Dividend income	(464,895,308)	(384,849,378)
Gain/ (loss) on sale of investments - net	157,593,184	(72,036,056)
Net unrealised diminution on remeasurment of investment classified as 'financial asset at fair value through profit or loss'	621,053,606	723,134,203
Reversal of provision for Sindh Workers' Welfare Fund	-	(105,137,220)
	306,583,030	156,777,096
Increase in assets		
Advances, deposits, prepayment and other receivables	(176,212)	(110,961)
Receivable against sale of investments	(22,061,307)	-
	(22,237,519)	(110,961)
Increase / (decrease) in liabilities		
Payable to Atlas Asset Management Limited - Management Company	(1,094,382)	2,303,333
Payable to the Central Depository Company of Pakistan Limited - Trustee	(34,096)	(12,105)
Payable to the Securities and Exchange Commission of Pakistan	(1,114,831)	(779,919)
Payable against purchase of investments	40,006,080	24,159,155
Accrued expenses and other liabilities	(815,499)	(236,089,639)
	36,947,273	(210,419,175)
Mark-up received on bank balances	7,171,202	5,248,842
Dividend received	435,445,558	384,849,378
Amount (paid) / received on purchase and sale of investments - net	(27,272,399)	(735,462,555)
Net cash generated from / (used in) operating activities	267,085,108	(735,046,122)
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	54,459,497	1,331,606,131
Amount paid on redemption of units	(318,343,211)	(762,768,408)
Net cash (used in) / generated from financing activities	(263,883,714)	568,837,723
Net increase / (decrease) in cash and cash equivalents during the period	3,201,394	(166,208,399)
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	54,497,755	144,908,353

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Stock Market Fund (the Fund) is an open ended Mutual Fund constituted under a trust deed entered into on 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, Thirteen and Fourteen 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

Atlas Stock Market Fund

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 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 December 31, 2022.

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

Cheques in hand

		31 December 2022	30 June 2022
		Un-audited	Audited
Note		(Rupees)	
4.1		54,462,747	51,291,361
		5,000	5,000
4.2		30,008	-
		54,497,755	51,296,361

4.1 These accounts carry mark-up at the rates of 12.90% to 14.50% (June 30, 2022: 5.5% and 12.25%) per annum.

4.2 These cheques were received against issue of units which were deposited and cleared subsequent to the period end by January 06, 2023.

Half Yearly Report 2022-23

5 INVESTMENTS

31 December
2022
Un-audited
Note ----- (Rupees) -----

30 June
2022
Audited

Financial assets at 'fair value through profit or loss'

Listed equity securities

5.1 **8,312,941,153** **9,064,315,544**

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 December 31, 2022	As at December 31, 2022			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	2,500,000	-	1,000,000	10,828,972	353,321,997	326,385,216	(26,936,781)	3.93%	3.91%	0.69%
Bank Al Habib Limited	5,720,927	852,442	-	182,981	6,390,388	367,839,949	353,260,649	(14,579,300)	4.25%	4.23%	0.58%
Faysal Bank Limited	2,139,000	3,215,500	-	-	5,354,500	128,829,245	138,306,735	8,477,490	1.66%	1.66%	0.35%
Habib Bank Limited (note 5.1.2)	6,907,760	-	-	3,712,676	3,195,084	291,838,973	203,622,703	(88,216,269)	2.45%	2.44%	0.22%
Bank Islami Pakistan Limited	-	3,750,000	-	-	3,750,000	53,324,175	50,100,000	(3,224,175)	0.60%	0.60%	0.34%
Habib Metropolitan Bank Limited	618,500	3,367,500	-	-	3,986,000	141,762,540	135,324,700	(6,437,840)	1.63%	1.62%	0.38%
MCB Bank Limited	3,409	900,000	-	-	903,409	108,413,676	104,939,989	(3,473,686)	1.26%	1.26%	0.08%
Meezan Bank Limited	3,406,889	152,542	354,938	1,082,172	2,832,197	292,406,423	281,916,889	(10,489,533)	3.39%	3.38%	0.16%
United Bank Limited (note 5.1.2)	5,890,154	-	-	988,616	4,901,538	554,510,994	493,829,954	(60,681,040)	5.94%	5.92%	0.40%
	34,015,611	14,737,984	354,938	6,966,445	42,142,088	2,293,247,971	2,087,686,835	(205,561,135)	25.11%	25.02%	
INSURANCE											
IGI Holdings Limited	278,900	-	-	-	278,900	30,888,175	26,495,500	(4,392,675)	0.32%	0.32%	0.20%
Jubilee Life Insurance Company Limited	224,900	-	-	-	224,900	34,004,880	31,261,100	(2,743,780)	0.38%	0.37%	0.26%
	503,800	-	-	-	503,800	64,893,055	57,756,600	(7,136,455)	0.01	0.01	
TEXTILE COMPOSITE											
Gul Ahmed Textile Mills Limited	2,610,874	-	-	25,000	2,585,874	87,428,400	63,715,935	(23,712,465)	0.77%	0.76%	0.42%
Interloop Limited	1,726,955	-	52,340	418,452	1,360,843	79,818,683	77,091,756	(2,726,927)	0.93%	0.92%	0.15%
Kohinoor Textile Mills Limited	1,698,500	-	-	25,000	1,673,500	83,675,000	79,072,875	(4,602,125)	0.95%	0.95%	0.56%
Nishat Mills Limited	2,656,000	-	-	750,000	1,906,000	140,872,460	104,810,940	(36,061,520)	1.26%	1.26%	0.54%
	8,692,329	-	52,340	1,218,452	7,526,217	391,794,543	324,691,506	(67,103,037)	3.91%	3.89%	
CEMENT											
Cherat Cement Company Limited	534,434	992,289	-	165,000	1,361,723	147,472,104	138,759,574	(8,712,530)	1.67%	1.66%	0.70%
Fauji Cement Company Limited	10,749,000	1,500,000	1,471,125	480,000	13,240,125	166,538,152	159,146,303	(7,391,850)	1.91%	1.91%	0.54%
Kohat Cement Company Limited	696,700	204,100	-	30,600	870,200	119,685,351	128,528,540	8,843,189	1.55%	1.54%	0.43%
Lucky Cement Limited	808,500	95,000	-	12,186	891,314	414,718,608	398,043,006	(16,675,602)	4.79%	4.77%	0.28%
Maple Leaf Cement Factory Limited	5,558,828	865,000	-	2,684,195	3,739,633	102,362,627	84,403,517	(17,959,110)	1.02%	1.01%	0.35%
Pioneer Cement Limited	337	558,084	-	455,000	103,421	7,146,408	5,318,942	(1,827,466)	0.06%	0.06%	0.05%
	18,347,799	4,214,473	1,471,125	3,826,981	20,206,416	957,923,249	914,199,881	(43,723,368)	11.00%	10.96%	
POWER GENERATION & DISTRIBUTION											
The Hub Power Company Limited	6,180,348	1,258,421	-	1,085,000	6,353,769	437,659,397	400,795,749	(36,863,649)	4.82%	4.80%	0.49%
Kot Addu Power Company Limited	1,335,000	-	-	-	1,335,000	36,752,550	35,577,750	(1,174,800)	0.43%	0.43%	0.15%
K-Electric Limited (note 5.1.1)	9,500,000	-	-	100,000	9,400,000	28,576,000	25,380,000	(3,196,000)	0.31%	0.30%	0.03%
Lalpir Power Limited	7,464,000	-	-	55,000	7,409,000	94,464,750	112,098,170	17,633,420	1.35%	1.34%	1.95%
Nishat Chnrunain Power limited	2,379	-	-	-	2,379	-	33,853	33,853	0.00%	0.00%	0.00%
Pakgen Power Limited	3,248,000	-	-	3,050,000	198,000	3,661,020	5,940,000	2,278,980	0.07%	0.07%	0.05%
	27,729,727	1,258,421	-	4,290,000	24,698,148	601,113,717	579,825,522	(21,288,196)	6.97%	6.95%	
OIL & GAS MARKETING COMPANIES											
Pakistan State Oil Company Limited	1,515,677	445,000	-	395,000	1,565,677	270,959,586	225,441,831	(45,517,755)	2.71%	2.70%	0.33%
Sui Northern Gas Pipelines Limited	3,274,098	1,343,481	-	100,000	4,517,579	155,517,741	169,635,091	14,117,351	2.04%	2.03%	0.71%
	4,789,775	1,788,481	-	495,000	6,083,256	426,477,327	395,076,923	(31,400,404)	4.75%	4.74%	
OIL & GAS EXPLORATION COMPANIES											
Mari Petroleum Company Limited	325,775	30,272	-	19,000	337,047	584,054,783	521,398,227	(62,656,555)	6.27%	6.25%	0.25%
Oil & Gas Development Company Limited (note 5.1.2)	5,849,845	1,050,000	-	435,000	6,464,845	503,831,669	514,989,553	11,157,884	6.20%	6.17%	0.15%
Pakistan Oilfields Limited	464,520	17,011	-	10,000	471,531	190,740,378	185,240,953	(5,499,425)	2.23%	2.22%	0.17%
Pakistan Petroleum Limited (note 5.1.2)	3,150,464	980,000	-	80,000	4,050,464	273,063,427	275,998,617	2,935,189	3.32%	3.31%	0.15%
	9,790,604	2,077,283	-	544,000	11,323,887	1,551,690,257	1,497,627,350	(54,062,907)	18.02%	17.95%	

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 December 31, 2022	As at December 31, 2022			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	-	257,500	1,329,000	33,118,841	23,855,550	(9,263,291)	0.29%	0.29%	0.45%
Crescent Steel & Allied Products Limited	397,500	-	-	-	397,500	16,563,825	12,712,050	(3,851,775)	0.15%	0.15%	0.51%
International Industries Limited	282,700	100,000	-	-	382,700	40,772,021	28,955,082	(11,816,939)	0.35%	0.35%	0.29%
Ittefaq Iron Industries Limited	675,500	-	-	491,000	184,500	1,295,190	1,023,975	(271,215)	0.01%	0.01%	0.13%
Mughal Iron And Steel Industries Ltd	354,894	359,977	-	21,280	693,591	40,340,961	33,507,381	(6,833,580)	0.40%	0.40%	0.21%
	2,547,094	1,209,977	-	769,780	2,987,291	132,090,839	100,054,038	(32,036,801)	1.20%	1.20%	
AUTOMOBILE ASSEMBLER											
Al-Ghazi Tractors Limited	15,000	-	-	-	15,000	5,852,550	4,770,000	(1,082,550)	0.06%	0.06%	0.03%
	15,000	-	-	-	15,000	5,852,550	4,770,000	(1,082,550)	0.06%	0.06%	
AUTOMOBILE PARTS & ACCESSORIES											
Panther Tyres Limited	1,209,935	-	-	16,500	1,193,435	38,667,294	24,727,973	(13,939,321)	0.30%	0.30%	0.71%
Thal Limited (note 5.1.1)	424,000	-	-	-	424,000	114,318,880	81,942,240	(32,376,640)	0.99%	0.98%	0.52%
	1,633,935	-	-	16,500	1,617,435	152,986,174	106,670,213	(46,315,961)	1.28%	1.28%	
TECHNOLOGY & COMMUNICATIONS											
Avanceon Limited	1,331,427	425,000	-	20,000	1,736,427	135,608,032	114,656,275	(20,951,757)	1.38%	1.37%	0.53%
Hum Network Limited	9,617,000	-	1,883,400	200,000	11,300,400	67,049,040	65,994,336	(1,054,704)	0.79%	0.79%	1.00%
Systems Limited	354,400	369,005	-	5,000	718,405	255,639,173	347,657,732	92,018,559	4.18%	4.17%	0.25%
TRG Pakistan Limited	392	620,000	-	350,392	270,000	38,722,353	29,273,400	(9,448,953)	0.35%	0.35%	0.05%
	11,303,219	1,414,005	1,883,400	575,392	14,025,232	497,018,597	557,581,742	60,563,145	6.71%	6.68%	
FERTILIZER											
Engro Fertilizers Limited	755,004	-	-	285,000	470,004	41,661,155	36,138,608	(5,522,547)	0.43%	0.43%	0.04%
Engro Corporation Limited (note 5.1.2)	2,064,336	125,000	-	537,807	1,651,529	423,074,471	432,717,113	9,642,643	5.21%	5.19%	0.29%
Fauji Fertilizer Bin Qasim Limited	3,849,500	-	-	643,500	3,206,000	64,889,440	49,147,980	(15,741,460)	0.59%	0.59%	0.25%
Fauji Fertilizer Company Limited	4,404,084	950,000	-	715,672	4,638,412	502,976,707	457,857,649	(45,119,059)	5.51%	5.49%	0.36%
	11,072,924	1,075,000	-	2,181,979	9,965,945	1,032,601,772	975,861,349	(56,740,423)	11.74%	11.70%	
PHARMACEUTICALS											
Abbott Laboratories (Pakistan) Limited	194,500	-	-	49,850	144,650	94,693,676	67,017,792	(27,675,885)	0.81%	0.80%	0.15%
Highnoon Laboratories Limited	279,776	6,000	-	1,250	284,526	150,838,392	153,686,719	2,848,327	1.85%	1.84%	0.68%
	474,276	6,000	-	51,100	429,176	245,532,068	220,704,510	(24,827,558)	2.65%	2.65%	
CHEMICALS											
Engro Polymer & Chemicals Limited	2,759,500	1,475,000	-	3,381,853	852,647	59,087,489	36,084,021	(23,003,467)	0.43%	0.43%	0.09%
ICI Pakistan Limited	-	133,000	-	-	133,000	92,101,188	85,457,820	(6,643,368)	1.03%	1.02%	0.14%
	2,759,500	1,608,000	-	3,381,853	985,647	151,188,676	121,541,841	(29,646,835)	1.46%	1.46%	
LEATHER & TANNERIES											
Bata Pakistan Limited	80	-	-	-	80	190,395	173,063	(17,332)	0.00%	0.00%	0.00%
Service Global Footwear Limited	1,004,837	-	-	166,000	838,837	33,704,471	27,799,058	(5,905,412)	0.33%	0.33%	0.41%
Service Industries Limited	328,736	11,900	-	-	340,636	120,118,154	115,737,894	(4,380,260)	1.39%	1.39%	0.73%
	1,333,653	11,900	-	166,000	1,179,553	154,013,020	143,710,015	(10,303,005)	1.73%	1.72%	
FOODS & PERSONAL CARE PRODUCTS											
At-Tahur Limited	1,132,800	-	111,280	20,000	1,224,080	21,221,096	20,919,527	(301,569)	0.25%	0.25%	0.56%
Shezan International Limited	83,600	-	-	-	83,600	14,212,000	12,387,848	(1,824,152)	0.15%	0.15%	0.87%
	1,216,400	-	111,280	20,000	1,307,680	35,433,096	33,307,375	(2,125,721)	0.40%	0.40%	
GLASS & CERAMICS											
Shabbir Tiles & Ceramics Limited (note 5.1.1)	2,095,000	-	-	36,000	2,059,000	30,123,170	17,707,400	(12,415,770)	0.21%	0.21%	0.86%
Tariq Glass Industries Limited	1,409,239	-	343,559	35,000	1,717,798	142,659,865	111,863,006	(30,796,859)	1.35%	1.34%	1.00%
	3,504,239	-	343,559	71,000	3,776,798	172,783,035	129,570,406	(43,212,629)	1.56%	1.55%	
REFINERY											
Attock Refinery Limited	909,000	430,000	-	905,000	434,000	67,354,813	62,305,045	(5,049,768)	0.75%	0.75%	0.41%
	909,000	430,000	-	905,000	434,000	67,354,813	62,305,045	(5,049,768)	0.75%	0.75%	
Total as at December 31, 2022 (Un-audited)						8,933,994,759	8,312,941,153	(621,053,606)	100.00%	99.64%	
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 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.

Half Yearly Report 2022-23

- 5.1.2** 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:

	31 December 2022 Un-audited		30 June 2022 Un-audited	
	Number of shares	Rupees	Number of shares	Rupees
Pakistan Petroleum Limited	297,000	20,237,580	297,000	20,050,470
Engro Corporation Limited	125,000	32,751,250	125,000	32,136,250
Habib Bank Limited	60,000	3,823,800	60,000	5,480,400
United Bank Limited	170,000	17,127,500	170,000	19,232,100
Oil & Gas Development Company Limited	100,000	7,966,000	100,000	7,867,000
	752,000	81,906,130	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'

31 December 2022
Un-audited
Note ----- (Rupees) -----

Market value of investments	8,312,941,153	9,064,315,544
Less: carrying value of investments before mark to market	8,933,994,759	10,853,963,493
	(621,053,606)	(1,789,647,949)

6 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

Management fee payable	6.1	18,041,130	18,863,973
Sindh sales tax payable on management fee	6.2	5,314,158	5,421,127
Federal Excise Duty payable on management fee	6.3	20,301,987	20,301,987
Accounting and operational charges payable	6.4	3,607,990	3,772,560
		47,265,265	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 management fee at the rate of 2.5% during the period (June 30, 2022: ranging from 2.4% to 2.5%) per annum of the average annual net assets of the Fund during the period ended December 31, 2022. The remuneration is payable to the Management Company monthly in arrears.

- 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.

Atlas Stock Market Fund

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

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company 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 December 31, 2022 would have been higher by Re. 1.37 (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 December 31, 2022, subject to total expense charged being lower than actual expense incurred.

		31 December 2022	30 June 2022
		Un-audited	Audited
7 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	----- (Rupees) -----	-----
Trustee fee payable	7.1	806,502	836,675
Sindh sales tax payable on Trustee fee	7.2	104,855	108,778
		911,357	945,453

- 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.

		31 December 2022	30 June 2022
		Un-audited	Audited
8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	----- (Rupees) -----	-----
Annual fee	8.1	893,566	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%).

Half Yearly Report 2022-23

	31, December 2022 Un-audited	30 June 2022 Audited
	----- (Rupees) -----	
9 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration payable	423,302	480,763
Withholding and capital gain tax payable	448,350	663,779
Transaction charges payable	46,290	408,228
Legal and professional charges payable	169,330	-
Zakat payable	45,945	45,945
Dividend payable	48,983	398,983
Sale load payable	64,699	64,699
Other payables	66,820	66,820
	<u>1,313,719</u>	<u>2,129,217</u>

10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2022 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 December 31, 2022 based on current period results is 3.58% (June 30, 2022: 3.56%) which includes 0.37% (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'.

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.

Atlas Stock Market Fund

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

	Half Year Ended	
	31 December	
	2022	2021
	Un-audited	
	----- (Rupees) -----	
14.5 Transactions during the period		
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company including sales tax thereon	126,221,129	141,801,814
Accounting and operational charges	22,340,023	23,474,773
Issue of 892 units (2021: 2,234 units)	526,338	1,542,322
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee including sales tax thereon	5,618,490	6,358,516
Remuneration paid	5,460,965	5,357,451
Settlement charges including sales tax thereon	163,062	355,747
Atlas Insurance Limited (Group Company)		
Issue of Nil units (2021: 317,221 units)	-	207,412,432
Redemption of Nil units (2021: 287,031 units)	-	187,412,432
Atlas Metals (Private) Limited (Group Company)		
Issue of Nil units (2021: 3,778 units)	-	2,500,000
Redemption of Nil units (2021: 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 (2021: 13,687 units)	2,500,000	9,000,000
Redemption of Nil units (2021: 4,315 units)	-	3,000,000
Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement benefits plan of a group company)		
Redemption of Nil units (2021: 3,462 units)	-	2,400,936
CDC Trustee Punjab Pension Fund Trust (Unit Holder with more than 10% holding)		
Issue of Nil units (2021: 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 3,765 units (2021: 6,495 units)	2,221,799	3,459,053
Redemption of 204,588 units (2021: 28,802 units)	118,950,685	20,300,000

Half Yearly Report 2022-23

	31 December 2022 Un-audited ----- (Rupees) -----	30 June 2022 Audited -----
14.6 Balances outstanding as at period / year end		
Atlas Asset Management Limited (Management Company)		
Management fee payable	18,041,130	248,468,588
Sindh sales tax payable on management fee	5,314,158	32,300,925
Federal Excise Duty payable on management fee	20,301,987	-
Accounting and operational charges payable	3,607,990	48,070,836
Outstanding 116,847 units (June 30, 2022: 115,955 units)	65,680,355	68,831,023
Central Depository Company of Pakistan Limited (Trustee)		
Trustee fee payable	806,502	11,042,109
Sindh sales tax payable on Trustee fee	104,855	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)	502,778,434	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)	83,773,413	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)	51,150,487	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)	11,650,136	12,302,952
Atlas Insurance Limited (Group Company)		
Outstanding 317,221 units (June 30, 2022: 317,221 units)	178,311,763	188,302,353
Atlas Metals (Private) Limited (Group Company)		
Outstanding 33,281 units (June 30, 2022: 33,281 units)	18,707,675	19,755,843
Batools Benefit Trust (Trust having common Director / Trustee)		
Outstanding 225,620 units (June 30, 2022: 225,620 units)	126,822,532	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)	95,495,835	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)	2,952,687	3,118,122
Shirazi Investments (Private) Limited (Group Company)		
Outstanding 3,829,218 units (June 30, 2022: 3,829,218 units)	2,152,425,866	2,273,023,653

Atlas Stock Market Fund

	31 December 2022 Un-audited ----- (Rupees) -----	30 June 2022 Audited -----
14.6 Balances outstanding as at period / year end (Cont....)		
Sindh Province Pension Fund		
(Unit Holder with more than 10% holding)		
Outstanding 1,547,293 units (June 30, 2022: Nil units)	869,742,179	-
CDC-Trustee Punjab Pension Fund Trust		
(Unit Holder with more than 10% holding)		
Outstanding 1,562,207 units (June 30, 2022: Nil units)	878,125,886	-
Directors and their close family members and key management personel of the Management Company		
Outstanding 1,630,502 units (June 30, 2022: 1,831,325 units)	916,514,631	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 December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

	As at 31 December 2022 (Un-audited)			
	Level 1	Level 2	Level 3	Total
	(Rupees)			
ASSETS				
Financial assets 'at fair value through profit or loss'				
Listed equity securities	8,312,941,153	-	-	8,312,941,153
	8,312,941,153	-	-	8,312,941,153

	As at 30 June 2022 (Audited)			
	Level 1	Level 2	Level 3	Total
	(Rupees)			
ASSETS				
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

Half Yearly Report 2022-23

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 24 February 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