



**Atlas Money Market Fund**

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**Atlas Liquid Fund**

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**Atlas Sovereign Fund**

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**Atlas Income Fund**

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**Atlas Stock Market Fund**

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**HALF YEARLY REPORT**

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**31 DECEMBER 2023**

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**(UN-AUDITED)**

**Atlas  
funds**  
*Nurturing your investments*



Managed By

**Atlas Asset Management**

Rated AM2+ by PACRA  
(as of December 22, 2023)



#### **Vision**

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

#### **Mission**

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

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# Atlas Funds

## Organisation

### Management Company

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Atlas Asset Management Limited

### Board of Directors of the Management Company

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

**Company Secretary** Ms Zainab Kazim

### Board Committees

#### Audit Committee

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

#### Human Resource & Remuneration Committee

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

### Investment Committee

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

### Management Committee

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<b>Chairman</b>	Mr. Muhammad Abdul Samad
<b>Members</b>	Mr. Khalid Mahmood Ms Qurrat-ul-Ain Jafari Ms Mishaal H. Shirazi Mr. Tariq Ahmed Siddiqui Ms Zainab Kazim Mr. M. Kamran Ahmed Mr. Najam Shehzad
<b>Secretary</b>	Mr. Muhammad Umar Khan

### Risk Management Committee

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

### Chief Financial Officer

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Ms Qurrat-ul-Ain Jafari

### Chief Internal Auditor

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Mr. M. Uzair Uddin Siddiqui

### Registered Office

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

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

Fax: (92-21) 35379280

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

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

# Half Yearly Report 2023-24

## CHAIRMAN'S REVIEW

It is my pleasure to present you the un-audited Financial Statements of Atlas Money Market Fund (AMF), Atlas Liquid Fund (ALF), Atlas Sovereign Fund (ASF), Atlas Income Fund (AIF) and Atlas Stock Market Fund (ASMF) for the first half ended December 31, 2023 of FY24.

### THE ECONOMY

A rebound in economic activity has been witnessed during 1H-FY24 owing to better farm output and the removal of import restrictions, resulting in better availability of raw materials for the industry and a better supply position. Conducive weather this year compared to flash floods witnessed last year, resulted in an increase in the production of all major crops especially cotton. Improvement on the external side was witnessed during the period on the back of reduction in current account deficit (CAD) that narrowed by 77.1% YoY to USD 0.8 billion in 1H-FY24 from USD 3.6 billion for the similar period last year. The improvement in CAD was mainly driven by a 16.3% YoY reduction in the import bill from USD 31.2 billion in 1H-FY23 to USD 26.1 billion in 1H-FY24 and 5.2% YoY increase in exports from USD 14.2 billion in 1H-FY23 to USD 15.0 billion in 1H-FY24. Workers' remittances declined by 6.8% YoY to USD 13.4 billion from USD 14.4 billion due to widening of gap between interbank and open market rates and a slowdown in global economy. Following positive development in CAD and inflows from bilateral and multilateral creditors post-IMF, foreign exchange reserves held by SBP increased to USD 8.2 billion (as of Dec-23) from USD 4.4 billion (as of June-23). Recent measures taken in the FX market helped narrow the gap between interbank and open market exchange rates, resulting in improved PKR/USD parity. During the first half, headline inflation averaged at 28.8%, largely due to an increase in locally administered energy and petroleum product prices. The Central Bank kept the interest rate unchanged at 22% during 1H-FY24 in order to keep inflation expectations well anchored and help reducing the inflationary pressures going forward. On the fiscal front, FBR collected PKR 4,468 billion in taxes, surpassing its revenue collection target for 1H-FY24 of PKR 4,425 billion.

### 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.

#### FUND OPERATIONS - AMF

The Net Asset Value per unit of Atlas Money Market Fund increased by 10.55% (total annualized return 21.89%) to Rs. 512.2896 as on December 31, 2023. The benchmark 30% of average 3-Month deposit rates of three scheduled banks (AA and above rated as selected by MUFAP) and 70% average 3 Month PKRV rate for the period stood at 21.45%. AMF's total exposure in Bank Balances, Treasury Bills, Short term Sukuks and others stood at 49.19%, 45.72%, 2.55% and 2.54%, 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. 25.57 billion, with 49.91 million units outstanding as of December 31, 2023.

#### FUND OPERATIONS - ALF

The ALF provided total annualized return of 21.49% as on December 31, 2023. ALF's total exposure in Treasury Bills, Bank Balances and others stood at 55.45%, 42.74% and 1.81%, 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. 4.07 billion, with 8.14 million units outstanding as of December 31, 2023.

#### FUND OPERATIONS - ASF

The Net Asset Value per unit of Atlas Sovereign Fund increased by 11.45% (total annualized return 22.71%) to Rs. 113.44 as on December 31, 2023. The benchmark average six months PKRV rate stood at 22.37% during the period under review. ASF's total exposure in Treasury Bills, Pakistan Investment Bonds, Bank Balances, Sukuks, and others stood at 87.01%, 7.03%, 5.20%, 0.50% and 0.26%, 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. 5.33 Billion, with 47.03 million units outstanding as of December 31, 2023.

#### FUND OPERATIONS - AIF

The Net Asset Value per unit of Atlas Income Fund increased by 11.14% (total annualized return 22.09%) to Rs. 583.86 as on December 31, 2023. The benchmark average six months KIBOR rate stood at 22.55% during the period under review. AIF's total exposure in Treasury Bills, Bank Balances, Term Finance Certificates/ Sukuk, Pakistan Investment Bonds, Ijarah Sukuk, MTS and others stood at 54.97%, 14.53%, 12.76%, 11.98%, 2.35%, 2.26% and 1.16%, respectively. AIF presents a good investment

# Atlas Funds

opportunity for investors to earn competitive returns while taking medium risk. The Net Assets of the Fund stood at Rs. 5.28 billion with 9.05 million units outstanding as of December 31, 2023.

## FUND OPERATIONS - ASMF

The Net Asset Value per unit of Atlas Stock Market Fund increased by 56.14% to Rs. 894.19 as on December 31, 2023. KSE-100 index increased by 50.66% from 41,452.69 points as on June 27, 2023, to 62,451.04 points as on December 29, 2023. ASMF's equity portfolio exposure stood at 98.94% that mainly comprised of Commercial Banks, Oil & Gas Exploration, Cement and Fertilizer sectors. ASMF's 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. 12.56 billion, with 14.04 million units outstanding as of December 31, 2023.

## RATINGS

### • Asset Manager Rating

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

### • Fund Stability Rating - AMF

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

### • Fund Stability Rating - ALF

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

### • Fund Stability Rating - ASF

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

### • Fund Stability Rating - AIF

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

## FUTURE OUTLOOK

In FY24, growth is expected to moderately recover around 2.5%, taking support from better agricultural production and normalization of economic activity post-IMF program. Inflation is expected to average at 24% in FY24 before falling to single digit by the end of FY25, subject to favorable base effect and softening of global commodity prices. On fiscal front, sharp monetary contraction have resulted in substantial fiscal/debt vulnerabilities that are likely to improve once interest rates start to taper off. The FY24 CAD is expected to remain contained around 1.60% of GDP. On the external side, being in IMF program will help build foreign exchange buffers and help meet external financing needs. Going forward, government's focus towards averting fiscal slippage, measures to conserve energy, and policies to reinforce import substitution shall be instrumental in achieving economic and financial stability.

کیا چھینے کا غنچہ سے کوئی شوق شکر قد

(Entrepreneurial ability and management always leads to the desired results)

## ACKNOWLEDGEMENT

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

Karachi: 22 February 2024

Iftikhar H. Shirazi  
Chairman

## Atlas Money Market Fund

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### Corporate Information

**Trustee**

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

**Auditors**

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EY Ford Rhodes.  
Chartered Accountants

**Legal Advisers**

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Bawaney & Partners

**Bankers**

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

# 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 Company Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2023 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;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) 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 29, 2024

# Half Yearly Report 2023-24

## 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 2023 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 six-months' 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 2023 and 31 December 2022 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 2023.

### 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 2024

**EY Ford Rhodes**  
Chartered Accountants

**Engagement Partner: Arslan Khalid**

# Atlas Money Market Fund

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

		December 31, 2023 Un-audited	June 30, 2023 Audited
Note		----- Rupees -----	
<b>Assets</b>			
	Cash and bank balances	4 2,173,044,756	142,696,130
	Investments	5 12,404,881,602	22,039,774,000
	Receivable against sale of Units	22,820,000	207,481,529
	Receivable against sale of Investments	10,470,000,000	1,342,985,400
	Profit receivable on deposits and investments	619,323,525	160,512,576
	Other receivables	6 11,061,352	10,409,038
	<b>Total assets</b>	<b>25,701,131,235</b>	<b>23,903,858,673</b>
<b>Liabilities</b>			
	Payable to Atlas Asset Management Limited - Management Company	7 49,902,959	44,394,673
	Payable to Central Depository Company of Pakistan Limited - Trustee	8 1,487,955	1,082,278
	Payable to the Securities and Exchange Commission of Pakistan	9 1,795,446	3,864,456
	Payable against redemption of units	11,162,414	528,047
	Accrued expenses and other liabilities	10 66,420,713	55,596,098
	<b>Total liabilities</b>	<b>130,769,487</b>	<b>105,465,552</b>
	<b>NET ASSETS</b>	<b>25,570,361,748</b>	<b>23,798,393,121</b>
	<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>	<b>25,570,361,748</b>	<b>23,798,393,121</b>
	<b>CONTINGENCIES AND COMMITMENTS</b>	11	
		----- Number of units -----	
	<b>NUMBER OF UNITS IN ISSUE</b>	<b>49,913,878</b>	<b>46,719,048</b>
		----- Rupees -----	
	<b>NET ASSET VALUE PER UNIT</b>	<b>512.2896</b>	<b>509.3938</b>

The annexed notes from 1 to 19 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 2023-24

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

		For the Half Year Ended December 31		For the Quarter Ended December 31	
		2023	2022	2023	2022
Note		Rupees			
<b>Income</b>					
		85,577,004	367,045,355	65,257,414	114,733,492
		22,265,753	-	22,265,753	-
		-	15,916,400	-	15,916,400
		2,425,650,640	1,107,110,594	1,365,575,289	638,710,374
		183,401,287	7,671,329	65,544,933	-
		178,396,086	59,876,232	61,804,668	11,756,370
		(13,106,573)	3,352,396	(14,794,302)	(2,028,414)
		165,289,513	63,228,628	47,010,366	9,727,956
<b>Total Income</b>		2,882,184,197	1,560,972,306	1,565,653,755	779,088,222
<b>Expenses</b>					
	7.1	101,405,700	45,893,613	55,731,731	23,899,228
	7.2	13,182,741	5,966,171	7,245,125	3,106,901
	7.4	6,547,391	-	3,590,404	-
	7.5	13,094,782	8,146,685	7,180,807	3,691,637
	8.1	7,202,130	5,485,362	3,949,444	2,741,564
	8.2	936,277	713,122	513,428	356,403
	9	9,821,086	1,994,677	5,385,605	996,932
		348,345	317,762	173,696	158,881
		16,703	13,863	6,522	6,932
		104,795	105,745	99,710	(68,469)
		768,682	655,322	436,983	453,014
		117,478	24,425	117,478	15,425
		19,008	48,126	12,229	26,801
		7,345	99,107	6,988	65,936
		153,572,463	69,463,980	84,450,150	35,451,185
<b>Net income for the period before taxation</b>		2,728,611,734	1,491,508,326	1,481,203,605	743,637,037
<b>Taxation</b>	13	-	-	-	-
<b>Net income for the period after taxation</b>		2,728,611,734	1,491,508,326	1,481,203,605	743,637,037
<b>Earning per unit</b>	14				
		2,728,611,734	1,491,508,326	1,481,203,605	743,637,037
		(305,420,090)	(227,079,000)	(161,276,630)	(141,630,110)
		2,423,191,644	1,264,429,326	1,319,926,975	602,006,927
<b>Accounting income available for distribution:</b>					
- Relating to capital gains		178,396,086	63,228,628	61,804,668	11,756,370
- Excluding capital gains		2,244,795,558	1,201,200,698	1,258,122,307	590,250,557
		2,423,191,644	1,264,429,326	1,319,926,975	602,006,927

The annexed notes from 1 to 19 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 DECEMBER 31, 2023

	For the Half Year Ended December 31		For the Quarter Ended December 31	
	2023	2022	2023	2022
	----- Rupees -----			
<b>Net income for the period after taxation</b>	<b>2,728,611,734</b>	<b>1,491,508,326</b>	<b>1,481,203,605</b>	<b>743,637,037</b>
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>2,728,611,734</b>	<b>1,491,508,326</b>	<b>1,481,203,605</b>	<b>743,637,037</b>

The annexed notes from 1 to 19 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 2023-24

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	For the period ended December 31, 2023			For the period ended December 31, 2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)		
<b>Net assets at beginning of the period</b>	23,562,660,987	235,732,134	23,798,393,121	18,171,918,580	128,969,955	18,300,888,535
<b>Issuance of units 77,549,963 (2022: 22,866,577 units)</b>						
- Capital value	39,503,470,528	-	39,503,470,528	38,093,313,925	-	38,093,313,925
- Element of income	430,228,649	-	430,228,649	367,516,324	-	367,516,324
	39,933,699,177	-	39,933,699,177	38,460,830,249	-	38,460,830,249
<b>Redemption of 74,355,134.52 units (2022 : 23,619,705 units)</b>						
- Capital value	(37,876,044,523)	-	(37,876,044,523)	(37,950,508,026)	-	(37,950,508,026)
- Element of Income	(90,858,752)	(305,420,090)	(396,278,842)	(115,763,785)	(227,079,000)	(342,842,785)
	(37,966,903,275)	(305,420,090)	(38,272,323,365)	(38,066,271,811)	(227,079,000)	(38,293,350,811)
Total comprehensive income for the period	-	2,728,611,734	2,728,611,734	-	1,491,508,326	1,491,508,326
Refund of Capital	(365,307,995)	-	(365,307,995)	(258,036,285)	-	(258,036,285)
	-	-	-	-	-	-
First interim distribution of Rs.5.9030 per unit declared on 21 July 2023 (2022: 4.25 per unit declared on 22 July 2022)	-	(234,989,984)	(234,989,984)	-	(144,242,084)	(144,242,084)
Second interim distribution of Rs.10.4254 per unit declared on 25 August 2023 (2022: 5.25 per unit declared on 18 August 2022)	-	(415,649,495)	(415,649,495)	-	(178,620,134)	(178,620,134)
Third interim distribution of Rs.8.4057 per unit declared on 22 September 2023 (2022: 6.8 per unit declared on 23 September 2022)	-	(350,736,690)	(350,736,690)	-	(239,533,902)	(239,533,902)
Fourth interim distribution of Rs.8.0873 per unit declared on 20 October 2023 (21 October 2022: 5.30 per unit declared on 21 October 2022)	-	(352,425,952)	(352,425,952)	-	(139,115,438)	(139,115,438)
Fifth interim distribution of Rs.10.2429 per unit declared on 24 November 2023 (25 November 2022: 7.00 per unit declared on 25 November 2022)	-	(505,312,530)	(505,312,530)	-	(224,918,390)	(224,918,390)
Sixth interim distribution of Rs.7.8045 per unit declared on 22 December 2023 (23 December 2022: 7.50 per unit declared on 23 December 2022)	-	(393,596,273)	(393,596,273)	-	(243,818,821)	(243,818,821)
<b>Total distribution during the period</b>	-	(2,252,710,924)	(2,252,710,924)	-	(1,170,248,769)	(1,170,248,769)
<b>Net assets at the end of the period</b>	25,164,148,894	406,212,854	25,570,361,748	18,308,440,733	223,150,512	18,531,591,245
<b>Undistributed income brought forward comprising of :</b>						
- Realised income		91,264,408			128,969,955	
- Unrealised income		144,467,726			-	
		235,732,134			128,969,955	
<b>Accounting income available for distribution</b>						
- Relating to capital gains		178,396,086			63,228,628	
- Excluding capital gains		2,244,795,558			1,201,200,698	
		2,423,191,644			1,264,429,326	
Distribution during the period		(2,252,710,924)			(1,170,248,769)	
<b>Undistributed income carried forward</b>		406,212,854			223,150,512	
<b>Undistributed income carried forward comprising of :</b>						
- Realised income		419,319,427			219,798,116	
- Unrealised (loss) / income		(13,106,573)			3,352,396	
		406,212,854			223,150,512	
		(Rupees)			(Rupees)	
<b>Net assets value per unit at Beginning of the period</b>		509.3938			507.5071	
<b>Net assets value per unit at end of the period</b>		512.2896			509.9257	

The annexed notes from 1 to 19 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 DECEMBER 31, 2023

	Note	For the Half Year Ended December 31	
		2023	2022
		Rupees	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net income for the period before taxation		2,728,611,734	1,491,508,326
<b>Adjustments for:</b>			
Profit on bank balances		(85,577,004)	(367,045,355)
Income from government securities		(2,425,650,640)	(1,107,110,594)
Interest income from sukuk certificates		(183,401,287)	(23,587,729)
Capital gain on sale of investments - net		(178,396,086)	(59,876,232)
Net unrealised appreciation on remeasurement of investments classified as financial assets at fair value through profit or loss <sup>1</sup>		13,106,573	-
		<b>(2,859,918,444)</b>	<b>(1,557,619,910)</b>
<b>(Increase) / Decrease in assets</b>			
Other receivables		(652,314)	(193,566)
Receivable against sale of Units		184,661,529	-
Receivable against sale of Investments		(9,127,014,600)	322,847,500
		<b>(8,943,005,385)</b>	<b>322,653,934</b>
<b>Increase / (Decrease) in liabilities</b>			
Payable to Atlas Asset Management Limited - Management Company		5,508,286	10,051,225
Payable to Central Depository Company of Pakistan Limited - Trustee		405,677	188,467
Payable to the Securities and Exchange Commission of Pakistan		(2,069,010)	(1,939,471)
Payable against redemption of units		10,634,367	95,302,320
Accrued expenses and other liabilities		10,824,615	14,826,871
		<b>25,303,935</b>	<b>118,429,412</b>
<b>Cash (used) / generated from operations</b>		<b>(9,049,008,160)</b>	<b>374,971,762</b>
Interest received		2,235,817,982	1,526,462,525
Investments - net		9,800,181,911	(14,136,952,923)
<b>Net cash generated from / (used in) operating activities</b>		<b>2,986,991,733</b>	<b>(12,235,518,636)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Net receipts from issuance of units		39,933,699,177	38,460,830,249
Net payments against redemption of units		(38,272,323,365)	(38,293,350,810)
Refund of capital		(365,307,995)	-
Cash dividend		(2,252,710,924)	(1,436,720,482)
<b>Net cash used in financing activities</b>		<b>(956,643,107)</b>	<b>(1,269,241,043)</b>
<b>Net increase / (decrease) cash and cash equivalents</b>		<b>2,030,348,626</b>	<b>(13,504,759,679)</b>
Cash and cash equivalents at the beginning of the period		142,696,130	17,877,118,873
<b>Cash and cash equivalents at the end of the period</b>	4	<b>2,173,044,756</b>	<b>4,372,359,194</b>

The annexed notes from 1 to 19 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 DECEMBER 31, 2023

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Money Market Fund (the Fund) is an open-ended Fund constituted under a trust deed entered into on 4 December 2009 between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the trustee. The Trust Deed and Offering Document has been revised various times during 2015 to 2022 with its last amendment in 12 November 2021 and 6 June 2022, respectively. Further the Trust Deed has been registered under the Sindh Trust Act as disclosed in note 1.5. The registered office of AAML is situated at Ground Floor, Federation House, Shahrae Firdousi, Clifton, Karachi
- 1.2 The Fund has been categorised as a 'money market scheme' by the Board of Directors pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs 500 per unit on 20 January 2010. Thereafter, the units are being offered for public subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.
- 1.3 According to the trust deed, the objective of the Fund is to provide its investors competitive returns from a portfolio of low risk, short duration assets while maintaining high liquidity. The Fund aims to deliver this objective mainly by investing in government securities, cash and near cash instruments which include cash in bank accounts, treasury bills, deposits with scheduled banks, certificates of deposit (CODs), certificates of Musharaka (COMs), commercial papers, and reverse repo; with a weighted average time to maturity of not more than 90 days and in case of a single asset, maximum time to maturity of six months. The investment objectives and policy are explained in the Fund's offering document.
- 1.4 The titles to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.
- 1.5 The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Act 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company submitted the Collective Investment Scheme Trust Deed to the Registrar (acting under Sindh Trusts Act 2020) to fulfil the requirement for registration of Trust Deed under Sindh Trusts Act 2020. Subsequent to the year ended June 30, 2023, the Trust deed has been registered under the Sindh Trusts Act, 2020.
- 1.6 The Pakistan Credit Rating Agency (PACRA) Limited maintained the asset manager rating of the Management Company to AM2+ on December 22, 2023 (June 30, 2023: AM2+ on December 23, 2022) and has maintained the stability rating of the Fund to "AA+(f)" on October 18, 2023 (June 30, 2023: "AA+(f)" on April 17, 2023)

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

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

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

# Atlas Money Market Fund

- 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.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2023.

In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at 31 December 2023.

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

## 3 ACCOUNTING POLICIES

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

The preparation of these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

The significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements as at and for the year ended 30 June 2023.

The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended 30 June 2023.

		December 31, 2023 Un-audited	June 30, 2023 Audited
4 CASH AND BANK BALANCES	Note	----- Rupees -----	
Profit and loss sharing account	4.1	2,173,044,756	142,696,130
		<u>2,173,044,756</u>	<u>142,696,130</u>

- 4.1 The rate of return on these accounts ranges between 19.50% to 21.85% (30 June 2023: 12.90% and 19.50%)

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## 5 INVESTMENTS

### At fair value through profit or loss

- Treasury Bills (T-bills)
- Pakistan Investment Bonds (PIB's)
- Sukuk Certificates

	December 31, 2023 Un-audited	June 30, 2023 Audited
Note	Rupees	
5.1	11,749,881,590	17,000,034,000
5.2	-	3,017,740,000
5.3	655,000,000	2,022,000,000
	<b>12,404,881,590</b>	<b>22,039,774,000</b>

### 5.1 Treasury bills

Security Name	Face value				Carrying value as at December 31, 2023	Market value as at December 31, 2023	Market value as a percentage of total investment	Market value as a percentage of net assets
	As at July 01, 2023	Purchased during the year	Sold/matured during the year	As at December 31, 2023				
	(Rupees)						Percentage	
3 Months	17,500,000,000	170,758,000,000	187,098,000,000	1,160,000,000	1,131,895,906	1,131,245,860	9.12%	4.42%
6 Months	-	44,660,000,000	33,155,000,000	11,505,000,000	10,631,092,257	10,618,635,730	85.60%	41.53%
12 Months	-	5,685,000,000	5,685,000,000	-	-	-	0.00%	0.00%
Total as at December 31, 2023	17,500,000,000	221,103,000,000	225,938,000,000	12,665,000,000	11,762,988,163	11,749,881,590	94.72%	45.95%
Total as at June 30, 2023					17,017,326,405	17,000,034,000	77.13%	71.43%

5.1.1 These Market Treasury Bills carry purchase yields ranging from 21.20% to 22.75% (30 June 2023: 21.20% to 22.00%) per annum and will mature by June 2024.

### 5.2 Pakistan investment bonds

Security Name	Face value				Carrying value as at December 31, 2023	Market value as at December 31, 2023	Market value as a percentage of total investment	Market value as a percentage of net assets
	As at July 01, 2023	Purchased during the year	Sold /matured during the year	As at December 31, 2023				
	----- (Rupees) -----						----- Percentage -----	
02 Year PIB	3,025,000,000	11,470,000,000	14,495,000,000	-	-	-	0.00%	0.00%
Total as at December 31, 2023	3,025,000,000	11,470,000,000	14,495,000,000	-	-	-	0.00%	0.00%
Total as at June 30, 2023					3,018,147,900	3,017,740,000	13.69%	12.68%

5.2.1 These Bonds carry yields ranging from 21.2878% to 23.3938% (June 2023: 17.3008% to 21.9923%).

### 5.3 Sukuk

Security Name	Face value				Carrying value as at December 31, 2023	Market value as at December 31, 2023	Market value as a percentage of total investment	Market value as a percentage of net assets
	As at July 01, 2023	Purchased during the year	Matured during the year	As at December 31, 2023				
	----- (Rupees) -----					----- Percentage -----		
K-ELECTRIC LIMITED - SHORT TERM SUKUK-14	500,000,000	-	500,000,000	-	-	-	0.00%	0.00%
K-ELECTRIC LIMITED - SHORT TERM SUKUK-19	-	200,000,000	-	200,000,000	200,000,000	200,000,000	1.61%	0.78%
LUCKY ELECTRIC POWER COMPANY LIMITED - SUKUK-9	188,000,000	-	188,000,000	-	-	-	0.00%	0.00%
LUCKY ELECTRIC POWER COMPANY LIMITED - SUKUK-10	542,000,000	-	542,000,000	-	-	-	0.00%	0.00%
LUCKY ELECTRIC POWER COMPANY LIMITED - SUKUK-11	67,000,000	-	67,000,000	-	-	-	0.00%	0.00%
LUCKY ELECTRIC POWER COMPANY LIMITED - SUKUK-12	-	230,000,000	-	230,000,000	230,000,000	230,000,000	1.85%	0.90%
NISHAT MILLS LIMITED - SHORT TERM SUKUK-2	125,000,000	-	125,000,000	-	-	-	0.00%	0.00%
NISHAT MILLS LIMITED - SHORT TERM SUKUK-3	-	125,000,000	-	125,000,000	125,000,000	125,000,000	1.01%	0.49%
HUB POWER COMPANY LIMITED SHORT TERM SUKUK 1	600,000,000	-	600,000,000	-	-	-	0.00%	0.00%
HUB POWER COMPANY LIMITED SUKUK 11	-	100,000,000	-	100,000,000	100,000,000	100,000,000	0.81%	0.39%
Total as at December 31, 2023	2,022,000,000	655,000,000	2,022,000,000	655,000,000	655,000,000	655,000,000	5.28%	2.56%
Total as at June 30, 2023					2,022,000,000	2,022,000,000	9.17%	8.50%

# Atlas Money Market Fund

Name of the Investee Company	Rating	Tenure	Profit Payments/ Principal Redemptions	Maturity date	Rate of Return
K-ELECTRIC LIMITED - 14	AA	6 Month	Semi-annually	August, 2023	6 Month Kibor +0.075
LUCKYELECTRIC POWER COMPANY LIMITED - 9	AA	6 Month	Semi-annually	October, 2023	6 Month Kibor + 0.50
NISHAT MILLS LIMITED - 2	AA	6 Month	Semi-annually	November, 2023	3 Month Kibor + 0.15
HUB POWER COMPANY LIMITED - 1	AA	6 Month	Semi-annually	November, 2023	6 Month Kibor + 0.30
LUCKYELECTRIC POWER COMPANY LIMITED - 10	AA	6 Month	Semi-annually	October, 2023	6 Month Kibor + 0.50
LUCKYELECTRIC POWER COMPANY LIMITED - 11	AA	6 Month	Semi-annually	December, 2023	6 Month Kibor + 0.50
K-ELECTRIC LIMITED - 19	AA	6 Month	Semi-annually	February, 2024	6 Month Kibor + 0.45
LUCKYELECTRIC POWER COMPANY LIMITED - 12	AA	6 Month	Semi-annually	February, 2024	6 Month Kibor + 0.50
NISHAT MILLS LIMITED - SHORT TERM SUKUK 3	AA	6 Month	Quarterly	May, 2024	3 Month Kibor + 0.15
HUB POWER COMPANY LIMITED SUKUK 11	AA	6 Month	Semi-annually	May, 2024	6 Month Kibor + 0.25

**5.3.1** These Sukuks carry yields ranging from 21.55% to 23.61% (30 June 2023: 16.66% to 22.82%) per annum and will mature by May 2024.

		December 31, 2023 Un-audited	June 30, 2023 Audited
6 DEPOSITS AND OTHER RECEIVABLE	Note	Rupees	
Tax recoverable	6.1	10,578,552	10,409,038
Prepayments		382,800	-
Deposit with CDC		100,000	-
		<b>11,061,352</b>	<b>10,409,038</b>

**6.1** As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151 and 150. However, withholding tax on profit on debt paid to the Fund was deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated 12 May 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholder.

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. On January 28, 2016, the Board of Directors of the Management Company passed a resolution by circulation, authorising all CISs to file an appeal in the Honourable Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the CISs being managed by the Management Company. Accordingly, a petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit on debt has been shown as other receivables as at December 31, 2023 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

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		December 31, 2023 Un-audited	June 30, 2023 Audited
7	PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (Related party)	Note ----- Rupees -----	
	Remuneration of the Management Company	7.1 18,023,389	14,599,934
	Sindh Sales Tax payable on remuneration of the Management Company	7.2 2,343,055	1,897,991
	Federal Excise Duty payable on remuneration of the Management Company	7.3 23,551,462	23,551,462
	Selling and marketing expenses payable	7.4 3,590,528	1,732,903
	Accounting and operational charges payable	7.5 2,394,525	2,612,383
		<b>49,902,959</b>	<b>44,394,673</b>

**7.1** As per the amendments made in the NBFC Regulations, 2008 vide SRO 639 (I) / 2019 dated 20 June 2019, the Management Company shall set and disclose in the offering document the maximum rate of fee chargeable to Collective Investment Scheme within allowed expense ratio. The management company has set the maximum limit of 2% per annum of average annual net assets, within allowed expense in the offering document / NBFC regulations. The Management Company has charged its remuneration at the average rate of 0.78% (30 June 2023: 0.53%) on the average annual net assets of the Fund. The fee is payable to the Management Company monthly in arrears.

**7.2** During the period, an amount of Rs. 13,182,741 (Dec 31, 2022: Rs. 5,966,171) was charged on account of Sales Tax on remuneration of the Management Company levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

**7.3** 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 23.55 million (30 June 2023: 23.55 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 2023 would have been higher by Rs. 0.47 (30 June 2023: Re. 0.51) per unit.

**7.4** The SECP through its SRO 639 (I)/2019 dated 20 June, 2019 has revised the conditions for charging of selling and marketing expenses to a fund. As per the revised guidelines, the maximum cap of 0.4% per annum has been lifted and now the Management Company is required to set a maximum limit for charging of such expense to the Fund and the same should be approved by the Board of Directors of the Management Company as part of the annual plan. Furthermore, the time limit of three years has also been removed in the revised conditions.

# Atlas Money Market Fund

'Accordingly, the Management Company has charged selling and marketing expenses based on its discretion (duly authorised by the Board of Directors) while keeping in view the annual plan, overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations at the rate of 0.05% (30 June 2023: 0.05%) of average daily net assets of the Fund.

- 7.5 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 accounting and operational charges fee at an average rate of 0.10% (30 June 2023: 0.0925%) of average daily net assets of the Fund.

		December 31, 2023 Un-audited	June 30, 2023 Audited
8	PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY	Note ----- Rupees -----	
	Remuneration Payable to Trustee	8.1 1,316,755	957,749
	Sindh Sales tax on trustee fee Payable	8.2 171,200	124,529
		<b>1,487,955</b>	<b>1,082,278</b>

- 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 During the period, an amount of Rs.936,277 (December 31, 2022: Rs.713,122) was charged on account of Sales Tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13%.

		December 31, 2023 Un-audited	June 30, 2023 Audited
9	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN - SECP	Note ----- Rupees -----	
	Annual fees payable	9.1 1,795,446	3,864,456

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

		December 31, 2023 Un-audited	June 30, 2023 Audited
10	ACCRUED EXPENSES AND OTHER LIABILITIES	----- Rupees -----	
	Auditors' remuneration payable	855,082	1,204,201
	Withholding tax payable	58,106,196	44,569,167
	Capital gain tax payable	4,769,138	4,827,203
	Dividend Payable	2,688,812	3,888,615
	Zakat payable	-	1,031,769
	Transaction charges payable	1,485	75,143
		<b>66,420,713</b>	<b>55,596,098</b>

## 11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2023.

# Half Yearly Report 2023-24

## 12 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 December 2023 is 1.18% (30 June 2023: 0.86%) which includes 0.19% (30 June 2023: 0.10%) representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as a money market scheme.

## 13 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 for year ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these financial statements.

## 14 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.

## 15 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 December 31,	
	2023	2022
	Un-audited	Un-audited
	----- Rupees -----	
<b>15.1 Transactions for the period</b>		
<b>Atlas Asset Management Limited (Management Company)</b>		
Remuneration of the Management Company	101,405,700	45,893,613
Sindh Sales Tax on Remuneration of the Management Company	13,182,741	5,966,171
Remuneration paid	97,982,245	38,501,528
Accounting and operational charges	13,094,782	8,146,685
Selling and Marketing expense	6,547,391	-
Issue of 902,594 (2022: 559,879) units	462,305,926	287,208,837
Redemption of 899,714 (2022: 604,359) units	464,692,880	308,029,898
Dividend declared	1,128,667	1,218,193

# Atlas Money Market Fund

## 15.1 Transactions for the period (Cont....)

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

Remuneration of the Trustee  
Sindh Sales Tax on remuneration of the Trustee  
Remuneration paid

### Atlas Battery Limited (Group Company)

Issue of Nil (2022: 786,334) units  
Redemption of Nil (2022: 789,225) units  
Dividend declared

### Batool Benefit Trust

Issue of 19,617 (2022: nil) units  
Redemption of 30,604 (2022: 38,301) units  
Dividend declared

### Atlas Fund of Funds (Fund under common management)

Issue of 47,071 (2022: 5,887) units  
Redemption of 46,910 (2022: 5,899) units  
Dividend declared

### Atlas Foundation (Group Company)

Issue of 409,330 (2022: 299,373) units  
Redemption of 515,041 (2022: Nil) units  
Dividend declared

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

Issue of 13,782,977 (2022: 9,254,846 ) units  
Redemption of 19,455,421 (2022: 7,843,651) units  
Dividend declared

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

Issue of 106,086 (2022: nil) units  
Redemption of 104,598 (2022: nil) units  
Dividend declared

### Atlas Metals (Private) Limited

Issue of nil (2022:nil) units  
Redemption of Nil (2022: 516,824) units  
Dividend declared

### Atlas Insurance Limited (Group Company)

Issue of 13,532 (2022: 334,960) units  
Redemption of 167,439 (2022: 337,596) units  
Dividend declared

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

Issue of 5,975 (2022: Nil ) units  
Dividend declared

For the Half Year Ended December 31,	
2023	2022
Un-audited	Un-audited
----- Rupees -----	
7,202,130	5,485,362
936,277	713,122
6,843,124	5,318,600
-	400,937,162
-	403,831,901
-	1,486,124
9,993,048	-
15,700,000	19,600,000
9,971,899	2,478,934
24,069,392	6,000,000
24,293,388	6,060,504
36	-
210,031,107	152,893,372
265,000,000	-
32,160,597	8,583,602
7,066,854,994	206,643,127
9,950,000,000	-
513,674,569	243,091,664
54,950,040	-
54,191,682	-
-	-
-	-
-	264,514,436
-	7,031,309
6,892,948	170,923,312
85,519,827	172,110,251
6,892,948	1,338,140
3,043,705	-
3,043,705	1,820,495

# Half Yearly Report 2023-24

## 15.1 Transactions for the period (Cont....)

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

Issue of 696,169 (2022: 570,642) units  
Redemption of 499,491 (2022: 202,759) units  
Dividend declared

### Atlas Die Casting (Private) Limited (Group Company)

Issue of 5 (2022: Nil) units  
Dividend declared

### Shirazi Investments (Private) Limited (Group Company)

Issue of 3,822,447 (2022: 839,987) units  
Redemption of 1,604,770 (2022: 1066,275) units  
Dividend declared

### Fauji Fertilizer Company Limited (Unit Holder with more than 10% holding)

Issue of 5,310,640 (2022: Nil) units  
Dividend declared

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

Issue of 2,908 (2022: 7,291) units  
Redemption of 39,078 (2022: 8,204) units  
Dividend declared

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

Issue of 12,959 (2022: 9,641) units  
Redemption of 12,683 (2022: 17,734) units  
Dividend declared

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

Issue of 136,853 (2022: Nil) units  
Dividend declared

### Atlas Autos (Private) Limited

Issue of 703,047 (2022: Nil) units  
Redemption of 871,613 (2022: Nil) units  
Dividend declared

### Atlas Energy Limited

Issue of 171,618 (2022: 25,538) units  
Redemption of 169,361 (2022: 33,312) units  
Dividend declared

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

Issue of 26,155 (2022: nil) units  
Dividend declared

For the Half Year Ended December 31,	
2023	2022
Un-audited	Un-audited
----- Rupees -----	

356,115,405	291,869,294
257,543,752	103,500,000
3,903,155	8,364,834
2,460	-
2,460	1,548
1,966,226,723	428,821,396
823,025,584	428,457,416
134,231,169	453,401
2,716,245,989	-
105,207,116	-
1,481,565	3,741,717
20,000,000	4,170,736
1,481,565	102,852
6,623,626	4,934,871
6,500,000	7,530,000
487,486	568,040
69,876,032	-
11,657,761	3,970,541
360,330,371	-
450,000,000	-
135,168,624	83,024,534
88,078,399	13,048,764
87,000,000	17,100,000
2,330,925	150,614
13,323,120	-
13,323,120	7,968,797

# Atlas Money Market Fund

		For the Half Year Ended December 31,	
		2023	2022
		Un-audited	Un-audited
		----- Rupees -----	----- Rupees -----
<b>15.1 Transactions for the period (Cont....)</b>	<b>Note</b>		
<b>Atlas Engineering Pvt. Ltd.</b>			
Issue of 176,681 (2022: nil) units		91,375,352	-
Redemption of 273,363 (2022: nil) units		140,000,000	-
Dividend declared of Nil units		-	-
<b>Directors and their close family members and key management personnel of the Management Company</b>	<b>15.4</b>		
Issue of 868,684 (2022: 807,565) units		293,987,236	114,704,239
Redemption of 2,206,991 (2022: 839,033) units		984,879,783	22,498,256
Dividend declared		158,625,253	70,991,798
		<b>December 31,</b>	<b>June 30,</b>
		<b>2023</b>	<b>2023</b>
		<b>Un-audited</b>	<b>Audited</b>
		----- Rupees -----	----- Rupees -----
<b>15.2 Balances outstanding as at period / year end (Cont....)</b>			
<b>Atlas Asset Management Limited (Management Company)</b>			
Remuneration payable to the Management Company		18,023,389	14,599,934
Sindh Sales Tax payable on Remuneration of the Management Company		5,466,015	1,897,991
Federal Excise Duty payable on Remuneration of the Management Company		20,428,502	23,551,462
Accounting and operational charges payable		2,394,525	2,612,383
Selling and marketing expenses payable		3,590,528	1,732,903
Outstanding 2,880 (30 June 2023: Nil) units - at net asset value		1,475,405	-
<b>Central Depository Company of Pakistan Limited (Trustee)</b>			
Remuneration payable to the Trustee		1,316,755	957,749
Sindh Sales Tax payable on Remuneration of the trustee		171,200	124,529
<b>Atlas Foundation (Group Company)</b>			
Outstanding 959,167 (30 June 2023: 1,064,878) units - at net asset value		491,371,445	542,442,251
<b>Atlas Honda Limited (Group Company) (Unit Holder with more than 10% holding)</b>			
Outstanding 6,863,267 (30 June 2023: 12,535,712) units - at net asset value		3,515,980,503	6,385,613,722
<b>Atlas Auto Pvt Limited</b>			
Outstanding 2,852,742 (30 June 2023: 3,021,308 ) units - at net asset value		1,461,429,914	1,539,035,435
<b>Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)</b>			
Outstanding 262,063 (30 June 2023: 125,210) units - at net asset value		134,252,152	63,781,137
<b>Shirazi Trading Company (Pvt) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)</b>			
Outstanding 4,509 (30 June 2023: 40,679 ) units - at net asset value		2,309,758	20,721,381
<b>Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)</b>			
Outstanding 11,853 (30 June 2023: 11,577) units - at net asset value		6,071,937	5,897,120

# Half Yearly Report 2023-24

		December 31, 2023 Un-audited	June 30, 2023 Audited
15.2	Balances outstanding as at period / year end (Cont....)	Note	----- Rupees -----
	<b>Atlas Die Casting (Private) Limited (Group Company)</b>		
	Outstanding 72 (30 June 2023: 67) units - at net asset value		36,863 34,194
	<b>MCFSL Trustee Atlas Fund of Funds</b>		
	Outstanding 7,828 (30 June 2023: 7,667) units - at net asset value		4,009,986 3,905,288
	<b>Atlas Group of Companies Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)</b>		
	Outstanding 318,731 (30 June 2023: 122,053) units - at net asset value		163,282,698 62,173,160
	<b>Atlas Honda Limited - Non Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)</b>		
	Outstanding 63,384 (30 June 2023: 57,409) units - at net asset value		32,470,928 29,243,676
	<b>Honda Atlas Cars (Pakistan) Ltd Emp. Gratuity. Fund (Retirement benefit plan of a Group Company)</b>		
	Outstanding 277,449 (30 June 2023: 251,294) units - at net asset value		142,134,022 128,007,467
	<b>Atlas Energy Limited</b>		
	Outstanding 90,892 (30 June 2023: 88,636) units - at net asset value		46,562,901 45,150,453
	<b>Atlas Insurance Limited</b>		
	Outstanding Nil (30 June 2023: 153,908 ) units - at net asset value		- 78,399,613
	<b>Atlas Engineering Pvt. Ltd.</b>		
	Outstanding 478,424 (30 June 2023: 575,106 ) units - at net asset value		245,091,697 292,955,506
	<b>Atlas Engineering Ltd. Emp.Provident Fund</b>		
	Outstanding 15,793 (30 June 2023: 14,304 ) units - at net asset value		8,090,339 7,286,248
	<b>Batools Benefit Trust (Trust having common Director / Trustee)</b>		
	Outstanding 228,265(30 June 2023: 239,252) units - at net asset value		116,937,885 121,873,265
	<b>Fauji Fertilizer Company Limited</b>		
	Outstanding 5,310,640 (30 June 2023: 239,252) units - at net asset value		2,720,585,668 -
	<b>Shirazi Investments (Private) Limited (Group Company)</b>		
	Outstanding 4,095,088 (30 June 2023: 2,687,410) units - at net asset value		2,512,825,383 1,368,950,043
	<b>Directors and their close family members and key management personnel of the Management Company</b>	15.4	
	Outstanding 3,207,068 (30 June 2023: 4,545,121) units - at net asset value		1,642,947,510 2,315,383,921
15.3	Holding being more than 10% in the reporting period, disclosure is required.		
15.4	The transactions with related parties / connected persons are in the normal course of business at contracted rates and terms determined in accordance with market rates.		

# Atlas Money Market Fund

**15.5** As required under S.R.O. 592(I)/2023 dated May 17, 2023, the Management Company have developed a policy (without any exemption) to align the interests of its key employees i.e. (Chief Executive Officer and Chief Investment Officer) with those of the unit holders of the CISs managed by the Management Company. Accordingly, 20% of bonuses paid (net of tax) to these employees were retained and invested in the CIS managed by the Management Company. Included in the units above, bonuses paid to key employees in the form of units of the Fund (Atlas Money Market Fund return as on December 31, 2023 is 21.89%) include 180 units held by the Chief Executive Officer and 96 units held by the Chief Investments Officer having market value 92,247/- & 49,418/- respectively as at December 31, 2023.

## **16 FAIR VALUE MEASUREMENT**

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

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

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

## **17 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.

## **18 General**

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

## **19 DATE OF AUTHORISATION FOR ISSUE**

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on February 22, 2024.

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

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

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

## Atlas Liquid Fund

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### Corporate Information

**Trustee**

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

**Auditors**

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EY Ford Rhodes  
Chartered Accountants

**Legal Advisers**

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Bawaney & Partners

**Bankers**

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Allied Bank Limited  
Bank Alfalah Limited

# Atlas Liquid Fund

## 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 Company Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2023 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;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) 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 29, 2024

# Half Yearly Report 2023-24

## 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 2023 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 2023 and 31 December 2022 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 2023.

### 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 2024

**EY Ford Rhodes**  
Chartered Accountants

**Engagement Partner: Arslan Khalid**

# Atlas Liquid Fund

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

		December 31, 2023 Un-audited	June 30, 2023 Audited
	Note	Rupees	
<b>Assets</b>			
Bank balances	4	455,125,224	18,438,145
Investments	5	2,263,941,985	3,820,443,115
Receivable against sale of investments		1,290,000,000	24,870,100
Markup Accrued	6	71,792,116	35,145,919
Preliminary and floatation cost		349,277	410,080
Prepayments and other receivable	7	1,860,495	1,685,408
<b>Total assets</b>		<b>4,083,069,096</b>	<b>3,900,992,767</b>
<b>Liabilities</b>			
Payable to Atlas Asset Management Limited - Management Company	8	7,261,966	4,726,315
Payable to the Central Depository Company of Pakistan Limited - Trustee	9	308,666	195,882
Payable to the Securities and Exchange Commission of Pakistan	10	373,263	720,280
Accrued expenses and other liabilities	11	5,152,509	5,553,562
<b>Total liabilities</b>		<b>13,096,404</b>	<b>11,196,038</b>
<b>NET ASSETS</b>		<b>4,069,972,692</b>	<b>3,889,796,729</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>4,069,972,692</b>	<b>3,889,796,729</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	12		
		----- Number of units -----	
<b>NUMBER OF UNITS IN ISSUE</b>		<b>8,139,945</b>	<b>7,779,593</b>
		----- Rupees -----	
<b>NET ASSET VALUE PER UNIT</b>		<b>500.0000</b>	<b>500.000</b>

The annexed notes from 1 to 19 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 2023-24

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	Note	For the Half year ended December 31		For the Quarter Ended December 31	
		2023	2022	2023	2022
		Rupees		Rupees	
<b>Income</b>					
Profit on bank balances		15,482,100	28,892,675	12,033,646	12,765,784
Income from government securities		504,762,363	212,162,021	292,998,443	110,092,501
Interest income from sukuk certificates		39,238,844	16,744,664	10,787,080	6,078,965
Interest income on letter of placements		4,123,288	-	4,123,288	-
Interest Income from commercial papers		-	7,960,087	-	7,960,087
Capital gain / (loss) on sale of investments - net		36,178,176	21,998	2,308,712	(954,970)
Net unrealised (loss) / gain on re-measurement of investments classified as financial assets at fair value through profit or loss'		(1,735,023)	256,557	(1,013,953)	55,498
<b>Total income</b>		<b>598,049,748</b>	<b>266,038,001</b>	<b>321,237,215</b>	<b>135,997,866</b>
<b>Expenses</b>					
Remuneration of the Management Company	8.1	26,465,811	8,660,773	13,972,413	4,839,097
Sindh Sales Tax on remuneration of the Management Company	8.2	3,440,556	1,125,901	1,816,415	629,083
Accounting & Operational charges	8.3	2,730,203	1,743,599	1,480,863	875,550
Selling & Marketing expenses	8.4	3,276,243	-	1,777,035	-
Remuneration to the Central Depository Company of Pakistan Limited	9.1	1,501,611	958,980	814,474	481,553
Sindh Sales Tax on remuneration of the Trustee	9.2	195,209	124,667	105,882	62,606
Annual fee - Securities and Exchange Commission of Pakistan	10.1	2,047,652	348,720	1,110,647	175,110
Auditor's remuneration		367,510	260,281	204,383	171,425
Transaction Charges		17,532	10,960	15,836	4,630
Amortization of preliminary expenses and floatation costs		60,803	60,421	30,758	30,376
Annual Listing fee		16,702	13,863	6,521	(12,938)
Fund Rating Fee		138,613	126,686	69,117	64,086
Legal and professional charges		19,008	48,127	12,229	26,801
Printing Charges		20,038	11,909	20,038	2,909
Bank charges		575	3,235	301	692
<b>Total expenses</b>		<b>40,298,067</b>	<b>13,498,121</b>	<b>21,436,911</b>	<b>7,350,979</b>
<b>Net income for the period before taxation</b>		<b>557,751,681</b>	<b>252,539,880</b>	<b>299,800,304</b>	<b>128,646,887</b>
<b>Taxation</b>	14	-	-	-	-
<b>Net income for the period</b>		<b>557,751,681</b>	<b>252,539,880</b>	<b>299,800,304</b>	<b>128,646,887</b>
<b>Earnings per unit</b>	15				
<b>Allocation of net income for the period:</b>					
Net income for the period after taxation		557,751,681	252,539,880	299,800,302	128,646,887
Income already paid on units redeemed		-	-	-	-
		<b>557,751,681</b>	<b>252,539,880</b>	<b>299,800,302</b>	<b>128,646,887</b>
<b>Accounting income available for distribution:</b>					
- Relating to capital gains		36,178,176	278,554	2,308,712	55,498
- Excluding capital gains		521,573,505	252,261,326	297,491,590	128,591,389
		<b>557,751,681</b>	<b>252,539,880</b>	<b>299,800,302</b>	<b>128,646,887</b>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

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

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

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Liquid Fund

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	For the Half Year Ended 31 December		For the Quarter Ended 31 December	
	2023	2022	2023	2022
	----- Rupees -----		----- Rupees -----	
<b>Net income for the period</b>	<b>557,751,681</b>	<b>252,539,880</b>	<b>299,800,304</b>	<b>128,646,887</b>
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>557,751,681</b>	<b>252,539,880</b>	<b>299,800,304</b>	<b>128,646,887</b>

The annexed notes from 1 to 19 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 2023-24

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	For the period ended December 31, 2023			For the period ended December 31, 2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)		
Net assets at beginning of the period	3,889,796,729	-	3,889,796,729	3,441,105,828	-	3,441,105,828
Issuance of units 11,065,610 (2022: 2,841,684 units)						
- Capital value	5,532,805,114	-	5,532,805,114	1,420,842,729	-	1,420,842,729
- Element of income	-	-	-	-	-	-
	5,532,805,114	-	5,532,805,114	1,420,842,729	-	1,420,842,729
Redemption of 10,705,258 units (2022: 298,641 units)						
- Capital value	(5,352,629,151)	-	(5,352,629,151)	(149,320,655)	-	(149,320,655)
- Element of income	-	-	-	-	-	-
	(5,352,629,151)	-	(5,352,629,151)	(149,320,655)	-	(149,320,655)
Total comprehensive Income for the period	-	557,751,681	557,751,681	-	252,539,880	252,539,880
Distribution during the period - refer annexure A	-	(557,751,681)	(557,751,681)	-	(252,539,880)	(252,539,880)
Net assets at end of the period	4,069,972,692	-	4,069,972,692	4,712,627,902	-	4,712,627,902
Undistributed income brought forward comprises of :						
- Realised income		-			-	
- Unrealised income		-			-	
		-			-	
Accounting income available for distribution						
- Relating to capital gains	36,178,176			278,554		
- Excluding capital gains	521,573,505			252,261,326		
	557,751,681			252,539,880		
Distribution during the period	(557,751,681)			(252,539,880)		
Undistributed income carried forward		-			-	
Undistributed income carried forward comprises of :						
- Realised income		-			-	
- Unrealised income		-			-	
		-			-	
	(Rupees)			(Rupees)		
Net assets value per unit at beginning of the period	500.0000			500.0000		
Net assets value per unit at end of the period	500.0000			500.0000		

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

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

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Liquid Fund

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Note	For the Half Year Ended December 31	
		2023	2022
		----- Rupees -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net income for the period before taxation		557,751,681	252,539,880
<b>Adjustments for:</b>			
Profit on deposits with banks		(15,482,100)	(28,892,675)
Income from debt securities		(548,124,495)	(236,866,772)
Capital gain / (loss) on sale of investments - net		(36,178,176)	(21,998)
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		1,735,023	(256,557)
Amortization of preliminary expenses and floatation costs		60,803	60,421
		<b>(597,988,944)</b>	<b>(265,977,580)</b>
<b>(Increase ) / Decrease in assets</b>			
Receivable against sale of investments		(1,265,129,900)	-
Other Receivable		(175,086)	(29,018)
		<b>(1,265,304,985)</b>	<b>(29,018)</b>
<b>Decrease / (Increase ) in liabilities</b>			
Payable to Atlas Asset Management Company - Management Company		2,535,651	1,590,978
Payable to Central Depository Company of Pakistan Limited - Trustee		112,784	8,693
Payable to the Securities and Exchange Commission of Pakistan		(347,017)	81,307
Accrued expenses and other liabilities		(401,053)	2,425,863
		<b>1,900,366</b>	<b>4,106,841</b>
<b>Cash used in operations</b>		<b>(1,303,641,882)</b>	<b>(9,359,877)</b>
Interest received		526,960,398	270,255,653
Investments - net		1,590,944,282	(2,449,992,075)
<b>Net cash generated from / (used in) operating activities</b>		<b>814,262,798</b>	<b>(2,189,096,299)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Net receipts against issuance of units		5,532,805,114	1,420,842,729
Net payments against redemption of units		(5,352,629,151)	(149,320,655)
Cash dividend distribution		(557,751,681)	(252,539,880)
<b>Net cash (used in) / generated from financing activities</b>		<b>(377,575,718)</b>	<b>1,018,982,194</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>		<b>436,687,079</b>	<b>(1,170,114,105)</b>
Cash and cash equivalents at the beginning of the period		18,438,145	3,135,310,549
<b>Cash and cash equivalents at the end of the period</b>	4	<b>455,125,224</b>	<b>1,965,196,445</b>

The annexed notes from 1 to 19 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 DECEMBER 31, 2023

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Liquid Fund (the Fund) is an open-ended Fund constituted under a trust deed registered dated 30 July 2021 under the Sindh Trust Act, 2020 entered into between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the trustee. The investment activities and administration of the Fund are managed by AAML whose registered office is situated at Ground Floor, Federation House, Shahrah-e-Firdousi, Clifton, Karachi. The Securities and Exchange Commission of Pakistan (SECP) has authorized the offer of Units of the Fund and registered as a notified entity on 06 September 2021. SECP has approved this Offering Document on 07 September 2021.
- 1.2 The Fund has been categorised as a 'money market scheme' by the Board of Directors of the Management Company pursuant to the provision contained in Circular 07 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs 500 per unit. Thereafter, the units are being offered to the public for subscription on a continuous basis since 23 November 2021, and are transferable and redeemable by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.3 The objective of Atlas Liquid Fund (ALF) is to provide competitive return to its investors (with a periodic payout) by investing in low risk, highly liquid and short duration portfolio consist of money market instruments.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (2022: AM2+) on 22 December 2023 and maintained the Fund rating to AA+(f) on 18 October 2023.
- 1.5 As per the offering document of the Fund, an investor shall, at the time of opening an account, select the types of units in which the investor wishes to invest, i.e. Growth Unit and/or Income Unit. Furthermore, at the time of dividend distribution the unit holders receive additional units or cash dividend against Growth unit and Income unit, respectively. During the period all the units issued by the Fund are Growth units and dividend has been reinvested on daily basis.
- 1.6 As per the offering document of the Fund, the Management Company may decide to distribute all net profit (after deducting all expenses of the Fund) on a periodic basis (that is Daily, Weekly, Monthly, Quarterly and Yearly) as dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its net accounting income available for distribution for the year derived from sources other than capital gains, to the unitholders. During the period, the management has distributed all the net income earned by the Fund as Dividend to the unit holders which has been reinvested on daily basis.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

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

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

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

# Atlas Liquid Fund

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2023.

In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at 31 December 2023.

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

## 3 ACCOUNTING POLICIES

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

The preparation of these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

The significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements as at and for the year ended 30 June 2023.

The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended 30 June 2023.

		December 31, 2023 Un-audited	June 30, 2023 Audited
	Note	----- Rupees -----	-----
<b>4 BANK BALANCES</b>			
In local currency			
Profit and loss sharing accounts	4.1	<u>455,125,224</u>	<u>18,438,145</u>
<b>4.1</b>	The rate of return on these accounts ranges between 19.5% to 21.85% (30 June 2023: 12.90% to 19.50%) per annum.		

		December 31, 2023 Un-audited	June 30, 2023 Audited
	Note	----- Rupees -----	-----
<b>5 INVESTMENTS</b>			
<b>At fair value through profit or loss</b>			
- Treasury Bills (T-bills)	5.1	2,263,941,985	2,845,403,115
- Sukuk Certificates	5.2	-	576,000,000
- Pakistan Investment Bond (PIB's)	5.3	-	399,040,000
		<u>2,263,941,985</u>	<u>3,820,443,115</u>

# Half Yearly Report 2023-24

## 5.1 Government securities - Market Treasury Bills

Instrument	As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Carrying Cost as at December 31, 2023	Market Value as at December 31, 2023	Market value as a percentage of total investment	Market value as a percentage of net assets
	----- Face value (Rupees) -----				----- (Rupees) -----		----- Percentage -----	
03 Months - T-bills	2,902,500,000	46,322,250,000	49,039,750,000	185,000,000	179,639,026	179,538,985	7.93%	4.41%
06 Months - T-bills	-	8,545,000,000	6,295,000,000	2,250,000,000	2,086,037,982	2,084,403,000	92.07%	51.21%
12 Months - T-bills	-	2,785,000,000	2,785,000,000	-	-	-	-	-
<b>Total as at December 31, 2023</b>	<b>2,902,500,000</b>	<b>57,652,250,000</b>	<b>58,119,750,000</b>	<b>2,435,000,000</b>	<b>2,265,677,008</b>	<b>2,263,941,985</b>	<b>100.00%</b>	<b>55.63%</b>
Total as at June 30, 2023					2,847,560,526	2,845,403,115	74.00%	73.00%

**5.1.1** These Market Treasury Bills carry purchase yields ranging from 21.33% to 22.39% (30 June 2023 : 21.55% to 22.00%) and will mature by May 2024.

## 5.2 Sukuk Certificates

### Sukuk Certificates - unlisted

Name of Investee Company	As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Carrying Cost as at December 31, 2023	Market Value as at December 31, 2023	Market value as a percentage of total investment	Market value as a percentage of net assets
	----- Number of Sukuk Certificates -----				----- (Rupees) -----		----- Percentage -----	
K-Electric Supply Company Limited - Short Term Sukuk - 14	157,000,000	-	157,000,000	-	-	-	-	-
Lucky Electric Power Company Limited - Sukuk 6	59,000,000	-	59,000,000	-	-	-	-	-
The Hub Power Company Limited STS I	360,000,000	-	360,000,000	-	-	-	-	-
<b>Total as at December 31, 2023</b>	<b>576,000,000</b>	<b>-</b>	<b>576,000,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Total as at June 30, 2023					300,000,000	300,000,000	17.75%	14.81%

**5.2.1** The terms and conditions of unlisted Sukuk certificates are as follows:

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

## 5.3 Government securities - Pakistan Investment Bond

Particulars	As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Carrying Cost as at December 31, 2023	Market Value as at December 31, 2023	Market value as a percentage of total investment	Market value as a percentage of net assets
	----- Face value -----				----- (Rupees) -----		----- Percentage -----	
2 Years	400,000,000	1,790,000,000	2,190,000,000	-	-	-	-	-
<b>Total as at December 31, 2023</b>	<b>400,000,000</b>	<b>1,790,000,000</b>	<b>2,190,000,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Total as at June 30, 2023					399,634,655	399,040,000	10.44%	10.26%

# Atlas Liquid Fund

## 6 MARKUP ACCRUED

Markup accrued on:

Profit and loss sharing account  
Pakistan Investment Bonds (PIB's)  
Sukuk Certificates

December 31, 2023	June 30, 2023
Un-audited	Audited
----- Rupees -----	

14,319	42,575
71,777,797	8,650,788
-	26,452,556
<b>71,792,116</b>	<b>35,145,919</b>

## 7 PREPAYMENTS AND OTHER RECEIVABLE

- Prepaid listing fee  
- Prepaid Legal and Professional Charges  
- Prepaid Rating  
- Tax recoverable

	13,821	-
	24,159	-
	137,107	-
7.1	1,685,408	1,685,408
	<b>1,860,495</b>	<b>1,685,408</b>

7.1 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151 and 150. However, withholding tax on profit on debt paid to the Fund was deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated 12 May 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholder.

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. On January 28, 2016, the Board of Directors of the Management Company passed a resolution by circulation, authorising all CISs to file an appeal in the Honourable Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the CISs being managed by the Management Company. Accordingly, a petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit on debt has been shown as other receivables as at December 31, 2023 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

## 8 PAYABLE TO THE ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY - RELATED PARTY

December 31, 2023	June 30, 2023
Un-audited	Audited
----- Rupees -----	

Remuneration of the Management Company  
Sindh Sales Tax on remuneration of the Management Company  
Accounting and operational charges  
Selling & Marketing

8.1	4,413,771	3,161,902
8.2	573,592	410,849
8.3	497,568	474,247
8.4	1,777,035	679,317
	<b>7,261,966</b>	<b>4,726,315</b>

8.1 As per the amendments made in the NBFC Regulations, 2008 vide SRO 639 (I) / 2019 dated 20 June 2019, the Management Company shall set and disclose in the offering document the maximum rate of fee chargeable to Collective Investment Scheme within allowed expense ratio. The management company has set the maximum limit of 2% per annum of average annual net assets, within allowed expense in the offering document / NBFC regulations. The Management Company has charged its remuneration at the average rate of 0.97% (30 June 2023 : 0.68%) on the average annual net assets of the Fund. The fee is payable to the Management Company monthly in arrears.

# Half Yearly Report 2023-24

**8.2** During the period, an amount of Rs. 3,440,556 (Dec 31, 2022: Rs. 1,125,901) was charged on account of Sales Tax on remuneration of the Management Company levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

**8.3** 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 accounting and operational charges fee at an average rate of 0.10% (June 30, 2023: 0.13%) of average daily net assets of the Fund.

**8.4** The SECP through its SRO 639 (I)/2019 dated 20 June, 2019 has revised the conditions for charging of selling and marketing expenses to a fund. As per the revised guidelines, the maximum cap of 0.4% per annum has been lifted and now the Management Company is required to set a maximum limit for charging of such expense to the Fund and the same should be approved by the Board of Directors of the Management Company as part of the annual plan. Furthermore, the time limit of three years has also been removed in the revised conditions.

'Accordingly, the Management Company has charged selling and marketing expenses based on its discretion (duly authorised by the Board of Directors) while keeping in view the annual plan, overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations at the rate of 0.12% (30 June 2023 : 0.10%) of average daily net assets of the Fund.

		<b>December 31, 2023 Un-audited</b>	<b>June 30, 2023 Audited</b>
<b>9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY</b>	<b>Note</b>	<b>----- Rupees -----</b>	<b>-----</b>
Payable To trustee	9.1	273,157	173,347
Sindh sales tax payable on trustee fee	9.2	35,510	22,535
		<b>308,666</b>	<b>195,882</b>

**9.1** 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.

**9.2** During the period, an amount of Rs.195,209 (December 31, 2022: Rs.124,667) was charged on account of Sales Tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

		<b>December 31, 2023 Un-audited</b>	<b>June 30, 2023 Audited</b>
<b>10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>	<b>Note</b>	<b>----- Rupees -----</b>	<b>-----</b>
Annual fees payable	10.1	<b>373,263</b>	<b>720,280</b>

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

		<b>December 31, 2023 Un-audited</b>	<b>June 30, 2023 Audited</b>
<b>11 ACCRUED EXPENSES AND OTHER LIABILITIES</b>		<b>----- Rupees -----</b>	<b>-----</b>
Auditors' remuneration payable		399,910	591,301
Transaction Charges Payable		5,634	-
Withholding tax payable		4,736,965	4,947,203
Other payable		10,000	15,059
		<b>5,152,509</b>	<b>5,553,562</b>

# Atlas Liquid Fund

## 12 CONTINGENCIES AND COMMITMENTS

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

## 13 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 December 2023 is 1.48% (2023: 1.00%) which includes 0.21% (2023: 0.12%) representing government levies on the Fund such as provision for sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as a money market scheme.

## 14 TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income available for distribution for the year as reduced by capital gains whether realized or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the management intends to distribute atleast 90% of the income earned by the Fund for year ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these financial statements.

## 15 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.

## 16 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:

	For the Half Year Ended December 31,	
	2023 Un-audited	2022 Un-audited
	----- Rupees -----	
<b>16.1 Transactions during the period</b>		
<b>Atlas Asset Management Limited (Management Company)*</b>		
Remuneration for the period	26,465,811	8,660,773
Sindh sales tax on remuneration of the Management Company	3,440,556	1,125,901
Remuneration paid	25,213,942	6,984,706
Accounting and operational charges	2,730,203	1,743,599
Payment of accounting and operational charges	2,232,635	1,444,009
Selling & Marketing	3,276,243	-
<b>Central Depository Company of Pakistan Limited</b>		
Remuneration of the Trustee	1,501,611	958,980
Sindh Sales Tax on remuneration of the Trustee	195,209	124,667
Remuneration paid	1,401,802	951,287

# Half Yearly Report 2023-24

		For the Half Year Ended December 31,	
		2023 Un-audited	2022 Un-audited
		----- Rupees -----	
<b>16.1 Transactions during the period (Cont....)</b>			
<b>Atlas Honda Limited</b>			
Issue of 623,312 (2022:Nil) units	311,655,770	-	
Redemption of 1,600,000 (2022:Nil units)	800,000,000	-	
Dividend Entitlement	302,394,507	191,951,553	
<b>Atlas Metals (Private) Limited</b>			
Issue of 47,037 (2022:7044) units	23,518,289	-	
Redemption of 20,000 (2022:44,00) units	10,000,000	22,000,000	
Dividend Entitlement	2,465,425	4,565,621	
<b>Atlas Honda Limited (Emp.Prov.Fund)</b>			
Issue of 16,844 (2022:Nil) units	8,421,978	-	
Dividend Entitlement	8,175,870	5,001,157	
<b>Shirazi Trading Co. (Pvt.) Ltd. - Emp. Prov. Fund</b>			
Issue of 4,473 (2022:Nil) units	2,236,638	-	
Redemption of Nil (2022:20,939) units	-	10,469,667	
Dividend Entitlement	2,171,279	155,097	
<b>Honda Atlas Cars (Pakistan) Ltd.- Emp. Gratuity. Fund</b>			
Issue of 6,479 (2022:Nil) units	3,239,252	-	
Dividend Entitlement	3,144,594	1,923,540	
<b>Atlas Autos (Private) Limited</b>			
Issue of 6,211,474 (2022:12,802) units	3,105,736,903	6,401,214	
Redemption of 6,445,924 (2022:20,939) units	3,222,961,826	-	
Dividend Entitlement	104,861,324	6,401,214	
<b>Fauji Fertilizer Company Limited (more than 10% holding)</b>			
Issue of 1,139,843 (2022:Nil) units	569,921,255	-	
Redemption of 324,000 (2022:Nil) units	162,000,000	-	
Dividend Entitlement	19,921,255	-	
<b>Key Management Personnel Of The Management Company</b>			
Issue of 7,746 (2022: 5,798) units	3,873,235	2,899,130	
Redemption of 112,350 (2022: Nil) units	56,174,848	-	
Dividend Entitlement	3,732,812	2,899,130	
	<b>December 31,</b>	<b>June 30,</b>	
	<b>2023</b>	<b>2023</b>	
	<b>Un-audited</b>	<b>Audited</b>	
	----- Rupees -----		
<b>16.2 Details of balances with related parties as at the period end are as follows:</b>			
<b>Atlas Asset Management Limited (Management Company)</b>			
Remuneration payable to the management company	4,413,771	3,161,902	
Sindh Sales tax payable on remuneration of the Management Company	573,592	410,849	
Accounting and operational charges payable	497,568	474,247	
Selling & Marketing	1,777,035	679,317	
<b>Central Depository Company of Pakistan Limited (Trustee)</b>			
Trustee fee payable	273,157	173,347	
Sindh Sales tax payable on remuneration of trustee	35,510	22,535	
<b>Atlas Honda Limited - Employee Provident Fund</b>			
Outstanding 173,093 (June 30, 2023: 156,249 ) units	86,546,485	78,124,507	

# Atlas Liquid Fund

	December 31, 2023 Un-audited ----- Rupees -----	June 30, 2023 Audited
<b>16.2 Details of balances with related parties as at the period end are as follows: (Cont....)</b>		
<b>Atlas Honda Limited</b> Outstanding 5,940,716 (June 30, 2023: 6,917,404) units	2,970,357,772	3,458,702,002
<b>Shirazi Trading Co. (Pvt.) Limited - Emp. Prov. Fund</b> Outstanding units 45,969 (2023: 41,495 Units )	22,984,294	20,747,655
<b>Atlas Metals (Private) Limited</b> Outstanding 46,596 (June 30, 2023: 19,560) units	23,298,140	9,779,851
<b>Honda Atlas Cars (Pakistan) Ltd.- Emp. Gratuity. Fund</b> Outstanding 66,575 (June 30, 2023: 51,299) units	33,287,413	30,048,161
<b>Atlas Autos (Private) Limited</b> Outstanding 207,411 (June 30, 2023: 441,861) units	103,705,712	220,930,634
<b>Directors and their close family members and key management personnel of the Management Company</b> Outstanding 282 (June 30, 2023: 104,885) units	140,802	52,442,415
<b>Honda Atlas Cars (Pakistan) Emp Gratuity Limited</b> Outstanding Nil (June 30, 2023: 60,096) units	-	30,048,161
<b>Fauji Fertilizer Company Limited</b> Outstanding 815,843 (June 30, 2023: nill) units	407,921,255	-

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

As required under S.R.O. 592(I)/2023 dated May 17, 2023, the Management Company have developed a policy (without any exemption) to align the interests of its key employees i.e. (Chief Executive Officer and Chief Investment Officer) with those of the unit holders of the CISs managed by the Management Company. Accordingly, 20% of bonuses paid (net of tax) to these employees were retained and invested in the CIS managed by the Management Company. Included in the units above, bonuses paid to key employees in the form of units of the Fund (Atlas Liquid Fund return as on December 31, 2023 is 21.49%) include 183 units held by the Chief Executive Officer and 98 units held by the Chief Investments Officer having market value 91,687/- & 49,114/- (30 June 2023 : 84,000 & 45,000) respectively as at December 31, 2023.

## 17. 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.

### 17.1 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.

# Half Yearly Report 2023-24

- 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.

## 18. GENERAL

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

Units have been rounded off to the nearest decimal place.

## 19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on February 22, 2024.

**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

## Annexure “A”

### Distribution for the Half Year 2023-24

	Payout per unit	Payout Date	Payout per unit	Payout Date	Payout per unit
	Rupees		Rupees		Rupees
July 4, 2023	0.2990	September 4, 2023	0.2878	November 1, 2023	0.2528
July 5, 2023	0.2938	September 5, 2023	0.2748	November 2, 2023	0.5007
July 6, 2023	0.3046	September 6, 2023	0.2754	November 3, 2023	0.8680
July 7, 2023	0.8520	September 7, 2023	0.2586	November 6, 2023	0.2519
July 10, 2023	0.2855	September 8, 2023	0.8731	November 7, 2023	0.2424
July 11, 2023	0.2574	September 11, 2023	0.2863	November 8, 2023	0.5266
July 12, 2023	0.2791	September 12, 2023	0.2722	November 10, 2023	0.7547
July 13, 2023	0.3790	September 13, 2023	0.2673	November 13, 2023	0.2080
July 14, 2023	0.8618	September 14, 2023	0.2639	November 14, 2023	0.2678
July 17, 2023	0.2613	September 15, 2023	0.9543	November 15, 2023	0.2927
July 18, 2023	0.2781	September 18, 2023	0.2716	November 16, 2023	0.5417
July 19, 2023	0.2043	September 19, 2023	0.2701	November 17, 2023	0.7922
July 20, 2023	0.2643	September 20, 2023	0.2717	November 20, 2023	0.1790
July 21, 2023	0.8273	September 21, 2023	0.4728	November 21, 2023	0.2327
July 24, 2023	0.2740	September 22, 2023	0.8065	November 22, 2023	0.2413
July 25, 2023	0.2847	September 25, 2023	0.3874	November 23, 2023	0.2600
July 26, 2023	0.2739	September 26, 2023	0.2355	November 24, 2023	0.7834
July 27, 2023	1.1106	September 27, 2023	0.2520	November 27, 2023	0.2346
July 31, 2023	0.2499	September 28, 2023	0.7297	November 28, 2023	0.2817
August 1, 2023	0.4474	October 1, 2023	0.2776	November 29, 2023	0.2758
August 2, 2023	0.2718	October 2, 2023	0.3193	November 30, 2023	0.2150
August 3, 2023	0.2697	October 3, 2023	0.2791	December 1, 2023	0.7621
August 4, 2023	0.8074	October 4, 2023	0.2794	December 4, 2023	0.2294
August 7, 2023	0.2697	October 5, 2023	0.4677	December 5, 2023	0.2262
August 8, 2023	0.2772	October 6, 2023	0.8084	December 6, 2023	0.2018
August 9, 2023	0.2505	October 9, 2023	0.2170	December 7, 2023	0.2529
August 10, 2023	0.2664	October 10, 2023	0.2511	December 8, 2023	0.7465
August 11, 2023	1.1034	October 11, 2023	0.2815	December 11, 2023	0.2812
August 15, 2023	0.2635	October 12, 2023	0.2613	December 12, 2023	0.3094
August 16, 2023	0.2502	October 13, 2023	0.8414	December 13, 2023	0.2760
August 17, 2023	0.2502	October 16, 2023	0.2687	December 14, 2023	0.4868
August 18, 2023	0.8249	October 17, 2023	0.2229	December 15, 2023	0.7975
August 21, 2023	0.2970	October 18, 2023	0.2679	December 18, 2023	0.3065
August 22, 2023	0.3065	October 19, 2023	0.4645	December 19, 2023	0.2902
August 23, 2023	0.3241	October 20, 2023	0.8527	December 20, 2023	0.2642
August 24, 2023	0.3002	October 23, 2023	0.3158	December 21, 2023	0.2908
August 25, 2023	0.8186	October 24, 2023	0.2903	December 22, 2023	1.0140
August 28, 2023	0.3329	October 25, 2023	0.2870	December 26, 2023	0.2146
August 29, 2023	0.2670	October 26, 2023	0.2667	December 27, 2023	0.2490
August 30, 2023	0.2374	October 27, 2023	0.8252	December 28, 2023	0.3153
August 31, 2023	0.2339	October 30, 2023	0.3018	December 29, 2023	0.3269
September 1, 2023	0.8398	October 31, 2023	0.2176	December 31, 2023	0.6363

# Half Yearly Report 2023-24

## Annexure “A”

### Distribution for the Half Year 2022-23

Payout Date	Payout per unit	Payout Date	Payout per unit	Payout Date	Payout per unit
	Rupees		Rupees		Rupees
July 4, 2022	0.8410	September 8, 2022	0.1945	November 7, 2022	0.2201
July 5, 2022	0.1790	September 9, 2022	0.5750	November 8, 2022	0.4111
July 6, 2022	0.1668	September 12, 2022	0.1966	November 10, 2022	0.2033
July 7, 2022	1.0106	September 13, 2022	0.1852	November 11, 2022	0.5947
July 13, 2022	0.2508	September 14, 2022	0.1922	November 14, 2022	0.1973
July 14, 2022	0.4638	September 15, 2022	0.1960	November 15, 2022	0.1925
July 15, 2022	0.8383	September 16, 2022	0.5873	November 16, 2022	0.1959
July 18, 2022	0.1467	September 19, 2022	0.2042	November 17, 2022	0.1883
July 19, 2022	0.1366	September 20, 2022	0.2010	November 18, 2022	0.5989
July 20, 2022	0.1928	September 21, 2022	0.1923	November 21, 2022	0.2144
July 21, 2022	0.1535	September 22, 2022	0.2043	November 22, 2022	0.1988
July 22, 2022	0.5790	September 23, 2022	0.5936	November 23, 2022	0.1977
July 25, 2022	0.1716	September 26, 2022	0.2016	November 24, 2022	0.1967
July 26, 2022	0.1663	September 27, 2022	0.2102	November 25, 2022	0.6010
July 27, 2022	0.1578	September 28, 2022	0.2037	November 28, 2022	0.0000
July 28, 2022	0.1059	September 29, 2022	0.2041	November 29, 2022	0.0000
July 29, 2022	0.5480	September 30, 2022	0.1912	November 30, 2022	0.1421
August 1, 2022	0.2126	October 1, 2022	0.3856	December 1, 2022	0.2411
August 2, 2022	0.2221	October 3, 2022	0.1738	December 2, 2022	0.6726
August 3, 2022	0.2067	October 4, 2022	0.1886	December 5, 2022	0.2291
August 4, 2022	0.1994	October 5, 2022	0.1970	December 6, 2022	0.2169
August 5, 2022	0.9477	October 6, 2022	0.1883	December 7, 2022	0.1974
August 10, 2022	0.1869	October 7, 2022	0.6020	December 8, 2022	0.2216
August 11, 2022	0.1417	October 10, 2022	0.2019	December 9, 2022	0.6335
August 12, 2022	0.5706	October 11, 2022	0.2048	December 12, 2022	0.1812
August 15, 2022	0.1860	October 12, 2022	0.1953	December 13, 2022	0.2014
August 16, 2022	0.1802	October 13, 2022	0.1962	December 14, 2022	0.2029
August 17, 2022	0.1708	October 14, 2022	0.5873	December 15, 2022	0.2303
August 18, 2022	0.1907	October 17, 2022	0.1912	December 16, 2022	0.6327
August 19, 2022	0.5641	October 18, 2022	0.1904	December 19, 2022	0.2175
August 22, 2022	0.1862	October 19, 2022	0.1978	December 20, 2022	0.2108
August 23, 2022	0.1885	October 20, 2022	0.1966	December 21, 2022	0.2256
August 24, 2022	0.2082	October 21, 2022	0.5901	December 22, 2022	0.2099
August 25, 2022	0.1980	October 24, 2022	0.2266	December 23, 2022	0.6171
August 26, 2022	0.5889	October 25, 2022	0.2433	December 26, 2022	0.2074
August 29, 2022	0.1979	October 26, 2022	0.2088	December 27, 2022	0.2178
August 30, 2022	0.1994	October 27, 2022	0.2080	December 28, 2022	0.2265
August 31, 2022	0.1958	October 28, 2022	0.5669	December 29, 2022	0.2708
September 1, 2022	0.1994	October 31, 2022	0.1910	December 30, 2022	0.8741
September 2, 2022	0.6052	November 1, 2022	0.1980		
September 5, 2022	0.2071	November 2, 2022	0.2025		
September 6, 2022	0.1964	November 3, 2022	0.1962		
September 7, 2022	0.2007	November 4, 2022	0.6199		

## Corporate Information

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### **Trustee**

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

### **Auditors**

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A. F. Ferguson & Co.  
Chartered Accountants

### **Legal Advisers**

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Bawaney & Partners

### **Bankers**

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Allied Bank Limited  
Bank Alfalah Limited  
Bank Al Habib Limited  
Faysal Bank Limited  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
MCB Bank Limited  
Samba Bank Limited  
Soneri Bank Limited  
HBL Microfinance Bank  
Zarai Taraqiyati 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 Company Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2023 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;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) 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 29, 2024

# 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, 2023 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 statement of cash flows 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, 2023. The Management Company (Atlas Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with the 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, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

### 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 2024

Karachi

# Half Yearly Report 2023-24

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

		December 31, 2023 (Un-audited) ----- (Rupees) -----	June 30, 2023 (Audited) -----
<b>ASSETS</b>	<b>Note</b>		
Bank balances	4	286,439,391	8,045,934
Investments	5	5,207,038,761	518,799,146
Mark-up receivable		11,148,523	8,601,889
Receivable against sale of investment		-	54,714,220
Deposits, prepayments and other receivable		3,402,224	3,097,602
<b>Total assets</b>		<b>5,508,028,899</b>	<b>593,258,791</b>
<b>LIABILITIES</b>			
Payable to Atlas Asset Management Limited - Management Company	6	4,634,847	1,830,278
Payable to the Central Depository Company of Pakistan Limited - Trustee	7	122,116	27,505
Payable to the Securities and Exchange Commission of Pakistan	8	147,379	182,552
Payable against redemption of units		167,657,069	-
Accrued expenses and other liabilities	9	773,692	5,364,773
<b>Total liabilities</b>		<b>173,335,103</b>	<b>7,405,108</b>
<b>NET ASSETS</b>		<b>5,334,693,796</b>	<b>585,853,683</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>5,334,693,796</b>	<b>585,853,683</b>
<b>Contingencies and commitments</b>	10		
		----- (Number of units) -----	
<b>Number of units in issue</b>		<b>47,027,985</b>	<b>5,755,910</b>
		----- (Rupees) -----	
<b>Net asset value per unit</b>		<b>113.4366</b>	<b>101.7830</b>

The annexed notes from 1 to 19 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 DECEMBER 31, 2023

		Half year ended December 31,		Quarter ended December 31,	
		2023	2022	2023	2022
INCOME	Note	(Rupees)			
Mark-up income	11	104,629,181	83,605,199	73,047,264	40,977,110
Realised gain / (loss) on sale of investments - net		1,139,413	(191,070)	627,088	(281,582)
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.4	(2,126,447)	(5,613,493)	(3,124,931)	(5,549,663)
		(987,034)	(5,804,563)	(2,497,843)	(5,831,245)
Total income		103,642,147	77,800,636	70,549,421	35,145,865
EXPENSES					
Remuneration of Atlas Asset Management Limited - Management Company	6.1	6,171,106	5,209,548	4,355,962	2,769,483
Sindh Sales Tax on remuneration of Management Company	6.2	802,239	677,241	566,276	360,033
Accounting and operational charges	6.4	473,106	764,450	327,895	356,318
Selling and Marketing expenses	6.5	473,104	-	327,893	-
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	7.1	260,207	297,007	180,341	147,362
Sindh Sales Tax on remuneration of the Trustee	7.2	33,819	38,611	23,440	19,157
Annual fee to the Securities and Exchange Commission of Pakistan	8.1	354,833	107,980	245,923	53,567
Transaction charges		2,827	152,500	1,132	134,962
NCCPL - Other service charges		204,800	-	92,000	5,598
Auditors' remuneration		311,002	173,355	161,499	152,500
Annual rating fee		269,040	245,469	135,991	-
Annual listing fee		16,702	13,863	6,521	82,887
Printing charges		2,873	9,987	2,873	987
Legal and professional charges		269,008	141,187	262,229	119,862
Bank charges		4,263	10,302	478	1,501
Total expenses		9,648,929	7,841,500	6,690,453	4,204,217
Net income for the period before taxation		93,993,218	69,959,136	63,858,968	30,941,648
Taxation	12	-	-	-	-
Net income for the period after taxation		93,993,218	69,959,136	63,858,968	30,941,648
Earnings per unit	13				
Allocation of net income for the period					
- Net income for the period after taxation		93,993,218	69,959,136	63,858,968	30,941,648
- Income already paid on units redeemed		(6,647,171)	(4,101,068)	(2,933,265)	(432,452)
		87,346,047	65,858,068	60,925,703	30,509,196
Accounting income available for distribution					
- Relating to capital gains		-	-	-	-
- Excluding capital gains		87,346,047	65,858,068	60,925,703	30,509,196
		87,346,047	65,858,068	60,925,703	30,509,196

The annexed notes from 1 to 19 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 2023-24

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	Half year ended December 31,		Quarter ended December 31,	
	2023	2022	2023	2022
	----- (Rupees) -----			
<b>Net income for the period after taxation</b>	<b>93,993,218</b>	<b>69,959,136</b>	<b>63,858,968</b>	<b>30,941,648</b>
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>93,993,218</b>	<b>69,959,136</b>	<b>63,858,968</b>	<b>30,941,648</b>

The annexed notes from 1 to 19 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 DECEMBER 31, 2023

	Half year ended December 31, 2023			Half year ended December 31, 2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)		
<b>Net assets at the beginning of the period (audited)</b>	<b>568,238,917</b>	<b>17,614,766</b>	<b>585,853,683</b>	<b>1,199,578,052</b>	<b>14,666,082</b>	<b>1,214,244,134</b>
Issuance of 44,015,994 units (2022: 1,185,193 units)						
- Capital value (at net asset value per unit at the beginning of the period)	4,480,079,917	-	4,480,079,917	120,013,117	-	120,013,117
- Element of income	476,187,139	-	476,187,139	3,143,796	-	3,143,796
Total proceeds on issuance of units	<b>4,956,267,056</b>	<b>-</b>	<b>4,956,267,056</b>	<b>123,156,913</b>	<b>-</b>	<b>123,156,913</b>
Redemption of 2,743,919 units (2022: 3,217,541 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(279,284,308)	-	(279,284,308)	(325,809,489)	-	(325,809,489)
- Element of income	(15,488,682)	-	(15,488,682)	(694,465)	-	(694,465)
- Income already paid on redemption of units	-	(6,647,171)	(6,647,171)	-	(4,101,068)	(4,101,068)
Total payments on redemption of units	<b>(294,772,990)</b>	<b>(6,647,171)</b>	<b>(301,420,161)</b>	<b>(326,503,954)</b>	<b>(4,101,068)</b>	<b>(330,605,022)</b>
Total comprehensive income for the period	-	93,993,218	93,993,218	-	69,959,136	69,959,136
<b>Net assets at the end of the period (un-audited)</b>	<b>5,229,732,983</b>	<b>104,960,813</b>	<b>5,334,693,796</b>	<b>996,231,011</b>	<b>80,524,150</b>	<b>1,076,755,161</b>
<b>Undistributed income brought forward:</b>						
- Realised income		23,298,610			12,993,417	
- Unrealised (loss) / income		(5,683,844)			1,672,665	
		<b>17,614,766</b>			<b>14,666,082</b>	
<b>Accounting income available for distribution</b>						
- Relating to capital gains	-			-		
- Excluding capital gains	87,346,047			65,858,068		
	<b>87,346,047</b>			<b>65,858,068</b>		
Undistributed income carried forward	<b>104,960,813</b>			<b>80,524,150</b>		
<b>Undistributed income carried forward:</b>						
- Realised income	107,087,260			86,137,643		
- Unrealised loss	(2,126,447)			(5,613,493)		
	<b>104,960,813</b>			<b>80,524,150</b>		
<b>Net asset value per unit at the beginning of the period</b>	<b>101.7830</b>			<b>101.2604</b>		
<b>Net asset value per unit at the end of the period</b>	<b>113.4366</b>			<b>108.1193</b>		

The annexed notes from 1 to 19 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 2023-24

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Note	Half year ended December 31,	
	2023	2022
	----- Rupees -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period before taxation	<b>93,993,218</b>	<b>69,959,136</b>
<b>Adjustments:</b>		
Mark-up income	(104,629,181)	(83,605,199)
Realised gain / (loss) on sale of investments - net	(1,139,413)	191,070
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	2,126,447	5,613,493
	<b>(103,642,147)</b>	<b>(77,800,636)</b>
<b>Decrease / (increase) in assets</b>		
Receivable against sale of investment	54,714,220	-
Deposits, prepayments and other receivable	(304,622)	(20,113)
	<b>54,409,598</b>	<b>(20,113)</b>
<b>(Decrease) / increase in liabilities</b>		
Payable to Atlas Asset Management Limited - Management Company	2,804,569	213,787
Payable to the Central Depository Company of Pakistan Limited - Trustee	94,611	(6,836)
Payable to the Securities and Exchange Commission of Pakistan	(35,173)	(296,169)
Accrued expenses and other liabilities	(4,591,081)	(7,003,453)
	<b>(1,727,074)</b>	<b>(7,092,671)</b>
Mark-up received	102,082,547	79,428,912
Amount (paid) / received on purchase and sale / maturity of investments - net	(4,113,648,549)	280,583,379
<b>Net cash (used in) / generated from operating activities</b>	<b>(3,968,532,407)</b>	<b>345,058,007</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Amount received on issuance of units	4,956,267,056	123,156,913
Amount paid on redemption of units	(133,763,092)	(330,605,022)
Cash dividend paid	-	(5,776,900)
<b>Net cash generated from / (used in) from financing activities</b>	<b>4,822,503,964</b>	<b>(213,225,009)</b>
<b>Net increase in cash and cash equivalents during the period</b>	<b>853,971,557</b>	<b>131,832,998</b>
Cash and cash equivalents at the beginning of the period	8,045,934	43,498,607
<b>Cash and cash equivalents at the end of the period</b>	<b>862,017,491</b>	<b>175,331,605</b>

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The annexed notes from 1 to 19 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 DECEMBER 31, 2023

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Sovereign Fund (the Fund) is an open ended Fund constituted under a Trust Deed entered into on August 19, 2014 between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed has been revised through the First 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, Tenth, Eleventh and Twelfth Supplements dated March 24, 2015, August 03, 2015, June 23, 2016, October 13, 2016, June 02, 2017, April 18, 2018, August 20, 2018, October 02, 2019, October 30, 2019, April 01, 2020, November 12, 2021 and April 14, 2022 respectively, with the approval of the SECP.
- 1.2 During the year ended June 30, 2021, The Trust Act, 1882 was repealed due to promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act were introduced. The Management Company submitted the Collective Investment Scheme Trust Deed to the Registrar (acting under Sindh Trusts Act, 2020) to fulfil the requirement for registration of Trust Deed under Sindh Trusts Act, 2020. Accordingly on July 26, 2021, the Trust Deed was registered under the Sindh Trusts Act, 2020.
- 1.3 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at Ground Floor, Federation House, Shahrah e Firdousi, Clifton, Karachi.
- 1.4 The Fund has been categorised as a '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 Pakistan Stock Exchange Limited. The units of the Fund are being offered for public subscription at a par value of Rs. 100 per unit from August 19, 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 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 22, 2023 (June 30, 2023: AM2+ on December 23, 2022) and has maintained the stability rating of the Fund to "AA-(f)" on October 18, 2023 [June 30, 2023: "AA-(f)" on April 17, 2023].
- 1.7 Title 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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2023.

- 2.2 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 December 31, 2023.

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

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

- 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, 2023. 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, 2023.

- 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 published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. 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, 2024. 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.

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	----- (Rupees) -----	
<b>4 BANK BALANCES</b>			
Saving accounts	4.1	286,439,391	8,045,934
		<b>286,439,391</b>	<b>8,045,934</b>

- 4.1 The rate of return on these saving accounts ranges between 14.50% to 21.85% (June 30, 2023: 12.90% and 19.50%) per annum.

# Atlas Sovereign Fund

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)	
	Note	----- (Rupees) -----	----- (Rupees) -----	
5	INVESTMENTS			
	Financial assets at 'fair value through profit or loss'			
	Government securities - Market Treasury Bills	5.1	4,792,409,511	105,653,646
	Government securities - Pakistan Investment Bonds	5.2	386,964,250	380,580,500
	Sukuk certificates - Unlisted	5.3	27,665,000	32,565,000
			<u>5,207,038,761</u>	<u>518,799,146</u>

## 5.1 Government securities - Market Treasury Bills

Particulars	Face value				As at December 31, 2023			Market value as a percentage of	
	As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the Fund	Net assets of the Fund
----- Rupees -----									
03 Months - T-bills	108,000,000	2,954,000,000	2,462,000,000	600,000,000	575,677,352	575,578,100	(99,252)	11.05%	10.79%
06 Months - T-bills	-	870,000,000	828,220,000	41,780,000	38,762,378	38,702,527	(59,851)	0.74%	0.73%
12 Months - T-bills	-	5,061,000,000	50,000,000	5,011,000,000	4,186,589,915	4,178,128,884	(8,461,031)	80.24%	78.32%
<b>Total as at December 31, 2023 (Un-audited)</b>	<b>108,000,000</b>	<b>8,885,000,000</b>	<b>3,340,220,000</b>	<b>5,652,780,000</b>	<b>4,801,029,645</b>	<b>4,792,409,511</b>	<b>(8,620,134)</b>	<b>92.03%</b>	<b>89.84%</b>
<b>Total as at June 30, 2023 (Audited)</b>					<b>105,740,009</b>	<b>105,653,646</b>	<b>(86,363)</b>	<b>20.37%</b>	<b>18.03%</b>

5.1.1 The cost of these investments as on December 31, 2023 is Rs 4,801,029,645 (June 30, 2023: Rs. 105,740,009).

5.1.2 These Market Treasury Bills carry purchase yields ranging from 21.15% to 21.50% (June 30, 2023: 21.55% to 22.00%) per annum.

## 5.2 Government securities - Pakistan Investment Bonds

Particulars	Face value				As at December 31, 2023			Market value as a percentage of	
	As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the Fund	Net assets of the Fund
----- Rupees -----									
05 Years PIB - Floating	317,500,000	-	-	317,500,000	309,158,000	313,179,250	4,021,250	6.01%	5.87%
10 Years PIB - Floating	75,000,000	-	-	75,000,000	71,422,500	73,785,000	2,362,500	1.42%	1.38%
<b>Total as at December 31, 2023 (Un-audited)</b>	<b>392,500,000</b>	<b>-</b>	<b>-</b>	<b>392,500,000</b>	<b>380,580,500</b>	<b>386,964,250</b>	<b>6,383,750</b>	<b>7.43%</b>	<b>7.25%</b>
<b>Total as at June 30, 2023 (Audited)</b>					<b>386,080,480</b>	<b>380,580,500</b>	<b>(5,499,980)</b>	<b>73.36%</b>	<b>64.96%</b>

5.2.1 The cost of these investments as on December 31, 2023 is Rs. 380,580,500 (June 30, 2023: Rs. 386,080,480).

5.2.2 These Pakistan Investment Bonds carry purchase yields ranging from 8.18% to 17.10% (June 30, 2023: 8.18% to 17.10%) per annum and will mature from June 18, 2025 to June 18, 2030.

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## 5.3 Sukuk certificates - Unlisted

Name of Investee Company	Profit payments / principal redemptions	Maturity date	Profit rate	As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Carrying value as at December 31, 2023	Market value as at December 31, 2023	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) (Face value of Rs. 68,750 per certificate)	Quarterly	July 15, 2026	3 months Kibor plus 1.55%	400	-	-	400	27,555,063	27,665,000	109,937	0.53%	0.52%	
Total as at December 31, 2023 (Un-audited)								27,555,063	27,665,000	109,937	0.53%	0.52%	
Total as at June 30, 2023 (Audited)								32,662,501	32,565,000	(97,501)	6.28%	5.56%	

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

	Note	December 31, 2023 (Un-audited) ----- (Rupees) -----	June 30, 2023 (Audited) -----
Market value of investments	5.1, 5.2 & 5.3	5,207,038,761	518,799,146
Less: carrying value of investments	5.1, 5.2 & 5.3	(5,209,165,208)	(524,482,990)
		<b>(2,126,447)</b>	<b>(5,683,844)</b>

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

Management fee payable	6.1	2,713,496	553,251
Sindh Sales Tax payable on management fee	6.2	491,614	210,775
Federal Excise Duty payable on management fee	6.3	905,341	905,341
Accounting and operational charges payable	6.4	196,504	66,387
Selling and marketing expenses payable	6.5	327,892	94,524
		<b>4,634,847</b>	<b>1,830,278</b>

**6.1** As per regulation 61 of the NBFC Regulations, the Management Company of the Fund is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the average rate of 1.27% (June 30, 2023 : 1.04%) on the average annual net assets of the Fund during the period ended December 31, 2023. The remuneration is payable to the Management Company monthly in arrears.

**6.2** During the period, an amount of Rs. 802,239 (December 31, 2022: Rs. 677,241) was charged on account of sales tax on remuneration of the Management Company levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

**6.3** The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration was already subject to Provincial Sales Tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 04, 2013 a constitutional petition was filed with the Honourable 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 Honourable Supreme Court of Pakistan which is pending adjudication.

# Atlas Sovereign Fund

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 Honourable Supreme Court of Pakistan. Had the provision not been made, the NAV per unit of the Fund would have been higher by Re. 0.02 (June 30, 2023: Re. 0.16) 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).

During the period, the Management Company based on its own discretion has charged such expenses at the rate of 0.10% (June 30, 2023: 0.13%) of the average annual net assets of the Fund from July 01, 2023 to December 31, 2023.

- 6.5** The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) upto a maximum limit approved by the Board of Directors of the Management Company as part of annual plan.

Accordingly, the Management Company has charged selling and marketing expenses based on its discretion (duly approved by the Board of Directors) while keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations, 2008. Keeping in view the maximum allowable threshold, the Management Company has charged such expenses at the rate of 0.10% (June 30, 2023: 0.10%) of the average annual net assets of the Fund during the current period.

<b>7 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE</b>	<b>Note</b>	<b>December 31, 2023 (Un-audited)</b>	<b>June 30, 2023 (Audited)</b>
		<b>----- (Rupees) -----</b>	<b>----- (Rupees) -----</b>
Trustee fee payable	7.1	108,068	24,334
Sindh Sales Tax payable on Trustee fee	7.2	14,048	3,171
		<b>122,116</b>	<b>27,505</b>

- 7.1** The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. During the period, the Trustee fee has been charged at the rate of 0.075% (June 30, 2023: 0.055%) of average annual net assets of the Fund.

- 7.2** During the period, an amount of Rs. 33,819 (December 31, 2022: Rs. 38,611) was charged on account of Sales Tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

<b>8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>	<b>Note</b>	<b>December 31, 2023 (Un-audited)</b>	<b>June 30, 2023 (Audited)</b>
		<b>----- (Rupees) -----</b>	<b>----- (Rupees) -----</b>
Annual fee payable	8.1	147,379	182,552

- 8.1** In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

Effective from July 1, 2023, the SECP vide SRO No. 592(I)/2023 dated May 17, 2023, has revised the rate of fee to 0.075% per annum of the daily net assets of the Fund, applicable to "Income scheme". Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged the SECP fee at the rate of 0.075% per annum of the daily net assets during the period.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month. Previously, the Fund was required to pay SECP fee within three months of the close of accounting year.

# Half Yearly Report 2023-24

	December 31, 2023 (Un-audited) ----- (Rupees) -----	June 30, 2023 (Audited)
<b>9 ACCRUED EXPENSES AND OTHER LIABILITIES</b>		
Auditors' remuneration payable	343,402	351,000
Withholding tax payable	24,067	4,591,215
Capital gain tax payable	5,887	19,704
Transaction charges payable	138	1,769
Printing charges payable	2,274	2,274
Legal and professional charges payable	350,000	350,000
Other payables	47,924	48,811
	<b>773,692</b>	<b>5,364,773</b>

## 10 CONTINGENCIES AND COMMITMENTS

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

		For the Half year ended December 31,	
		2023	2022
		(Un-audited)	
		----- (Rupees) -----	
<b>11 MARK-UP INCOME</b>	<b>Note</b>		
Mark-up on:			
- Bank balances	4.1	4,008,443	1,947,403
- Sukuk certificates - Unlisted		3,549,918	3,336,138
- Government securities - Pakistan Investment Bonds		43,880,523	33,654,682
- Government securities - Market Treasury Bills		53,190,297	42,544,721
- Commercial papers		-	2,122,255
		<b>104,629,181</b>	<b>83,605,199</b>

## 12 TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income available for distribution for the year as reduced by capital gains whether realized or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the management intends to distribute atleast 90% of the income earned by the Fund for year ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these 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.

		For the Half year ended December 31,	
		2023	2022
		(Un-audited)	
		----- (Rupees) -----	
<b>14 CASH AND CASH EQUIVALENTS</b>	<b>Note</b>		
Bank Balances	4.1	286,439,391	14,997,105
Government securities - Market Treasury Bills		575,578,100	160,334,500
		<b>862,017,491</b>	<b>175,331,605</b>

# Atlas Sovereign Fund

## 15 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at December 31, 2023 based on current period results is 1.99% (December 31, 2022: 1.45%) which includes 0.25% (December 31, 2022: 0.15%) representing government levies on the Fund such as sales taxes, annual fee to the SECP etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an "Income Scheme".

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

- 16.1** 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 entity in which the Management Company, its CISs or their connected persons have material interest, 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.
- 16.2** 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.
- 16.3** 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.
- 16.4** 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 December 31,	
	2023	2022
	(Un-audited)	
	----- (Rupees) -----	
<b>16.5 Transactions during the period:</b>		
<b>Atlas Asset Management Limited (Management Company)</b>		
Remuneration of the Management Company including sales tax thereon	6,973,345	5,886,789
Accounting and operation charges	473,106	764,450
Selling and Marketing expenses	473,104	-
Issue of 302 units (2022: Nil units)	32,415	-
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Remuneration of the Trustee including sales tax thereon	294,026	335,618
<b>Atlas Group of Companies - Management Staff Gratuity Fund (Retirement Benefit Plan of a Group Company)</b>		
Issue of Nil units (2022: 619,150 units)	-	64,000,000
<b>Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund (Retirement Benefit Plan of a Group Company)</b>		
Redemption of 996,884 units (2022: Nil units)	105,000,000	-
<b>Atlas Honda Limited (Group Company)</b>		
Issue of 37,630,804 units (2022: 63,107 units)	4,248,721,967	6,596,361
<b>Atlas Foundation (Trust having common Director / Trustee)</b>		
Issue of 1,097 units (2022: Nil units)	117,741	-
Redemption of Nil units (2022: 937,187 units)	-	96,085,774
<b>Shirazi Investments (Private) Limited (Group Company)</b>		
Issue of 901,068 units (2022: Nil units)	99,864,698	-
Redemption of Nil units (2022: 1,994,554 units)	-	204,417,639

# Half Yearly Report 2023-24

		For the Half Year Ended December 31,	
		2023	2022
		(Un-audited)	
		----- (Rupees) -----	
<b>16.5 Transactions during the period (Cont....):</b>			
<b>Atlas Autos (Private) Limited</b>			
Issue of 1,342,251 units (2022: Nil units)	148,843,551	-	
<b>Directors and their close family members and key management personnel of the Management Company</b>			
Issue of Nil units (2022: 13,752 units)	-	1,423,896	
Redemption of 531,909 units (2022: 21,597 units)	50,176,277	2,249,830	
	<b>December 31, 2023</b>	<b>June 30, 2023</b>	
	<b>(Un-audited)</b>	<b>(Audited)</b>	
	----- (Rupees) -----		
<b>16.6 Balances outstanding as at period / year end</b>			
<b>Atlas Asset Management Limited (Management Company)</b>			
Management fee payable	2,713,496	553,251	
Sindh Sales Tax payable on management fee	491,614	210,775	
Federal Excise Duty payable on management fee	905,341	905,341	
Accounting and operational charges payable	196,504	66,387	
Selling and marketing expenses payable	327,892	94,524	
Outstanding 83,704 (June 30, 2023: 83,402) units	9,495,097	8,488,906	
<b>Central Depository Company of Pakistan Limited (Trustee)</b>			
Trustee fee payable	108,068	24,334	
Sindh Sales Tax payable on Trustee fee	14,048	3,171	
<b>Atlas Foundation (Trust having common Director / Trustee)</b>			
Outstanding 1,097 (June 30, 2023: Nil) units	124,440	-	
<b>Shirazi Investments (Private) Limited (Group Company)</b>			
Outstanding 901,068 (June 30, 2023: Nil) units	102,214,090	-	
<b>Atlas Honda Limited (Group Company)</b>			
Outstanding 37,630,804 (June 30, 2023: Nil) units	4,268,710,461	-	
<b>Atlas Autos (Private) Limited</b>			
Outstanding 1,342,251 (June 30, 2023: Nil) units	152,260,390	-	
<b>Shirazi Trading Company (Private) Limited (Employees Provident Fund)</b>			
Outstanding 510,976 (June 30, 2023: 510,976) units	57,963,380	52,008,670	
<b>Atlas Group of Companies, Management Staff Gratuity Fund (Retirement Benefit Plan of a Group Company)</b>			
Outstanding 1,647,986 units (June 30, 2023: 1,647,986 units)	186,941,929	167,736,959	
<b>Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund (Retirement Benefit Plan of Group Company)</b>			
Outstanding 1,417,821 units (June 30, 2023: 2,414,705 units)	160,832,794	245,775,919	
<b>Directors and their close family members and key management personnel of the Management Company</b>			
Outstanding 258,066 units (June 30, 2023: 789,975 units) - see note 15.7	29,274,181	80,406,025	

# Atlas Sovereign Fund

- 16.7 As required under S.R.O. 592(I)/2023 dated May 17, 2023, the Management Company have developed a policy (without any exemption) to align the interests of its key employees i.e. (Chief Executive Officer and Chief Investment Officer) with those of the unit holders of the CISs managed by the Management Company. Accordingly, 20% of bonuses paid (net of tax) to these employees were retained and invested in the CIS managed by the Management Company. Included in the units above, bonuses paid to key employees in the form of units of the Fund (Atlas Sovereign Fund return as on December 31, 2023 is 22.71%) includes 829 units held by the Chief Executive Officer and 444 units held by the Chief Investment Officer having market value Rs. 94,074 and Rs. 50,397 respectively as at December 31, 2023 (June 30, 2023 : Rs. 84,409 and Rs. 45,219 respectively).

## 17 FAIR VALUE OF 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 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.

### 17.1 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, 2023 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

----- As at December 31, 2023 (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	-	4,792,409,511	-	4,792,409,511
Government securities - Pakistan Investment Bonds	-	386,964,250	-	386,964,250
Sukuk certificates - Unlisted	-	27,665,000	-	27,665,000
	-	<b>5,207,038,761</b>	-	<b>5,207,038,761</b>

----- As at June 30, 2023 (Audited) -----			
Level 1	Level 2	Level 3	Total
----- (Rupees) -----			

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

Government securities - Market Treasury Bills	-	105,653,646	-	105,653,646
Government securities - Pakistan Investment Bonds	-	380,580,500	-	380,580,500
Sukuk certificates - Unlisted	-	32,565,000	-	32,565,000
	-	<b>518,799,146</b>	-	<b>518,799,146</b>

# Half Yearly Report 2023-24

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.

## 18 GENERAL

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

## 19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on February 22, 2024.

**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

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### Trustee

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

### Auditors

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A. F. Ferguson & Co.  
Chartered Accountants

### Legal Advisers

---

Mohsin Tayebaly & Co.

### Bankers

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Allied Bank Limited  
Bank Alfalah Limited  
Bank Al Habib Limited  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
HBL Microfinance Bank  
JS Bank Limited  
MCB Bank Limited  
Samba Bank Limited  
Soneri Bank Limited  
Zarai 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 Income Fund (the Fund) are of the opinion that Atlas Asset Management Company Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2023 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;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) 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 29, 2024

# Atlas Income 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 Income Fund** (the Fund) as at December 31, 2023 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 statement of cash flows 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, 2023. The Management Company (Atlas Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with the 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, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

### 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 2024

Karachi

# Half Yearly Report 2023-24

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

		December 31, 2023 (Un-audited) Note ----- (Rupees) -----	June 30, 2023 (Audited) -----
<b>ASSETS</b>			
Cash and bank balances	4	773,251,453	33,096,503
Investments	5	4,487,802,011	3,471,494,778
Receivable against sale of investments		-	34,818,140
Receivable against Margin Trading System		1,601,298	-
Mark-up receivable		49,979,199	34,104,536
Advances, deposits, prepayments and other receivables		10,168,767	9,409,367
<b>Total assets</b>		<b>5,322,802,728</b>	<b>3,582,923,324</b>
<b>LIABILITIES</b>			
Payable to Atlas Asset Management Limited - Management Company	6	35,939,491	32,572,820
Payable to the Central Depository Company of Pakistan Limited - Trustee	7	371,818	244,762
Payable to the Securities and Exchange Commission of Pakistan	8	328,859	760,848
Payable against redemption of units		506,887	100,081
Dividend payable		203,532	981,850
Accrued expenses and other liabilities	9	2,467,488	60,931,241
<b>Total liabilities</b>		<b>39,818,075</b>	<b>95,591,602</b>
<b>NET ASSETS</b>		<b>5,282,984,653</b>	<b>3,487,331,722</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>5,282,984,653</b>	<b>3,487,331,722</b>
<b>Contingencies and commitments</b>	10	----- (Number of units) -----	
<b>Number of units in issue</b>		<b>9,048,348</b>	<b>6,647,647</b>
		----- (Rupees) -----	
<b>Net asset value per unit</b>		<b>583.8618</b>	<b>524.5964</b>

The annexed notes 1 to 19 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

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

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Income Fund

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

		Half year ended December 31,		Quarter ended December 31,	
		2023	2022	2023	2022
Note		(Rupees)			
<b>INCOME</b>					
Mark-up income	11	440,268,134	277,465,706	241,171,560	177,115,141
Realised gain on sale of investments - net		7,722,246	2,543,226	4,091,457	2,454,583
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss '	5.6	8,261,153	(19,052,868)	11,287,886	(19,514,389)
		<b>15,983,399</b>	<b>(16,509,642)</b>	<b>15,379,343</b>	<b>(17,059,806)</b>
<b>Total income</b>		<b>456,251,533</b>	<b>260,956,064</b>	<b>256,550,903</b>	<b>160,055,335</b>
<b>EXPENSES</b>					
Remuneration of Atlas Asset Management Limited - Management Company	6.1	25,351,285	17,730,564	14,127,239	11,852,161
Sindh Sales Tax on remuneration of Management Company	6.2	3,295,667	2,304,973	1,836,541	1,540,781
Accounting and operational charges	6.4	1,996,673	2,502,159	1,098,749	1,518,603
Selling and Marketing expenses	6.5	3,194,676	-	-	-
Remuneration of Central Depository Company of Pakistan Limited - Trustee	7.1	1,497,505	1,350,789	824,062	859,005
Sindh Sales Tax on remuneration of the Trustee	7.2	194,676	175,603	107,129	111,671
Annual fee to the Securities and Exchange Commission of Pakistan	8.1	1,497,505	360,209	824,062	229,067
Auditors' remuneration		495,198	419,431	257,361	216,770
Annual rating fee		349,613	318,918	174,327	159,459
Annual listing fee		16,702	13,862	6,521	6,931
Printing charges		17,773	11,230		2,230
Transaction charges		743,549	537,916	657,924	442,731
Legal and professional charges		188,067	239,915	180,102	218,590
Bank charges		7,371	14,154	1,224	3,349
<b>Total expenses</b>		<b>38,846,260</b>	<b>25,979,723</b>	<b>20,095,241</b>	<b>17,161,348</b>
<b>Net income for the period before taxation</b>		<b>417,405,273</b>	<b>234,976,341</b>	<b>236,455,662</b>	<b>142,893,987</b>
Taxation	12	-	-	-	-
<b>Net income for the period after taxation</b>		<b>417,405,273</b>	<b>234,976,341</b>	<b>236,455,662</b>	<b>142,893,987</b>
<b>Earnings per unit</b>	13				
<b>Allocation of net income for the period</b>					
- Net income for the period after taxation		417,405,273	234,976,341	236,455,662	142,893,987
- Income already paid on redemption of Units		(2,937,365)	(12,362,782)	(1,058,245)	(3,535,381)
		<b>414,467,908</b>	<b>222,613,559</b>	<b>235,397,417</b>	<b>139,358,606</b>
<b>Accounting income available for distribution</b>					
- Relating to capital gains		15,983,399	-	15,379,343	-
- Excluding capital gains		398,484,509	222,613,559	220,018,074	139,358,606
		<b>414,467,908</b>	<b>222,613,559</b>	<b>235,397,417</b>	<b>139,358,606</b>

The annexed notes 1 to 19 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 2023-24

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	Half year ended December 31,		Quarter ended December 31,	
	2023	2022	2023	2022
	----- (Rupees) -----			
<b>Net income for the period after taxation</b>	<b>417,405,273</b>	<b>234,976,341</b>	<b>236,455,662</b>	<b>142,893,987</b>
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>417,405,273</b>	<b>234,976,341</b>	<b>236,455,662</b>	<b>142,893,987</b>

The annexed notes 1 to 19 form an integral part of these condensed interim financial statements.

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

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

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Income Fund

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Half year ended December 31, 2023			Half year ended December 31, 2022		
	Capital value	Undistributed (loss) / income	Total	Capital value	Undistributed (loss) / income	Total
(Rupees)						
<b>Net assets as at the beginning of the period (audited)</b>	<b>3,260,715,772</b>	<b>231,615,950</b>	<b>3,492,331,722</b>	<b>2,446,718,303</b>	<b>219,118,884</b>	<b>2,665,837,187</b>
Issuance of 2,606,481 units (2022: 4,249,085 units)						
- Capital value (at net asset value per unit at the beginning of the period)	1,369,311,169	-	1,369,311,169	2,224,239,400	-	2,224,239,400
- Element of income	117,291,228	-	117,291,228	84,882,724	-	84,882,724
Total proceeds on issuance of units	<b>1,486,602,397</b>	<b>-</b>	<b>1,486,602,397</b>	<b>2,309,122,124</b>	<b>-</b>	<b>2,309,122,124</b>
Redemption of 205,780 units (2022: 918,227 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(108,106,382)	-	(108,106,382)	(480,658,098)	-	(480,658,098)
- Element of income	(2,310,992)	-	(2,310,992)	(3,347,679)	-	(3,347,679)
- Income already paid on redemption of units	-	(2,937,365)	(2,937,365)	-	(12,362,782)	(12,362,782)
Total payment on redemption of units	<b>(110,417,374)</b>	<b>(2,937,365)</b>	<b>(113,354,739)</b>	<b>(484,005,777)</b>	<b>(12,362,782)</b>	<b>(496,368,559)</b>
Total comprehensive income for the period	-	417,405,273	417,405,273	-	234,976,341	234,976,341
<b>Net assets as at the end of the period (un-audited)</b>	<b>4,636,900,795</b>	<b>646,083,858</b>	<b>5,282,984,653</b>	<b>4,271,834,650</b>	<b>441,732,443</b>	<b>4,713,567,093</b>
Undistributed income brought forward						
- Realised income		270,660,867			212,606,522	
- Unrealised (loss) / income		(39,044,917)			6,512,362	
		<b>231,615,950</b>			<b>219,118,884</b>	
<b>Accounting income available for distribution</b>						
- Relating to capital gains		15,983,399			-	
- Excluding capital gains		398,484,509			222,613,559	
		<b>414,467,908</b>			<b>222,613,559</b>	
Undistributed income carried forward		<b>646,083,858</b>			<b>441,732,443</b>	
<b>Undistributed income carried forward</b>						
- Realised income		630,100,459			460,785,311	
- Unrealised income / (loss)		15,983,399			(19,052,868)	
		<b>646,083,858</b>			<b>441,732,443</b>	
<b>Net asset value per unit at the beginning of the period</b>		<b>524.5964</b>			<b>523.4631</b>	
<b>Net asset value per unit at the end of the period</b>		<b>583.8618</b>			<b>559.5700</b>	

The annexed notes 1 to 19 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 2023-24

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Note	Half year ended December 31,	
		2023	2022
		Rupees	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net income for the period before taxation		417,405,273	234,976,341
<b>Adjustments:</b>			
Mark-up income		(440,268,134)	(277,465,706)
Realised gain on sale of investments - net		(7,722,246)	(2,543,226)
Net unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss '		(8,261,153)	19,052,868
		<b>(38,846,260)</b>	<b>(260,956,064)</b>
<b>(Increase) / decrease in assets</b>			
Receivable against sale of investments		34,818,140	(895,685)
Receivable against sale of units		-	-
Receivable against Margin Trading System		(1,601,298)	-
Advances, deposits, prepayments and other receivables		(759,400)	(24,219)
		<b>32,457,442</b>	<b>(919,904)</b>
<b>(Decrease) / increase in liabilities</b>			
Payable to Atlas Asset Management Limited - Management Company		3,366,671	2,810,824
Payable to the Central Depository Company of Pakistan Limited - Trustee		127,056	132,075
Payable to the Securities and Exchange Commission of Pakistan		(431,989)	(531,120)
Payable against purchase of investments		406,806	-
Dividend payable		(778,318)	(75,480)
Accrued expenses and other liabilities		(58,463,753)	(25,708,099)
		<b>(55,773,527)</b>	<b>(23,371,800)</b>
Mark-up received		424,393,471	272,918,709
Amount paid on purchase of investments - net		(84,661,634)	(1,992,860,040)
<b>Net cash used in operating activities</b>		<b>277,569,492</b>	<b>(1,770,212,758)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Amount received on issuance of units		1,486,602,397	2,309,122,124
Amount paid on redemption of units		(113,354,739)	(496,368,559)
<b>Net cash generated from financing activities</b>		<b>1,373,247,658</b>	<b>1,812,753,565</b>
<b>Net increase / (decrease) in cash and cash equivalents during the period</b>		<b>1,650,817,150</b>	<b>42,540,807</b>
Cash and cash equivalents at beginning of the period		33,096,503	1,542,301,936
<b>Cash and cash equivalents at end of the period</b>	14	<b>1,683,913,653</b>	<b>1,584,842,743</b>

The annexed notes 1 to 19 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

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

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Income Fund

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Income Fund (the Fund) is an open ended 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 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). In addition, the Offering Document of the Fund has been revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh, Eighth, Ninth, Tenth, Eleventh, Twelfth, Thirteenth, Fourteenth and Fifteenth Supplements dated June 21, 2005, October 29, 2007, February 29, 2008, June 23, 2010, November 12, 2010, October 14, 2013, September 24, 2015, August 03, 2015, April 13, 2016, September 26, 2016, June 02, 2017, October 02, 2019, October 30, 2019, April 01, 2020 and November 21, 2021 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 June 11, 2005 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 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 more fully defined 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 22, 2023 (June 30, 2023: AM2+ on December 23, 2022) and has maintained the stability rating of the Fund to "AA-(f)" on October 18, 2023 (June 30, 2023: "AA-(f)" on April 17, 2023)
- 1.7 The title 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

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2023.

- 2.2 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 December 31, 2023.

### 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDEGEMENTS 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, 2023.

- 3.2 The preparation of these 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 policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. The significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to annual audited financial statements of the Fund as at and for the year ended June 30, 2023. The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2023.

- 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 published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 01, 2023. 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, 2024. 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
- Deposit in collection account

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
Note		----- (Rupees) -----	
4.1		773,251,453	38,096,503
		<b>773,251,453</b>	<b>38,096,503</b>

- 4.1 The rate of return on these saving accounts ranges between 14.50% to 21.85% (June 30, 2023: 12.25% to 19.75%) per annum.

# Atlas Income Fund

## 5 INVESTMENTS

		December 31, 2023 (Un-audited) Note ----- (Rupees) -----	June 30, 2023 (Audited) -----
<b>Financial assets at 'fair value through profit or loss'</b>			
Term finance certificates - Unlisted	5.1	603,134,410	405,115,783
Sukuk certificates - Listed	5.2	76,077,250	89,553,750
Government securities - Ijarah Sukuk	5.3	125,000,000	-
Government securities - Market Treasury Bills	5.4	2,925,852,669	2,351,272,745
Government securities - Pakistan Investment Bonds	5.5	637,415,000	625,552,500
Margin Trading System		120,322,682	-
		<b>4,487,802,011</b>	<b>3,471,494,778</b>

### 5.1 Term Finance Certificates - Unlisted

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

Name of investee company	Mark-up payments / principal redemptions	Maturity date	Mark-up rate	As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Carrying value as at December 31, 2023	Market value as at December 31, 2023	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 1.30%	150	-	-	150	150,164,400	149,250,000	(914,400)	3.33%	2.83%
The Bank of Punjab Limited - TFC (AA, PACRA) (Face Value of Rs. 99,980 per certificate)	Semi-annually	April 17, 2033	6 months Kibor plus 1.25%	500	-	-	500	49,990,000	50,166,765	176,765	1.12%	0.95%
Samba Bank Limited TFC (AA-, PACRA) (Face Value of Rs. 99,900 per certificate)	Semi-annually	March 1, 2031	6 months Kibor plus 1.35%	950	-	-	950	94,905,000	94,766,521	(138,479)	2.11%	1.79%
Soneri Bank Limited TFC (A+, PACRA) (Face value of Rs. 99,960 per certificate)	Semi-annually	December 26, 2032	6 months Kibor plus 1.70%	500	-	-	500	48,962,897	49,970,004	1,007,107	1.11%	0.95%
Bank Al Habib Limited (AAA, PACRA) (Face value of Rs. 4,996 per certificate)	Semi-annually	September 30, 2031	6 months Kibor plus 0.75%	20,000	-	-	20,000	61,054,680	97,671,800	36,617,120	2.18%	1.85%
Kashaf Foundation TFC (A+, PACRA) (Face value of Rs. 100,000 per certificate)	Quarterly	December 8, 2026	3 months Kibor plus 1.5%	-	1,000	-	1,000	100,000,000	100,000,000	-	2.23%	1.89%
Bank Al Habib Limited (AAA, PACRA) (Face value of Rs. 5,000 per certificate)	Semi-annually	December 23, 2032	6 months Kibor plus 1.35%	-	12,000	-	12,000	97,671,800	61,309,320	(36,362,480)	1.37%	1.16%
Total as at December 31, 2023 (Un-audited)								602,748,777	603,134,410	385,633	13.45%	11.42%
Total as at June 30, 2023 (Audited)								407,540,096	405,115,783	(2,424,313)	11.67%	11.60%

### 5.2 Sukuk cetificates - Listed

Name of investee company	Mark-up payments / principal redemptions	Maturity date	Profit rate	As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Carrying value as at December 31, 2023	Market value as at December 31, 2023	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) (Face value of Rs. 68,750 per certificate)	Quarterly	July 15, 2026	3 months Kibor plus 1.55%	1,100	-	-	1,100	75,776,236	76,077,250	301,014	1.70%	1.44%	
Total as at December 31, 2023 (Un-audited)								75,776,236	76,077,250	301,014	1.70%	1.44%	
Total as at June 30, 2023 (Audited)								89,822,046	89,553,750	(268,296)	2.58%	2.57%	

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## 5.3 Government Securities - Ijarah Sukuk

Name of the security	Profit payments / principal redemptions	Issue date	Maturity date	Profit rate	As at July 1, 2023	Purchased during the period	Sold during the period	As at December 31, 2023	Carrying value as at December 31, 2023	Market value as at December 31, 2023	Unrealised appreciation / (diminution) as at December 31, 2023	Market value as a percentage of	
												Net assets of the Fund	Total investments of the Fund
					----- Number of certificates -----			----- (Rupees) -----			----- % -----		
GOP Ijara Sukuk (GIS VRR-38)	Semi-annually	September 20, 2023	September 20, 2024	22.79%	-	1,250	-	1,250	125,000,000	125,000,000	-	2.79%	2.37%
Total as at December 31, 2023									125,000,000	125,000,000	-	2.79%	2.37%
Total as at June 30, 2023									-	-	-	-	-

5.3.1 The cost of the investment as on December 31, 2023 is Rs. 125,000,000 (June 30, 2023: Nil)

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

## 5.4 Government securities - Market Treasury Bills

Tenure	Face value				Balance as at December 31, 2023			Market value as a percentage of	
	As at July 1, 2023	Purchased during the year	Sold / matured during the year	As at December 31, 2023	Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investment	Net assets of the Fund
----- Rupees -----					----- Percentage -----				
03 Months-T-bills	1,050,000,000	12,806,125,000	12,906,125,000	950,000,000	915,946,676	915,662,200	(284,476)	20.40%	17.33%
06 Months-T-bills	-	1,345,000,000	895,000,000	450,000,000	417,498,373	416,853,269	(645,104)	9.29%	7.89%
12 Months-T-bills	1,400,000,000	2,070,000,000	1,585,000,000	1,885,000,000	1,596,695,614	1,593,337,200	(3,358,414)	35.50%	30.16%
Total as at December 31, 2023 (Un-audited)	16,221,125,000	15,386,125,000	3,285,000,000	2,930,140,663	2,925,852,669	(4,287,994)		65.20%	55.38%
Total as at June 30, 2023 (Audited)					2,381,595,778	2,351,272,745	(30,323,033)	67.73%	67.33%

5.4.1 The cost of these investments as on December 31, 2023 is Rs. 2,930,140,201 (June 30, 2023: Rs. 2,381,595,778).

5.4.2 Market Treasury Bills carry yield of 21.26% to 22.75% (June 30, 2023: 15.59% to 22.00% ) per annum.

## 5.5 Government securities - Pakistan Investment Bonds

Tenure	Face value				Balance as at December 31, 2023			Market value as a percentage of	
	As at July 1, 2023	Purchased during the year	Sold / matured during the year	As at December 31, 2023	Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investment	Net assets of the Fund
						Rupees		Percentage	
3 Years PIB - Floating Rate	100,000,000	-	-	100,000,000	97,780,000	99,000,000	1,220,000	2.21%	1.87%
5 Years PIB - Floating Rate	475,000,000	-	-	475,000,000	456,350,000	464,630,000	8,280,000	10.35%	8.79%
10 Years PIB - Floating Rate	75,000,000	-	-	75,000,000	71,422,500	73,785,000	2,362,500	1.64%	1.40%
Total as at December 31, 2023	-	-	-	650,000,000	625,552,500	637,415,000	11,862,500	14.20%	12.07%
Total as at June 30, 2023 (Audited)					631,581,775	625,552,500	(6,029,275)	18.02%	17.91%

5.5.1 The cost of these investments as on December 31, 2023 is Rs. 625,552,500 (June 30, 2023: Rs. 631,581,775).

5.5.2 Pakistan Investment Bonds carry purchase yield ranging from 8.12% to 17.10% (June 30, 2023: 8.12% to 17.10%) per annum. These securities will mature between April 7, 2025 and June 18, 2030.

# Atlas Income Fund

## 5.6 Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'

	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	----- (Rupees) -----	-----
Market value of investments	4,367,479,329	3,471,494,778
Less: carrying value of investments	(4,359,218,176)	(3,510,539,695)
	<b>8,261,153</b>	<b>(39,044,917)</b>

## 5.7 Details of non-performing investments

These securities have been classified as non-performing as per the requirements of SECP's Circular 1 of 2009 read with the SECP's Circular 33 of 2012 and accordingly an aggregate provision of Rs. 86,194,430/- (June 30, 2023: Rs. 87,625,727), has been made in accordance with provisioning requirements specified by the SECP.

Non-performing investments	Type of investment	Principal value	Valuation loss	Value of investment before Provision	Provision held	Value of investment after provision	Percentage of		Suspended Mark-up	Payments after declared NPA / Financial Structuring	Payments after June 30, 2023
							Net Asset %	Gross Asset %			
Listed											
Agritech Limited-I	TFC	39,383,903	9,992,000	29,391,903	29,391,903	-	-	-	59,356,570	6,382,649	116,466
Agritech Limited-II	TFC	11,015,000	-	11,015,000	11,015,000	-	-	-	-	2,949,016	-
Agritech Limited-IV	TFC	9,845,972	2,498,000	7,347,972	7,347,972	-	-	-	15,121,977	2,271,913	29,117
Azgard Nine Limited	TFC	1,735,255	-	1,735,255	1,735,255	-	-	-	229,357	2,125,163	-
Azgard Nine Limited-VI	TFC	5,436,000	-	5,436,000	5,436,000	-	-	-	194,337	604,001	604,000
Azgard Nine Limited-VII	TFC	13,850,000	-	13,850,000	13,850,000	-	-	-	-	-	-
Telecard Limited	TFC	4,046,333	1,556,330	2,490,003	2,490,003	-	-	-	3,578,189	5,402,338	622,560
		85,312,463	14,046,330	71,266,133	71,266,133	-	-	-	78,480,430	19,735,080	1,372,143
Unlisted											
Agritech Limited	Sukuk	20,003,297	5,075,000	14,928,297	14,928,297	-	-	-	30,783,289	1,831,910	59,154
As at December 31, 2023 (Un-audited)		105,315,760	19,121,330	86,194,430	86,194,430	-	-	-	109,263,719	21,566,990	1,431,297
As at June 30, 2023 (Audited)				87,625,727	87,625,727	-	-	-	100,197,294	21,566,990	1,435,373

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

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
		----- (Rupees) -----	-----
Management fee payable	6.1	5,873,689	3,606,853
Sindh Sales Tax payable on management fee	6.2	4,286,257	3,991,568
Federal Excise Duty payable on management fee	6.3	23,582,971	23,582,971
Accounting and operational charges payable	6.4	438,575	432,940
Selling and marketing expenses payable	6.5	1,757,999	958,488
		<b>35,939,491</b>	<b>32,572,820</b>

**6.1** As per regulation 61 of the NBFC Regulations, the Management Company of the Fund is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the average rate of 1.27% (June 30, 2023 : 0.56%) on the average annual net assets.

**6.2** During the period, an amount of Rs. 3,295,667 (December 31, 2022: Rs. 2,304,973) was charged on account of Sales Tax on remuneration of the Management Company levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

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- 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. 2.61 (June 30, 2023: Rs. 3.55) 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).

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

- 6.5** The SECP has allowed the asset management companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) upto a maximum limit approved by the Board of Directors of the Management Company as part of annual plan.

Accordingly, the Management Company has charged selling and marketing expenses based on its discretion (duly approved by the Board of Directors) while keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations, 2008. Keeping in view the maximum allowable threshold, the Management Company has charged such expenses at the rate of 0.16% (30 June 2023 : 0.15%) of the average daily net assets of the Fund during the current period.

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
		(Rupees)	
<b>7</b>	<b>PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE</b>	<b>Note</b>	
	Trustee fee payable	7.1	328,846
	Sindh Sales Tax payable on Trustee fee	7.2	42,972
			<b>371,818</b>
			<b>244,762</b>
<b>7.1</b>	The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. During the period, the Trustee fee has been charged at the rate of 0.075% (June 30, 2023: 0.075%) of average annual daily net assets of the Fund.		
<b>7.2</b>	During the period, an amount of Rs. 194,676 (December 31, 2022: Rs. 175,603) was charged on account of Sales Tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).		

# Atlas Income Fund

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	----- (Rupees) -----	-----
<b>8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>			
Annual fee payable	8.1	328,859	760,848

- 8.1** In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

Effective from July 1, 2023, the SECP vide SRO No. 592(I)/2023 dated May 17, 2023, has revised the rate of fee to 0.075% per annum of the daily net assets of the Fund, applicable to "Income Scheme". Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged the SECP fee at the rate of 0.075% per annum of the daily net assets during the period.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month. Previously, the Fund was required to pay SECP fee within three months of the close of accounting year.

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
		----- (Rupees) -----	-----
<b>9 ACCRUED EXPENSES AND OTHER LIABILITIES</b>			
Auditor's remuneration payable		527,598	542,160
Withholding tax payable		270	51,849,133
Capital gain tax payable		4,307	6,892,243
Transaction charges payable		1,530,505	1,163,987
Legal and professional charges payable		70,000	70,000
Zakat payable		465	18,056
Other payables		334,343	395,662
		<b>2,467,488</b>	<b>60,931,241</b>

## 10 CONTINGENCIES AND COMMITMENTS

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

		For the Half Year Ended December 31,	
		2023 (Un-audited)	2022
	Note	----- (Rupees) -----	-----
<b>11 MARK-UP INCOME</b>			
Mark-up on:			
- Bank balances	4.1	9,371,294	12,877,614
- Sukuk certificates		9,704,317	16,249,481
- Term finance certificates		58,580,156	32,168,115
- Commercial papers		-	4,796,773
- Government securities - Market Treasury Bills		266,358,232	171,238,816
- Government securities - Pakistan Investment Bonds		72,014,531	31,176,505
- Margin trading system		14,770,497	8,223,756
- Government securities - Ijarah Sukuk		8,037,810	-
- Non-performing debt securities		1,431,297	734,646
		<b>440,268,134</b>	<b>277,465,706</b>

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## 12 TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income available for distribution for the year as reduced by capital gains whether realized or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the management intends to distribute atleast 90% of the income earned by the Fund for year ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these 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.

		<b>December 31, 2023 (Un-audited)</b>	<b>June 30, 2023 (Audited)</b>
<b>14 CASH AND CASH EQUIVALENTS</b>	<b>Note</b>	<b>----- (Rupees) -----</b>	
Bank balances:			
- Saving accounts	4.1	773,251,453	140,627,328
- Current accounts		-	5,000
Government securities - Market Treasury Bills		915,662,200	1,444,210,415
		<b><u>1,688,913,653</u></b>	<b><u>1,584,842,743</u></b>

## 15 TOTAL EXPENSE RATIO

The annualised Total Expense Ratio (TER) of the Fund as at December 31, 2023 based on current period results is 1.94% (December 31, 2022: 1.44%) which includes 0.17% (December 31, 2022: 0.16%) representing government levies on the Fund such as sales tax, annual fee to the SECP etc. This ratio is within the maximum limit of 2.5% prescribed under NBFC Regulations for a collective investment scheme categorised as 'Income Scheme'.

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

- 16.1** 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 entity in which the Management Company, its CISs or their connected persons have material interest, 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.
- 16.2** Transactions with connected persons are executed on an arm's length basis and 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.
- 16.3** 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.
- 16.4** Accounting and operational charges are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

# Atlas Income Fund

## 16.5 Transactions during the period

### Atlas Asset Management Limited (Management Company)

Remuneration of the Management Company including sales tax thereon	28,646,952	20,035,537
Accounting and operational charges	1,996,673	2,502,159
Sindh Sales Tax on remuneration of the Management Company	-	-
Selling and Marketing expenses	3,194,676	-
Issue of Nil units (2022: 462 units)	-	249,503
Redemption of Nil units (2022: 462 units)	-	250,176

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

Trustee fee including sales tax thereon	1,692,181	1,526,392
Sindh Sales Tax on remuneration of the Trustee	-	-

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

Issue of 2,368 units (2022: Nil units)	1,311,291	-
Redemption of 2,368 units (2022: 299,231 units)	1,326,166	160,000,000

### Atlas Energy Limited

Issue of Nil (2022: 1 unit)	-	803
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### Batools Benefit Trust

Issue of 471 Units (2022: Nil units)	260,852	-
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### Atlas Honda Limited (Group Company) (Unit Holder with more than 10% of holding)

Issue of 873,375 units (2022: 3,691,980 units)	497,460,789	2,004,132,903
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### Atlas Autos (Private) Limited

Issue of 261,748 units (2022: Nil units)	149,087,412	-
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### Atlas Insurance Limited (Group Company)

Issue of Nil units (2022: 260,196 units)	-	143,838,367
Redemption of Nil units (2022: 130,098 units)	-	72,733,032

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

Redemption of Nil units (2022: 136,483 units)	-	73,000,000
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### Shirazi Investments (Private) Limited

Issue of 208,894 units (2022: Nil units)	118,071,437	-
Redemption of 33,565 units (2022: 134,799 units)	18,474,114	73,000,000

### Shirazi Investments (Private) Ltd. - Employee Provident Fund (Retirement benefit plan of Group Company)

Issue of Nil units (2022: 5,578 units)	-	2,967,290
Redemption of 858 units (2022: 10,964 units)	500,000	5,883,000

### Directors and their close family members and personnel of the Management Company

Issue of 710,408 units (2022: 148,372 units)	-	80,530,140
Redemption of 2,070 units (2022: 22,484 units)	1,111,808	11,961,619

For the Half Year Ended  
December 31,

2023                      2022  
(Un-audited)

----- (Rupees) -----

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	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	----- (Rupees) -----	
<b>16.6 Balances outstanding as at period end / year end</b>		
<b>Atlas Asset Management Limited (Management Company)</b>		
Management fee payable	5,873,689	3,606,853
Sindh Sales Tax payable on management fee	4,286,257	3,991,568
Federal Excise Duty payable on management fee	23,582,971	23,582,971
Selling and marketing expenses payable	1,757,999	958,488
Accounting and operational charges payable	438,575	432,940
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Trustee fee payable	328,846	216,407
Sindh Sales Tax payable on Trustee fee	42,972	28,355
<b>Atlas Honda Limited (Group Company) (Unit Holder with more than 10% of holding)</b>		
Outstanding 6,461,413 units (June 30, 2023: 5,588,037 units)	3,772,572,013	2,935,667,415
<b>Atlas Honda Limited - Non-management Staff Gratuity Fund (Retirement benefit plan of Group Company)</b>		
Outstanding 26,242 units (June 30, 2023: 26,242 units)	15,321,632	13,786,198
<b>Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund (Retirement benefit plan of Group Company)</b>		
Outstanding 346,096 units (June 30, 2023: 346,096 units)	202,072,456	181,821,049
<b>Atlas Energy Limited (Group Company)</b>		
Outstanding 9 units (June 30, 2023: 10 units)	5,451	5,253
<b>Shirazi Investments (Private) Limited</b>		
Outstanding 175,329 units (June 30, 2023: Nil units)	102,367,713	-
<b>Shirazi Investments (Private) Ltd. - Employee Provident Fund (Retirement benefit plan of Group Company)</b>		
Outstanding 16,239 units (June 30, 2023: 17,097 units)	9,481,685	8,981,885
<b>Batools Benefit Trust</b>		
Outstanding 471 units (June 30, 2023: Nil units)	275,027	-
<b>Atlas Autos (Private) Limited</b>		
Outstanding 261,748 units (June 30, 2023: Nil units)	152,824,569	-
<b>Shirazi Trading Co. (Pvt.) Limited - Employees Provident Fund</b>		
Outstanding 19,662 units (June 30, 2023: 19,662 units)	11,479,687	10,329,404
<b>Directors and their close family members and key management personnel and excutive of the Management Company</b>		
Outstanding 730,244 units (June 30, 2023: 21,906 units)	426,361,583	11,508,286

As required under S.R.O. 592(I)/2023 dated May 17, 2023, the Management Company have developed a policy (without any exemption) to align the interests of its key employees i.e. (Chief Executive Officer and Chief Investment Officer) with those of the unit holders of the CISs managed by the Management Company. Accordingly, 20% of bonuses paid (net of tax) to these employees were retained and invested in the CIS managed by the Management

# Atlas Income Fund

Company. Included in the units above, bonuses paid to key employees in the form of units of the Fund (Atlas Income Fund return as on December 31, 2023 is 22.09%) include 140 units held by the Chief Executive Officer and 75 units held by the Chief Investment Officer having market value of Rs. 81,706 and Rs. 43,771 respectively as at December 31, 2023 (June 30, 2023: Rs. 73,518 and Rs. 39,384 respectively).

## 17 FAIR VALUE OF 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.

### 17.1 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, 2023 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

----- As at December 31, 2023 (Un-audited) -----			
Level 1	Level 2	Level 3	Total
----- (Rupees) -----			

#### ASSETS

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

Term finance certificates - Unlisted	-	603,134,410	-	603,134,410
Sukuk certificates - Listed	-	76,077,250	-	76,077,250
Government securities - Market Treasury Bills	-	2,925,852,669	-	2,925,852,669
Government securities - Pakistan Investment Bonds	-	637,415,000	-	637,415,000
GOP Ijarah	-	125,000,000	-	125,000,000
	-	<b>4,367,479,329</b>	-	<b>4,367,479,329</b>

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

Term finance certificates - Unlisted	-	405,115,783	-	405,115,783
Sukuk certificates - Listed	-	89,553,750	-	89,553,750
Government securities - Market Treasury Bills	-	2,351,272,745	-	2,351,272,745
Government securities - Pakistan Investment Bonds	-	625,552,500	-	625,552,500
Investment Bonds	-	-	-	-
GOP Ijarah	-	-	-	-
	-	<b>3,471,494,778</b>	-	<b>3,471,494,778</b>

# Half Yearly Report 2023-24

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.

## 18 GENERAL

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

## 19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on February 22, 2024.

**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

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### **Trustee**

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

### **Auditors**

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A. F. Ferguson & Co.  
Chartered Accountants

### **Legal Advisers**

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Mohsin Tayebaly & Co.

### **Bankers**

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Bank Alfalah Limited  
Habib Bank Limited  
MCB Bank Limited

## 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 Company Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2023 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;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) 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 29, 2024

# Atlas Stock Market 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 Stock Market Fund** (the Fund) as at December 31, 2023 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 statement of cash flows 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, 2023. The Management Company (Atlas Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with the 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, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

### 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 2024

Karachi

# Half Yearly Report 2023-24

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

		December 31, 2023 (Un-audited) ----- (Rupees) -----	June 30, 2023 (Audited) -----
<b>ASSETS</b>	<b>Note</b>		
Cash and bank balances	4	50,790,263	125,447,968
Investments	5	12,534,833,203	7,959,118,415
Dividend and mark-up receivable	6	2,853,879	17,800
Receivable against sale of Investments		66,497,739	7,763,299
Advances, deposits, prepayments and other receivables		13,639,669	13,625,620
<b>Total assets</b>		<b>12,668,614,753</b>	<b>8,105,973,102</b>
<b>LIABILITIES</b>			
Payable to Atlas Asset Management Limited - Management Company	7	77,881,750	61,897,920
Payable to the Central Depository Company of Pakistan Limited - Trustee	8	1,320,514	841,574
Payable to the Securities and Exchange Commission of Pakistan	9	1,029,761	1,704,072
Payable against purchase of investments		21,887,088	-
Payable against redemption of units		318	88,087
Unclaimed dividend		401,732	401,732
Accrued expenses and other liabilities	10	10,615,102	3,299,769
<b>Total liabilities</b>		<b>113,136,265</b>	<b>68,233,154</b>
<b>NET ASSETS</b>		<b>12,555,478,488</b>	<b>8,037,739,948</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>12,555,478,488</b>	<b>8,037,739,948</b>
<b>Contingencies and commitments</b>	11		
		----- (Number of units) -----	
<b>Number of units in issue</b>		<b>14,041,127</b>	<b>14,035,265</b>
		----- (Rupees) -----	
<b>Net asset value per unit</b>		<b>894.1931</b>	<b>572.6817</b>

The annexed notes 1 to 19 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

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

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Stock Market Fund

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

		Half year ended December 31,		Quarter ended December 31,	
		2023	2022	2023	2022
Note		(Rupees)			
<b>INCOME</b>					
Mark-up income	4.1	8,982,753	7,168,452	4,964,440	4,572,187
Dividend income		557,740,354	464,895,308	312,676,460	278,401,846
Realised gain / (loss) on sale of investments - net		584,126,488	(157,593,184)	430,424,842	(113,907,666)
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.2	3,627,465,369	(621,053,606)	2,889,812,362	(311,676,349)
		<b>4,211,591,857</b>	<b>(778,646,790)</b>	<b>3,320,237,204</b>	<b>(425,584,015)</b>
<b>Total income / (loss)</b>		<b>4,778,314,964</b>	<b>(306,583,030)</b>	<b>3,637,878,105</b>	<b>(142,609,982)</b>
<b>EXPENSES</b>					
Remuneration of Atlas Asset Management Limited - Management Company	7.1	128,036,687	111,700,114	70,597,842	54,901,805
Sindh Sales Tax on remuneration of Management Company	7.2	16,644,770	14,521,015	9,177,720	7,137,235
Accounting and operational charges	7.4	41,364,556	22,340,023	21,835,349	10,980,361
Selling and Marketing expenses	7.5	30,728,805	-	16,943,482	-
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	8.1	5,624,200	4,972,115	3,075,280	2,448,123
Sindh Sales Tax on remuneration of Trustee	8.2	731,146	646,375	399,786	318,256
Annual fee to the Securities and Exchange Commission of Pakistan	9.1	4,865,394	893,601	2,682,718	439,214
Transaction charges		14,062,870	7,302,005	8,076,886	3,325,437
Auditors' remuneration		495,198	387,546	257,361	200,747
Annual listing fee		16,702	13,863	6,521	6,932
Printing charges		41,839	16,622	41,839	7,622
Legal and professional charges		50,760	161,009	-	61,009
Bank charges		8,144	14,719	154	1,170
<b>Total expenses</b>		<b>242,671,071</b>	<b>162,969,007</b>	<b>133,094,938</b>	<b>79,827,911</b>
<b>Net income / (loss) for the period before taxation</b>		<b>4,535,643,893</b>	<b>(469,552,038)</b>	<b>3,504,783,167</b>	<b>(222,437,893)</b>
Taxation	12	-	-	-	-
<b>Net income / (loss) for the period after taxation</b>		<b>4,535,643,893</b>	<b>(469,552,038)</b>	<b>3,504,783,167</b>	<b>(222,437,893)</b>
<b>Earnings per unit</b>	13				
<b>Allocation of net income for the period</b>					
- Net income for the period after taxation		4,535,643,893	-	3,504,783,167	-
- Income already paid on units redeemed		(84,709,862)	-	(49,045,874)	-
		<b>4,450,934,031</b>	<b>-</b>	<b>3,455,737,293</b>	<b>-</b>
<b>Accounting income available for distribution</b>					
- Relating to capital gains		4,211,591,857	-	3,320,237,204	-
- Excluding capital gains		239,342,174	-	135,500,088	-
		<b>4,450,934,031</b>	<b>-</b>	<b>3,455,737,293</b>	<b>-</b>

The annexed notes 1 to 19 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 2023-24

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	Half year ended December 31,		Quarter ended December 31,	
	2023	2022	2023	2022
	----- (Rupees) -----			
<b>Net income / (loss) for the period after taxation</b>	<b>4,535,643,893</b>	<b>(469,552,038)</b>	<b>3,504,783,167</b>	<b>(222,437,893)</b>
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income / (loss) for the period</b>	<b><u>4,535,643,893</u></b>	<b><u>(469,552,038)</u></b>	<b><u>3,504,783,167</u></b>	<b><u>(222,437,893)</u></b>

The annexed notes 1 to 19 form an integral part of these condensed interim financial statements.

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

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

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Stock Market Fund

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Half year ended December 31, 2023			Half year ended December 31, 2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)					
<b>Net assets as at the beginning of the period (audited)</b>	<b>7,502,684,690</b>	<b>535,055,258</b>	<b>8,037,739,948</b>	<b>8,221,398,550</b>	<b>855,121,381</b>	<b>9,076,519,932</b>
Issuance of 1,120,748 units (2022: 92,191 units)						
- Capital value (at net asset value per unit at the beginning of the period)	641,804,346	-	641,804,346	54,724,568	-	54,724,568
- Element of income / (loss)	124,969,393	-	124,969,393	(265,071)	-	(265,071)
Total proceeds on issuance of units	<b>766,773,739</b>	<b>-</b>	<b>766,773,739</b>	<b>54,459,497</b>	<b>-</b>	<b>54,459,497</b>
Redemption of 1,114,886 units (2022: 540,276 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(638,474,853)	-	(638,474,853)	(320,707,780)	-	(320,707,780)
- Element of loss / (income)	(61,494,377)	(84,709,862)	(146,204,239)	2,364,569	-	2,364,569
Total payments on redemption of units	<b>(699,969,230)</b>	<b>(84,709,862)</b>	<b>(784,679,092)</b>	<b>(318,343,211)</b>	<b>-</b>	<b>(318,343,211)</b>
Total comprehensive income / (loss) for the period	-	4,535,643,893	4,535,643,893	-	(469,552,038)	(469,552,038)
<b>Net assets as at the end of the period (un-audited)</b>	<b>7,569,489,199</b>	<b>4,985,989,288</b>	<b>12,555,478,488</b>	<b>7,957,514,836</b>	<b>385,569,343</b>	<b>8,343,084,180</b>
<b>Undistributed income brought forward</b>						
- Realised income		1,089,559,697			2,294,129,032	
- Unrealised loss		(554,504,439)			(1,439,007,651)	
		<b>535,055,258</b>			<b>855,121,381</b>	
<b>Accounting income available for distribution:</b>						
- Relating to capital gains		4,211,591,857			-	
- Excluding capital gains		239,342,174			-	
		<b>4,450,934,031</b>			<b>-</b>	
Total comprehensive loss for the period		-			(469,552,038)	
Undistributed income carried forward		<b>4,985,989,289</b>			<b>385,569,343</b>	
<b>Undistributed income carried forward</b>						
- Realised income		1,358,523,920			1,006,622,949	
- Unrealised income / (loss)		3,627,465,369			(621,053,606)	
		<b>4,985,989,289</b>			<b>385,569,343</b>	
<b>Net asset value per unit at the beginning of the period</b>		<b>572.6817</b>			<b>593.5999</b>	
<b>Net asset value per unit at the end of the period</b>		<b>894.1931</b>			<b>562.1058</b>	

The annexed notes 1 to 19 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 2023-24

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Half year ended December 31,	
	2023	2022
Note	----- (Rupees) -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income / (loss) for the period before taxation	<b>4,535,643,893</b>	<b>(469,552,037)</b>
<b>Adjustments:</b>		
Mark-up on bank balances	(8,982,753)	(7,168,452)
Dividend income	(557,740,354)	(464,895,308)
(Gain) / loss on sale of investments - net	(584,126,488)	157,593,184
Net unrealised (appreciation) / diminution on remeasurement of investment classified as 'financial asset at fair value through profit or loss'	(3,627,465,369)	621,053,606
	(4,778,314,964)	306,583,030
<b>Increase in assets</b>		
Advances, deposits, prepayment and other receivables	(14,049)	(176,212)
Receivable against sale of Investments	(58,734,440)	(22,061,307)
	<b>(58,748,489)</b>	<b>(22,237,519)</b>
<b>Increase / (decrease) in liabilities</b>		
Payable to Atlas Asset Management Limited - Management Company	15,983,830	(1,094,382)
Payable to the Central Depository Company of Pakistan Limited - Trustee	478,940	(34,096)
Payable to the Securities and Exchange Commission of Pakistan	(674,311)	(1,114,831)
Payable against purchase of investments	21,887,088	40,006,080
Accrued expenses and other liabilities	7,315,333	(815,499)
	<b>44,990,880</b>	<b>36,947,273</b>
Mark-up received	7,683,685	7,171,202
Dividend received	556,203,343	435,445,558
Amount paid on purchase and sale of investments - net	(364,122,931)	(27,272,399)
<b>Net cash (used in) / generated from operating activities</b>	<b>(56,664,583)</b>	<b>267,085,108</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Amount received on issuance of units	766,773,739	54,459,497
Amount paid on redemption of units	(784,766,861)	(318,343,211)
<b>Net cash used in financing activities</b>	<b>(17,993,122)</b>	<b>(263,883,714)</b>
<b>Net (decrease) / increase in cash and cash equivalents during the period</b>	<b>(74,657,705)</b>	<b>3,201,394</b>
Cash and cash equivalents at the beginning of the period	125,447,968	51,296,361
<b>Cash and cash equivalents at the end of the period</b>	<b>50,790,263</b>	<b>54,497,755</b>

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The annexed notes 1 to 19 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

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

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Stock Market Fund

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Stock Market Fund (the Fund) is an open ended Fund constituted under a Trust Deed entered into on May 29, 2004 between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed has been revised through the First, Second, Third, Fourth, Fifth and Sixth Supplemental Trust Deeds dated June 21, 2005, July 24, 2006, October 29, 2007, March 06, 2008, December 04, 2009 and May 23, 2017 respectively, with the approval of the Securities and Exchange Commission of Pakistan (SECP). The Offering Document has been revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh, Eighth, Ninth, Tenth, Eleventh, Twelfth, Thirteenth, Fourteenth, Fifteenth and Sixteenth Supplements dated June 21, 2005, July 24, 2006, October 29, 2007, March 06, 2008, December 04, 2009, October 14, 2013, March 24, 2015, August 03, 2015, September 29, 2016, June 02, 2017, May 25, 2018, September 05, 2019, November 25, 2019, April 01, 2020, November 25, 2021 and April 14, 2022 respectively, with the approval of the SECP.
- 1.2 During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act were introduced. The Management Company submitted the Collective Investment Scheme Trust Deed to the Registrar (acting under Sindh Trusts Act, 2020) to fulfil the requirement for registration of Trust Deed under Sindh Trusts Act, 2020. Accordingly on July 26, 2021, the Trust Deed was registered under the Sindh Trusts Act, 2020.
- 1.3 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at Ground Floor, Federation House, Shahrah e Firdousi, Clifton, Karachi.
- 1.4 The Fund has been categorised as an 'Equity 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 May 29, 2004 and are transferable and redeemable by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 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 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 22, 2023 (June 30, 2023: AM2+ on December 23, 2022).
- 1.7 Title to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

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

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

# Half Yearly Report 2023-24

requirements of 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 IAS 34: Interim Financial Reporting. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2023.

- 2.2 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 December 31, 2023.

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

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

- 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, 2023. 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, 2023.

- 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 published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 01, 2023. 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, 2024. 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.

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
4 CASH AND BANK BALANCES	Note	----- (Rupees) -----	
Bank balances:			
- Saving accounts	4.1	50,790,263	125,447,968
		<u>50,790,263</u>	<u>125,447,968</u>

- 4.1 The rate of return on these saving accounts ranges between 20.5% to 21.85% (June 30, 2023: 12.25% to 19.75%) per annum.

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
5 INVESTMENTS	Note	----- (Rupees) -----	
<b>Financial assets at 'fair value through profit or loss'</b>			
Listed equity securities	5.1	<u>12,534,833,203</u>	<u>7,959,118,415</u>

# Atlas Stock Market Fund

## 5.1 Listed equity securities

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

Name of investee company	As at July 01, 2023	Purchases during the period	Bonus / rights issue	Sales during the period	As at December 31, 2023	As at December 31, 2023			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company
						Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Fund	Total market value of investments of the Fund	
-----Number of shares----- (Rupees) -----Percentage-----											
Commercial banks											
Bank Alfalah Limited	9,702,247	-	-	2,224,477	7,477,770	227,623,319	362,746,623	135,123,304	2.89%	2.89%	0.05%
Bank Al Habib Limited	6,858,466	500,000	-	1,125,703	6,232,763	281,572,573	501,986,732	220,414,159	4.00%	4.00%	0.06%
Habib Bank Limited (note 5.1.2)	2,861,554	1,255,000	-	1,335,000	2,781,554	214,068,460	308,307,445	94,238,985	2.46%	2.46%	0.02%
Habib Metropolitan Bank Limited	7,092,000	900,000	-	700,000	7,292,000	238,436,090	403,393,440	164,957,350	3.21%	3.22%	0.07%
MCB Bank Limited	1,184,947	2,304,702	-	-	3,489,649	472,127,703	602,138,935	130,011,232	4.80%	4.80%	0.03%
Meezan Bank Limited	2,160,492	1,130,000	-	851,736	2,438,756	236,546,770	393,517,668	156,970,898	3.13%	3.14%	0.01%
United Bank Limited (note 5.1.2)	3,374,290	300,000	-	1,055,000	2,619,290	311,818,221	465,814,534	153,996,313	3.71%	3.72%	0.02%
	33,233,996	6,389,702	-	7,291,916	32,331,782	1,982,193,136	3,037,905,377	1,055,712,241	24.20%	24.23%	
Insurance											
IGI Holdings Limited	328,200	-	-	-	328,200	27,575,364	36,216,870	8,641,506	0.29%	0.29%	0.02%
Jubilee Life Insurance Company Limited	245,180	-	-	-	245,180	27,820,575	33,361,643	5,541,068	0.27%	0.27%	0.02%
	573,380	-	-	-	573,380	55,395,939	69,578,513	14,182,574	0.56%	0.56%	
Textile composite											
Interloop Limited	2,801,423	4,365,411	-	975,000	6,191,834	294,593,054	445,812,430	151,219,376	3.55%	3.56%	0.04%
Kohinoor Textile Mills Limited	2,063,500	194,000	-	914,000	1,343,500	68,944,916	127,296,625	58,351,709	1.01%	1.02%	0.05%
Nishat Mills Limited *	1,459,849	420,000	-	1,877,457	2,392	139,362	183,514	44,152	-	-	-
	6,324,772	4,979,411	-	3,766,457	7,537,726	363,677,332	573,292,569	209,615,237	4.56%	4.58%	
Cement											
Cherat Cement Company Limited	1,591,524	90,000	-	1,681,524	-	-	-	-	-	-	-
Fauji Cement Company Limited	11,240,125	6,901,500	-	11,240,125	6,901,500	107,047,560	130,576,380	23,528,820	1.04%	1.04%	0.03%
Kohat Cement Company Limited	1,517,717	671,355	-	-	2,189,072	395,305,189	512,746,335	117,441,146	4.08%	4.09%	0.11%
Lucky Cement Limited	823,901	102,748	-	62,500	864,149	459,259,349	680,067,980	220,808,631	5.42%	5.43%	0.03%
Maple Leaf Cement Factory Limited	10,144,633	2,611,818	-	3,153,782	9,602,669	275,962,766	373,735,877	97,773,111	2.98%	2.98%	0.09%
	25,317,900	10,377,421	-	16,137,931	19,557,390	1,237,574,864	1,697,126,572	459,551,708	13.52%	13.54%	
Power generation & distribution											
The Hub Power Company Limited	5,948,769	650,000	-	3,035,000	3,563,769	251,387,258	417,281,712	165,894,454	3.32%	3.33%	0.03%
Kot Addu Power Company Limited	1,335,000	-	-	-	1,335,000	27,768,000	37,954,050	10,186,050	0.30%	0.30%	0.02%
K-Electric Limited (note 5.1.1)	9,400,000	2,500,000	-	-	11,900,000	28,424,875	62,594,000	34,169,125	0.50%	0.50%	0.01%
Lalpur Power Limited	3,415,000	-	-	3,415,000	-	-	-	-	-	-	-
Nishat Power Limited	-	875,500	-	-	875,500	25,692,954	27,096,725	1,403,771	0.22%	0.22%	0.02%
	20,098,769	4,025,500	-	6,450,000	17,674,269	333,273,087	544,926,487	211,653,400	4.34%	4.35%	
Oil & gas marketing companies											
Pakistan State Oil Company Limited	709,512	1,523,514	-	125,000	2,108,026	261,604,687	372,509,274	110,904,587	2.97%	2.97%	0.04%
Hi-Tech Lubricants Limited	-	806,500	-	806,500	-	-	-	-	-	-	-
	709,512	2,330,014	-	931,500	2,108,026	261,604,687	372,509,274	110,904,587	2.97%	2.97%	
Oil & gas exploration companies											
Mari Petroleum Company Limited	329,547	35,000	-	86,000	278,547	437,005,021	583,862,367	146,857,346	4.65%	4.66%	0.02%
Oil & Gas Development Company Limited (note 5.1.2)	7,250,345	1,065,501	-	595,000	7,720,846	627,076,811	868,209,133	241,132,322	6.91%	6.93%	0.02%
Pakistan Oilfields Limited	494,531	-	-	75,000	419,531	168,554,970	177,016,910	8,461,940	1.41%	1.41%	0.01%
Pakistan Petroleum Limited (note 5.1.2)	4,733,088	2,385,000	-	843,258	6,274,830	402,874,937	721,793,695	318,918,758	5.75%	5.76%	0.02%
	12,807,511	3,485,501	-	1,599,258	14,693,754	1,635,511,739	2,350,882,105	715,370,366	18.72%	18.76%	
Engineering											
Amreli Steels Limited	16,352	-	-	16,352	-	-	-	-	-	-	-
Crescent Steel & Allied Products Limited	291,000	-	-	291,000	-	-	-	-	-	-	-
International Industries Limited	627,989	797,894	-	-	1,425,883	129,251,856	198,012,372	68,760,516	1.58%	1.58%	0.11%
Mughal Iron & Steel Industries Limited	1,448,591	130,000	-	87,188	1,491,403	72,944,568	98,701,051	25,756,483	0.79%	0.79%	0.04%
	2,383,932	927,894	-	394,540	2,917,286	202,196,424	296,713,423	94,516,999	2.37%	2.37%	

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Name of investee company	As at July 01, 2023	Purchases during the period	Bonus / rights issue	Sales during the period	As at December 31, 2023	As at December 31, 2023			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company
						Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Fund	Total market value of investments of the Fund	
----- Number of shares -----						----- (Rupees) -----			----- Percentage -----		
<b>Automobile assembler</b>											
Al-Ghazi Tractors Limited (note 5.1.1)	-	148,000	-	-	148,000	54,710,267	54,168,000	(542,267)	0.43%	0.43%	0.05%
Pak Suzuki Motor Company Limited	-	50,000	-	50,000	-	-	-	-	-	-	-
	-	198,000	-	50,000	148,000	54,710,267	54,168,000	(542,267)	0.43%	0.43%	
<b>Automobile parts &amp; accessories</b>											
Panther Tyres Limited	-	3,372,500	-	688,500	2,684,000	89,350,059	121,504,680	32,154,621	0.97%	0.97%	0.16%
Thal Limited (note 5.1.1)	424,000	5,000	-	208,918	220,082	35,689,381	64,924,190	29,234,809	0.52%	0.52%	0.05%
	424,000	3,377,500	-	897,418	2,904,082	125,039,440	186,428,870	61,389,430	1.49%	1.49%	
<b>Technology &amp; communications</b>											
Avanceon Limited	267,964	350,000	-	617,964	-	-	-	-	-	-	-
Air Link Communication Limited	-	2,550,000	-	1,733,291	816,709	31,940,866	49,623,239	17,682,373	0.40%	0.40%	0.02%
Pakistan Telecommunication Company Limited *	-	1,044,500	-	-	1,044,500	12,883,140	12,774,235	(108,905)	0.10%	0.10%	-
Hum Network Limited (note 5.1.1)	11,300,400	2,000,000	-	-	13,300,400	78,938,842	91,107,740	12,168,898	0.73%	0.73%	1.17%
Systems Limited	702,755	92,915	-	200,000	595,670	243,847,981	252,301,985	8,454,004	2.01%	2.01%	0.02%
TRG Pakistan Limited	1,185,000	400,000	-	-	1,585,000	145,067,962	125,325,950	(19,742,012)	1.00%	1.00%	0.03%
	13,456,119	6,437,415	-	2,551,255	17,342,279	512,678,791	531,133,149	18,454,358	4.24%	4.24%	
<b>Fertilizer</b>											
Engro Fertilizers Limited	1,136,500	3,348,306	-	210,257	4,274,549	386,487,925	479,732,634	93,244,709	3.82%	3.83%	0.03%
Engro Corporation Limited (note 5.1.2)	1,236,426	-	-	237,245	999,181	259,677,150	294,668,469	34,991,319	2.35%	2.35%	0.02%
Fatima Fertilizer Company Limited *	-	600,000	-	-	600,000	21,097,880	21,294,000	196,120	0.17%	0.17%	-
Fauji Fertilizer Bin Qasim Limited	4,526,000	3,097,500	-	4,200,000	3,423,500	54,331,353	109,209,650	54,878,297	0.87%	0.87%	0.03%
Fauji Fertilizer Company Limited	4,728,412	470,000	-	1,880,965	3,317,447	327,665,612	375,501,826	47,836,214	2.99%	3.00%	0.03%
	11,627,338	7,515,806	-	6,528,467	12,614,677	1,049,259,920	1,280,406,579	231,146,659	10.20%	10.22%	
<b>Pharmaceuticals</b>											
Abbott Laboratories (Pakistan) Limited	-	75,500	-	2,800	72,700	28,622,644	33,457,267	4,834,623	0.27%	0.27%	0.01%
Citi Pharma Ltd.	2,300,000	200,500	-	527,000	1,973,500	42,643,652	46,850,890	4,207,238	0.37%	0.37%	0.09%
Haleon Pakistan Limited	64,500	-	-	64,500	-	-	-	-	-	-	-
AGP Limited	-	265,000	-	50,000	215,000	14,253,291	15,116,650	863,359	0.12%	0.12%	0.01%
Ferozsons Laboratories Limited	-	400,000	-	-	400,000	59,870,829	88,256,000	28,385,171	0.70%	0.70%	0.09%
The Searle Company Limited	-	1,300,000	-	1,300,000	-	-	-	-	-	-	-
Highnoon Laboratories Limited	129,470	88,400	-	-	217,870	78,969,986	109,928,487	30,958,501	0.88%	0.88%	0.04%
	2,493,970	2,329,400	-	1,944,300	2,879,070	224,360,402	293,609,294	69,248,892	2.34%	2.34%	
<b>Chemicals</b>											
Engro Polymer & Chemicals Limited	2,458,428	700,000	-	2,393,544	764,884	32,777,810	35,635,946	2,858,136	0.28%	0.28%	0.01%
Lucky Core Industries Limited	172,422	-	-	60,000	112,422	67,918,627	87,531,769	19,613,142	0.70%	0.70%	0.01%
	2,630,850	700,000	-	2,453,544	877,306	100,696,437	123,167,715	22,471,278	0.98%	0.98%	
<b>Leather &amp; tanneries</b>											
Service GlobalFootwear Limited	823,837	-	-	311,500	512,337	14,283,956	30,904,168	16,620,212	0.25%	0.25%	0.02%
Service Industries Limited	340,636	164,500	-	-	505,136	167,537,785	317,407,257	149,869,472	2.53%	2.53%	0.11%
	1,164,473	164,500	-	311,500	1,017,473	181,821,741	348,311,425	166,489,684	2.78%	2.78%	
<b>Foods &amp; personal care products</b>											
Al-Tahir Limited *	829,565	-	-	829,500	65	1,070	900	(170)	-	-	-
Matco Foods Limited	-	2,031,500	-	-	2,031,500	59,117,840	75,165,500	16,047,660	0.60%	0.60%	0.17%
Fauji Foods Limited	-	3,000,000	-	3,000,000	-	-	-	-	-	-	-
	829,565	5,031,500	-	3,829,500	2,031,565	59,118,910	75,166,400	16,047,490	0.60%	0.60%	
<b>Cables &amp; electrical goods</b>											
Pak Elektron Limited	-	1,700,000	-	-	1,700,000	28,391,878	38,386,000	9,994,122	0.31%	0.31%	0.02%
	-	1,700,000	-	-	1,700,000	28,391,878	38,386,000	9,994,122	0.31%	0.31%	

# Atlas Stock Market Fund

Name of investee company	As at July 01, 2023	Purchases during the period	Bonus / rights issue	Sales during the period	As at December 31, 2023	As at December 31, 2023			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company	
						Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Fund	Total market value of investments of the Fund		
----- Number of shares -----						----- (Rupees) -----			----- Percentage -----			
<b>Glass &amp; ceramics</b>												
Tariq Glass Industries Limited	2,007,798	131,590	-	50,000	2,089,388	143,223,005	208,353,771	65,130,766	1.66%	1.66%	0.12%	
	2,007,798	131,590	-	50,000	2,089,388	143,223,005	208,353,771	65,130,766	1.66%	1.66%		
<b>Transport</b>												
Pakistan National Shipping Corporation	-	197,500	-	-	197,500	52,193,378	52,236,775	43,397	0.42%	0.41%	0.01%	
	-	197,500	-	-	197,500	52,193,378	52,236,775	43,397	0.42%	0.41%		
<b>Paper &amp; board</b>												
Packages Limited	161,600	25,225	-	-	186,825	72,064,925	99,034,064	26,969,139	0.79%	0.79%	0.02%	
	161,600	25,225	-	-	186,825	72,064,925	99,034,064	26,969,139	0.79%	0.79%		
<b>Miscellaneous</b>												
Pakistan Aluminium Beverage Cans Limited	-	800,000	-	53,274	746,726	39,748,438	56,430,084	16,681,646	0.45%	0.45%	0.02%	
Shifa International Hospitals Limited	676,200	150,000	-	-	826,200	103,827,517	115,890,692	12,063,175	0.92%	0.92%	0.13%	
Pakistan Hotels Developers Limited	-	40,000	-	-	40,000	21,037,995	18,000,000	(3,037,995)	0.14%	0.14%	0.02%	
	676,200	990,000	-	53,274	1,612,926	164,613,950	190,320,776	25,706,826	1.51%	1.51%		
<b>Refinery</b>												
Attock Refinery Limited	689,500	100,000	-	450,000	339,500	67,767,582	111,176,065	43,408,483	0.89%	0.88%	0.03%	
National Refinery Limited	100,000	110,000	-	210,000	-	-	-	-	-	-	-	
	789,500	210,000	-	660,000	339,500	67,767,582	111,176,065	43,408,483	0.89%	0.88%		
Total as at December 31, 2023 (Un-audited)						8,907,367,834	12,534,833,203	3,627,465,369	99.88%	100.00%		
Total as at June 30, 2023 (Audited)						8,513,622,854	7,959,118,415	(554,504,439)	100.00%	100.00%		

**5.1.1** All shares have a face value of Rs. 10 each except for the shares of Thal Limited and Al-Ghazi Tractors Limited which have a face value of Rs 5 per share and K-Electric Limited and Hum Network Limited which have a face value of Rs. 3.5 and Re. 1 per share respectively.

**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:

	December 31, 2023		June 30, 2023	
	(Un-audited)		(Audited)	
	Number of shares	Rupees	Number of shares	Rupees
Pakistan Petroleum Limited	297,000	34,163,910	297,000	17,564,580
Engro Corporation Limited	125,000	36,863,750	125,000	32,486,250
Habib Bank Limited	60,000	6,650,400	60,000	4,393,800
United Bank Limited	170,000	30,232,800	170,000	19,981,800
Oil & Gas Development Company Limited	100,000	11,245,000	100,000	7,800,000
	<b>752,000</b>	<b>119,155,860</b>	<b>752,000</b>	<b>82,226,430</b>

<b>5.2 Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial asset at fair value through profit or loss'</b>	<b>Note</b>	<b>December 31, 2023 (Un-audited)</b>		<b>June 30, 2023 (Audited)</b>	
		----- (Rupees) -----			
Market value of investments	5.1	12,534,833,203		7,959,118,415	
Less: carrying value of investments	5.1	8,907,367,834		8,513,622,854	
		<b>3,627,465,369</b>		<b>(554,504,439)</b>	

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		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	----- (Rupees) -----	
<b>6 DIVIDEND AND MARK-UP RECEIVABLE</b>			
Dividend receivable		1,537,011	-
Mark-up receivable on bank balances		1,316,868	17,800
		<b>2,853,879</b>	<b>17,800</b>
<b>7 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY</b>			
Management fee payable	7.1	27,099,073	16,565,755
Sindh Sales Tax payable on management fee	7.2	6,491,691	5,122,359
Federal Excise Duty payable on management fee	7.3	20,301,988	20,301,987
Accounting and operational charges payable	7.4	7,045,516	12,589,678
Selling and marketing expenses payable	7.5	16,943,482	7,318,141
		<b>77,881,750</b>	<b>61,897,920</b>

**7.1** As per regulation 61 of the NBFC Regulations, the Management Company of the Fund is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the average rate of 2.5% (June 30, 2023: 2.5%) on the average annual net assets of the Fund during the period ended December 31, 2023. The remuneration is payable to the Management Company monthly in arrears.

**7.2** During the period, an amount of Rs. 16.645 million (December 31, 2022: Rs. 14.521 million) was charged on account of sales tax on remuneration of the Management Company levied through Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

**7.3** 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 Honourable 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 Honourable 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. 20.30 million (June 30, 2023: Rs. 20.30 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, 2023 would have been higher by Rs. 1.45 (June 30, 2023: Rs. 1.45) per unit.

**7.4** 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).

# Atlas Stock Market Fund

During the period, the Management Company based on its own discretion has charged such expenses at the average rate of 0.81% (June 30, 2023: 0.5%) of the average annual net assets of the Fund from July 01, 2023 to December 31, 2023.

- 7.5 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) upto a maximum limit approved by the Board of Directors of the Management Company as part of annual plan.

Accordingly, the Management Company has charged selling and marketing expenses based on its discretion (duly approved by the Board of Directors) while keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations, 2008. Keeping in view the maximum allowable threshold, the Management Company has charged such expenses at the rate of 0.60% (June 30, 2023: 0.5%) of the average annual net assets of the Fund.

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
8	PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	----- (Rupees) -----
	Trustee fee payable	8.1	1,168,588
	Sindh Sales Tax payable on Trustee fee	8.2	151,926
			<u>1,320,514</u>
			<u>841,574</u>

- 8.1 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 Asset Value whichever is higher.
On an amount exceeding Rs. 1,000 million	Rs. 2.0 million plus 0.10% per annum of Net Asset Value exceeding Rs. 1,000 million.

- 8.2 During the period, an amount of Rs. 731,146 (December 31, 2022: Rs. 646,375) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
9	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	----- (Rupees) -----
	Annual fee payable	9.1	<u>1,029,761</u>
			<u>1,704,072</u>

- 9.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

Effective from July 1, 2023, the SECP vide SRO No. 592(I)/2023 dated May 17, 2023, has revised the rate of fee to 0.095% per annum of the daily net assets of the Fund, applicable to "Equity scheme". Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged the SECP fee at the rate of 0.095% per annum of the daily net assets during the period.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month. Previously, the Fund was required to pay SECP fee within three months of the close of accounting year.

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	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	----- (Rupees) -----	
<b>10 ACCRUED EXPENSES AND OTHER LIABILITIES</b>		
Auditors' remuneration payable	527,598	542,160
NCCPL charges payable	-	25,000
Withholding and capital gain tax payable	2,293,008	431,902
Transaction charges payable	6,913,892	1,447,539
Legal and professional charges payable	350,000	350,000
Zakat payable	-	829
Dividend payable	398,983	398,983
Sale load payable	36,536	36,536
Other payables	70,085	66,820
	<b>10,615,102</b>	<b>3,299,769</b>

## 11 CONTINGENCIES AND COMMITMENTS

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

## 12 TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income available for distribution for the year as reduced by capital gains whether realized or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the management intends to distribute atleast 90% of the income earned by the Fund for year ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these 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.

		For the Half Year Ended December 31,	
		2023	2022
		(Un-audited)	
		----- (Rupees) -----	
<b>14 CASH AND CASH EQUIVALENTS</b>	<b>Note</b>		
Bank Balances	4.1	50,790,263	54,497,755
		<b>50,790,263</b>	<b>54,497,755</b>

## 15 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at December 31, 2023 based on current period results is 4.75% (December 31, 2022: 3.58%) which includes 0.46% (December 31, 2022: 0.37%) representing government levies on the Fund such as sales tax, annual fee to the SECP etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Equity Scheme'.

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

**16.1** 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.

# Atlas Stock Market Fund

- 16.2** 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.
- 16.3** 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.
- 16.4** Accounting and operational charges are charged by the Management Company subject to the maximum prescribed total expense ratio.

		<b>For the Half Year Ended December 31,</b>	
		<b>2023</b>	<b>2022</b>
		<b>(Un-audited)</b>	
		<b>----- (Rupees) -----</b>	
<b>16.5 Transactions during the period</b>			
<b>Atlas Asset Management Limited (Management Company)</b>			
Remuneration of the Management Company including sales tax thereon		144,681,457	126,221,129
Accounting and operational charges		41,364,556	22,340,023
Selling and Marketing expenses		30,728,805	-
Issue of 670 units (2022: 892 units)		500,206	526,338
Redemption of 14,978 units (2022: Nil units)		10,000,000	-
<b>Central Depository Company of Pakistan Limited (Trustee)</b>			
Remuneration of the Trustee including sales tax thereon		6,355,346	5,618,490
Settlement charges including sales tax thereon		198,097	163,062
<b>Atlas Insurance Limited (Group Company)</b>			
Issue of 317,221 units (2022: Nil units)		194,973,669	-
Redemption of 374,321 units (2022: Nil units)		242,747,142	-
<b>Atlas Metals (Private) Limited (Group Company)</b>			
Redemption of 33,281 units (2022: Nil units)		21,026,677	-
<b>Atlas Group of Companies Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)</b>			
Issue of Nil units (2022: 4,324 units)		-	2,500,000
Redemption of 18,949 units (2022: Nil units)		15,000,000	-
<b>Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement benefits plan of a Group Company)</b>			
Redemption of 1,566 units (2022: Nil units)		1,300,000	-
<b>Atlas Honda Limited (Group Company)</b>			
Redemption of Nil units (2022: 29,783 units)		-	17,217,643
<b>Batools Benefit Trust</b>			
Redemption of 34,201 units (2022: Nil units)		20,730,000	-
<b>Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)</b>			
Redemption of 45,499 units (2022: Nil units)		29,301,069	-
<b>Directors and their close family members and key management personnel of the Management Company</b>			
Issue of 352,035 units (2022: 3,765 units)		227,243,718	2,221,799
Redemption of 77,952 units (2022: 204,588 units)		52,880,969	118,950,685

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	December 31, 2023 (Un-audited) ----- (Rupees) -----	June 30, 2023 (Audited) -----
<b>16.6 Balances outstanding as at period / year end</b>		
<b>Atlas Asset Management Limited (Management Company)</b>		
Management fee payable	27,099,073	16,565,755
Sindh Sales Tax payable on management fee	6,491,691	5,122,359
Federal Excise Duty payable on management fee	20,301,988	20,301,987
Accounting and operational charges payable	7,045,516	12,589,678
Selling and marketing expenses payable	16,943,482	7,318,141
Outstanding 74,195 units (June 30, 2023: 88,503 units)	66,344,291	50,684,018
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Trustee fee payable	1,168,588	744,747
Sindh Sales Tax payable on Trustee fee	151,926	96,827
<b>Atlas Foundation (Trust having common Director / Trustee)</b>		
Outstanding 894,455 units (June 30, 2023: 894,455 units)	799,815,633	512,238,102
<b>Atlas Insurance Limited (Group Company)</b>		
Outstanding 260,121 units (June 30, 2023: 317,221 units)	232,598,599	181,666,661
<b>Batools Benefit Trust (Trust having common Director / Trustee)</b>		
Outstanding 137,541 units (June 30, 2023: 171,742 units)	122,988,072	98,353,501
<b>Atlas Metals (Private) Limited (Group Company)</b>		
Outstanding Nil units (June 30, 2023: 33,281 units)	-	19,059,656
<b>Atlas Group of Companies Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)</b>		
Outstanding 130,086 units (June 30, 2023: 149,035 units)	116,322,226	85,349,591
<b>Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund (Retirement benefit plan of a Group Company)</b>		
Outstanding 169,889 units (June 30, 2023: 169,889 units)	151,913,957	97,292,568
<b>Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)</b>		
Outstanding 3,687 units (June 30, 2023: 5,253 units)	3,297,134	3,008,241
<b>Shirazi Investments (Private) Limited (Group Company)</b>		
Outstanding 3,555,657 units (June 30, 2023: 3,555,657 units)	3,179,443,554	2,036,259,695
<b>Sindh Province Pension Fund (Unit Holder with more than 10% of holding)</b>		
Outstanding 1,547,293 units (June 30, 2023: 1,547,293 units)	1,383,578,421	886,106,191
<b>CDC-Trustee Punjab Pension Fund Trust (Unit Holder with more than 10% of holding)</b>		
Outstanding 1,562,207 units (June 30, 2023: 1,562,207 units)	1,396,915,151	894,647,636

# Atlas Stock Market Fund

	December 31, 2023 (Un-audited) ----- (Rupees) -----	June 30, 2023 (Audited) -----
<b>16.6 Balances outstanding as at period / year end</b>		
<b>Sindh General Provident Investment Fund (Unit Holder with more than 10% of holding)</b>		
Outstanding 1,395,434 units (June 30, 2023: Nil)	1,247,787,210	-
<b>Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)</b>		
Outstanding 45,499 units (June 30, 2023: 90,998 units)	40,684,878	52,112,872
<b>Atlas Honda Limited - Non Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)</b>		
Outstanding 20,726 units (June 30, 2023: 20,726 units)	18,532,937	11,869,331
<b>Directors and their close family members and key management personnel of the Management Company</b>		
Outstanding 1,518,282 units (June 30, 2022: 1,244,199 units)	1,357,637,084	712,530,038

**16.7** As required under S.R.O. 592(I)/2023 dated May 17, 2023, the Management Company have developed a policy (without any exemption) to align the interests of its key employees i.e. (Chief Executive Officer and Chief Investment Officer) with those of the unit holders of the CISs managed by the Management Company. Accordingly, 20% of bonuses paid (net of tax) to these employees were retained and invested in the CIS managed by the Management Company. Included in the units above, bonuses paid to key employees in the form of units of the Fund (Atlas Stock Market Fund return as on December 31, 2023 is 56.14%) include 152 units held by the Chief Executive Officer and 82 units held by the Chief Investments Officer having market value Rs. 136,181 and Rs. 73,954 respectively as at December 31, 2023 (June 30, 2023 : Rs 87,217 and Rs 46,723 respectively).

## 17 FAIR VALUE OF 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.

### 17.1 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, 2023 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

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## ASSETS

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

Listed equity securities

----- As at December 31, 2023 (Un-audited) -----			
Level 1	Level 2	Level 3	Total
----- (Rupees) -----			

12,534,833,203	-	-	12,534,833,203
<b>12,534,833,203</b>	<b>-</b>	<b>-</b>	<b>12,534,833,203</b>

## ASSETS

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

Listed equity securities

----- As at June 30, 2023 (Audited) -----			
Level 1	Level 2	Level 3	Total
----- (Rupees) -----			

7,959,118,415	-	-	7,959,118,415
<b>7,959,118,415</b>	<b>-</b>	<b>-</b>	<b>7,959,118,415</b>

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.

## 18 GENERAL

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

## 19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on February 22, 2024.

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

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

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

**Head Office- Karachi**

Ground Floor,  
Federation House,  
Shahra-e-Firdousi, Clifton,  
Karachi-75600.  
Ph: (92-21) 35379501- 04  
Fax: (92-21) 35379280

**Savings Center- Karachi**

Ground Floor, Faiyaz Center,  
Shahra-e-Faisal  
(opp. FTC building),  
Karachi-74400.  
Ph: (92-21) 34522601-02  
Fax: (92-21) 34522603

**SITE Office- Karachi**

C/o. Atlas Honda Limited,  
F/36, Estate Avenue,  
S.I.T.E.,  
Karachi.

**Landhi Office- Karachi**

C/o. Atlas Engineering Limited,  
15th Mile,  
National Highway,  
Landhi, Karachi.  
Ph: (92-21) 111-111-235 Ext. 361

**Savings Center**

**North Nazimabad Karachi:**  
Ground Floor, Symbol Building,  
Block-L, North Nazimabad,  
Karachi-74600.  
Ph: (92-21) 37131710-13  
(92-21) 36670214-16,  
(92-21) 36721661-63

**Savings Center  
Gulshan-e-Iqbal Karachi:**

Ground Floor, Gul Center,  
KDA Scheme No. 24,  
Block – 3, Gulshan-e-Iqbal,  
Karachi-75300.  
Ph: (92-21) 34960557-60

**Savings Center - Lahore**

64, Block -XX,  
Khayaban-e-Iqbal,  
Phase-III, DHA Lahore.  
Ph: (92-42) 32560890-92  
(92-42) 37132688-89

**Rawalpindi Office**

C/o. Atlas Honda Ltd.  
Ground Floor,  
Islamabad Corporate Center,  
Golra Road, Rawalpindi.  
Ph: (92-51) 2801140  
Fax: (92-51) 5495928

**Savings Center- Islamabad**

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

**Peshawar Office:**

C/o Shirazi Trading Company,  
4th Floor, Marhaba IT Tower,  
University Road, Tehkal,  
Peshawar, Khyber Pakhtunkhwa  
Ph: (92-91) 5845268  
(92) 333 9006050

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