



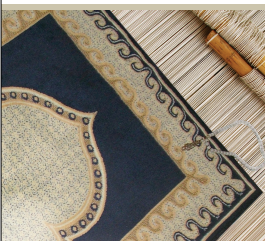
Atlas Islamic Income Fund

Atlas Islamic Stock Fund

QUARTERLY REPORT

30 September 2012

(UN-AUDITED)



Interlacing
Principles with High
Standards



at the Right Pace at the Right Place at the Right Time

It Takes Skill to
Master the Game



Management Company

Atlas Asset Management

Rated AM2- by PACRA



Vision

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

Mission Statement

We are committed to offering our investors the best possible returns on a diverse range of products; to meeting not only the customers' current and future requirements, but also exceeding their expectations. We aim to be the company with which people prefer to do business. We are committed to providing a stimulating and challenging environment in which all our people can be valuable contributors to the achievement of our vision, while achieving career progression and job satisfaction. We recognize that our success comes from our people. We are committed to the highest ethical and fiduciary standards and 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 Meraj

ORGANISATION

Management Company		Investment Committee	
Atlas Asset Management Limited		Chairman	Mr. M. Habib-ur-Rahman
Board of Directors of the Management Company		Members	Mr. Ali H. Shirazi
			Mr. Muhammad Abdul Samad
			Mr. Khalid Mahmood
			Mr. Muhammad Umar Khan
			(Secretary)
Chairman	Mr. Yusuf H. Shirazi (Non-Executive Director)	Management Committee	
Directors	Mr. Tariq Amin (Independent Director)		
	Mr. M. Ashraf Janjua (Independent Director)		
	Mr. Frahim Ali Khan (Non-Executive Director)		
	Mr. Arshad P. Rana (Non-Executive Director)		
	Mr. Ali H. Shirazi (Non-Executive Director)	Chairman	Mr. M. Habib-ur-Rahman
		Members	Ms Lilly R. Dossabhoy
			Mr. Muhammad Abdul Samad
			Mr. Abbas Sajjad
		Secretary	Mr. M. Irfan Dhedhi
Chief Executive Officer	Mr. M. Habib-ur-Rahman (Executive Director)	Risk Management Committee	
Company Secretary	Ms Lilly R. Dossabhoy	Chairman	Mr. Muhammad Abdul Samad
Board Committees		Members	Mr. Khalid Mahmood
			Ms Qurrat-ul-Ain Jafari
Audit Committee			Mr. Muhammad Umar Khan
		Secretary	Ms Zainab Hussain
Chairman	Mr. Tariq Amin	Chief Internal Auditor	
Members	Mr. M. Ashraf Janjua Mr. Frahim Ali Khan		
Secretary	Ms Qurrat-ul-Ain Jafari	Ms Qurrat-ul-Ain Jafari	
Human Resource Committee		Registered Office	
Chairman	Mr. Frahim Ali Khan	Ground Floor, Federation House, Sharae Firdousi Clifton, Karachi - 75600 Tel: (92-21) 111-MUTUAL (6-888-25) (92-21) 35379501-04 Fax: (92-21) 35379280 Email: info@atlasfunds.com.pk Website: www.atlasfunds.com.pk	
Members	Mr. M. Habib-ur-Rahman Mr. Ali H. Shirazi		
Secretary	Mr. Mohsin Ali Khan		

The above information is as at 24 October 2012.

First Quarter Report 2012-13

CHAIRMAN'S REVIEW

It is my pleasure to present to you the un-audited financial statements of Atlas Islamic Income Fund (AIIF) and Atlas Islamic Stock Fund (AISF) for the first quarter ended 30 September 2012 of the FY 2012-13.

The Economy

Pakistan's current account marked a surplus of US\$ 432 million for the first quarter (July-September) of the FY 2012-13, as compared to a deficit of US\$ 1,339 million witnessed in corresponding period last year. This is primarily due to strong remittances; US\$ 3.6 billion received in July - September 2012 and receipt of US\$ 1.12 billion Coalition Support Funds in August 2012. On a positive side, trade deficit declined by 9.97% in the first quarter due to rise in exports by 4.26% YoY (US\$ 6.19 billion) and decline in imports by 2.4% YoY, (US\$ 10.85 billion) for the July- September FY 2012-13 period. The foreign exchange reserves of the country stood at US\$ 14.9 billion as of 28 September 2012. CPI inflation during July-September FY 2012-13 averaged 9.1% as compared to 11.5% during July-September FY 2011-12. The State Bank of Pakistan (SBP) continued with its policy of gradually easing discount rate to enhance growth with the reduction in CPI inflation. A declining inflation, together with weak growth in credit to private businesses, is the basic context in which SBP reduced its policy rate by 150 bps in August 2012 and later by 50 bps in October 2012, that is, from 12% to currently 10%.

Fund Operations - AIIF

The AIIF's Net Asset Value per unit has increased by 3.08% to Rs.517.46 as on 30 September 2012, this works out to 12.24% on an annualized basis. The AIIF's total exposure in Government of Pakistan Ijarah Sukuks was 64.62% with remaining 35.38% in high yielding Shariah compliant bank deposits. The Net Assets of the Fund stood at Rs.500.10 million, with 0.96 million units outstanding as of 30 September 2012.

The Investment Committee of Atlas Asset Management Limited, the Management Company of Atlas Islamic Income Fund, under the authority delegated by the Board of Directors of the Management Company has approved an interim bonus distribution of Rs.12 per unit (2.40% on the face value of Rs.500 per unit) for the quarter ended 30 September 2012. This works out to an interim distribution of 2.39% (not annualized) of the opening net asset value of units during the first quarter.

Fund Operations - AISF

The AISF's Net Asset Value per unit has increased by 13.52% to Rs.369.20 as on 30 September 2012. The benchmark KMI-30 index increased by 15.48% during the same period. The KMI - 30 index has increased from 23,776 points as on 30 June 2012 to 27,458 points as on 30 September 2012. AISF's strategy will continue to focus on dividend plays and stocks which are trading at relatively cheap multiples with earning growth prospects. AISF's equity portfolio exposure was mainly in Oil & Gas, Construction & Materials, Electricity, and Chemical sectors. The Net Assets of the Fund stood at Rs.644.96 million, with 1.75 million units outstanding as of 30 September 2012.

Ratings

• Asset Manager Rating

The Pakistan Credit Rating Agency Limited (PACRA) has maintained the asset manager rating of Atlas Asset Management Limited (AAML) at "AM2-" (AM Two Minus). The rating denotes the Company's very strong capacity to manage the risks inherent in asset management and meets high investment management industry standards and benchmarks.

• Fund Stability Rating - AIIF

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 low exposure to risks.

• Star Ranking - AISF

PACRA has assigned a "4 Star" short term ranking to the Fund, and a long term "4 Star" ranking, for FY 2010-11. The short term ranking is based on performance during the trailing twelve months period, whereas long-term star ranking is based on performance during the trailing thirty six months. The annual star ranking review is currently in progress.

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Future Outlook

In order to achieve sustainable economic growth in the medium term, it is imperative to encourage investment by bringing comprehensive reforms in the energy and fiscal sectors. This would involve effective policies to broaden the tax base and to increase revenues, tackling the circular debt to resolve the prevailing energy crisis, and human development. There is also a need to improve financial inflows in order to further build foreign exchange reserves. The SBP decision to reduce policy rate is expected to have a desirable impact on the demand for private sector credit and investment in the economy. A durable solution to the energy sector problems would help in lowering inflation on more sustainable basis.

Both, AIIF and AISF are committed to prudent investment procedures and will continue to provide consistent long term returns to the investors.

ملت سے رابطہ استوار رکھ

(Let us continue to enforce our social responsibility)

Acknowledgement

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

Karachi: 24 October 2012

Yusuf H. Shirazi
Chairman

First Quarter Report 2012-13

Atlas Islamic Income Fund

Corporate Information

Trustee

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

Shariah Advisor

Dr. Fazlur Rahman

Auditors

Ernst & Young Ford Rhodes Sidat Hyder
Chartered Accountants

Legal Advisers

Mohsin Tayebaly & Co.

Bankers

Al-Baraka Bank (Pakistan) Limited
Bank Al Habib Limited - Islamic Banking
Faysal Bank Limited - Islamic Banking

Atlas Islamic Income Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 30 SEPTEMBER 2012

		30 September 2012 Un-audited	30 June 2012 Audited
	Note	Rupees	
Assets			
Bank balances	4	169,521,772	134,968,907
Investment	5	323,165,500	324,132,500
Mark-up accrued	6	10,990,331	6,839,603
Deferred formation cost	7	155,715	207,620
Prepayment		22,500	-
Security deposit with Central Depository Company of Pakistan Limited		100,000	100,000
Total assets		503,955,818	466,248,630
Liabilities			
Payable to the management company		620,914	791,813
Payable to the Trustee		70,260	64,019
Payable to the SECP		92,402	323,111
Accrued and other liabilities	8	3,071,267	2,754,901
Total liabilities		3,854,843	3,933,844
Net assets		500,100,975	462,314,786
Unit holders' fund		500,100,975	462,314,786
Number of units in issue		966,451	920,985
Net asset value per unit		517.46	501.98

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited
(Management Company)

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2012

	Note	2012 ----- Rupees -----	2011 -----
Income			
Mark-up income	9	13,759,326	12,158,878
Net gain on investments designated at fair value through income statement			
Net gain on maturity / sale of investments		451,500	-
Net unrealised gain on revaluation of investments		2,869,000	1,782,001
		3,320,500	1,782,001
Element of income and capital gains included in prices of units issued less those in units redeemed - net		116,840	771,676
		17,196,666	14,712,555
Expenses			
Remuneration of the management company		1,232,051	1,007,903
Sindh Sales Tax on Remuneration of the Management Company		197,128	161,264
Remuneration of the trustee		209,448	171,344
SECP annual fee		92,402	75,594
Annual listing fee		7,500	7,500
Annual rating fee		50,000	50,000
Auditors' remuneration		26,381	45,000
Printing charges		44,100	42,500
Securities transaction cost		15,500	13,000
Bank charges		1,148	60
Amortisation of deferred formation cost		51,905	51,905
Provision for Workers' Welfare Fund		305,382	261,730
		2,232,945	1,887,800
Net income for the period		14,963,721	12,824,755

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited
(Management Company)

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Income Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED 30 SEPTEMBER 2012

	2012	2011
	----- Rupees -----	
Net income for the period	14,963,721	12,824,755
Other comprehensive income	-	-
Total comprehensive income for the period	14,963,721	12,824,755

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited
(Management Company)

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM DISTRIBUTION STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2012

	2012	2011
	----- Rupees -----	-----
Undistributed income brought forward	1,442,230	10,301,134
Final distribution (2011: Rs.13.50 per unit declared on 7 July 2011)		
- Issue of bonus units	-	(8,641,358)
- Cash payout against final distribution	-	(1,335,074)
	-	(9,976,432)
Net income for the period	14,963,721	12,824,755
Undistributed income carried forward	16,405,951	13,149,457

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited
(Management Company)

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Income Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2012

	Note	2012	2011
		Rupees	
Cash flows from operating activities			
Net income for the period		14,963,721	12,824,755
Adjustment for:			
Markup income		(13,759,326)	(12,158,878)
Amortisation of deferred formation cost		51,905	51,905
Net gain on maturity/sale of investments		(451,500)	-
Net unrealised gain on revaluation of investments at fair value through income statement		(2,869,000)	(1,782,001)
Element of income and capital gains included in prices of units issued less those in units redeemed - net		(116,840)	(771,676)
		(17,144,761)	(14,660,650)
Increase in prepayment		(22,500)	(22,500)
Increase/(decrease) in liabilities			
Payable to the management company		(170,899)	(183,317)
Payable to the trustee		6,241	4,093
Payable to the SECP		(230,709)	(171,417)
Accrued and other liabilities		316,366	454,351
		(79,001)	103,710
Markup received		9,608,598	8,315,826
Investments made during the period		(61,207,500)	(58,196,250)
Investments sold during the period		65,495,000	-
Net cash inflow from/(used in) operating activities		11,613,557	(51,635,108)
Cash flows from financing activities			
Proceeds from issue of units		66,344,155	51,971,502
Payment on redemption of units		(43,404,847)	(11,578,227)
Cash payout against distribution		-	(1,335,074)
Net cash inflow from financing activities		22,939,308	39,058,201
Net increase/(decrease) in cash and cash equivalents		34,552,865	(12,576,906)
Cash and cash equivalents at the beginning of the period		134,968,907	247,572,064
Cash and cash equivalents at the end of the period	4	169,521,772	234,995,158

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited
(Management Company)

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2012

	30 September 2012		30 September 2011	
	Units	Rupees	Units	Rupees
Net assets at the beginning of the period [Rs.501.98 (2011: Rs.513.95) per unit]	920,985	462,314,786	738,995	379,804,937
Issue of units	130,366	66,344,155	102,008	51,971,502
Redemption of units	(84,900)	(43,404,847)	(22,836)	(11,578,227)
	45,466	22,939,308	79,172	40,393,275
Element of income and capital gains included in prices of units issued less those in units redeemed - net	-	(116,840)	-	(771,676)
Final distribution (2011: Rs.13.50 per unit declared on 7 July 2011)				
- Issue of bonus units	-	-	17,267	-
- Cash payout against distribution	-	-	-	(1,335,074)
Net income for the period	-	14,963,721	-	12,824,755
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	14,963,721	-	12,824,755
Net assets at the end of the period [Rs.517.46 (2011: Rs.515.80) per unit]	966,451	500,100,975	835,434	430,916,217

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited
(Management Company)

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Income Fund

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2012

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Islamic Income Fund (the Fund) is an open ended Fund constituted by a trust deed entered into on 7 May 2008 between Atlas Asset Management Limited (AAML) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the trustee. The Trust Deed has been revised through the First Supplemental Trust Deed dated 23 June 2010 and the Second Supplemental Trust Deed dated 12 November 2010 with the approval of the SECP. Also, the Offering Document of the Fund has been revised through the First Supplement dated 23 June 2010 and the Second Supplement dated 12 November 2010, with the approval of the SECP. The investment activities and administration of the Fund are managed by AAML situated at Ground Floor, Federation House, Shahrae Firdousi, Clifton, Karachi.
- 1.2 Units of the Fund are offered for public subscription on a continuous basis since 14 October 2008, and are transferable and redeemable by surrendering them to the Fund. The Fund is listed on the Lahore Stock Exchange.
- 1.3 According to the trust deed, the objective of the Fund is to provide investors with a good and stable rate of current income consistent with long term preservation of capital in a Shariah Compliant manner. A secondary objective is to take advantage of opportunities to realize capital appreciation. The investment objectives and policies are fully defined in the Fund's Offering Document.

2. STATEMENT OF COMPLIANCE

- 2.1 These condensed interim financial statements have been prepared in accordance with International Accounting Standard - 34 "Interim Financial Reporting", the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the SECP. In case where requirements differ, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the requirements of the said directives prevail.
- 2.2 These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements of the Fund and should be read in conjunction with the financial statements of the Fund for the year ended 30 June 2012.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those of the previous financial year.

	30 September 2012 Un-audited	30 June 2012 Audited
Note	-----	-----
	Rupees	

4. BANK BALANCES

PLS saving accounts	4.1	169,521,772	134,968,907
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- 4.1 The expected rate of return on these accounts ranges between 6% to 10% (30 June 2012: 6% to 11%) per annum.

5. INVESTMENTS - at fair value through income statement

Government Securities

Government of Pakistan (GOP) - Ijarah Sukuks	5.1	323,165,500	324,132,500
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5.1 Government of Pakistan - Ijarah Sukuks

Script	Face Value - Rupees				Rupees	Percentage of	
	At the beginning of the period	Acquired during the period	Matured/Disposed during the period	At the end of the period	Market Value	Total investment	Net assets
Government of Pakistan - Ijarah Sukuks	324,000,000	61,000,000	65,000,000	320,000,000	323,165,500	100.00	64.62
	<u>324,000,000</u>	<u>61,000,000</u>	<u>65,000,000</u>	<u>320,000,000</u>	<u>323,165,500</u>	<u>100.00</u>	<u>64.62</u>

5.2 The cost of investments amounts to Rs.321,037,250 (30 June 2012: Rs.325,067,250).

5.3 The expected rate of markup ranges between 10.28% to 11.94% (30 June 2012: 11.81% to 11.94%) per annum and will mature by 30 April 2015 (30 June 2012: 28 June 2015).

Note	30 September 2012 Un-audited	30 June 2012 Audited
	----- Rupees -----	-----
6. MARK-UP ACCRUED		
Bank balances	1,446,030	1,322,738
GOP - Ijarah Sukuks	9,544,301	5,516,865
	<u>10,990,331</u>	<u>6,839,603</u>

7. DEFERRED FORMATION COST

Deferred formation cost	1,038,100	1,038,100
Less: Accumulated amortisation	(882,385)	(830,480)
	<u>155,715</u>	<u>207,620</u>

8. ACCRUED AND OTHER LIABILITIES

Auditors' remuneration payable	48,750	167,500
Printing charges payable	172,500	128,400
Rating fee payable	50,000	-
Zakat payable	-	701
Withholding tax payable	23,404	25
Sindh Sales Tax payable on Remuneration of the Management Company	66,127	60,252
Provision for Workers' Welfare Fund	8.1 2,676,550	2,371,168
Other payable	33,936	26,855
	<u>3,071,267</u>	<u>2,754,901</u>

8.1 The Finance Act 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance). As a result of this amendment it may be construed that all Collective Investment Schemes/Mutual Funds (CISs)/Pension Funds whose income exceeds Rs.0.5 million in a tax year, have been brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever is higher. In this regard, a Constitutional Petition has been filed by certain CISs through their trustees in the Honorable High Court of Sindh (SHC), challenging the applicability of WWF to the CISs/Pension Funds, which is pending adjudication. However, without prejudice to the above, the Management Company made a provision for WWF contribution in the annual financial statements for the year ended 30 June 2010.

Atlas Islamic Income Fund

- 8.1 In the year 2010, a clarification was issued by the Ministry of Labour and Manpower (the Ministry) which stated that mutual funds are not liable to contribute to WWF on the basis of their income. In December 2010 the Ministry filed its response against the Constitutional Petition requesting the Court to dismiss the same, whereafter, show cause notices were issued by Federal Board of Revenue (FBR) to several Mutual Funds (CISs)/Pension Funds for the collection of WWF. In respect of such show cause notices, certain Mutual Funds (CISs)/Pension Funds have been granted stay by Honorable SHC on the basis of the pending Constitutional Petition as referred above.

Subsequent to the year ended 30 June 2011, the Honorable Lahore High Court (LHC) in a Constitutional Petition relating to the amendments brought in the WWF Ordinance, 1971 through the Finance Act, 2006, and the Finance Act, 2008, has declared the said amendments as unlawful and unconstitutional. The Management Company is hopeful that the decision of the LHC, will lend further support to the Constitutional Petition which is pending in the SHC. However, pending the decision of the said Constitutional Petition, the Management Company, as a matter of abundant caution, has decided to continue to maintain the provision for WWF amounting to Rs.2,676,550 (30 June 2012: Rs.2,371,168) in these financial statements. Had the same not been made the net asset value per unit of the Fund would have been higher by Rs.2.77 (30 June 2012: Rs.2.57) per unit.

For the Quarter Ended	
30 September 2012	30 September 2011
Un-audited	Un-audited
----- Rupees -----	

9. MARK-UP INCOME

PLS saving accounts	4,174,596	6,968,795
Government of Pakistan Ijarah Sukuks	9,584,730	5,190,083
	<u>13,759,326</u>	<u>12,158,878</u>

10. TRANSACTIONS WITH RELATED PARTIES/CONNECTED PERSONS

10.1 Transactions for the period

Atlas Asset Management Limited (Management Company)		
Remuneration of the management company	1,232,051	1,007,903
Remuneration paid	1,195,330	983,600
Sindh Sales Tax on Remuneration of the Management Company	197,128	161,264
Formation cost paid	207,620	207,620
Bonus of Nil (2011: 435) units	-	217,814
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	209,448	171,344
Remuneration paid	203,207	167,251
Settlement charges	1,500	1,500
Atlas Fund of Funds (Fund under common management)		
Sale of 49,114 (2011: 19,402) units	25,000,000	10,000,000
Redemption of 49,114 (2011: Nil) units	25,028,658	-
Atlas Foundation (Trust having common Director/Trustee)		
Bonus of Nil (2011: 1,485) units	-	743,387
Atlas Honda Limited (Group Company)		
Bonus of Nil (2011: 2,855) units	-	1,428,552

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For the Quarter Ended	
30 September 2012	30 September 2011
Un-audited	Un-audited
----- Rupees -----	

10. TRANSACTIONS WITH RELATED PARTIES/CONNECTED PERSONS (Continued...)

10.1 Transactions for the period

Shirazi Investments (Private) Limited Employees Provident Fund

(Retirement benefit plan of a Group company)

Sale of 1,332 (2011: Nil) units

685,000

-

Key Management Personnel of Management Company

Sale of 2,121 (2011: 1,595) units

1,085,000

809,913

Bonus of Nil (2011: 115) units

-

57,556

Redemption of 1,218 (2011: 1,686) units

624,399

856,086

30 September
2012

Un-audited

30 June
2012

Audited

----- Rupees -----

10.2 Investments / outstanding balances as at period/year end

Atlas Asset Management Limited (Management Company)

Remuneration payable to the management company

413,294

376,573

Payable in respect of formation cost

207,620

415,240

Central Depository Company of Pakistan Limited (Trustee)

Remuneration payable to the Trustee

70,260

64,019

Atlas Foundation (Trust having common Director/Trustee)

Units in issue 62,076 (30 June 2012: 62,076) - at net asset value

32,121,905

31,160,967

Atlas Honda Limited (Group Company)

Units in issue 119,291 (30 June 2012: 119,291) - at net asset value

61,728,045

59,881,428

Shirazi Investments (Private) Limited Employees Provident Fund

(Retirement benefit plan of a Group company)

Units in issue 20,556 (30 June 2012: 19,224) - at net asset value

10,636,944

9,648,516

Key Management Personnel of Management Company

Units in issue 4,788 (30 June 2012: 3,884) - at net asset value

2,477,363

1,950,240

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

Atlas Islamic Income Fund

11. SUBSEQUENT EVENT - INTERIM DISTRIBUTION TO UNIT HOLDERS PER UNIT

The Investment Committee of the management company, under the authority delegated to them by the Board of Directors of the Management Company, in their meeting held on 5 October 2012, approved an interim distribution of Rs.12 per unit (2011: Rs.12.50) on the face value of Rs.500 each i.e. 2.40% (2011: 2.50%) amounting to Rs.12,058,584 (2011: Rs.10,464,112), on behalf of the Board of Directors of the Management Company.

12. GENERAL

12.1 Figures have been rounded off to the nearest Rupee.

12.2 Certain prior period's figures have been reclassified / re-arranged for the purpose of comparison. However, there were no material reclassifications to report.

13. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the management company on 24 October 2012.

For Atlas Asset Management Limited
(Management Company)

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

First Quarter Report 2012-13

Atlas Islamic Stock Fund

Corporate Information

Trustee

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

Shariah Advisor

Dr. Fazlur Rahman

Auditors

A. F. Ferguson & Co.
Chartered Accountants

Legal Advisers

Mohsin Tayebaly & Co.

Bankers

Al-Baraka Bank (Pakistan) Limited
Bank Islami Pakistan Limited
Faysal Bank Limited - Barkat Islamic Banking

Atlas Islamic Stock Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 30 SEPTEMBER 2012

		30 September 2012 Un-audited	30 June 2012 Audited
	Note	Rupees	
Assets			
Bank balances	4	31,382,995	42,299,162
Receivable against sale of securities		17,606,950	4,626,080
Investments	5	603,599,050	469,632,380
Dividend receivable		8,509,140	450,000
Prepayment		30,000	-
Income accrued on bank balances		223,183	594,447
Security deposits		2,600,000	2,600,000
Total assets		663,951,318	520,202,069
Liabilities			
Payable against purchase of securities		8,806,334	687,969
Payable to the management company		1,003,812	830,285
Payable to the trustee		105,381	87,988
Payable to the SECP		133,316	392,080
Accrued and other liabilities	6	8,943,732	7,250,626
Total liabilities		18,992,575	9,248,948
Net assets		644,958,743	510,953,121
Unit holders' fund		644,958,743	510,953,121
Number of units in issue		1,746,905	1,317,773
Net asset value per unit		369.20	387.74

The annexed notes from 1 to 9 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited
(Management Company)

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

First Quarter Report 2012-13

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2012

	Note	2012 ----- Rupees -----	2011 -----
Income			
Dividend income		12,965,390	3,965,000
Income on bank balances		758,537	532,553
Net gain on investments at fair value through income statement (held-for-trading)			
Net gain on sale of investments		14,427,789	2,546,471
Net unrealised gain on revaluation of investments		45,675,870	14,180,058
		60,103,659	16,726,529
Element of income / loss and capital gains / losses included in prices of units issued less those in units redeemed - net		9,003,996	477,861
		82,831,582	21,701,943
Expenses			
Remuneration of the management company		2,806,676	2,468,400
Sindh Sales Tax on remuneration of the management company		449,068	394,944
Remuneration of the trustee		280,669	176,569
SECP annual fee		133,316	78,165
Annual listing fee		10,000	7,500
Annual rating fee		25,000	25,000
Securities transaction cost		490,264	479,882
Auditors' remuneration		41,045	56,250
Printing charges		44,125	51,750
Bank charges		5,195	2,000
Provision for Workers' Welfare Fund	6.2	1,570,924	359,230
		5,856,282	4,099,690
Net income for the period		76,975,300	17,602,253

The annexed notes from 1 to 9 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited
(Management Company)

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Stock Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED 30 SEPTEMBER 2012

	2012	2011
	----- Rupees -----	
Net income for the period	76,975,300	17,602,253
Other comprehensive income	-	-
Total comprehensive income for the period	76,975,300	17,602,253

The annexed notes from 1 to 9 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited
(Management Company)

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM DISTRIBUTION STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2012

	Note	2012 Rupees	2011 Rupees
Accumulated income/(loss) brought forward		12,938,804	(15,476,034)
Final distribution for the year ended 30 June 2012 at the rate of Rs.62.50 per unit declared on 05 July 2012 (2011: Rs.105 per unit declared on 07 July 2011)		(82,360,783)	(81,820,514)
Net income for the period		76,975,300	17,602,253
Shariah non-compliant income set-aside for charity	6.1	(179,924)	(66,057)
Undistributed income/(accumulated loss) carried forward		<u>7,373,397</u>	<u>(79,760,352)</u>

The annexed notes from 1 to 9 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited
(Management Company)

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Stock Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2012

	Note	2012 ----- Rupees -----	2011 -----
Cash flows from operating activities			
Net income for the period		76,975,300	17,602,253
Adjustments for:			
Dividend income		(12,965,390)	(3,965,000)
Income on bank balances		(758,537)	(532,553)
Net gain on sale of investments		(14,427,789)	(2,546,471)
Net unrealised gain on revaluation of investments		(45,675,870)	(14,180,058)
Element of income/loss and capital gains/losses included in prices of units issued less those in units redeemed - net		(9,003,996)	(477,861)
		(82,831,582)	(21,701,943)
(Increase)/decrease in assets			
Receivable against sale of securities		(12,980,870)	1,848,731
Prepayment		(30,000)	(22,500)
		(13,010,870)	1,826,231
Increase/(decrease) in liabilities			
Payable against purchase of securities		8,118,365	(11,529,973)
Payable to the management company		173,527	31,470
Payable to the trustee		17,393	107
Payable to the SECP		(258,764)	(177,242)
Accrued and other liabilities		1,513,183	504,276
		9,563,704	(11,171,362)
Dividend received		4,906,250	3,407,500
Markup income received		1,129,801	744,863
Investments made during the period		(247,669,008)	(236,704,619)
Investments sold during the period		173,805,996	218,673,050
Net cash used in from operating activities		(77,130,409)	(27,324,026)
Cash flows from financing activities			
Proceeds from issue of units		204,878,749	118,215,545
Payment on redemption of units		(138,664,507)	(86,152,295)
Net cash inflow from financing activities		66,214,242	32,063,250
Net increase in cash and cash equivalents		(10,916,167)	4,739,224
Cash and cash equivalents at the beginning of the period		42,299,162	38,990,980
Cash and cash equivalents at the end of the period	4	31,382,995	43,730,204

The annexed notes from 1 to 9 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited
(Management Company)

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

First Quarter Report 2012-13

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2012

	30 September 2012		30 September 2011	
	Units	Rupees	Units	Rupees
Net assets as at the beginning of the period [Rs. 387.74 (2011: Rs.409.09) per unit]	1,317,773	510,953,121	779,243	318,776,676
Issue of units	568,070	204,878,749	383,857	118,215,545
Redemption of units	(392,168)	(138,664,507)	(279,989)	(86,152,295)
	175,902	66,214,242	103,869	32,063,250
Element of income / loss and capital gains / losses included in prices of units issued less those in units redeemed - net	-	(9,003,996)	-	(477,861)
Issue of bonus units	253,231	-	269,067	-
Net income for the period	-	76,975,300	-	17,602,253
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	76,975,300	-	17,602,253
Shariah non-compliant income set-aside for charity	-	(179,924)	-	(66,057)
Net assets as at the end of the period [Rs.369.20 (2011: Rs.319.31) per unit]	1,746,905	644,958,743	1,152,178	367,898,262

The annexed notes from 1 to 9 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited
(Management Company)

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Stock Fund

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2012

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Islamic Stock Fund (the Fund) is an open ended Fund constituted by a trust deed entered into on 12 September 2006 between Atlas Asset Management Limited (AAML) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the trustee. The Trust Deed was revised through the First Supplemental Trust Deed dated 29 October 2007, Second Supplemental Trust Deed dated 06 March 2008, Third Supplemental Trust Deed dated 04 December 2009 and the Fourth Supplemental Trust Deed dated 23 June 2010 with the approval of the SECP. Also, the Offering Document of the Fund was revised through the First, Second, Third and Fourth Supplements, dated 29 October 2007, 06 March 2008, 04 December 2009 and 23 June 2010 respectively, with the approval of the SECP. The investment activities and administration of the Fund are managed by AAML situated at Ground Floor, Federation House, Shahrae Firdousi, Clifton, Karachi.
- 1.2 Units of the Fund are offered for public subscription on a continuous basis since 15 January 2007, and are transferable and redeemable by surrendering them to the Fund. The Fund is listed on the Lahore Stock Exchange.
- 1.3 According to the trust deed, the objective of the Fund is to provide one window facility to invest in diversified, professionally managed investment portfolio of Shariah Compliant securities, such as equities, cash and/or near cash Shariah Compliant instruments including cash in bank accounts (excluding TDRs) and Shariah Compliant government securities not exceeding 90 days' maturity. The investment objectives and policies are fully defined in the Fund's Offering Document.

2. STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with International Accounting Standard - 34 "Interim Financial Reporting", the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the SECP. In case where requirements differ, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the requirements of the said directives prevail.

These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Fund for the year ended 30 June 2012.

3. ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those of the previous financial year.

	30 September 2012	30 June 2012
	Un-audited	Audited
Note	----- Rupees -----	-----

4. BANK BALANCES

In PLS saving accounts	4.1	31,382,995	42,299,162
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- 4.1 The expected rate of return on these accounts ranges between 6% to 10% (30 June 2012: 6% to 11%) per annum.

5. INVESTMENTS - at fair value through income statement

Listed equity securities - held-for-trading	5.1	603,599,050	469,632,380
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Number of shares					Rupees	Percentage of		
At the beginning of the period	Acquired during the period	Bonus shares during the period	Disposed during the period	At the end of the period	Market Value	Total investments	Net assets	Paid-up Capital of Investee company

5.1. Listed equity securities - held for trading (Ordinary shares have a face value of Rs.10/- each unless stated otherwise)

OIL & GAS

Attock Petroleum Limited	-	50,000	-	50,000	-	-	-	-
Oil & Gas Development Company Limited	100,000	150,000	-	50,000	200,000	35,876,000	5.94	5.56
Pakistan Oilfields Limited	195,000	55,000	-	30,000	220,000	95,339,200	15.80	14.79
Pakistan Petroleum Limited	405,000	25,000	82,500	112,500	400,000	70,372,000	11.66	10.91
Pakistan State Oil Company Limited	100,000	25,000	20,000	25,000	120,000	26,064,000	4.32	4.04
	800,000	305,000	102,500	267,500	940,000	227,651,200	37.72	35.30

CHEMICALS

Fauji Fertilizer Bin Qasim Limited	-	850,000	-	100,000	750,000	26,797,500	4.44	4.15
Fauji Fertilizer Company Limited	450,000	150,000	-	50,000	550,000	61,473,500	10.18	9.53
ICI Pakistan Limited	66,540	-	-	59,700	6,840	1,121,350	0.19	0.17
	516,540	1,000,000	-	209,700	1,306,840	89,392,350	14.81	13.85

CONSTRUCTION & MATERIALS (CEMENT)

Alko Nobel Pakistan Limited	33,460	-	-	33,460	-	-	-	-
D G Khan Cement Company Limited	1,000,000	525,000	-	625,000	900,000	45,270,000	7.50	7.02
Lucky Cement Limited	345,000	200,000	-	70,000	475,000	63,241,500	10.48	9.81
	1,378,460	725,000	-	728,460	1,375,000	108,511,500	17.98	16.83

AUTOMOBILE & PARTS

Indus Motor Company Limited	50,000	-	-	50,000	-	-	-	-
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FOOD PRODUCERS

Engro Foods Limited	-	100,000	-	-	100,000	7,004,000	1.16	1.09
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FIXED LINE TELECOMMUNICATION

Pakistan Telecommunication Company Limited	650,000	1,825,000	-	475,000	2,000,000	38,780,000	6.42	6.01
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ELECTRICITY

The Hub Power Company Limited	1,800,000	450,000	-	250,000	2,000,000	93,760,000	15.53	14.54
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COMMERCIAL BANKS

Meezan Bank Limited	1,499,657	55,343	-	155,000	1,400,000	38,500,000	6.38	5.97
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Market value of investments as at 30 September 2012

603,599,050	100.00	93.59
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5.2 The cost of held for trading investments as on 30 September 2012 is Rs.533,442,117 (30 June 2012: Rs.441,200,909).

5.3 The above investments include 45,000, 115,000, 75,000, 100,000 and 300,000 shares of Pakistan Oilfields Limited, Pakistan Petroleum Limited, Fauji Fertilizer Company Limited, Lucky Cement Limited and The Hub Power Company Limited respectively, pledged with NCCPL. The aggregate market value of shares pledged amounts to Rs.75,493,900 (30 June 2012: Rs.70,600,400).

Atlas Islamic Stock Fund

		30 September 2012 Un-audited	30 June 2012 Audited
	Note	----- Rupees -----	-----
6. ACCRUED AND OTHER LIABILITIES			
Auditors' remuneration payable		61,125	195,000
Printing charges payable		172,625	128,500
Rating fee payable		125,000	100,000
Charity payable	6.1	179,924	35,402
NCCPL charges payable		20,000	20,000
Withholding tax payable		17,444	956
Zakat payable		3,140	3,928
Sales load payable to distributors		-	1,114
Sindh Sales Tax payable on remuneration of the management company		160,610	132,786
Provision for Workers' Welfare Fund	6.2	8,146,371	6,575,447
Others		57,493	57,493
		<u>8,943,732</u>	<u>7,250,626</u>

6.1 According to the Trust Deed of the Fund, where a portion of the Fund's income has been earned from Shariah non-compliant avenues, such portion of income of the Fund is to be purified directly by the management company of the Fund. The Shariah Advisor of the Fund, has certified an amount of Rs.179,924 for the quarter ended 30 September 2012 (30 June 2012: Rs.481,838) against dividend income, as Shariah non-compliant income, which has accordingly, been marked to charity and shall be paid in due course of time.

6.2 The Finance Act 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance). As a result of this amendment it may be construed that all Collective Investment Schemes/Mutual Funds (CISs)/Pension Funds whose income exceeds Rs.0.5 million in a tax year, have been brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever is higher. In this regard, a Constitutional Petition has been filed by certain CISs through their trustees in the Honorable High Court of Sindh (SHC), challenging the applicability of WWF to the CISs/Pension Funds, which is pending adjudication. However, without prejudice to the above, the Management Company made a provision for WWF contribution in the annual financial statements for the year ended 30 June 2010.

In the year 2010, a clarification was issued by the Ministry of Labour and Manpower (the Ministry) which stated that mutual funds are not liable to contribute to WWF on the basis of their income. In December 2010 the Ministry filed its response against the Constitutional Petition requesting the Court to dismiss the same, whereafter, show cause notices were issued by Federal Board of Revenue (FBR) to several mutual funds (CISs)/Pension Funds for the collection of WWF. In respect of such show cause notices, certain Mutual Funds (CISs)/Pension Funds including the Fund have been granted stay by Honorable SHC on the basis of the pending Constitutional Petition as referred above.

Subsequent to the year ended 30 June 2011, the Honorable Lahore High Court (LHC) in a Constitutional Petition relating to the amendments brought in the WWF Ordinance, 1971 through the Finance Act, 2006, and the Finance Act, 2008, has declared the said amendments as unlawful and unconstitutional. The Management Company is hopeful that the decision of the LHC, will lend further support to the Constitutional Petition which is pending in the SHC. However, pending the decision of the said Constitutional Petition, the Management Company, as a matter of abundant caution, has decided to continue to maintain the provision for WWF amounting to Rs.8,146,371 (30 June 2012: Rs.6,575,447) in these condensed interim financial statements. Had the same not been made the net asset value per unit of the Fund would have been higher by Rs.4.66 (30 June 2012: 4.99) per unit.

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For the Quarter Ended	
30 September 2012	30 September 2011
Un-audited	Un-audited
----- Rupees -----	

7. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

7.1 Transactions for the period

Atlas Asset Management Limited (Management Company)		
Remuneration of the management company	2,806,676	2,468,400
Remuneration paid	2,632,778	2,436,930
Sindh Sales Tax on Remuneration of the Management Company	449,068	394,944
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	280,669	176,569
Remuneration paid	263,276	176,462
Settlement charges	9,298	8,126
Atlas Fund of Funds (Fund under Common Management)		
Sale 148,118 (2011: 138,169) units	53,007,998	43,000,000
Bonus 14,107 (2011: 6,873) units	4,588,280	2,089,916
Redemption of 121,492 (2011: 55,191) units	42,677,876	17,000,000
Atlas Insurance Limited (Group Company)		
Sale 124,299 (2011: 85,742) units	45,000,000	25,000,000
Bonus 67,078 (2011: 52,341) units	21,816,559	15,916,479
Redemption of 125,000 (2011: 101,000) units	44,795,000	32,033,160
Atlas Battery Limited (Group Company)		
Sale 27,533 (2011: Nil) units	9,997,817	-
Bonus 8,678 (2011: Nil) units	2,822,520	-
Batools Benefit Trust (Trust having common Director/Trustee)		
Sale 27,422 (2011: Nil) units	10,000,000	-
Iftikhar Shirazi Family Trust (Trust having common Director/Trustee)		
Sale 27,163 (2011: Nil) units	9,863,413	-
Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement benefit plan of a Group company)		
Bonus 2,298 (2011: Nil) units	747,315	-
Key Management Personnel of management company		
Sales 20,502 (2011: 12,078) units	7,349,776	3,725,000
Bonus 14,813 (2011: 19,439) units	4,817,791	5,911,381
Redemption of Nil (2011: 1,482) units	-	465,078
	30 September 2012	30 June 2012
	Un-audited	Audited
	----- Rupees -----	

7.2 Investments / outstanding balances as at period / year end

Atlas Asset Management Limited (Management Company)		
Remuneration payable to the management company	1,003,812	829,914
Sindh Sales Tax payable on remuneration of the management company	160,610	132,786
Sales load payable	-	371
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration payable to trustee	100,381	82,988
Settlement charges payable	5,000	5,000

Atlas Islamic Stock Fund

30 September 2012 Un-audited ----- Rupees -----	30 June 2012 Audited -----
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7.2 Investments / outstanding balances as at period / year end (Continued...)

Atlas Fund of Funds (Fund under Common Management) Outstanding 114,146 (30 June 2012: 73,412) units - at net asset value	42,142,746	28,464,956
Atlas Insurance Limited (Group Company) Outstanding 415,442 (30 June 2012: 349,065) units - at net asset value	153,381,323	135,346,440
Atlas Battery Limited (Group Company) Outstanding 81,372 (30 June 2012: 45,160) units - at net asset value	30,042,425	17,510,462
Batools Benefit Trust (Trust having common Director/Trustee) Outstanding 27,422 (30 June 2012: Nil) units - at net asset value	10,124,222	-
Iftikhar Shirazi Family Trust (Trust having common Director/Trustee) Outstanding 27,163 (30 June 2012: Nil) units - at net asset value	10,028,564	-
Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement benefit plan of a Group company) Outstanding 14,255 (30 June 2012: 11,957) units - at net asset value	5,262,861	4,636,221
<u>Key Management Personnel of management company</u>		
Outstanding 112,400 (30 June 2012: 91,921) units - at net asset value	41,497,978	35,641,542

7.3 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.

8. GENERAL

8.1 Figures have been rounded off to the nearest rupee.

8.2 Certain prior period's figures have been reclassified / re-arranged for the purpose of comparison. However, there were no material reclassifications to report.

9. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the management company on 24 October 2012.

For Atlas Asset Management Limited
(Management Company)

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

Head Office

Ground Floor, Federation House, Sharae Firdousi,
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Fax: (92-21) 35379280 UAN: 111- MUTUAL (6-888-25)
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