



Atlas Islamic Money Market Fund

Atlas Islamic Income Fund

Atlas Islamic Stock Fund

Atlas Islamic Dedicated Stock Fund

Atlas Islamic Fund of Funds

QUARTERLY REPORT

30 SEPTEMBER 2021

(UN-AUDITED)



Managed By

Atlas Asset Management

**Rated AM2+ by PACRA
(as of December 24, 2020)**



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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ORGANISATION

Management Company

Atlas Asset Management Limited

Board of Directors of the Management Company

Chairman Mr. Iftikhar H. Shirazi
(*Non-Executive Director*)

Directors Mr. Tariq Amin
(*Independent Director*)
Ms Zehra Naqvi
(*Independent Director*)
Mr. Frahim Ali Khan
(*Non-Executive Director*)
Mr. Ali H. Shirazi
(*Non-Executive Director*)
Mr. M. Habib-ur-Rahman
(*Non-Executive Director*)

Chief Executive Officer Mr. Muhammad Abdul Samad
(*Executive Director*)

Company Secretary Ms Zainab Kazim

Board Committees

Audit Committee

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

Human Resource & Remuneration Committee

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

Investment Committee

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

Management Committee

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

Risk Management Committee

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

Chief Financial Officer

Ms Qurrat-ul-Ain Jafari

Chief Internal Auditor

Mr. M. Uzair Uddin Siddiqui

Registered Office

Ground Floor, Federation House Sharae Firdousi,
Clifton, Karachi - 75600
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Email: info@atlasfunds.com.pk
Website: www.atlasfunds.com.pk

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CHAIRMAN'S REVIEWS

It is my pleasure to present you the un-audited Financial Statements of Atlas Islamic Money Market Fund (AIMF), Atlas Islamic Income Fund (AIIF), Atlas Islamic Stock Fund (AISF), Atlas Islamic Dedicated Stock Fund (AIDSF) and Atlas Islamic Fund of Funds (AIFO) for the first quarter ended September 30, 2021 of FY22.

THE ECONOMY

A stark recovery in domestic economic activity was witnessed during first quarter FY22 due to gradual removal of nationwide COVID led restrictions, accommodative monetary policy and targeted support measures by State Bank of Pakistan (SBP) to public/industries. Revival of economic activities around the world amid supply constraints has pushed commodity prices to unprecedented levels. The rapid recovery in domestic demand coupled with high international commodity prices, is leading to a strong pick-up in Imports and a subsequent increase in Current Account Deficit (CAD). During first quarter FY22, Current Account balance stood at US \$3.40 billion deficit compared to US \$0.87 billion surplus in SPLY largely on back of 65.08% YoY increase in first quarter FY22 Imports of US \$18.63 billion compared to US \$11.29 billion in SPLY. The first quarter FY22 Exports increased by 27.32% YoY to stand at US \$6.97 billion while first quarter FY22 Worker's Remittances increased by 12.50% YoY to stand at US \$8.03 billion. Total liquid Foreign Exchange Reserves increased by 34.90% YoY to US \$26.15 billion as of Sept 24, 2021 (SBP's share stood at US \$19.29 billion) primarily due to IMF's new SDR allocation of US \$2.80 billion, growth in Worker's Remittances, inflows from Multilateral and Bilateral lenders and extension of debt suspension as part of G20 debt relief deal. Average CPI inflation for first quarter FY22 remained at 8.58%. The State Bank's Monetary Policy Committee increased policy rate by 25bps to 7.25% in order to ensure appropriate policy mix to support sustainable growth and contain demand.

FUND OPERATIONS - AIMF

The Net Asset Value per unit of Atlas Islamic Money Market Fund increased by 1.72% to Rs. 500.00 as on September 30, 2021, providing an annualized total return of 6.83%. The AIMF total exposure in high yielding Shariah Compliant Bank Deposits/Others, Shariah Compliant Term Deposit, Bai Muajjal and Commercial Paper stood at 47.73%, 23.42%, 14.86%, and 14.00%, respectively. AIMF presents a good investment opportunity for investors to earn attractive returns (with a periodic payout) while maintaining high liquidity. The Net Assets of the Fund stood at Rs. 1.07 billion, with 2.14 million units outstanding as of September 30, 2021. During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AIMF amounting to Rs. 0.46 million has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AIMF by 0.05%. This is one-off event and is not likely to be repeated in the future.

FUND OPERATIONS - AIIF

The Net Asset Value per unit of Atlas Islamic Income Fund (AIIF) increased by 2.29% to Rs. 517.46 as on September 30, 2021, providing an annualized total return of 9.08%. The AIIF total exposure in high yielding Shariah Compliant Bank Deposits/Others, Sukuks and Commercial Paper stood at 56.03%, 27.22% and 16.76%, respectively. The Net Assets of your Fund stood at Rs. 2.21 billion, with 4.27 million units outstanding as of September 30, 2021. During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AIIF amounting to Rs. 11.19 million has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AIIF by 0.46%. This is one-off event and is not likely to be repeated in the future.

FUND OPERATIONS - AISF

The Net Asset Value per unit of Atlas Islamic Stock Fund (AISF) decreased by 2.76% to Rs. 557.31 as on September 30, 2021. The benchmark KMI-30 index decreased by 5.62% during the same period. The KMI-30 index decreased from 76,621.54 points as on June 30, 2021 to 72,315.95 points as on September 30, 2021. AISF strategy will continue to focus on dividend plays and stocks that are trading at relatively cheap multiple with prospect of earnings growth. AISF equity portfolio exposure stood at 96.71% that mainly comprised of Oil & Gas Exploration, Cement, Fertilizer and Islamic Commercial Banks. The Net Assets of your Fund stood at Rs. 3.15 billion, with 5.65 million units outstanding as of September 30, 2021. During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AISF amounting to Rs. 34.63 million has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AISF by 1.24%. This is one-off event and is not likely to be repeated in the future.

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FUND OPERATIONS - AIDSF

The Net Asset Value per unit of Atlas Islamic Dedicated Stock Fund (AIDSF) decreased by 3.03% to Rs. 577.97 as on September 30, 2021. The benchmark KMI-30 index decreased by 5.62% during the same period. The KMI-30 index decreased from 76,621.54 points as on June 30, 2021 to 72,315.95 points as on September 30, 2021. AIDSF strategy will continue to focus on dividend plays and stocks that are trading at relatively cheap multiple with prospects of earnings growth. AIDSF equity portfolio exposure stood at 97.16% that mainly comprised of Oil & Gas Exploration, Cement, Fertilizer and Islamic Commercial Banks. The Net Assets of your Fund stood at Rs. 285.51 million, with 0.49 million units outstanding as of September 30, 2021. During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AIDSF amounting to Rs. 3.13 million has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AIDSF by 1.06%. This is one-off event and is not likely to be repeated in the future.

FUND OPERATIONS - AIFOFO

The Net Asset Value of Atlas Aggressive Allocation Islamic Plan (AAAIP) decreased by -0.96% to Rs. 588.75 as on September 30, 2021. AAAIP was 24.92% and 67.80% invested in AIIF and AIDSF, respectively. The Net Asset Value of Atlas Moderate Allocation Islamic Plan (AMAIP) increased by 0.01% to Rs. 583.46 as on September 30, 2021. AMAIP was 46.59% and 49.90% invested in AIIF and AIDSF, respectively. The Net Asset Value of Atlas Conservative Allocation Islamic Plan (ACAIP) increased by 1.27% to Rs. 574.32 as on September 30, 2021. ACAIP was 72.49% and 25.08% invested in AIIF and AIDSF, respectively. The Net Asset Value of Atlas Islamic Capital Preservation Plan (AICPP II) increased by 0.49% to Rs. 502.46 as on September 30, 2021. AICPP II was 99.12% invested in AIME. During the period, Atlas Islamic Dividend Plan (AIDP) provided 2.36% return (9.36% annualized basis). AIDP was 87.90% invested in AIIF. During the period under review, Atlas Islamic Capital Preservation Plan (AICPP) reached its maturity providing since inception return of 23.15% against benchmark of 15.84%. The Net Assets of AIFOFO stood at Rs. 908.43 million as of September 30, 2021. During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AAAIP, AMAIP, ACAIP, AICPP and AIDP amounting to Rs. 0.79, 0.79, 0.72, 2.11 and 0.07 million respectively, has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AAAIP, AMAIP, ACAIP, AICPP and AIDP by 0.59%, 0.58%, 0.51%, 0.42% and 0.27%, respectively. This is one-off event and is not likely to be repeated in the future.

MUTUAL FUND TAXATION

SINDH WORKER'S WELFARE FUND (SWWF)

Levy of WWF has become provincial subject and as Sindh Government has imposed SWWF on industrial, service sectors and financial institutions. Sindh Revenue Board (SRB) has demanded SWWF from mutual funds claiming that these are "financial institutions". According to legal and tax advisors' interpretations, obtained by MUFAP, mutual funds do not fall under the definition of "financial institutions". The Companies Act 2017 has also excluded mutual funds from the definition of financial institutions. However, asset management companies are included in the definition of financial institutions. Nevertheless, as abundant precaution mutual funds made provision in respect of SWWF as recommended by MUFAP from the date of enactment (May 21, 2015) of Sindh Workers Welfare Fund Act, 2014.

Subsequent to the year ended June 30, 2021, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds and pension funds do not qualify as Financial Institutions/ Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognized in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognized in the financial statements of the Funds.

FEDERAL EXCISE DUTY (FED)

The Finance Act, 2013 imposed Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) 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

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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.

WITHHOLDING TAX

After the promulgation of circular dated May 12, 2015, any person required to withhold income tax, may only allow exemption if a valid exemption certificate under section 159(1) of the Income Tax Ordinance, 2001 issued by the concerned Commissioner of Inland Revenue, is produced before him. So far, Mutual Funds and approved Pension Funds were automatically allowed exemption from withholding tax by virtue of clause 47(B) of Part IV of the Second Schedule to Ordinance. The Company along with other AMCs filed a petition in the Honorable Sindh High Court against the new requirement of FBR. The Honorable Sindh High Court decided that the requirement of obtaining exemption certificate will apply to those entities as well whose income are otherwise exempt from tax. Thereafter, a petition was filed in the Supreme Court of Pakistan (SCP) on January 28, 2016 by the Company along with other AMCs. The SCP granted the petitioners leave to appeal from initial judgement of the SHC. Pending resolution to the matter, the amount of tax withheld is shown in Other Receivables, which is refundable. In the meanwhile, Mutual Funds are obtaining exemption certificates from Commissioner of Income Tax.

Mutual Funds are exempt from income tax on their Income if they distribute at least 90% of their accounting income as per clause 99 of Part 1 of the Second Schedule of the Income Tax Ordinance 2001 (Ordinance). However, in assessment for TY 2018, the said exemption has been denied by The Additional Commissioner Audit (AC) in case of Atlas Income Fund & other Funds of various AMC's, on the ground that the amount paid as income on units redeemed by investors during the tax year cannot be treated as distribution of income and commented that the distribution by the Fund fell short of 90% threshold. The issue was taken to Commissioner Appeal's office, which upheld the AC decision. Later subject matter was taken to Tribunal, which in its judgment decided the case in Fund's favor and vacated the previous orders issued by FBR & Appeal office. Further, the issue of distribution of income is also being contested by MUFAP on behalf of the mutual funds industry at various regulatory and Government levels and are very hopeful that the matter will be resolved soon as the matter has merely arisen due to incorrect interpretation by the relevant commissioners as to what construes as distribution of profit by an open-ended mutual fund. SECP agrees with MUFAPs interpretation and is also actively following up with FBR to resolve the matter at the earliest.

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 - AIMF

PACRA has assigned a stability rating of "AA (f)" (Double A 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.

• 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.

FUTURE OUTLOOK

The economic recovery is expected to continue in FY22 and pick up further from 3.94% (FY21) to 4% and 5% range (as per SBP) taking support from measures announced in FY22 budget, accommodative monetary conditions, disbursements under SBP's TERF facility for investment and other refinance facilities. Downside risks to domestic growth on behalf of COVID appear to be less vulnerable on back of mass vaccination drive and overall management of pandemic by government. Imports are expected to rise on back of domestic recovery and upsurge in global commodity prices whereby market-based flexible exchange rate system, strong inflows from Worker's Remittances, encouraging pickup in Exports and appropriate macroeconomic policies will likely contain CAD in sustainable range of 2% and 3% of GDP. The outlook on Inflation, initially expected to range between 7% and 9% in FY22, now largely depends on the path of domestic demand and administered fuel/electricity prices, as well as global commodity prices. In case of emergence of demand-

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led inflationary pressures or current account vulnerabilities, Monetary Policy Committee shall adjust policy rate to moderate demand and gradually taper off negative real interest rates. Going forward, government's focus towards widening tax base and implementation of appropriate policy measures to support economic recovery will be instrumental in sustaining economic activity, financial stability, safeguarding jobs and addressing social needs.

وَأَنْ لِّئَسَ لِلإِنسَانِ إِلَّا مَا سَعَى
One Gets What One Strives For.

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: 28 October 2021

Iftikhar H. Shirazi
Chairman

Atlas Islamic Money Market Fund

Corporate Information

Trustee

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

Shariah Advisor

Dr. Mufti Hassan Usmani

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Advisers

Bawaney & Partners

Bankers

Askari Bank Limited - Islamic Banking
Dubai Islamic Bank Pakistan Limited

Atlas Islamic Money Market Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 30 SEPTEMBER 2021

Assets	Note	30 September	30 June
		2021	2021
		Un-audited	Audited
		Rupees -----	
Bank balances	4	756,759,574	282,877,302
Investments	5	309,280,131	350,806,346
Markup accrued	6	4,571,831	3,364,300
Prepayments and other receivables	7	493,589	494,442
Deferred formation cost		729,788	782,291
Total assets		1,071,821,895	638,324,680
Liabilities			
Payable to Atlas Asset Management Limited - Management Company	8	913,648	897,019
Payable to the Central Depository Company of Pakistan Limited - Trustee	9	108,549	53,922
Payable to the Securities and Exchange Commission of Pakistan	10	42,475	53,533
Payable against redemption of units		11,923	-
Accrued expenses and other liabilities	11	509,165	707,269
Total liabilities		1,572,741	1,711,743
NET ASSETS		1,070,249,153	636,612,937
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		1,070,249,153	636,612,937
CONTINGENCIES AND COMMITMENTS	12		
NUMBER OF UNITS IN ISSUE		2,140,498	1,273,226
NET ASSET VALUE PER UNIT		500.0000	500.0000

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

	Note	2021 ----- Rupees -----
Income		
Mark up Income	13	14,893,795
Capital loss on sale of investments - net		(56,057)
Total income		14,837,738
Expenses		
Payable to Atlas Asset Management Company ' - Management Company	8.1	106,249
Sindh sales tax on remuneration of the Management Company	8.2	13,811
Accounting & Operational charges	14	75,000
Remuneration to the Central Depository Company of Pakistan Limited	9.1	138,125
Sindh sales tax on remuneration of the Trustee	9.2	17,956
Annual fee - Securities and Exchange Commission of Pakistan	10.1	42,500
Auditor's remuneration		75,616
Transaction Charges		46,896
Amortization of preliminary expenses and floatation costs		52,503
Annual Listing fee		6,930
Fund Rating Fee		43,293
Shariah advisory fee		20,000
Bank charges		7,441
Printing Charges		7,500
Legal and Professional Charges		27,140
Reversal of provision for Sindh Workers' Welfare Fund	11.1	(338,463)
Total expenses		342,498
Net income for the period before taxation		14,495,241
Taxation	16	-
Net income for the period after taxation		14,495,241
Allocation of net income for the period:		
Net income for the period after taxation		14,495,241
Income already paid on units redeemed		-
		14,495,241
Accounting income available for distribution:		
- Relating to capital gains		-
- Excluding capital gains		14,495,241
		14,495,241

The annexed notes from 1 to 21 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 Islamic Money Market Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

	2021 ----- Rupees -----
Net income for the period after taxation	14,495,241
Other comprehensive income for the period	-
Total comprehensive income for the period	14,495,241

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

	30 September 2021		
	Capital value	Undistributed income	Net assets
	-----Rupees-----		
Capital value	636,612,937	-	636,612,937
Undistributed income brought forward			
- Realised income	-	-	-
- Unrealised loss	-	-	-
Net assets at the beginning of the period (Units outstanding: 1,273,226) (Rs. 500 per unit)	636,612,937	-	636,612,937
Issue of 1,666,066 units	833,033,291	-	833,033,291
Redemption of 798,794 units	(399,397,075)	-	(399,397,075)
Dividend Distributions	-	(14,495,241)	(14,495,241)
Total comprehensive income for the period	-	14,495,241	14,495,241
Net assets at the beginning of the period (Units outstanding: 2,140,498) (Rs. 500 per unit)	1,070,249,153	-	1,070,249,153
Undistributed income carried forward			
- Realised income	-	-	-
- Unrealised loss	-	-	-
	-	-	-

The annexed notes from 1 to 21 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 Islamic Money Market Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

	2021
	Note ---- Rupees ----
CASH FLOWS FROM OPERATING ACTIVITIES	
Net income for the period after taxation	14,495,241
Adjustments for:	
Interest income	(14,893,795)
Capital loss on sale of investments - net	56,057
Amortization of preliminary expenses and floatation costs	52,503
	(14,785,235)
Decrease in assets	
Investments-net	41,470,158
Prepaid and other receivables	852
Profit received on investments and bank balances	13,686,264
	55,157,274
Decrease in liabilities	
Payable to Atlas Asset Management Company - Management Company	16,628
Payable to Central Depository Company of Pakistan Limited - Trustee	54,626
Payable to the Securities and Exchange Commission of Pakistan	(11,058)
Accrued expenses and other liabilities	(199,199)
	(139,002)
Net cash used in operating activities	54,728,278
CASH FLOWS FROM FINANCING ACTIVITIES	
Receipts against issuance of units	833,033,291
Dividend Distribution	(14,495,241)
Payments against redemption of units	(399,397,075)
Net cash generated from financing activities	419,140,976
Net increase in cash and cash equivalents	473,869,253
Cash and cash equivalents at the beginning of the period	282,877,302
Cash and cash equivalents at the end of the period	4 756,746,555

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED 30 SEPTEMBER 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Islamic Money Market Fund (the Fund) is an open-ended Fund constituted under a trust deed entered into on 17 September 2020 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.
- 1.2 The Fund has been categorised as a 'shariah compliant 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 07 January 2021, and are transferable and redeemable by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.3 According to the Trust Deed, the objective of Atlas Islamic Money Market Fund (AIMF) 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 Shariah Compliant money market instruments.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two plus) [2020: AM2+ (AM Two plus)] on 24 December 2020.

Moreover, PACRA maintained the stability rating of the Fund at "AA (f)" on 15 October 2021 subsequently to the balance sheet date.

- 1.5 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.
- 1.6 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. During the year, the Trust deed has been registered under the Sindh Trusts Act, 2020.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017, 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 the directives issued by the SECP. Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the requirements of the said directives prevail.

The disclosures made in these condensed interim financial statements have, however, been limited based on

Atlas Islamic Money Market Fund

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 2021.

In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at 30 September 2021.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies applied for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual published financial statements of the Fund for the period ended 30 June 2021.

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 2021.

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 2021.

		30 September 2021	30 June 2021
	Note	Un-audited	Audited
		-----Rupees -----	
4 BANK BALANCES			
In local currency			
- Profit and loss sharing accounts	4.1	505,746,555	282,877,302
- Term Deposit Receipt	4.2	251,000,000	-
		<u>756,746,555</u>	<u>282,877,302</u>

4.1 The rate of return on these profit and loss sharing accounts is 6.6% (30 June 2021: ranges between 4.5% to 6.5% per annum)

4.2 The rate of return on these investments ranges between 6.85% to 6.9% (30 June 2021: Nil) and will be matured on 26 November 21 (30 June 2021: Nil).

		30 September 2021	30 June 2021
	Note	Un-audited	Audited
		-----Rupees -----	
5 INVESTMENTS			
At fair value through profit or loss			
- Investment in Islamic Commercial Paper	5.1	150,023,331	83,519,658
- Investment in Bai-Muajjal	5.2	159,256,800	267,286,688
		<u>309,280,131</u>	<u>350,806,346</u>

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5.1 Investment in Islamic Commercial Paper

Name of the Investee Company	As at 01 July 2021	Purchases during the period	Sold/ matured during the period	As at 30 September 2021	Carrying Value as at 30 September 2021	Market Value as at 30 September 2021	Market Value as a % of net assets of fund	Market Value as a % of total value of investments of fund
	----- Face Value (Rupees) -----				----- Rupees -----		----- % age -----	
K-Electric Limited - Islamic Commercial Paper (ICP-12)	80,000,000	-	80,000,000	-	-	-	-	-
K-Electric Limited - Islamic Commercial Paper (ICP-14)	5,000,000	-	-	5,000,000	4,994,466	4,994,466	0.47%	1.61%
K-Electric Limited - Islamic Commercial Paper (ICP-16)	-	50,000,000	-	50,000,000	48,749,521	48,749,521	4.55%	15.76%
K-Electric Limited - Islamic Commercial Paper (ICP-17)	-	100,000,000	-	100,000,000	96,279,348	96,279,348	9.00%	31.13%
30 September 2021	85,000,000	150,000,000	80,000,000	155,000,000	150,023,335	150,023,335	14.02%	48.51%
30 June 2021					83,519,662	83,519,662	13.12	23.81

5.1.1 The nominal value of these commercial papers is Rs 1,000,0000 per certificate with 8.05% to 8.42% (30 June 2021: 8.37% to 8.48%) expected profit rate.

5.1.2 The securities are valued on the basis of amortization to its face value as per the requirements of Circular 33 of 2012 with respect to thinly and non traded debt securities with residual maturity of upto six months.

5.2 Investment in Bai Muajjal

Name of the Investee Company	As at 01 July 2021	Purchases during the period	Sales during the period	As at 30 September 2021	Carrying Value as at 30 September 2021	Market Value as at 30 September 2021	Market Value as a % of net assets of fund	Market Value as a % of total value of investments of fund
	----- Face Value (Rupees) -----				----- Rupees -----		----- % age -----	
Bai Muajjal (18-05-2021)	88,650,000	-	88,650,000	-	-	-	-	-
Bai Muajjal (19-05-2021)	88,677,000	-	88,677,000	-	-	-	-	-
Bai Muajjal (17-06-2021)	89,959,688	-	89,959,688	-	-	-	-	-
Bai Muajjal (27-09-2021)	-	159,256,800	-	159,256,800	159,256,800	159,256,800	14.88%	51.49%
30 September 2021	267,286,688	159,256,800	267,286,688	159,256,800	159,256,800	159,256,800	14.88%	51.49%
30 June 2021					267,286,688	267,286,688	41.99%	76.19%

5.2.1 The rate of return on this investment is 7.30% (30 June 2021: 7.00%) and will be matured on 08 December 2021 (30 June 2021: between 24 August 2021 to 22 September 2021).

6 MARKUP ACCRUED

Markup accrued on:

- Profit and loss sharing accounts
- Commercial Paper / Bai-Muajjal
- Islamic TDR

	30 September 2021	30 June 2021
	Un-audited	Audited
	-----Rupees -----	
	2,765,873	1,720,877
	127,405	1,643,422
	1,678,552	-
	4,571,831	3,364,300

Atlas Islamic Money Market Fund

		30 September 2021	30 June 2021
		Un-audited	Audited
7 PREPAYMENTS AND OTHER RECEIVABLES	Note	-----Rupees -----	-----
Unamortized premium on Bai Muajjal		39,334	53,390
Prepaid rating fee		93,704	96,760
Tax recoverable	7.1	344,291	344,291
Others		16,260	-
		493,589	494,442

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 sections 150 and 151. However, several banks deducted withholding tax on profit on bank deposits paid to the Fund 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 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 favor of FBR. On 28 January 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 cumulative amount of withholding tax deducted from profit on bank deposits by the banks has been shown as other receivable as at 30 September 2021 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

		30 September 2021	30 June 2021
		Un-audited	Audited
8 PAYABLE TO THE ATLAS ASSET MANAGEMENT LIMITED	Note	-----Rupees -----	-----
- Management Company			
Remuneration of the Management Company	8.1	39,654	24,987
Sindh Sales Tax on remuneration of the Management Company	8.2	5,140	3,248
Accounting and operational charges reimbursable by the Fund		25,070	25,000
Preliminary Expenses and Flotation Cost		843,784	843,784
		913,648	897,019

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 1% of average annual net assets, within allowed expense ratio. With effect from 07 January 2021 Management Company decided the management fee 0.05%. The fee is payable to the Management Company monthly in arrears.

8.2 During the year, an amount of Rs. 13,811 was charged on account of sales tax on management fee levied through Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 11,919 has been paid to the Management Company which acts as the collecting agent.

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9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY	Note	30 September 2021	30 June 2021
		Un-audited	Audited
		Rupees	
Payable To Trustee	9.1	51,551	32,483
SST on Trustee fee Payable	9.2	6,683	4,223
Settlement charges payable		44,526	15,236
SST on Settlement charges		5,788	1,981
		108,549	53,922

9.1 The trustee is entitled to monthly remuneration for services rendered to the fund at the flat rate of 0.065% p.a. of Net Assets based on the letter no. CDC/CEO/L-112/01/2019 dated June 27, 2019 issued by CDC.

9.2 During the year, an amount of Rs. 17,956 was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 15,495 was paid to the Trustee which acts as a collecting agent.

10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	30 September 2021	30 June 2021
		Un-audited	Audited
		Rupees	
Annual fees payable	10.1	42,475	53,533

10.1 In accordance with NBFC regulations, a collective investment scheme (CIS) is required to pay an annual fee to the Securities and Exchange Commission of Pakistan (SECP). With effect from 01 July 2019, the SECP vide SRO No.685(1)2019 dated 28 June 2019 revised the rate of annual fee to 0.02% of net assets on all categories of CISs.

11 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	30 September 2021	30 June 2021
		Un-audited	Audited
		Rupees	
Auditors' remuneration payable		241,664	162,000
Shariah advisory fee payable		20,000	20,000
Withholding tax payable		186,425	175,747
Transaction charges payable		9,694	11,058
Annual listing fee		6,994	-
Annual rating Fee		43,293	-
Provision for Sindh Workers' Welfare Fund	11.1	-	338,463
Other payable		1,096	-
		509,165	707,269

11.1 As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / pension funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / pension funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

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During the period, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from 07 January 2021 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

12 CONTINGENCIES AND COMMITMENTS

There were no other contingencies and commitments outstanding as at 30 September 2021 and 30 June 2021.

	For the Quarter Ended 30 September 2021 Un-audited --- Rupees ---
13 MARKUP INCOME	
Markup income on:	
- Profit and loss sharing accounts	7,448,774
- Commercial Paper	5,766,469
- Bai Muajjal	1,678,552
	<u>14,893,795</u>

14 ACCOUNTING AND OPERATIONAL CHARGES

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

The Management Company has charged actual expenses within the limit of Rs. 300,000 for one year.

15 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 30 September 2021 is 0.32% which includes 0.04% representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as a shariah compliant income scheme.

16 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its net accounting income available for distribution for the year derived from sources other than capital gains, to the unitholders. Based on the above, no provision for taxation has been made in these condensed interim financial statements.

17 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.

18 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.

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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 / year end are as follows:

	For the Quarter Ended 30 September 2021 Un-audited ----Rupees----
18.1 Transactions during the period	
Atlas Asset Management Limited (Management Company)	
Remuneration for the period	106,249
Sindh sales tax on remuneration of the Management Company	13,811
Remuneration paid	91,582
Formation cost	52,503
Accounting & operational charges	75,000
Issue of 286,971 units	143,485,524
Redemption of 438,177 units	219,088,279
Dividend Entitlement	1,974,167
Central Depository Company of Pakistan Limited	
Remuneration of the Trustee	138,125
Sindh Sales Tax on remuneration of the Trustee	17,956
Remuneration paid	119,057
Atlas Foundation	
Issue of 1,499 units	749,615
Dividend Entitlement	749,615
Atlas Honda Limited (Emp.Prov.Fund)	
Issue of 1,774 units	886,915
Dividend Entitlement	886,915
Atlas Group of Companies, M.S.G.Fund	
Issue of 137,517 units	68,758,667
Dividend Entitlement	903,377
Redemption of 80,000 units	40,000,000
Atlas Honda Limited	
Issue of 900 units	449,773
Dividend Entitlement	449,773
Shirazi Investments (Private) Limited	
Issue of 5,997 units	2,998,464
Dividend Entitlement	2,998,464
Atlas Insurance Ltd., Staff Provident Fund Trust	
Issue of 423 units	106,218
Dividend Entitlement	106,218
CDC - Trustee Atlas Islamic Capital Preservation Plan II (Atlas Islamic Fund of Fund)	
Issue of 940,582	470,291,151
Dividend declared	1,271,431

Atlas Islamic Money Market Fund

	For the Quarter Ended 30 September 2021 Un-audited ---Rupees---	
18.1 Transactions during the period (Cont...)		
Hamdard Laboratories (WAQF) Pakistan*		
Issue of 236,954 units		118,477,007
Dividend Entitlement		1,532,155
Directors and their close family members and key management Personnel and executive of the Management Company		
Issue of 8,452 units		4,225,910
Redemption of 8,452 units		4,225,910
Dividend Entitlement		910
	30 September 2021 Un-audited	30 June 2021 Audited
18.2 Investments / outstanding balances as at period / year end	----- Rupees -----	-----
Atlas Asset Management Limited (Management Company)		
Outstanding Nil (30 June 2021: 151,206) units - at net asset value	-	75,602,756
Atlas Foundation		
Outstanding 104,034 (30 June 2021: 102,535) units - at net asset value	52,017,033	51,267,418
Atlas Honda Limited (Emp.Prov.Fund)		
Outstanding 104,763 (30 June 2021: 102,989) units - at net asset value	52,381,260	51,494,345
Atlas Group of Companies, M.S.G.Fund		
Outstanding 98,650 (30 June 2021: 41,133) units - at net asset value	49,325,032	20,566,365
Atlas Honda Limited		
Outstanding 62,420 (30 June 2021: 61,521) units - at net asset value	31,210,226	30,760,454
Shirazi Investments (Private) Limited		
Outstanding 416,136 (30 June 2021: 410,139) units - at net asset value	208,068,127	205,069,663
The University of Lahore*		
Outstanding Nil (30 June 2021: 132,535) units - at net asset value	-	66,267,426
Atlas Insurance Ltd., Staff Provident Fund Trust		
Outstanding 12,757 (30 June 2021: 12,334) units - at net asset value	6,378,307	6,166,998
CDC - Trustee Atlas Islamic Capital Preservation Plan II (Atlas Islamic Fund of Fund)		
Outstanding 940,752 (30 June 2021: Nil) units - at net asset value	470,375,804	-
Hamdard Laboratories (WAQF) Pakistan*		
Outstanding 236,990 (30 June 2021: Nil) units - at net asset value	118,495,134	-

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

19. FAIR VALUE OF FINANCIAL INSTRUMENTS

IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as 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 (i.e. an exit price).

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the statement

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of assets and liabilities date. The estimated fair value of all other financial assets and financial liabilities is considered not significantly different from book value.

The following table shows financial instruments recognised at fair value, analysed between those whose fair value is based on:

- Level 1:** Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2:** Fair value measurements using 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).
- Level 3:** Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at September 30, 2021, the Fund held the following instruments measured at fair values:

September 30, 2021 (Un-audited)	Fair value			
	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
Financial assets measured at fair value				
- Debt securities	-	309,280,131	-	309,280,131
	-	309,280,131	-	309,280,131

20. GENERAL

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

20.2 Being the first year of operation of the fund, there is no comparative information to report in the condensed interim income statement, statement of comprehensive income, statement of movement in unit holder's fund, cash flow statement and related notes.

21 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on 28 October 2021.

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 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. Mufti Hassan Usmani

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Advisers

Mohsin Tayebaly & Co.

Bankers

Al-Baraka Bank (Pakistan) Limited
Allied Bank Limited - Islamic Banking
Askari Bank Limited - Islamic Banking
Bank Al Habib Limited - Islamic Banking
BankIslami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited - Islamic Banking
Habib Bank Limited - Islamic Banking
MCB Bank Limited - Islamic Banking
Meezan Bank Limited
Soneri Bank Limited - Islamic Banking

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CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 30 SEPTEMBER 2021

		30 September 2021 Un-Audited	30 June 2021 Audited
	Note	-----	Rupees-----
ASSETS			
Cash and Bank balances	4	1,211,487,892	1,161,547,092
Investments	5	974,840,756	1,066,779,465
Markup accrued	6	29,894,656	27,394,594
Security deposit, prepayment and other receivables		708,300	580,800
Total assets		2,216,931,604	2,256,301,951
LIABILITIES			
Payable to Atlas Asset Management Limited - Management Company	7	2,982,645	3,206,990
Payable to Central Depository Company of Pakistan Limited - Trustee		161,292	164,233
Payable to the Securities and Exchange Commission of Pakistan		115,327	427,796
Payable against redemption of units		3,793,370	75,723,636
Dividend payable		390,044	448,433
Accrued expenses and other liabilities	8	1,435,590	19,297,347
Total liabilities		8,878,268	99,268,435
NET ASSETS		2,208,053,336	2,157,033,516
UNIT HOLDERS' FUNDS (AS PER STATEMENT ATTACHED)		2,208,053,336	2,157,033,516
CONTINGENCIES AND COMMITMENTS	9		
NUMBER OF UNITS IN ISSUE		4,267,090	4,263,884
NET ASSET VALUE PER UNIT		517.4611	505.8846

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Income Fund

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

	Note	2021 -----Rupees-----	2020 -----Rupees-----
Income			
Markup income	11	42,918,336	36,010,075
Capital gain on sale of investments - net		152,000	-
Net unrealised appreciation/ (diminution) on remeasurement of investments classified as 'financial assets at fair value through profit or loss'		1,011,220	(405,517)
		1,163,220	(405,517)
Total income		44,081,556	35,604,558
Expenses			
Remuneration of Atlas Asset Management Limited - Management Company	7.1	2,018,566	2,132,620
Sindh Sales Tax on remuneration of the Management Company	7.2	262,415	277,241
Remuneration of Central Depository Company of Pakistan Limited - Trustee		432,549	399,867
Sindh Sales Tax on Remuneration of the Trustee		56,239	51,983
Annual fees - Securities and Exchange Commission of Pakistan		115,352	106,631
Accounting and operational charges	10	692,076	906,363
Auditors' remuneration		102,229	102,218
Securities transaction cost		1,656	79,195
Annual listing fee		6,928	6,932
Annual rating fee		91,545	83,282
Shariah Advisory Fee		45,000	45,000
Bank charges		5,508	7,138
Legal and professional charges		50,357	50,760
(Reversal)/ Provision for Sindh Workers' Welfare Fund		(10,817,933)	627,107
Total expenses		(6,937,513)	4,876,337
Net income for the period before taxation		51,019,069	30,728,221
Taxation	13	-	-
Net income for the period after taxation		51,019,069	30,728,221
Earning per unit	14		
Allocation of net income for the period:			
- Net income for the period after taxation		51,019,069	30,728,221
- Income already paid on units redeemed		(15,260,088)	(2,870,767)
		35,758,981	27,857,454
Accounting income available for distribution:			
- Relating to capital gains		152,000	-
- Excluding capital gains		35,606,981	27,857,454
		35,758,981	27,857,454

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

	2021	2020
	----- Rupees -----	
Net income for the period after taxation	51,019,069	30,728,221
Other comprehensive income	-	-
Total comprehensive income for the period	<u>51,019,069</u>	<u>30,728,221</u>

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

For Atlas Asset Management Limited
(Management Company)

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Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Income Fund

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

	30 September 2021		
	Capital value	Undistributed income	Net assets
	-----Rupees-----		
Capital value	2,139,275,085	-	2,139,275,085
Undistributed income brought forward			
- Realised income	-	16,233,656	16,233,656
- Unrealised income	-	1,524,775	1,524,775
Net assets at the beginning of the period (Units outstanding: 4,263,884) (Rs. 505.8846 per unit)	2,139,275,085	17,758,431	2,157,033,516
Issue of 3,421,076 units	1,756,041,408	-	1,756,041,408
Redemption of 3,417,870 units	(1,740,780,568)	(15,260,088)	(1,756,040,656)
Total comprehensive income for the period	-	51,019,069	51,019,069
Net assets at the beginning of the period (Units outstanding: 4,267,090) (Rs. 517.4611 per unit)	2,154,535,924	53,517,412	2,208,053,336
Undistributed income carried forward			
- Realised income	-	49,829,417	-
- Unrealised income	-	3,687,995	-
	-	53,517,412	-
	30 September 2020		
	Capital value	Undistributed income	Net assets
	-----Rupees-----		
Capital value	2,122,558,890	-	2,122,558,890
Undistributed income brought forward			
- Realised income	-	43,071,903	43,071,903
- Unrealised loss	-	(31,029,698)	(31,029,698)
Net assets at the beginning of the period (Units outstanding: 4,227,883) (Rs. 504.89 per unit)	2,122,558,890	12,042,205	2,134,601,095
Issue of 1,013,816 units	515,359,465	-	515,359,465
Redemption of 1,076,644 units	(544,933,451)	(2,870,767)	(547,804,218)
Total comprehensive income for the period	-	30,728,221	30,728,221
Net assets at end of the period (Units outstanding: 4,165,055) (Rs. 512.0904 per unit)	2,092,984,904	39,899,659	2,132,884,563
Undistributed income carried forward			
- Realised income	-	81,517,114	-
- Unrealised loss	-	(41,617,455)	-
	-	39,899,659	-

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

For Atlas Asset Management Limited
(Management Company)

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Chief Financial Officer

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Chief Executive Officer

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Chairman

Tariq Amin
Director

First Quarter Report 2021-22

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

	2021	2020
Note	----- Rupees -----	-----
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period after taxation	51,019,069	30,728,221
Adjustment for:		
Markup income	(42,918,336)	(36,010,075)
Net unrealised (appreciation)/ diminution on remeasurement of investments classified as 'financial assets at fair value through profit or loss'	(1,011,220)	405,517
(Reversal)/ Provision for Sindh Workers' Welfare Fund	(10,817,933)	627,107
	(54,747,489)	(34,977,451)
Increase in assets		
Security deposit, prepayment and other receivables	(127,500)	-
Decrease in liabilities		
Payable to Atlas Asset Management Limited - Management Company	(224,345)	552
Payable to Central Depository Company of Pakistan Limited	(2,941)	75
Payable to the Securities and Exchange Commission of Pakistan	(312,469)	(266,850)
Accrued expenses and other liabilities	(7,043,824)	(12,602,167)
	(7,583,579)	(12,868,390)
Markup received	40,418,274	32,773,208
Investments made during the period	-	(189,122,560)
Investments - net	(232,050,071)	10,000,000
Net cash used in operating activities	(203,071,296)	(163,466,972)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipts from issuance of units	1,756,041,408	515,359,465
Net payments against redemption of units	(1,827,970,922)	(540,990,475)
Net cash used in financing activities	(71,929,515)	(25,631,010)
Net decrease in cash and cash equivalents	(275,000,811)	(189,097,982)
Cash and cash equivalents at the beginning of the period	1,161,547,092	1,584,796,999
Cash and cash equivalents at the end of the period	4 886,546,281	1,395,699,017

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Income Fund

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED 30 SEPTEMBER 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Islamic Income Fund (the Fund) is an open ended Fund constituted under a trust deed entered into on 7 May 2008 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 was revised through the First, Second and third Supplemental Trust Deeds dated 23 June 2010, 12 November 2010 and 23 May 2017 respectively with the approval of the Securities and Exchange Commission of Pakistan (SECP). Furthermore, the offering document of the Fund has been revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh, Eighth, Ninth, Tenth, Eleventh and Twelfth supplements dated 23 June 2010, 12 November 2010, 20 September 2013, 24 March 2015, 3 August 2015, 30 September 2016, 02 June 2017, 2 October 2019, 30 October 2019, 1 April 2020, 1 June 2020 and 21 December 2020 respectively with the approval of the SECP. 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.
- 1.2 The Fund has been categorised as a 'shariah compliant income 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 14 October 2008, and are transferable and redeemable by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 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 realise capital appreciation. The Fund shall seek to provide the investors with a rate of return consistent with a broadly diversified portfolio of long, medium and short term, high quality Islamic income instruments.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2020: AM2+ (AM Two Plus)] on 24 December 2020.
- Moreover, PACRA has maintained the stability rating of the Fund at "AA- (f)" [2020: "AA- (f)"] on 15 October 2021 subsequently to the balance sheet date.
- 1.5 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.
- 1.6 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. During the year, the Trust deed has been registered under the Sindh Trusts Act, 2020.

2 STATEMENT OF COMPLIANCE

These condensed interim financial statements has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017, 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 the directives issued by the SECP. Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

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 2021.

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In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at 30 September 2021.

The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at 30 September 2021 have been extracted from the annual published audited financial statements of the Fund for the year ended 30 June 2021, 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 Quarter ended 30 September 2020.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies applied for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual published financial statements of the Fund for the year ended 30 June 2021.

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 2021.

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 2021.

	Note	30 September 2021	30 June 2021
		Un-audited	Audited
4 CASH AND BANK BALANCES			
In local currency			
- Profit and loss sharing accounts	4.1	875,831,633	1,151,880,873
- Current account		5,000	5,000
- Cheques in hand	4.2	10,651,259	9,661,219
- Term Deposit Receipts	4.3	325,000,000	-
		1,211,487,892	1,161,547,092

4.1 The rate of return on these profit and loss sharing accounts ranges between 6.6% to 7.00% (30 June 2021: 5.5% to 6.9%) per annum.

4.2 This denotes cheques received against issuance of units which were deposited and cleared in the bank account subsequent to the year end by 10 October 2021 (2021: 28 July 2021).

4.3 The rate of return on these investments is 7.25% (30 June 2021: Nil) and will be matured on 08 December 2021 (30 June 2021: Nil).

	Note	30 September 2021	30 June 2021
		Un-audited	Audited
5 INVESTMENTS			
At fair value through profit or loss			
Debt securities - sukuk certificates	5.1	357,195,295	242,211,575
Islamic commercial paper	5.2	371,489,461	240,591,390
Government of Pakistan - Ijarah Sukuk	5.3	246,156,000	283,976,500
Certificate of Musharika	5.4	-	300,000,000
		974,840,756	1,066,779,465

Atlas Islamic Income Fund

5.1 Debt securities - Sukuk certificates

Particulars	As at 01 July 2021	Acquired during the period	Disposed during the period	As at 30 September 2021	Carrying Value as at 30 September 2021	Market Value as at 30 September 2021	Unrealised appreciation / (diminution) as at 30 September 2021	Market Value as a percentage of			
								Total Investment	Net Assets	Total Issue Size	
				Number of Certificates	Rupees		%age				
BANKS											
Meezan Bank Limited - Tier I - unlisted (Face Value Rs. 1,000,000)	5.1.1 & 5.1.2	50	-	-	50	51,781,100	51,748,100	(33,000)	3.98	2.34	0.71
Meezan Bank Limited - Tier II - unlisted (Face Value Rs. 1,000,000)	5.1.1 & 5.1.2	50	-	-	50	51,875,000	51,875,000	-	3.99	2.35	1.25
Power Generation & Distribution											
The Hub Power Company Limited - listed (Face Value Rs. 100,000)	5.1.1 & 5.1.2	550	-	-	550	56,096,975	56,113,695	16,720	4.32	2.54	7.86
Hub Power Holding Limited (Face Value Rs. 100,000)	5.1.1 & 5.1.2	1,000	-	-	1,000	82,458,500	82,458,500	-	6.34	3.73	-
Power Generation & Distribution											
OBS AGP (Private) Limited (Face Value Rs. 100,000)	5.1.1 & 5.1.2	-	1,150	-	1,150	115,000,000	115,000,000	-	8.85	5.21	-
Total - September 30, 2021						357,211,575	357,195,295	(16,280)	27.48	16.17	
Total - June 30, 2021						240,605,940	242,211,575	1,605,635	22.70	11.23	

5.1.1 The Cost of these investments as at 30 September 2021 amounted to Rs. 352,458,500 (30 June 2021: 237,458,500).

5.1.2 These carry quarterly and semi annually rate of return ranging from "3 months Kibor + 1%" to "3 months Kibor + 1.9%" and "6 months Kibor + 0.5%" to "6 month Kibor + 0.90%" (30 June 2021: "3 months Kibor + 1.00%" and "6 months Kibor + 0.5%" to "6 months Kibor + 0.90%") respectively, having maturity upto 09 January 2030 (30 June 2021: 09 January 2030).

5.2 Islamic Commercial Paper

Particulars	As at 01 July 2021	Acquired during the period	Disposed during the period	As at 30 September 2021	Carrying Value as at 30 September 2021	Market Value as at 30 September 2021	Market Value as a percentage of	
							Total Investments	Net Assets
				Face Value - Rupees (m)	Rupees		%age	
K-Electric Limited - ICP 16	40.00	-	40.00	-	-	-	-	-
K-Electric Limited - ICP 17	130.00	-	-	130.00	129,856,128	129,856,128	9.99	5.88
K-Electric Limited - ICP 18	75.00	-	-	75.00	74,704,596	74,704,596	5.75	3.38
K-Electric Limited - ICP-20	-	75.00	-	75.00	73,124,281	73,124,281	5.63	3.31
K-Electric Limited - ICP-21	-	25.00	-	25.00	24,069,727	24,069,727	1.85	1.09
MUGHAL-CP	-	75.00	-	75.00	69,734,729	69,734,729	5.36	3.16
Total - September 30, 2021					371,489,461	371,489,461	28.58	16.82
Total - June 30, 2021					240,591,390	240,591,390	22.55	11.15

5.2.1 The nominal value of these commercial papers is Rs. 1,000,000 per certificate with profit rate ranging between 8.05% to 9.57% (30 June 2021: 8.41%).

5.2.2 The securities are valued on the basis of amortization on its face value as per the requirements of Circular 33 of 2012 with respect to thinly and non trade debt securities with residual maturity of upto one year.

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5.3 Government of Pakistan - Ijarah Sukuk

Particulars	As at 01 July 2021	Acquired during the period	Disposed during the period	As at 30 September 2021	Carrying Value as at 30 September 2021	Market Value as at 30 September 2021	Unrealised appreciation as at 30 September 2021	Market Value as a percentage of		
								Total Investments	Net Assets	
		-----Face Value (Rupees)-----				-----Rupees-----		-----%age-----		
Government of Pakistan Ijarah Sukuks	5.2.1	287,500,000	-	40,000,000	247,500,000	245,128,500	246,156,000	1,027,500	18.94	11.15
Total - September 30, 2021						245,128,500	246,156,000	1,027,500	18.94	11.15
Total - June 30, 2021						283,732,300	283,976,500	244,200	26.62	13.17

5.3.1 Investment in GOP Ijarah Sukuks carried mark up ranging between 6.40% to 8.37% (30 June 2021: 6.40% to 8.37%) per annum and were due mature between 30 April 2025 to 29 July 2025 (30 June 2021: 30 April 2025 to 29 July 2025). As at 30 September 2021, the cost of these investments amounted to Rs. 247,204,800 (30 June 2021: 287,204,800).

5.4 Certificate of Musharika

Investment in Certificate of Musharika carries markup at the rate of nil (30 June 2021: 7.25%) per annum and is due to mature on Nil (30 June 2021: 04 August 2021).

6 MARKUP ACCRUED

Mark-up accrued on:

- Profit and loss sharing accounts
- Certificate of Musharika
- Term deposit receipts
- Sukuk certificates and GoP Ijarah

Note	30 September 2021	30 June 2021
	Un-audited Rupees	Audited
	5,280,350	6,844,088
	-	3,456,164
	1,484,760	-
	23,129,546	17,094,342
	29,894,656	27,394,594

7 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (RELATED PARTY)

Remuneration of the Management Company	7.1	666,165	775,248
Sindh Sales Tax payable on remuneration of the Management Company	7.2	354,183	368,362
Federal Excise Duty payable on remuneration of the Management Company	7.3	1,733,902	1,733,902
Accounting and operational charges payable	10	228,395	329,478
		2,982,645	3,206,990

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 1.5% of average annual net assets, within allowed expense ratio. The management fee has charges management fee at the rate of 0.35% of the average annual net assets. Previously, The Management Company has charged its remuneration at rate of 0.40% per annum of the average annual net assets. The fee is payable to the Management Company monthly in arrears.

7.2 During the year, an amount of Rs. 262,415 (2020: Rs. 277,241) was charged on account of sales tax on management fee levied through Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 276,594 (2020: Rs. 277,195) has been paid to the Management Company which acts as the collecting agent.

7.3 The Finance Act, 2013 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 were 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 was of the view that further levy of FED was not justified.

Atlas Islamic Income Fund

On 04 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 1 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 for the period from 13 June 2013 till 30 June 2016 amounting to Rs 1.734 million (30 June 2021: Rs 1.734 million) is being retained in the 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 financial statements of the Fund, the net asset value of the Fund as at 30 September 2021 would have been higher by Re. 0.41 per unit (30 June 2021: Re. 0.41 per unit).

	30 September 2021	30 June 2021
	Un-audited	Audited
Note	----- Rupees -----	-----
8 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration payable	389,779	287,550
Printing charges payable	-	12,357
Payable to Shariah Advisor	45,000	45,000
Withholding tax payable	332,777	7,540,917
Provision for Sindh Workers' Welfare Fund	-	10,817,933
Annual rating fee payable	91,545	-
Zakat payable	49,304	49,036
Other payable	520,257	544,554
Annual listing fee payable	6,928	-
	1,435,590	19,297,347

8.1 As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / pension funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / pension funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

During the period, SRB through its letter dated August 12, 2021 has intimated MUFAP that the CISs / pension funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

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9 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 30 September 2021 and 30 June 2021.

10 ACCOUNTING AND OPERATIONAL CHARGES

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

The Management Company has charged expenses at the rate of 0.12% of the average annual net assets of the Fund for the period for allocation of such expenses to the Fund.

11 MARKUP INCOME

Mark-up income on:

- Profit and loss sharing accounts
- Sukuk certificates
- Commercial papers
- Certificate of investment
- Term Deposit Receipts
- Government of Pakistan (GoP) ijarah sukuks

For the Quarter Ended 30 September	
2021	2020
Un-audited	Un-audited
----- Rupees -----	
17,291,043	23,592,351
7,652,202	6,957,164
7,548,746	-
4,111,644	-
1,484,760	-
4,829,941	5,460,560
42,918,336	36,010,075

12 EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 30 September 2021 is 0.67% (30 June 2021: 0.93%) which includes 0.07% (30 June 2021: 0.21%) 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 shariah compliant income scheme.

13 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unitholders. The management intends to distribute at least 90% of the Fund's net accounting income earned by the year end, as cash dividend, to the unit holders. Accordingly, no provision for taxation has been made in these condensed interim 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 loss per unit is not practicable.

15 TRANSACTIONS WITH CONNECTED PERSONS / OTHER RELATED PARTIES

15.1 Details of transactions with related parties during the period are as follows:

Atlas Asset Management Limited (Management Company)

	For the Quarter Ended 30 September	
	2021	2020
	Un-audited	Un-audited
	----- Rupees -----	
Remuneration of the Management Company	2,018,566	2,132,620
Remuneration paid to the Management Company	2,127,649	2,132,264
Sindh Sales Tax on remuneration of the Management Company	262,415	277,241
Accounting and operational charges	692,076	906,363
Issue of 424,937 (2020: Nil) units	219,109,354	-

Atlas Islamic Income Fund

	For the Quarter Ended 30 September	
	2021 Un-audited	2020 Un-audited
	----- Rupees -----	
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	432,549	399,867
Remuneration paid to the Trustee	435,158	399,801
Sindh Sales Tax on remuneration of the Trustee	56,239	51,983
Settlement charges	1,500	1,500
Sindh Sales Tax on settlement charges	195	195
Shirazi Investments (Private) Limited (Group Company)		
Issue of 8 (2020: Nil) units	4,038	-
Redemption of Nil (2020: 3,983) units	-	2,019,812
Atlas Insurance Limited Window Takaful Operations		
Issue of Nil (2020: 98,415) units	-	50,000,000
Redemption of Nil (2020: 98,415) units	-	50,388,503
Atlas Islamic Capital Preservation Plan (Atlas Islamic Fund of Fund)		
Issue of 40,782 (2020: 41,236) units	20,777,273	21,000,000
Redemption of 991,845 (2020: 34,559) units	510,176,351	17,500,000
Atlas Islamic Capital Preservation Plan - II (Atlas Islamic Fund of Fund)		
Issue of 909,608 (2020: 41,236) units	467,961,440	-
Redemption of 909,608 (2020: 34,559) units	469,019,720	-
Atlas Aggressive Allocation Islamic Plan (Atlas Islamic Fund of Fund)		
Issue of Nil (2020: 7,000) units	-	3,560,000
Redemption of 1,383 (2020: 1,185) units	700,000	600,000
Atlas Moderate Allocation Islamic Plan (Atlas Islamic Fund of Fund)		
Issue of Nil (2020: Nil) units	-	5,440,000
Redemption of 1,383 (2020: 15,848) units	700,000	2,100,000
Atlas Conservative Allocation Islamic Plan (Atlas Islamic Fund of Fund)		
Issue of Nil (2020: Nil) units	-	4,220,000
Redemption of 3,358 (2020: 16,881) units	1,700,000	5,700,000
Atlas Group of Companies, M.S.G.Fund		
Issue of 77,575 (2020: Nil) units	40,000,000	-
Directors and their close family members and key management personnel of the management company		
Issue of 10,622 (2020: 393) units	5,401,806	890,727
Redemption of 11,278 (2020: 392) units	5,752,215	2,793,865

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	30 September 2021	30 June 2021
	Un-audited	Audited
15.2 Details of balances with related parties as at the period as follows:	----- Rupees -----	
Atlas Asset Management Limited (Management Company)		
Remuneration payable to the Management Company	666,165	775,248
Sindh Sales Tax payable on Remuneration of the Management Company	354,183	368,362
Federal Excise Duty payable on Remuneration of the Management Company	1,733,902	1,733,902
Accounting and operational charges payable	228,395	329,478
Outstanding 424,937 (30 June 2021: Nil) units - at net asset value	219,888,135	-
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration payable to the Trustee	142,729	145,338
Sindh Sales Tax payable on Remuneration of the trustee	18,563	18,895
Atlas Honda Limited (Group Company)		
Outstanding 39 (30 June 2021: 39) units - at net asset value	20,181	19,549
Honda Atlas Power Product (Pvt) Limited (Group Company)		
Outstanding 76 (30 June 2021: 76) units - at net asset value	39,344	38,464
Shirazi Investments (Private) Limited (Group Company)		
Outstanding 8 (30 June 2021: Ni) units - at net asset value	4,105	-
Atlas Group of Companies, M.S.G.Fund		
Outstanding 77,575 (30 June 2021: Nil) units - at net asset value	40,142,045	-
Atlas Aggressive Allocation Islamic Plan (Atlas Islamic Fund of Fund)		
Outstanding 62,752 (30 June 2021: 64,135) units - at net asset value	32,471,858	32,444,798
Atlas Moderate Allocation Islamic Plan (Atlas Islamic Fund of Fund)		
Outstanding 121,432 (30 June 2021: 122,815) units - at net asset value	62,836,352	62,129,986
Atlas Conservative Allocation Islamic Plan (Atlas Islamic Fund of Fund)		
Outstanding 197,915 (30 June 2021: 201,272) units - at net asset value	102,413,233	101,820,596
Atlas Islamic Capital Preservation Plan (Atlas Islamic Fund of Fund)		
Outstanding Nil (30 June 2021: 951,064) units - at net asset value	-	481,128,597
Atlas Islamic Dividend Plan (Atlas Islamic Fund of Fund)		
Outstanding 47,353 (30 June 2021: 47,352) units - at net asset value	24,502,864	23,954,692
Directors and their close family members and key management personnel of the Management Company		
Outstanding 4,096 (30 June 2021: 8,457) units - at net asset value	2,119,681	4,278,266

15.3 Holding being less than 10% in reporting period, disclosure is not applicable.

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.

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. Consequently, differences can arise between carrying values and the fair value estimates.

Atlas Islamic Income Fund

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.

The fair value of government securities is determined with reference to the quotation obtained from the brokers on the Reuters page. Listed and unlisted debt securities, other than government securities, are valued on the basis of prices announced by the Mutual Funds Association of Pakistan (MUFAP) which are calculated in accordance with the provisions contained in various circulars issued by the Securities and Exchange Commission of Pakistan. 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.

Fair value hierarchy

The Fund uses the following hierarchy for disclosure of the fair value of financial instruments by valuation technique:

- **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 30 September 2021 and 30 June 2021, the Fund had financial assets at fair value through profit or loss measured using the level 2 valuation technique.

17 GENERAL

Figures have been rounded off to the nearest Rupee.

18 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on 28 October 2021.

**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 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. Mufti Hassan Usmani

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Advisers

Mohsin Tayebaly & Co.

Bankers

Al-Baraka Bank (Pakistan) Limited
Bank Alfalah Limited - Islamic Banking
Bank Al Habib Limited - Islamic Banking
BankIslami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Habib Bank Limited - Islamic Banking
MCB Bank Limited - Islamic Banking

Atlas Islamic Stock Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 30 SEPTEMBER 2021

		30 September 2021	30 June 2021
		Un-audited	Audited
	Note	-----Rupees-----	
ASSETS			
Bank balances	4	73,956,878	79,257,880
Investments	5	3,088,129,726	2,680,575,760
Profit receivable on bank balances		405,533	352,047
Receivable against sale of investments		-	38,060,666
Dividend receivable		24,336,603	3,801,825
Security deposits, prepayment and other receivables		6,320,218	5,197,419
Total assets		3,193,148,958	2,807,245,597
LIABILITIES			
Payable to Atlas Asset Management Limited - Management Company	6	19,973,987	18,770,072
Payable to Central Depository Company of Pakistan Limited - Trustee		376,976	346,485
Payable to the Securities and Exchange Commission of Pakistan		145,836	476,814
Payable against purchase of investments		15,846,856	-
Payable against redemption of units		3,309,627	1,384,692
Accrued expenses and other liabilities	7	7,046,296	79,526,084
Total liabilities		46,699,578	100,504,147
NET ASSETS		3,146,449,380	2,706,741,450
UNIT HOLDERS' FUNDS (AS PER STATEMENT ATTACHED)		3,146,449,380	2,706,741,450
CONTINGENCIES AND COMMITMENTS			
NUMBER OF UNITS IN ISSUE	8	5,645,810	4,722,705
NET ASSET VALUE PER UNIT		557.3070	573.1337

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

		2021	2020
	Note	-----Rupees-----	
INCOME			
Profit on bank balances		2,719,808	433,392
Dividend income		39,860,440	8,553,392
Capital (loss) / gain on sale of investments - net		(3,327,837)	58,234,451
Net unrealised (loss) / gain on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(146,587,632)	284,067,941
		(149,915,469)	342,302,392
Total (loss) / income		(107,335,221)	351,289,176
EXPENSES			
Remuneration of Atlas Asset Management Limited - Management Company	6.1	17,503,436	13,168,951
Sindh sales tax on remuneration of the Management Company	6.2	2,275,447	1,711,964
Remuneration of Central Depository Company of Pakistan Limited - Trustee		981,365	800,761
Sindh sales tax on remuneration of the Trustee		127,577	104,099
Annual fee - Securities and Exchange Commission of Pakistan		145,862	109,742
Accounting and operational charges	9	3,056,990	932,798
Shariah advisory fee		50,000	50,000
Auditors' remuneration		118,033	118,033
Securities transaction cost		1,534,463	1,059,254
Annual listing fee		6,932	6,912
Legal and professional charges		30,847	30,780
Bank charges		4,774	3,037
(Reversal) / Provision for Sindh Workers Welfare Fund		(33,881,485)	6,663,857
		(8,045,759)	24,760,188
Net (loss) / income for the period before taxation		(99,289,462)	326,528,988
Taxation	11	-	-
Net (loss) / income for the period after taxation		(99,289,462)	326,528,988
Earnings per unit	12		
Allocation of net income for the period:			
- Net earnings for the period after taxation		-	326,528,988
- Income already paid on units redeemed		-	(33,203,908)
		-	293,325,080
Accounting income available for distribution:			
- Relating to capital gains		-	342,302,392
- Excluding capital gains		-	(48,977,312)
		-	293,325,080

The annexed notes from 1 to 16 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 Islamic Stock Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

	2021	2020
	-----Rupees-----	
Net (loss) / income for the period after taxation	(99,289,462)	326,528,988
Other comprehensive (loss) / income	-	-
Total comprehensive (loss) / income for the period	<u>(99,289,462)</u>	<u>326,528,988</u>

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

	30 September 2021		
	Capital value	Undistributed income	Net assets
	-----Rupees-----		
Capital value	1,956,495,995	-	1,956,495,995
Undistributed income brought forward			
- Realised income	-	443,117,090	443,117,090
- Unrealised income	-	307,128,365	307,128,365
Net assets at the beginning of the period (Units outstanding: 4,722,705) (Rs. 573.1337 per unit)	1,956,495,995	750,245,455	2,706,741,450
Issue of 2,056,499 units	1,175,193,970	-	1,175,193,970
Redemption of 1,133,393 units	(633,969,846)	-	(633,969,846)
Total comprehensive loss for the period	-	(99,289,462)	(99,289,462)
Shariah non-compliant income set-aside for charity	-	(2,226,732)	(2,226,732)
Net assets at end of the period (Units outstanding: 5,645,810) (Rs. 557.3070 per unit)	2,497,720,119	648,729,261	3,146,449,380
Undistributed income carried forward			
- Realised income	-	521,167,671	-
- Unrealised income	-	127,561,590	-
	-	648,729,261	-
	30 September 2020		
	Capital value	Undistributed income	Net assets
	-----Rupees-----		
Capital value	1,452,346,030	-	1,452,346,030
Undistributed income brought forward			
- Realised income	-	410,531,817	410,531,817
- Unrealised loss	-	(39,562,729)	(39,562,729)
Net assets at the beginning of the period (Units outstanding: 4,001,514) (Rs. 455.66 per unit)	1,452,346,030	370,969,088	1,823,315,118
Issue of 914,056 units	478,215,988	-	478,215,988
Redemption of 785,425 units	(384,623,584)	(33,203,908)	(417,827,492)
Total comprehensive income for the Period	-	326,528,988	326,528,988
Shariah non-compliant income set-aside for charity		(229,026)	(229,026)
Net assets at end of the period (Units outstanding: 4,130,145) (Rs. 535.0910 per unit)	1,545,938,434	664,065,142	2,210,003,576
Undistributed income carried forward			
- Realised income	-	436,438,665	-
- Unrealised income	-	227,626,477	-
	-	664,065,142	-

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

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Chairman

Tariq Amin
Director

Atlas Islamic Stock Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

	2021	2020
Note	-----Rupees-----	
CASH FLOW FROM OPERATING ACTIVITIES		
Net (loss) / income for the year after taxation	(99,289,462)	326,528,988
Adjustments for:		
Profit on bank balances	(2,719,808)	(433,392)
Dividend income	(39,860,440)	(8,553,392)
Capital loss / (gain) on sale of investments - net	3,327,837	(58,234,451)
Net unrealised loss / (gain) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	146,587,632	(284,067,941)
Provision for Sindh Workers Welfare Fund	(33,881,485)	6,663,857
	73,453,736	(344,625,319)
Decrease / (increase) in assets		
Receivable against sale of investments	38,060,666	(74,900,777)
Security deposits, prepayment and other receivables	(1,122,799)	(6,663,857)
	36,937,867	(81,564,634)
(Decrease) / increase in liabilities		
Payable to Atlas Asset Management Limited - Management Company	1,203,915	1,276,397
Payable to Central Depository Company of Pakistan Limited - Trustee	30,491	51,101
Payable to the Securities and Exchange Commission of Pakistan	(330,978)	(179,610)
Payable against purchase of investments	15,846,856	-
Accrued expenses and other liabilities	(38,598,303)	6,715,334
	(21,848,019)	7,863,222
Profit received on bank balances	2,666,322	250,049
Dividend received	17,098,930	948,400
Investments made during the period	(1,345,135,105)	(460,197,800)
Investments sold during the period	787,665,670	457,461,907
Net cash used in from operating activities	(548,450,061)	(93,335,187)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipts from issuance of units	1,175,193,970	478,215,988
Net payments against redemption of units	(632,044,911)	(387,955,243)
Net cash generated from financing activities	543,149,059	90,260,745
Net decrease in cash and cash equivalents during the period	(5,301,002)	(3,074,442)
Cash and cash equivalents at the beginning of the period	79,257,880	42,077,624
Cash and cash equivalents at the end of the period	4 73,956,878	39,003,182

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

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Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED 30 SEPTEMBER 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Islamic Stock Fund (the Fund) is an open-ended collective investment scheme constituted under a trust deed entered into on 12 September 2006 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 was revised through the First, Second, Third, Fourth and Fifth Supplemental Trust Deeds dated 29 October 2007, 6 March 2008, 4 December 2009, 23 June 2010 and 23 May 2017, respectively with the approval of the Securities and Exchange Commission of Pakistan (SECP). In addition, the Offering Document of the Fund was also revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh, Eighth, Ninth, Tenth, Eleventh, Twelfth and Thirteenth Supplements dated 29 October 2007, 6 March 2008, 4 December 2009, 23 June 2010, 20 September 2013, 24 March 2015, 29 September 2016, 2 June 2017, 25 May 2018, 5 September 2019, 25 November 2019, 01 April 2020 and 01 June 2020 respectively, with the approval of the SECP. 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.
- 1.2 The Fund has been categorised as a 'shariah compliant equity scheme' by the Board of Directors of the Management Company pursuant to the provision contained in Circular 07 of 2009. The Fund 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 to the public for subscription on a continuous basis from 15 January 2007 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 one window facility to investors to invest in diversified and 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 term deposit receipts) and Shariah Compliant government securities not exceeding 90 days' maturity. The investment objectives and policies are fully defined in the Fund's Offering Document.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2020: AM2+ (AM Two Plus)] on 24 December 2020. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.5 The titles of the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.6 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. During the year, the Trust deed has been registered under the Sindh Trusts Act, 2020.

2 STATEMENT OF COMPLIANCE

These condensed interim financial statements has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Act, 2017, 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 the directives issued by the SECP. Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

The disclosures made in these condensed interim financial statements have, however, been limited based on the

Atlas Islamic Stock Fund

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 2021.

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 this condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at 30 September 2021.

The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at 30 September 2021 have been extracted from the annual published audited financial statements of the Fund for the year ended 30 June 2021, 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 Quarter ended 30 September 2020.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies applied for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual published financial statements of the Fund for the year ended 30 June 2021.

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 2021.

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 2021.

4 BANK BALANCES	Note	30 September 2021	30 June 2021
		Un-audited Rupees	Audited
In local currency			
- Profit and loss sharing accounts	4.1	42,263,999	47,467,565
- Current account		864,987	1,477,487
- Cheque in hand	4.2	30,827,892	30,312,828
		<u>73,956,878</u>	<u>79,257,880</u>

4.1 The rate of return on these profit and loss sharing accounts ranges between 4.00% to 6.85% (30 June 2021: 5.00% to 6.90%) per annum.

4.2 The denotes cheques received against issuance of units which were deposited and cleared in the bank account subsequently on 02 October 2020 (30 June 2021: 06 August 2021).

5 INVESTMENTS	Note	30 September 2021	30 June 2021
		Un-audited Rupees	Audited
At fair value through profit or loss			
-Listed equity securities	5.1	3,088,129,726	2,680,575,760
		<u>3,088,129,726</u>	<u>2,680,575,760</u>

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5.1 Listed equity securities

Shares of listed companies - fully paid ordinary shares with a face value of Rs 10 each unless stated otherwise.

Name of Investee Company	As at 01 July 2021	Purchases during the period	Bonus / Right shares during the period	Sales during the period	As at 30 September 2021	Carrying value as at 30 September 2021	Market value as at 30 September 2021	Market Value as a percentage of total investments	Market Value as a percentage of net assets	Paid up capital of investee company
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At fair value through profit or loss - ----- Number of shares ----- Rupees ----- % age -----
Listed equity securities

BANKS

Mezzan Bank Limited	2,227,795	105,000	337,169	78,000	2,591,964	262,775,535	362,693,523	11.74	11.53	0.16
	2,227,795	105,000	337,169	78,000	2,591,964	262,775,535	362,693,523	11.74	11.53	

TEXTILE COMPOSITE

Interloop Limited	371,938	232,500	-	10,000	594,438	42,636,261	42,306,152	1.37	1.34	0.07
Kohinoor Textile Mills Limited	442,000	456,500	-	-	898,500	69,869,960	62,400,825	2.02	1.98	0.30
Nishat Mills Limited	600,500	485,000	-	37,000	1,048,500	97,720,070	95,266,710	3.08	3.03	0.30
	1,414,438	1,174,000	-	47,000	2,541,438	210,226,291	199,973,687	6.47	6.35	

CEMENT

Attock Cement Pakistan Limited	127,500	-	-	127,500	-	-	-	-	-	-
Cherat Cement Company Limited	133,000	32,100	-	7,000	158,100	27,091,206	22,643,082	0.73	0.72	0.08
D.G. Khan Cement Company Limited	482,000	125,000	-	18,000	589,000	67,829,030	52,079,380	1.69	1.66	0.13
Fauji Cement Company Limited	2,402,000	300,000	-	70,000	2,632,000	59,296,468	47,244,400	1.53	1.50	0.19
Kohat Cement Company Limited	246,050	39,900	-	7,500	278,450	57,389,135	47,876,693	1.55	1.52	0.14
Lucky Cement Limited (see note 5.3)	329,200	65,500	-	12,500	382,200	324,454,791	276,292,380	8.95	8.78	0.12
Maple Leaf Cement Factory Limited	495,000	260,000	-	25,000	730,000	33,834,778	25,696,000	0.83	0.82	0.07
	4,214,750	822,500	-	267,500	4,769,750	569,895,408	471,831,935	15.28	15.00	

REFINERY

Attock Refinery Limited	100,000	15,000	-	3,000	112,000	28,539,489	20,023,360	0.65	0.64	0.11
National Refinery Limited	14,000	5,000	-	500	18,500	9,258,900	5,602,910	0.18	0.18	0.02
	114,000	20,000	-	3,500	130,500	37,798,389	25,626,270	0.83	0.82	

POWER GENERATION & DISTRIBUTION

K-Electric Limited (face value Rs.3.5 per share)	5,265,000	-	-	-	5,265,000	22,007,700	21,060,000	0.68	0.67	0.02
The Hub Power Company Limited (see note 5.3)	1,593,689	1,622,000	-	110,000	3,105,689	247,653,456	228,361,312	7.39	7.26	0.24
	6,858,689	1,622,000	-	110,000	8,370,689	269,661,156	249,421,312	8.07	7.93	

OIL & GAS MARKETING COMPANIES

Attock Petroleum Limited	-	12,000	-	3,000	9,000	2,967,883	2,610,000	0.08	0.08	0.01
Pakistan State Oil Company Limited (see note 5.3)	451,012	200,000	-	45,000	606,012	134,774,006	121,802,352	3.94	3.87	0.13
Sui Northern Gas Pipelines Limited	702,776	240,000	-	35,000	907,776	43,825,550	41,285,652	1.34	1.31	0.14
	1,153,788	452,000	-	83,000	1,522,788	181,567,439	165,698,004	5.36	5.26	

OIL & GAS EXPLORATION COMPANIES

Mari Petroleum Company Limited	95,790	13,940	-	3,220	106,510	162,988,482	165,449,439	5.36	5.26	0.08
Oil & Gas Development Company Limited	2,395,177	352,500	-	145,000	2,602,677	245,628,310	218,104,333	7.06	6.93	0.06
Pakistan Oilfields Limited	82,594	-	-	2,000	80,594	31,742,753	30,250,958	0.98	0.96	0.03
Pakistan Petroleum Limited (see note 5.3)	1,605,970	275,000	-	100,000	1,780,970	152,403,105	133,412,463	4.32	4.24	0.07
	4,179,531	641,440	-	250,220	4,570,751	592,762,650	547,217,193	17.72	17.39	

ENGINEERING

Aisha Steel Mills Limited	-	565,000	-	10,000	555,000	13,670,976	11,549,550	0.37	0.37	0.07
International Industries Limited	152,500	-	-	48,500	104,000	21,946,080	17,344,080	0.56	0.55	0.08
International Steel Limited	157,000	50,000	-	207,000	-	-	-	-	-	-
Ittefaq Iron Industries Limited	-	449,500	-	-	449,500	8,106,730	6,594,165	0.21	0.21	0.31
Mughal Iron & Steel Industries Ltd	158,000	115,000	-	26,700	246,300	27,143,300	24,043,806	0.78	0.76	0.08
	467,500	1,179,500	-	292,200	1,354,800	70,867,086	59,531,601	1.92	1.89	

AUTOMOBILE ASSEMBLER

Millat Tractors Limited	32,850	5,500	-	700	37,650	40,695,282	40,405,980	1.31	1.28	0.07
PAK Suzuki Motor Company Limited	84,500	95,000	-	12,000	167,500	57,925,783	44,814,625	1.45	1.42	0.20
	117,350	100,500	-	12,700	205,150	98,621,065	85,220,605	2.76	2.70	

AUTOMOBILE PARTS AND ACCESSORIES

Panther Tyres Limited	351,506	145,000	99,301	10,000	585,807	34,485,590	28,974,014	0.94	0.92	0.35
Thal Limited (face value Rs.5 per share)	113,000	37,500	-	2,000	148,500	62,252,524	57,669,975	1.87	1.83	0.18
	464,506	182,500	99,301	12,000	734,307	96,738,114	86,643,989	2.81	2.75	

Atlas Islamic Stock Fund

Name of Investee Company	As at 01 July 2021	Purchases during the period	Bonus / Right shares during the period	Sales during the period	As at 30 September 2021	Carrying value as at 30 September 2021	Market value as at 30 September 2021	Market Value as a percentage of total investments	Market Value as a percentage of net assets	Paid up capital of investee company
At fair value through profit or loss - Listed equity securities					Number of shares		Rupees		% age	
Transport										
Pakistan International Bulk Terminal Limited	950,000	450,000	-	65,000	1,335,000	14,899,698	11,894,850	0.39	0.38	0.07
	950,000	450,000	-	65,000	1,335,000	14,899,698	11,894,850	0.39	0.38	
TECHNOLOGY & COMMUNICATIONS										
Air Link Communication Limited	-	211,725	-	-	211,725	15,138,338	15,259,021	0.49	0.48	0.06
Pakistan Telecommunication Company Limited	2,353,000	-	-	-	2,353,000	27,859,520	22,024,080	0.71	0.70	0.06
Systems Limited	122,000	10,000	-	16,500	115,500	66,978,396	84,027,405	2.72	2.67	0.08
	2,475,000	221,725	-	16,500	2,680,225	109,976,254	121,310,506	3.92	3.85	
FERTILIZER										
Engro Fertilizers Limited	1,205,456	455,500	444,661	183,802	1,477,154	105,267,198	103,814,383	3.36	3.30	0.11
Engro Corporation Limited	637,500	379,583	-	31,500	985,583	289,306,545	275,716,844	8.93	8.76	0.17
	1,842,956	835,083	444,661	215,302	2,462,737	394,573,743	379,531,227	12.29	12.06	
PHARMACEUTICALS										
Abbott Laboratories (Pakistan) Limited	33,550	42,000	-	-	75,550	58,627,133	58,389,573	1.89	1.86	0.08
Glaxosmithkline Pakistan Limited	65,000	-	-	3,000	62,000	10,271,540	9,164,840	0.30	0.29	0.02
Glaxosmithkline Consumer Healthcare Pakistan Limited	-	27,000	-	-	27,000	7,698,732	6,887,160	0.22	0.22	0.02
Hightnoon Laboratories Limited	103,240	8,500	-	-	111,740	67,467,449	69,241,926	2.24	2.20	0.29
The Searle Company Limited	105,872	5,000	-	34,000	76,872	18,578,539	15,490,477	0.50	0.49	0.03
	307,662	82,500	-	37,000	353,162	162,643,393	159,173,976	5.15	5.06	
CHEMICALS										
Engro Polymer & Chemicals Limited	1,150,000	280,000	-	265,000	1,165,000	56,699,362	64,156,550	2.08	2.04	0.13
ICI Pakistan Limited	21,000	-	-	21,000	-	-	-	-	-	-
Sitara Chemical Industries Limited	8,000	-	-	8,000	-	-	-	-	-	-
	1,179,000	280,000	-	294,000	1,165,000	56,699,362	64,156,550	2.08	2.04	
PAPER & BOARD										
Packages Limited	77,500	7,500	-	-	85,000	46,264,675	39,895,600	1.29	1.27	0.10
	77,500	7,500	-	-	85,000	46,264,675	39,895,600	1.29	1.27	
LEATHER & TANNERIES										
Bata Pakistan Limited	8,780	-	-	8,780	-	-	-	-	-	-
Service Global Footwear Limited	261,014	25,000	-	-	286,014	16,581,190	12,839,168	0.42	0.41	0.14
	269,794	25,000	-	8,780	286,014	16,581,190	12,839,168	0.42	0.41	
FOODS & PERSONAL CARE PRODUCTS										
AT-Tahir Limited	1,404,250	-	-	280,000	1,124,250	26,195,025	30,759,480	1.00	0.98	0.63
Treet Corporation Limited	275,000	-	-	275,000	-	-	-	-	-	-
Unity Foods Limited	348,500	-	-	348,500	-	-	-	-	-	-
	2,027,750	-	-	903,500	1,124,250	26,195,025	30,759,480	1.00	0.98	
GLASS & CERAMICS										
Shabbir Tiles & Ceramics Limited	400,000	-	-	400,000	-	-	-	-	-	-
Tariq Glass Industries Limited	-	150,000	-	5,000	145,000	15,970,885	14,710,250	0.48	0.47	0.11
	400,000	150,000	-	405,000	145,000	15,970,885	14,710,250	0.48	0.47	
Total as at 30 September 2021						3,234,717,358	3,088,129,726	100.00	98.15	
Total as at 30 June 2021						2,340,246,204	2,680,575,760			

5.2 The cost of listed equity securities as at 30 September 2021 is Rs. 2,960,568,136.42 (30 June 2021: Rs. 2,373,447,395).

5.3 The above investments include following shares which have been pledged with National Clearing Company

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of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with circular no. 11 dated 23 October 2007 issued by the SECP.

	Number of shares		Market value	
	30 September 2021	30 June 2021	30 September 2021	30 June 2021
	Un-audited	Audited	Un-audited	Audited
	----- Rupees -----			
Lucky Cement Limited	75,000	75,000	54,217,500	64,758,000
Pakistan Petroleum Limited	135,000	135,000	10,112,850	11,722,050
Pakistan State Oil Company Limited	110,000	110,000	22,108,900	24,667,500
Engro Corporation Limited	55,000	55,000	15,386,250	16,203,550
	375,000	375,000	101,825,500	117,351,100

6 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (RELATED PARTY)	Note	30 September 2021	30 June 2021
		Un-audited	Audited
		----- Rupees -----	
Remuneration of the Management Company	6.1	6,034,154	5,386,550
Sindh Sales Tax payable on remuneration of the Management Company	6.2	2,341,004	2,256,816
Federal Excise Duty payable on remuneration of the Management Company	6.3	10,453,385	10,453,385
Accounting and operational charges payable	9	1,145,444	673,321
		19,973,987	18,770,072

6.1 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 charged management fee at the rate of 2.4% per annum of the average annual net assets. Previously, the Management Company was charged management fee at the rate of 2.40% per annum of the average annual net assets. The fee is payable to the Management Company monthly in arrears.

6.2 During the year, an amount of Rs. 2,275,447 (2020: Rs. 1,711,964) was charged on account of sales tax on remuneration of Management Company levied through Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 2,191,259 (2020: Rs. 1,573,876) has been paid to the Management Company which acts as the collecting agent.

6.3 The Finance Act, 2013 has enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from 13 June 2013. As the asset management services rendered by the Management Company of the Fund are already subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund as explained in note 7.2 above, the Management Company is of the view that further levy of FED is not justified.

On 04 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 1 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 for the period from 13 June 2013 till 30 June 2016 amounting to Rs 10.453 million (30 June 2020: Rs 10.453 million) is being retained in the financial statements of the Fund as the matter is

Atlas Islamic Stock Fund

pending before the Supreme Court of Pakistan. Had the said provision for FED not been recorded in the financial statements of the Fund, the net asset value of the Fund as at 30 September 2021 would have been higher by Rs. 1.85 per unit (30 June 2021: Rs 2.21 per unit).

		30 September 2021	30 June 2021
	Note	Un-audited ----- Rupees -----	Audited -----
7 ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration payable		448,454	330,421
Printing charges payable		-	14,033
Annual listing fee payable		6,932	-
Ranking fee payable		140,000	140,000
Charity payable	7.1	2,226,733	1,579,943
Transaction charges payable		3,242,048	2,324,516
Withholding and capital gain tax payable		299,044	14,830,976
Payable to Shariah Advisor		50,000	50,001
Provision for Sindh Workers' Welfare Fund	7.2	-	33,881,485
Zakat payable		68,153	57,205
Sale load Payable		109,226	-
Dividend payable		185,722	26,047,520
Others		269,984	269,984
		7,046,296	79,526,084

7.1 The Shariah Advisor of the Fund, has certified an amount of Rs. 2,226,733 (30 June 2021: Rs. 4,280,368) against dividend income, as Shariah non-compliant income during the period, which has accordingly been marked to charity.

7.2 As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / pension funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / pension funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

During the period, SRB through its letter dated August 12, 2021 has intimated MUFAP that the CISs / pension funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

8 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 30 September 2021 and as at 30 June 2021.

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9 ACCOUNTING AND OPERATIONAL CHARGES

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

The Management Company has charged expenses at the rate of 0.40% of the average annual net assets of the Fund for the period from 01 July 2021 to 14 September 2021 and 0.45% of the average annual net assets of the Fund for the period from 15 September 2021 to 30 September 2021 for allocation of such expenses to the Fund.

10 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 30 September 2021 is 3.54% (30 June 2021: 4.00%) which includes 0.38% (30 June 2021: 1.00%) representing government levies on the Fund such as sales taxes, 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.

11 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its net accounting income available for distribution for the year derived from sources other than capital gains, to the unitholders. The management intends to distribute at least 90% of the Fund's net accounting income available for distribution by the year end, as cash dividend, to the unit holders. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

12 EARNING 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 earning per unit is not practicable.

13 TRANSACTIONS WITH CONNECTED PERSONS / OTHER RELATED PARTIES

	For the Quarter Ended	
	30 September	
	2021	2020
	Un-audited	Un-audited
	-----Rupees-----	
13.1 Details of transactions with related parties during the period are as follows:		
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company	17,503,436	13,168,951
Remuneration paid	16,855,832	12,106,735
Sindh sales tax on remuneration of the Management Company	2,275,447	1,711,964
Accounting and operational charges	3,056,990	932,798
Issue of 17,119 (2020: 21,235) units	10,000,000	9,989,724
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	981,365	800,761
Remuneration paid	954,382	755,540
Sindh sales tax on remuneration of the Trustee	127,577	104,099
Settlement charges	39,333	36,641
Sindh sales tax on settlement charges	5,113	4,763
Atlas Foundation		
Issue of 51,214 (2020: 1,183) units	30,000,000	600,000

Atlas Islamic Stock Fund

	For the Quarter Ended	
	30 September	
	2021	2020
	Un-audited	Un-audited
	-----Rupees-----	
M/S. Shirazi Investments (Pvt.) Ltd. - Emp. Prov. Fund		
Redemption of Nil (2020: 1,786) units	-	1,000,000
Shirazi Investments (Private) Limited		
Issue of 713,404 (2020: Nil) units	419,440,670	-
Atlas Group of Companies, Management Staff Gratuity Fund (Retirement benefit plan of group company)		
Issue of 5,383 (2020: Nil) units	3,000,000	-
Redemption of Nil (2020: 15,064) units	-	8,000,000
Atlas Insurance Limited Window Takaful Operation		
Issue of 715,419 (2020: 47,099) units	393,129,657	25,000,000
Redemption of 672,438 (2020: 47,099) units	368,129,657	25,567,750
Directors and their close family members and key management personnel of the Management Company		
Issue of 17,497 units (2020: 15,221) units	10,136,044	7,764,623
Redemption of 5,206 (2020: 5,256) units	3,020,016	2,907,895
	30 September	30 June
	2021	2021
	Un-audited	Audited
	-----Rupees-----	
13.2 Details of balances with related parties as at the period / year end are as follows:		
Atlas Asset Management Limited (Management Company)		
Remuneration payable to the Management Company	6,034,154	5,386,550
Sindh Sales Tax payable on remuneration of the management company	2,341,004	2,256,816
Federal Excise Duty payable on remuneration of the Management Company	10,453,385	10,453,385
Accounting and operational charges payable	1,145,444	673,321
Outstanding 75,742 (30 June 2021: 58,622) units at net asset value	42,211,443	33,598,630
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration payable to the Trustee	333,614	3,384,045
Sindh sales tax payable on remuneration of the Trustee	43,370	439,926
Settlement charges payable	-	192,075
Sindh sales tax payable on settlement charges	-	24,970
Atlas Foundation (Group company)		
Outstanding 156,149 (30 June 2021: 104,935) units - at net asset value	87,022,819	60,141,610
Atlas Group of Companies, Management Staff Gratuity Fund (Retirement benefit plan of group company)		
Outstanding 161,685 (30 June 2021: 156,301) units - at net asset value	90,107,996	89,581,735
Atlas Honda Limited (Group Company)		
Outstanding 191,152 (30 June 2021: 191,152) units - at net asset value	106,530,486	109,555,795
Atlas Insurance Limited		
Outstanding 672,437 (30 June 2021: 629,456) units - at net asset value	374,754,244	360,762,619

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	30 September 2021 Un-audited	30 June 2021 Audited
	-----Rupees-----	
Batools Benefit Trust (Trust having common Director / Trustee)		
Outstanding 118,832 (30 June 2021: 118,832) units - at net asset value	66,225,985	68,106,706
Atlas Honda Limited Employee Provident Fund (Retirement benefit plan of group company)		
Outstanding 108,026 (30 June 2021: 108,026) units - at net asset value	60,203,495	61,913,186
Shirazi Investments (Private) Limited Employee Provident Fund (Retirement benefit plan of group company)		
Outstanding 5,545 (30 June 2021: 5,545) units - at net asset value	3,090,439	3,178,203
Shirazi Investments (Private) Limited (Group Company)		
Outstanding 1,155,595 (30 June 2021: 442,192) units - at net asset value	644,021,448	253,435,088
Directors and their close family members and key management personnel of the Management Company		
Outstanding 185,124 (30 June 2021: 180,136) units - at net asset value	103,170,901	103,243,267

13.3 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.

14 FAIR VALUE MEASUREMENTS

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.

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:** techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

The Fund recognises equity securities at fair value which is determined using the rate at which they are quoted on the Stock Exchange (level 1). Fair value of remaining financial assets is not significantly different from their carrying value.

Atlas Islamic Stock Fund

15 GENERAL

Figures have been rounded off to the nearest Rupee.

16 DATE OF AUTHORISATION FOR ISSUE

These interim condensed financial statements were authorised for issue by the Board of Directors of the Management Company on 28 October 2021.

**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 Islamic Dedicated 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. Mufti Muhammad Wasih Fasih Butt

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Advisers

Bawaney & Partners

Bankers

Al-Baraka Bank (Pakistan) Limited
BankIslami Pakistan Limited

Atlas Islamic Dedicated Stock Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 30 SEPTEMBER 2021

		30 September 2021	30 June 2021
		Un-audited	Audited
	Note	-----Rupees-----	
ASSETS			
Bank balances	4	2,098,465	13,799,438
Investments	5	279,452,569	310,475,376
Receivable against sale of investments		-	8,924,517
Profit receivable on bank balances		45,582	21,761
Dividend receivable		2,097,002	121,000
Deferred formation cost		388,423	444,430
Advances, deposits, prepayment and other receivables		3,524,518	3,412,741
Total assets		287,606,558	337,199,262
LIABILITIES			
Payable Against Redemption of units		-	4,795,000
Payable to Atlas Asset Management Limited - Management Company	6	759,059	852,066
Payable to Central Depository Company of Pakistan Limited - Trustee		54,214	63,934
Payable to the Securities and Exchange Commission of Pakistan		15,255	75,204
Accrued expenses and other liabilities	7	1,267,733	4,092,386
Total liabilities		2,096,260	9,878,590
NET ASSETS		285,510,298	327,320,672
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		285,510,298	327,320,672
CONTINGENCIES AND COMMITMENTS			
	8	-----Number of units-----	
NUMBER OF UNITS IN ISSUE		493,985	549,177
-----Rupees-----			
NET ASSET VALUE PER UNIT		577.9741	596.0206

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

First Quarter Report 2021-22

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

	2021	2020
	Note -----	Rupees -----
INCOME		
Profit on bank balances		174,015
Dividend income		3,240,520
Capital gain on sale of investments - net		1,678,747
Net unrealised loss on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(13,612,679)
		(11,933,932)
Total Income		69,112,124
EXPENSES		
Remuneration of Atlas Asset Management Limited - Management Company	6.1	1,833,567
Sindh Sales Tax on remuneration of the Management Company	6.2	238,364
Remuneration of the Central Depository Company of Pakistan Limited - Trustee		152,798
Sindh Sales Tax on remuneration of the Trustee		19,864
Annual fee to the Securities and Exchange Commission of Pakistan		15,280
Accounting and operational charges	9	318,141
Shariah advisory fee		20,000
Auditors' remuneration		76,766
Annual listing fee		6,932
Securities transaction cost		120,720
Legal and professional charges		42,932
Amortization of formation cost		56,007
Bank charges		-
(Reversal) / Provision for Sindh Workers Welfare Fund		(3,063,673)
Total expenses		(162,303)
Net (loss) / income for the period before taxation		(8,357,094)
Taxation	11	-
Net (loss) / income for the period after taxation		(8,357,094)
Earnings per unit	12	
Allocation of net income for the year		
- Net (loss) / income for the year after taxation		-
- Income already paid on units redeemed		(5,649,274)
		58,661,235
Accounting income available for distribution:		
-Relating to capital gains		-
-Excluding capital gains		(8,591,311)
		58,661,235

The annexed notes from 1 to 16 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 Islamic Dedicated Stock Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

	2021	2020
	----- Rupees -----	
Net (loss) / income for the period after taxation	(8,357,094)	64,310,509
Other comprehensive (loss) / income	-	-
Total comprehensive (loss) / Income for the period	<u>(8,357,094)</u>	<u>64,310,509</u>

The annexed notes from 1 to 16 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 Islamic Dedicated Stock Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

	2021	2020
Note	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the period before taxation	(8,357,094)	64,310,509
Adjustments for:		
Mark-up on bank deposits with banks	(174,015)	(120,232)
Dividend income	(3,240,520)	(1,739,346)
Capital gain on sale of investments - net	(1,678,747)	(9,428,980)
Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	13,612,679	(57,823,566)
Amortization of formation cost	56,007	56,010
Provision for Sindh Workers Welfare Fund	(3,063,673)	1,312,459
	5,511,730	(67,743,655)
Decrease / (increase) in assets		
Receivable against sale of investments	8,924,517	(5,107,211)
Advances, deposits, prepayment and other receivables	(111,777)	(5)
	8,812,740	(5,107,216)
Increase / (decrease) in liabilities		
Payable to Atlas Asset Management Limited - Management Company	(93,008)	151,425
Payable to the Central Depository Company of Pakistan Limited - Trustee	(9,719)	4,666
Payable to the Securities and Exchange Commission of Pakistan	(59,949)	(48,904)
Payable against purchase of investments	-	(704,970)
Accrued expenses and other liabilities	239,019	(219,699)
	76,343	(817,482)
Profit received on bank balances	150,194	242,528
Dividend received	1,264,518	169,994
Investments made during the period	(29,057,781)	(45,282,292)
Investments sold during the period	48,146,656	86,037,084
	20,503,587	41,167,314
Net cash generated from operating activities	26,547,307	31,809,470
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipts from issuance of units	3,000,000	7,813,176
Net payments against redemption of units	(41,072,273)	(45,820,000)
Shariah non-compliant income set-aside for charity	(176,007)	-
Net cash used in financing activities	(38,248,280)	(38,006,824)
Net decrease in cash and cash equivalents	(11,700,973)	(6,197,354)
Cash and cash equivalents at the beginning of the period	13,799,438	11,892,473
Cash and cash equivalents at the end of the period	4 2,098,465	5,695,119

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED 30 SEPTEMBER 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Islamic Dedicated Stock Fund (the Fund) is an open-ended shariah compliant scheme constituted under a trust deed entered into on 03 September 2018 between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The offering document of the Fund was revised through the First, Second, Third and Fourth supplements date 8 August 2019, 5 September 2019, 25 November 2019 and 1 April 2020 respectively with the approval of SECP. 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 Fund was authorised by the Securities and Exchange Commission of Pakistan as a unit trust scheme on 09 October 2018.
- 1.2 The Fund is an open-ended Shariah compliant fund and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered to public (IPO) on 10 January 2019. The units are transferable and can also be redeemed by surrendering to the Fund.
- 1.3 According to the Trust Deed, the principal activity of the Fund is to provide capital appreciation to investors schemes by investing in Shariah Compliant equity securities..
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2020: AM2+ (AM Two Plus)] on 24 December 2020. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.5 The titles of the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.6 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, 2021, the Trust deed has been registered under the Sindh Trusts Act, 2020.

2 STATEMENT OF COMPLIANCE

These condensed interim financial statements has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Act, 2017, 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 the directives issued by the SECP. Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

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

Atlas Islamic Dedicated Stock Fund

and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2021.

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 this condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at 30 September 2021.

The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at 30 September 2021 have been extracted from the annual published audited financial statements of the Fund for the year ended 30 June 2021, 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 Quarter ended 30 September 2020.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual published financial statements of the Fund for the year ended 30 June 2021.

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 2021.

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 2021.

	30 September 2021	30 June 2021				
	Un-audited	Audited				
4 BANK BALANCES	Note	-----Rupees -----				
Balances with banks in:						
- Profit and loss sharing accounts	4.1	<table border="1" style="margin-left: auto; margin-right: auto;"> <tr> <td style="text-align: right;">2,098,465</td> <td style="text-align: right;">13,799,438</td> </tr> <tr> <td style="text-align: right;">2,098,465</td> <td style="text-align: right;">13,799,438</td> </tr> </table>	2,098,465	13,799,438	2,098,465	13,799,438
2,098,465	13,799,438					
2,098,465	13,799,438					

4.1 The rate of return on these accounts range between 6.75% to 6.85% (30 June 2021: 6.00% to 6.90%) per annum.

	30 September 2021	30 June 2021				
	Un-audited	Audited				
5 INVESTMENTS	Note	-----Rupees -----				
Fainancial assets at fair value through profit or loss account						
- Listed equity securities	5.1	<table border="1" style="margin-left: auto; margin-right: auto;"> <tr> <td style="text-align: right;">279,452,569</td> <td style="text-align: right;">310,475,376</td> </tr> <tr> <td style="text-align: right;">279,452,569</td> <td style="text-align: right;">310,475,376</td> </tr> </table>	279,452,569	310,475,376	279,452,569	310,475,376
279,452,569	310,475,376					
279,452,569	310,475,376					

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5.1 At fair value through profit or loss - Listed equity securities

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

Name of Investee Company	As at 01 July 2021	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 30 September 2021	Average cost as at 30 September 2021	Market value as at 30 September 2021	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid up capital of the Investee Company
	----- Number of shares -----				----- Rupees -----		----- Percentage -----			
Banks										
Meezan Bank Limited (Note 5.3)	263,240	-	34,611	32,500	265,351	26,629,703	37,130,565	13.29	13.00	0.02
	263,240	-	34,611	32,500	265,351	26,629,703	37,130,565	13.29	13.00	
Textile Composite										
Interloop Limited	20,000	25,000	-	-	45,000	3,300,575	3,202,650	1.15	1.12	0.01
Kohinoor Textile Mills Limited	45,500	-	-	-	45,500	3,421,600	3,159,975	1.13	1.11	0.02
Nishat Mills Limited	57,500	30,000	-	1,000	86,500	8,039,159	7,859,390	2.81	2.75	0.02
	123,000	55,000	-	1,000	177,000	14,761,334	14,222,015	5.09	4.98	
Cement										
Attock Cement Pakistan Limited	17,000	-	-	15,500	1,500	269,730	211,290	0.08	0.07	0.00
Cherat Cement Company Limited	17,450	-	-	-	17,450	3,095,281	2,499,189	0.89	0.88	0.01
D.G. Khan Cement Company Limited	53,000	-	-	-	53,000	6,249,760	4,686,260	1.68	1.64	0.01
Fauji Cement Company Limited	331,500	-	-	45,000	286,500	6,589,500	5,142,675	1.84	1.80	0.02
Kohat Cement Company Limited	17,500	11,500	-	-	29,000	6,167,776	4,986,260	1.78	1.75	0.01
Lucky Cement Limited	37,350	-	-	2,700	34,650	29,918,196	25,048,485	8.96	8.77	0.01
Maple Leaf Cement Factory Limited	70,000	-	-	-	70,000	3,288,600	2,464,000	0.88	0.86	0.01
	543,800	11,500	-	63,200	492,100	55,578,843	45,038,159	16.12	15.77	
Refinery										
Attock Refinery Limited	10,300	-	-	-	10,300	2,641,435	1,841,434	0.66	0.64	0.01
National Refinery Limited	2,000	-	-	-	2,000	1,046,380	605,720	0.22	0.21	0.00
	12,300	-	-	-	12,300	3,687,815	2,447,154	0.88	0.86	
Power Generation & Distribution										
The Hub Power Company Limited	171,000	100,000	-	13,500	257,500	20,398,846	18,933,975	6.78	6.63	0.02
K-Electric Limited (face value Rs. 3.5)	715,500	-	-	-	715,500	2,990,790	2,862,000	1.02	1.00	0.00
	886,500	100,000	-	13,500	973,000	23,389,636	21,795,975	7.80	7.63	
Oil & Gas Marketing Companies										
Pakistan State Oil Company Limited	51,500	-	-	7,500	44,000	9,867,000	8,843,560	3.16	3.10	0.01
Sui Northern Gas Pipelines Limited	45,000	20,000	-	2,000	63,000	3,184,074	2,865,240	1.03	1.00	0.01
	96,500	20,000	-	9,500	107,000	13,051,074	11,708,800	4.19	4.10	
Oil & Gas Exploration Companies										
Mari Petroleum Company Limited	11,528	-	-	900	10,628	16,201,217	16,509,216	5.91	5.78	0.01
Oil & Gas Development Company Limited (Note 5.3)	290,900	-	-	48,500	242,400	23,035,272	20,313,120	7.27	7.11	0.01
Pakistan Oilfields Limited	12,500	-	-	500	12,000	4,726,320	4,504,200	1.61	1.58	0.00
Pakistan Petroleum Limited (Note 5.3)	214,040	-	-	43,000	171,040	14,851,403	12,812,606	4.58	4.49	0.01
	528,968	-	-	92,900	436,068	58,814,212	54,139,143	19.37	18.96	
Engineering										
Aisha Steel Mills Limited	-	62,500	-	-	62,500	1,557,410	1,300,625	0.47	0.46	0.01
International Industries Limited	12,000	4,500	-	7,000	9,500	2,014,137	1,584,315	0.57	0.55	0.01
International Steels Limited	11,500	7,500	-	19,000	-	-	-	-	-	-
Ittefaq Iron Industries Limited	-	45,000	-	-	45,000	821,250	660,150	0.24	0.23	0.03
Mughal Iron And Steel Industries Ltd	8,000	10,500	-	-	18,500	2,074,144	1,805,970	0.65	0.63	0.01
	31,500	130,000	-	26,000	135,500	6,466,941	5,351,060	1.91	1.87	
Automobile Assembler										
Millat Tractors Limited	5,775	-	-	-	5,775	6,234,748	6,197,730	2.22	2.17	0.01
Pak Suzuki Motor Company Limited	9,500	2,000	-	-	11,500	4,088,670	3,076,825	1.10	1.08	0.01
	15,275	2,000	-	-	17,275	10,323,418	9,274,555	3.32	3.25	
Automobile Parts & Accessories										
Panther Tyres Limited	31,580	-	6,316	-	37,896	2,183,125	1,874,336	0.67	0.66	0.02
Thal Limited (face value Rs. 5)	17,900	-	-	-	17,900	7,567,762	6,951,465	2.49	2.43	0.02
	49,480	-	6,316	-	55,796	9,750,887	8,825,801	3.16	3.09	
Transport										
Pakistan International Bulk Terminal Limited	145,000	-	-	-	145,000	1,650,100	1,291,950	0.46	0.45	0.01
	145,000	-	-	-	145,000	1,650,100	1,291,950	0.46	0.45	

Atlas Islamic Dedicated Stock Fund

Name of Investee Company	As at 01 July 2021	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 30 September 2021	Average cost as at 30 September 2021	Market value as at 30 September 2021	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid up capital of the Investee Company
	----- Number of shares -----				----- Rupees -----		----- Percentage -----			
Technology & Communications										
Air Link Communication Limited	-	20,100	-	-	20,100	1,437,150	1,448,607	0.52	0.51	0.01
Pakistan Telecommunication Company Ltd.	295,000	-	-	5,000	290,000	3,433,600	2,714,400	0.97	0.95	0.01
Systems Limited	14,800	-	-	4,800	10,000	5,602,200	7,275,100	2.60	2.55	0.01
	309,800	20,100	-	9,800	320,100	10,472,950	11,438,107	4.09	4.01	
Fertilizer										
Engro Fertilizers Limited	129,500	42,000	-	56,500	115,000	8,102,531	8,082,200	2.89	2.83	0.01
Engro Corporation Limited (Note 5.3)	70,000	7,000	-	4,500	72,500	21,375,727	20,281,875	7.26	7.10	0.01
	199,500	49,000	-	61,000	187,500	29,478,259	28,364,075	10.15	9.93	
Pharmaceuticals										
Glaxosmithkline Pakistan Limited	21,000	-	-	5,000	16,000	2,650,720	2,365,120	0.85	0.83	0.01
Highnoon Laboratories Limited	14,184	-	-	500	13,684	8,210,400	8,479,564	3.03	2.97	0.04
The Searle Company Limited	17,500	-	-	7,500	10,000	2,426,200	2,015,100	0.72	0.71	0.00
	52,684	-	-	13,000	39,684	13,287,320	12,859,784	4.60	4.50	
Chemicals										
Engro Polymer & Chemicals Limited	99,500	-	-	20,000	79,500	3,755,580	4,378,065	1.57	1.53	0.01
Sitara Chemical Industries Limited	3,800	-	-	3,800	-	-	-	-	-	-
	103,300	-	-	23,800	79,500	3,755,580	4,378,065	1.57	1.53	
Paper & Board										
Packages Limited	11,400	-	-	1,000	10,400	5,670,080	4,881,344	1.75	1.71	0.01
	11,400	-	-	1,000	10,400	5,670,080	4,881,344	1.75	1.71	
Leather & Tanneries										
Bata Pakistan Limited	1,020	-	-	1,020	-	-	-	-	-	-
Service Global Footwear Limited	25,000	5,000	-	-	30,000	1,743,240	1,346,700	0.48	0.47	0.01
	26,020	5,000	-	1,020	30,000	1,743,240	1,346,700	0.48	0.47	
Foods & Personal Care Products										
At-Tabur Limited	209,350	-	-	80,000	129,350	3,013,855	3,539,016	1.27	1.24	0.07
Treet Corporation Limited	27,000	-	-	27,000	-	-	-	-	-	-
Unity Foods Limited	35,000	-	-	35,000	-	-	-	-	-	-
	271,350	-	-	142,000	129,350	3,013,855	3,539,016	1.27	1.24	
Glass & Ceramics										
Shabbir Tiles & Ceramics Limited	46,500	-	-	46,500	-	-	-	-	-	-
Tariq Glass Industries Ltd	-	14,000	-	-	14,000	1,540,000	1,420,300	0.51	0.50	0.01
	46,500	14,000	-	46,500	14,000	1,540,000	1,420,300	0.51	0.50	
Total as at 30 September 2021						<u>293,065,247</u>	<u>279,452,569</u>	<u>100.00</u>	<u>97.88</u>	
Total as at 30 June 2021						<u>260,988,012</u>	<u>310,475,376</u>			

5.2 The cost of listed equity securities as at 30 September 2021 is Rs. 264,474,332 (30 June 2021: Rs.277,559,667).

5.3 The above investments include following shares which have been pledged with National Clearing Company

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of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with circular no. 11 dated 23 October 2007 issued by the SECP.

	30 September 2021	30 June 2021	30 September 2021	30 June 2021
	Un-audited	Audited	Un-audited	Audited
	Number of shares		Market value (Rupees)	
Engro Corporation Limited	4,500	4,500	1,258,875	1,325,745
Meezan Bank Limited	7,500	7,500	1,049,475	865,575
Oil & Gas Development Company Limited	50,000	50,000	4,190,000	4,751,500
Pakistan Petroleum Limited	30,000	30,000	2,247,300	2,604,900
	92,000	92,000	8,745,650	9,547,720

		30 September 2021	30 June 2021
	Note	Un-audited	Audited
		Rupees	
6 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY - (RELATED PARTY)			
Remuneration of the Management Company	6.1	575,716	678,938
Sindh Sales Tax payable on remuneration of the Management Company	6.2	74,843	88,261
Accounting and operational charges	9	108,500	84,867
		759,059	852,066

6.1 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 set the maximum limit of 2.5% of average annual net assets, within allowed expense. The Management Company has charged management fee at the rate of 2.40% on average annual net assets. The fee is payable to the Management Company monthly in arrears.

6.2 During the period, an amount of Rs. 238,364 (2020: 312,376) was charged on account of sales tax on remuneration of Management Company levied through Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 251,783 (2020: 301,544) has been paid to the Management Company which acts as the collecting agent.

		30 September 2021	30 June 2021
	Note	Un-audited	Audited
		Rupees	
7 ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration payable		326,679	249,913
Printing charges payable		-	12,520
Charity payable	7.1	176,007	211,224
Annual listing fee payable		6,932	-
Transaction charges payable		613,568	479,905
Withholding tax payable		93,656	55,141
Provision for Sindh Workers' Welfare Fund		-	3,063,673
Legal and professional charges payable		30,890	-
Payable to Shariah Advisor		20,000	20,010
		1,267,733	4,092,386

7.1 The Shariah Advisor of the Fund, has certified an amount of Rs.176,007 (30 June 2021: Rs. 653,106) against dividend income, as Shariah non-compliant income during the period, which has accordingly been marked to charity.

Atlas Islamic Dedicated Stock Fund

8 CONTINGENCIES AND COMMITMENTS

There were no other contingencies and commitments outstanding as at 30 September 2021 and 30 June 2021.

9 ACCOUNTING AND OPERATIONAL CHARGES

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

The Management Company has charged expenses at the rate of 0.4% of the average annual net assets of the Fund from 01 July 2021 to 14 September 2021 and 0.5% of the average annual net assets of the Fund from 15 September 2021 to 30 September 2021 (30 June 2021: 0.17% of the average annual net assets of the Fund for the period from July 01 2020 to 02 December 2020 and 0.3% of the average annual net assets of the Fund from 03 December 2020 to 30 June 2021) for allocation of such expenses to the Fund.

10 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 30 September 2021 is 3.80% (30 June 2021: 4.36%) which includes 0.38% (30 June 2021: 1.07%) representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4% prescribed under the NBFC Regulations for a collective investment scheme categorised as an equity scheme.

11 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its net accounting income available for distribution for the year derived from sources other than capital gains, to the unitholders. The management intends to distribute at least 90% of the Fund's net accounting income available for distribution by the year end, as cash dividend, to the unit holders. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

12 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.

13 TRANSACTIONS WITH CONNECTED PERSONS / OTHER RELATED PARTIES

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.

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

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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:

13.1 Transactions during the period	30 September 2021	30 September 2020
	Un-audited	Un-audited
	----- Rupees -----	
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company	1,833,567	2,402,896
Sindh Sales Tax on remuneration of the Management Company	238,364	312,376
Remuneration paid	1,936,789	2,319,575
Formation cost	56,007	56,010
Accounting and operational charges	318,141	170,364
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	152,798	200,428
Sindh Sales Tax on remuneration of the Trustee	19,864	26,056
Remuneration paid	856,752	193,298
Settlement charges	7,617	4,884
Sindh sales tax on settlement charges	990	2,188
Atlas Aggressive Allocation Islamic Plan		
Redemption of 5,023 (2020: 10,624) units	3,000,000	5,260,000
Atlas Moderate Allocation Islamic Plan		
Redemption of 5,023 (2020: 15,928) units	3,000,000	7,940,000
Atlas Conservative Allocation Islamic Plan		
Redemption of 6,697 (2020: 13,442) units	4,000,000	6,620,000
Atlas Islamic Capital Preservation Plan		
Redemption of 43,639 (2020: 45,136) units	26,277,273	23,000,000
Atlas Group of Companies, Management Staff Gratuity Fund (Retirement benefit plan of group company)		
Issue of 5,191 (2020: Nil) units	3,000,000	-
Redemption of Nil (2020: 5,817) units	-	3,000,000
Shirazi Investments (Private) Limited Employees Provident Fund		
Issue of Nil (2020: 15,757) units	-	7,813,177
	30 September 2021	30 June 2021
	Un-audited	Audited
	----- Rupees -----	
13.2 Balances as at period / year end		
Atlas Asset Management Limited (Management Company)		
Remuneration payable to the Management Company	575,716	678,938
Sindh Sales Tax payable on remuneration of the management company	74,843	88,261
Accounting and operational charges payable	108,500	84,867
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	47,977	751,931
Sindh sales tax payable on remuneration of the Trustee	6,238	97,752
Shirazi Investments (Private) Limited Employee Provident Fund		
Outstanding 8,681 (30 June 2021: 8,681) units - at net asset value	5,017,133	5,173,787
Atlas Group of Companies, Management Staff Gratuity Fund (Retirement benefit plan of group company)		
Outstanding of 154,708 (30 June 2021: 149,518) units at net asset value	89,417,488	89,115,763
Atlas Aggressive Allocation Islamic Plan		
Outstanding of 152,839 (30 June 2021: 157,862) units at net asset value	88,336,807	94,088,818

Atlas Islamic Dedicated Stock Fund

13.2 Balances as at period / year end	30 September 2021	30 June 2021
	Un-audited ----- Rupees -----	Audited ----- Rupees -----
Atlas Moderate Allocation Islamic Plan		
Outstanding 116,448 (30 June 2021: 121,471) units at net asset value	67,303,792	72,399,074
Atlas Conservative Allocation Islamic Plan		
Outstanding 61,309 (30 June 2021: 68,006) units at net asset value	35,435,053	40,533,210
Atlas Islamic Capital Preservation Plan		
Outstanding Nil (30 June 2021: 53,846) units at net asset value	-	32,093,325

13.3 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.

14 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.

14.1 Fair value hierarchy

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

Level 1: quoted prices in active markets for identical assets.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

The Fund recognises equity securities at fair value which is determined using the rate at which they are quoted on Pakistan Stock Exchange Limited (Level 1). Fair value of remaining financial assets is not significantly different from their carrying value.

15 GENERAL

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

16 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on 28 October, 2021.

**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 Islamic Fund of Funds

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. Mufti Muhammad Wasih Fasih Butt

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Advisers

Bawaney & Partners

Bankers

Al-Baraka Bank (Pakistan) Limited
Allied Bank Limited - Islamic Banking
Bank Al Habib Limited - Islamic Banking
BankIslami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
MCB Bank Limited - Islamic Banking

Atlas Islamic Fund of Funds

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 30 SEPTEMBER 2021

		30 September 2021 (Un Audited)							
		Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	Total	
		Islamic Plan	Islamic Plan	Islamic Plan	Plan	Plan - II	Plan - I	Total	
Note		-----Rupees-----							
ASSETS									
	Bank balances	4	9,338,862	4,615,355	3,309,459	3,285,332	4,184,245	5,874,030	30,607,283
	Investments - net	5	120,808,655	130,140,131	137,848,277	24,502,864	470,375,804	-	883,675,824
	Receivable against sale of investments		-	-	-	-	-	-	-
	Profit receivable on deposit with banks		25,556	22,596	22,814	73,464	14,115	15,600	174,144
	Other receivables		11,150	9,063	10,318	14,528	-	43,037	88,096
	Deferred Formation cost	6	97,981	97,980	97,981	-	-	-	293,942
	Total assets		130,282,205	134,885,125	141,288,848	27,876,188	474,574,164	5,932,666	914,839,289
LIABILITIES									
	Payable to Atlas Asset Management Company - Management Company	7	26,759	22,703	22,920	9,271	79,504	-	161,158
	Payable to the Central Depository Company of Pakistan Limited - Trustee		8,617	8,607	9,232	1,804	30,693	-	58,952
	Payable to the Securities and Exchange Commission of Pakistan		6,673	6,853	7,086	1,360	7,760	16,959	46,691
	Accrued expenses and other liabilities	8	54,705	56,598	61,880	52,034	-	5,915,707	6,140,924
	Total liabilities		96,753	94,761	101,118	64,469	117,957	5,932,666	6,407,725
	NET ASSETS		130,185,452	134,790,364	141,187,730	27,811,719	474,456,207	-	908,431,564
UNIT HOLDER'S FUND									
(AS PER STATEMENT ATTACHED)			130,185,452	134,790,364	141,187,730	27,811,719	474,456,207	-	908,431,472
NUMBER OF UNITS IN ISSUE									
			221,122	231,017	245,833	55,623	944,261		
NET ASSET VALUE PER UNIT									
			588.7498	583.4644	574.3234	500.0000	502.4632		
FACE VALUE PER UNIT									
			500.00	500.00	500.00	500.00	500.00		

Contingencies and commitments 9

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 30 SEPTEMBER 2021

30 June 2021 (Audited)

		Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - I	Total
	Note	-----Rupees-----					
ASSETS							
Bank balances	4	4,258,055	3,920,135	554,548	3,260,822	3,951,358	15,944,918
Investments - net	5	126,533,606	134,529,047	142,353,795	23,954,693	507,138,596	934,509,737
Receivable against sale of investments		2,110,000	-	1,825,000	-	-	3,935,000
Profit receivable on deposit with banks		8,042	17,536	16,468	18,658	192,708	253,412
Other receivables		11,150	9,063	10,318	66,875	43,037	140,443
Deferred Formation cost	6	112,109	112,109	112,109	-	112,109	448,436
Total assets		133,032,962	138,587,890	144,872,238	27,301,048	511,437,808	955,231,946
LIABILITIES							
Payable to Atlas Asset Management Company - Management Company	7	39,205	21,759	42,521	6,864	81,082	191,432
Payable to the Central Depository Company of Pakistan Limited - Trustee		8,555	8,726	9,382	1,763	33,046	61,472
Payable to the Securities and Exchange Commission of Pakistan		23,851	25,904	27,688	5,414	98,034	180,891
Accrued expenses and other liabilities	8	4,470,390	4,759,599	6,537,206	119,025	15,455,269	31,341,489
Total liabilities		4,542,001	4,815,988	6,616,798	133,066	15,667,431	31,775,284
NET ASSETS		128,490,961	133,771,902	138,255,440	27,167,982	495,770,377	923,456,662
UNIT HOLDER'S FUND (AS PER STATEMENT ATTACHED)							
		128,490,961	133,771,902	138,255,440	27,167,982	495,770,377	923,456,662
NUMBER OF UNITS IN ISSUE		216,140	229,306	243,795	54,336	933,099	
NET ASSET VALUE PER UNIT		594.4797	583.3773	567.0963	500.0000	531.3157	
FACE VALUE PER UNIT		500.00	500.00	500.00	500.00	500.00	

Contingencies and commitments 9

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Fund of Funds

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

	Note	Rupees						
		For the quarter ended 30 September 2021				For the period from 01 September 2021 to 30 September 2021	For the period from 01 July 2021 to 31 August 2021	Total
		Aggressive Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	
INCOME								
Profit on deposits with banks		112,158	81,187	30,233	56,841	16,994	(114,247)	183,166
Dividend income		-	-	-	-	1,356,084	-	1,356,084
Capital gain on sale of investments at fair value through income statement - net		6,801	6,801	9,734	-	1,058,280	8,537,771	9,619,387
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets' at fair value through profit or loss'		(2,031,752)	(695,716)	1,184,748	548,171	-	-	(994,549)
		(2,024,951)	(688,915)	1,194,481	548,171	1,058,280	8,537,771	8,624,838
		(1,912,793)	(607,728)	1,224,715	605,012	2,431,358	8,423,524	10,164,088
EXPENDITURE								
Payable to Atlas Asset Management Company ¹ - Management Company	7.1	21,418	10,132	7,022	8,371	3,142	14,537	64,622
Sindh sales tax on remuneration of the Management Company	7.2	2,784	1,317	913	1,088	399	1,890	8,391
Accounting & Operational charges		56,929	58,464	60,442	11,772	65,964	71,661	325,233
Remuneration to the Central Depository Company of Pakistan Limited		23,441	24,074	24,888	4,847	27,152	59,445	163,846
Sindh sales tax on remuneration of the Trustee		3,047	3,130	3,235	630	3,541	7,728	21,311
Annual fee - Securities and Exchange Commission of Pakistan		6,697	6,878	7,111	1,385	7,760	16,984	46,815
Auditor's remuneration		14,854	14,669	15,795	3,080	-	(14,500)	33,898
Amortization of preliminary expenses and floatation costs		14,128	14,129	14,128	-	-	112,108	154,493
Annual Listing fee		1,470	1,452	1,565	305	-	-	4,791
Printing charges		-	-	-	-	-	-	-
Legal and Professional Charges		6,011	6,258	6,468	1,271	-	23,187	43,194
Shariah advisory fee		4,877	4,816	5,186	1,011	-	-	15,891
Bank charges		-	-	-	-	-	156	156
Reversal of Sindh Workers' Welfare Fund	8.1	(761,966)	(763,895)	(693,415)	(68,845)	-	(2,028,833)	(4,316,954)
		(606,308)	(618,576)	(546,662)	(35,086)	107,957	(1,735,639)	(3,434,314)
Net (loss) / income for the period before taxation		(1,306,484)	10,848	1,771,377	640,098	2,323,401	10,159,163	13,598,402
Taxation	11	-	-	-	-	-	-	-
Net (loss) / income for the period after taxation		(1,306,484)	10,848	1,771,377	640,098	2,323,401	10,159,163	13,598,402
(Loss) / Earnings per unit	13	(5.91)	0.05	7.21	11.51	2.46	-	-
Allocation of net (loss) for the period:								
Net income for the period after taxation		(1,306,484)	10,848	1,771,377	640,098	2,323,401	-	-
Income already paid on units redeemed		-	-	(4,468)	-	-	-	-
		(1,306,484)	10,848	1,766,909	640,098	2,323,401	-	-
Accounting income available for distribution:								
-Relating to capital gains		(2,024,951)	(688,915)	1,194,481	548,171	1,058,280	-	-
-Excluding capital gains		718,466	699,763	572,428	91,927	1,265,121	-	-
		(1,306,484)	10,848	1,766,909	640,098	2,323,401	-	-

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

For the quarter ended 30 September 2020							
	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - I	Total	
	Islamic Plan	Islamic Plan	Islamic Plan	Plan	Plan - I	Total	
Note	Rupees						
INCOME							
Profit on deposits with banks	27,552	37,461	42,831	50,116	148,924	306,884	
Dividend income	-	-	-	-	-	-	
Capital gain on sale of investments at fair value through income statement - net	568,937	910,603	699,469	-	3,114,927	5,293,936	
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	13,165,414	10,739,692	7,171,493	327,250	22,204,703	53,608,551	
	13,734,351	11,650,295	7,870,962	327,250	25,319,630	58,902,487	
	13,761,903	11,687,756	7,913,793	377,366	25,468,554	59,209,371	
EXPENDITURE							
Payable to Atlas Asset Management Company ¹ - Management Company	7.1	554	3,585	593	7,811	15,125	27,668
Sindh sales tax on remuneration of the Management Company	7.2	72	466	77	1,015	1,966	3,596
Accounting & Operational charges		47,412	52,452	56,409	11,230	203,506	371,009
Remuneration to the Central Depository Company of Pakistan Limited		19,615	21,598	23,347	4,624	83,797	152,981
Sindh sales tax on remuneration of the Trustee		2,550	2,808	3,035	601	10,894	19,888
Annual fee - Securities and Exchange Commission of Pakistan		5,604	6,171	6,671	1,336	23,942	43,724
Auditor's remuneration		10,134	11,376	12,769	2,034	46,079	82,392
Amortization of preliminary expenses and floatation costs		15,048	15,048	15,048	-	15,048	60,192
Annual Listing fee		852	959	1,077	19	3,878	6,785
Printing charges		-	-	-	-	-	-
Legal and Professional Charges		8,640	8,640	8,640	8,640	8,640	43,200
Shariah advisory fee		3,098	3,489	3,914	889	14,101	25,491
Bank charges		1,942	324	2,004	-	598	4,868
Provision for Sindh Workers' Welfare Fund		272,928	231,217	155,604	6,782	500,820	1,167,351
	8.1	388,449	358,133	289,188	44,981	928,394	2,009,145
Net income / (loss) for the period before taxation		13,373,454	11,329,623	7,624,605	332,385	24,540,160	57,200,226
Taxation		-	-	-	-	-	-
Net income / (loss) for the period after taxation	11.0	13,373,454	11,329,623	7,624,605	332,385	24,540,160	57,200,226
Earnings / (loss) per unit		63.82	49.39	31.29	6.22	26.82	
Allocation of net (loss) for the period:	13.0						
Net income for the period after taxation		13,373,454	11,329,623	7,624,605	332,385	24,540,160	
Income already paid on units redeemed		(1,979)	(2,533)	(21,377)	-	-	
		13,371,475	11,327,090	7,603,228	332,385	24,540,160	
Accounting income available for distribution:							
-Relating to capital gains		13,734,351	11,650,295	7,870,962	327,250	25,319,630	
-Excluding capital gains		(362,876)	(323,205)	(267,734)	5,135	(779,470)	
		13,371,475	11,327,090	7,603,228	332,385	24,540,160	

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Fund of Funds

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

	For the quarter ended 30 September 2021				For the period from 01 September 2021 to 30 September 2021	For the period from 01 July 2021 to 31 August 2021	Total
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	
	-----Rupees-----						
Net (loss) / income for the period	(1,306,484)	10,848	1,771,377	640,098	2,323,401	10,159,163	13,598,402
Other Comprehensive income / (loss)	-	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	<u>(1,306,484)</u>	<u>10,848</u>	<u>1,771,377</u>	<u>640,098</u>	<u>2,323,401</u>	<u>10,159,163</u>	<u>13,598,402</u>

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

For the quarter ended 30 September 2020

	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - I	Total
	-----Rupees-----					
Net (loss) / income for the period	13,373,454	11,329,623	7,624,605	332,385	24,540,160	57,200,226
Other Comprehensive income / (loss)	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	13,373,454	11,329,623	7,624,605	332,385	24,540,160	57,200,226

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Fund of Funds

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

	For the quarter ended 30 September 2021					For the period from 01 September 2021 to 30 September 2021	For the period from 01 July 2021 to 31 August 2021
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	Total
Capital Value	108,778,556	114,712,286	122,027,244	27,167,982	-	471,160,304	843,846,372
Un distributed Income							
- Realised income	2,713,935	5,890,620	9,332,874	1,382,978	-	29,419,585	48,739,993
- Unrealised income / (loss)	16,998,470	13,168,996	6,895,322	(1,382,978)	-	(4,809,512)	30,870,298
Net assets at the beginning of the period	128,490,961	133,771,902	138,255,440	27,167,982	-	495,770,377	923,456,662
<small>(Units AAAIP 216,140, AMAIP 229,306, ACAIP 243,795, AICPP 933,099 & AIDP 54,336) (2020: Units AAAIP 209,596, AMAIP 227,735, ACAIP 244,525, AICPP 914,884 & AIDP 52,270)</small>							
Issue of units							
Capital value (at net assets value per unit at the beginning of period)							
Aggressive 4,982 (2020: Nil) units	3,000,975	-	-	-	-	-	3,000,975
Moderate 1,711 (2020: 2,649) units	-	1,007,614	-	-	-	-	1,007,614
Conservative 2,452 (2020: Nil) units	-	-	1,400,272	-	-	-	1,400,272
Preservative-II 944,260 (2020: Nil) units	-	-	-	-	472,132,806	-	472,132,806
Preservative-I Nil (2020: Nil) units	-	-	-	-	-	-	-
Dividend 1,288 (2020: 1,724) units	-	-	-	643,737	-	-	643,737
Total proceed on issuance of units	3,000,975	1,007,614	1,400,272	643,737	472,132,806	-	478,185,404
Redemption of units							
Capital value (at net assets value per unit at the beginning of period)							
Aggressive Nil (2020: 46) units	-	-	-	-	-	-	-
Moderate Nil (2020: 980) units	-	-	-	-	-	-	-
Conservative 414 (2020: 815) units	-	-	(234,891)	-	-	-	(234,891)
Preservative II Nil (2020: Nil) units	-	-	-	-	-	-	-
Preservative-I 933,906 (2020: Nil) units	-	-	-	-	-	(495,770,998)	(495,770,998)
Dividend Nil (2020: 596) units	-	-	-	-	-	-	-
Amount paid out of Element of income							
- Relating to Net Income for the period after taxation	-	-	(4,468)	-	-	(10,158,542)	(10,163,010)
Total payments on redemption of units	-	-	(239,359)	-	-	(505,929,540)	(506,168,899)
Total Comprehensive income / (loss) for the period	(1,306,484)	10,848	1,771,377	640,098	2,323,401	10,159,163	13,598,403
Distribution paid	-	-	-	(640,098)	-	-	(640,098)
Net assets at the end of the period	130,185,452	134,790,364	141,187,730	27,811,719	474,456,207	-	908,431,472
<small>(2021: Units: AAAIP 221,122, AMAIP 231,017, ACAIP 245,833, AICPP-II 944,261 & AIDP 55,623) (Units AAAIP 216,140, AMAIP 229,306, ACAIP 243,795, AICPP 933,099 & AIDP 54,336)</small>							
Capital Value	111,779,531	115,719,900	123,192,625	27,811,719	472,132,806	-	850,636,581
Un distributed Income							
- Realised income	3,988,382	7,185,777	10,783,950	834,808	2,323,401	-	25,116,317
- Unrealised income / (loss)	14,417,539	11,884,687	7,211,155	(834,807)	-	-	32,678,574
Net assets at the end of the period	130,185,452	134,790,364	141,187,730	27,811,719	474,456,207	-	908,431,472
Net assets value per unit at beginning of the period	594.4797	583.3773	567.0963	500.0000	531.3157	-	-
Net assets value per unit at end of the period	588.7498	583.4644	574.3234	500.0000	502.4632	-	-

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

For Atlas Asset Management Limited (Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

	For the quarter ended 30 September 2020					
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - I	Total
	-----Rupees-----					
Capital Value	104,670,329	113,742,162	122,397,566	26,135,105	461,323,599	828,268,761
Un distributed Income						
- Realised income	2,994,497	5,015,587	8,168,915	1,924,685	11,929,312	30,032,996
- Unrealised income / (loss)	(7,487,673)	(5,950,141)	(3,956,718)	(1,924,685)	(17,196,420)	(36,515,637)
Net assets at the beginning of the period	100,177,153	112,807,608	126,609,763	26,135,105	456,056,491	821,786,120
(Units AAAIP 216,140, AMAIP 229,306, ACAIP 243,795, AICPP 933,099 & AIDP 54,336) (2020: Units AAAIP 209,596, AMAIP 227,735, ACAIP 244,525, AICPP 914,884 & AIDP 52,270)						
Issue of units						
Capital value (at net assets value per unit at the beginning of period)						
Aggressive 4,982 (2020: Nil) units	-	-	-	-	-	-
Moderate 1,711 (2020: 2,649) units	-	1,450,604	-	-	-	1,450,604
Conservative 2,452 (2020: Nil) units	-	-	-	-	-	-
Preservative-II 944,260 (2020: Nil) units	-	-	-	-	-	-
Preservative-I Nil (2020: Nil) units	-	-	-	-	-	-
Dividend 1,288 (2020: 1,724) units	-	-	-	862,470	-	862,470
Total proceed on issuance of units	-	1,450,604	-	862,470	-	2,313,074
Redemption of units						
Capital value (at net assets value per unit at the beginning of period)						
Aggressive Nil (2020: 46) units	(22,144)	-	-	-	-	(22,144)
Moderate Nil (2020: 980) units	-	(531,858)	-	-	-	(531,858)
Conservative 414 (2020: 815) units	-	-	(423,904)	-	-	(423,904)
Preservative II Nil (2020: Nil) units	-	-	-	-	-	-
Preservative-I 933,906 (2020: Nil) units	-	-	-	-	-	-
Dividend Nil (2020: 596) units	-	-	-	(297,750)	-	(297,750)
Amount paid out of Element of income						
- Relating to Net Income for the period after taxation	(1,979)	(2,533)	(21,377)	-	-	(25,889)
Total payments on redemption of units	(24,123)	(534,391)	(445,281)	(297,750)	-	(1,301,545)
Total Comprehensive income / (loss) for the period	13,373,454	11,329,623	7,624,605	332,385	24,540,160	57,200,227
Distribution paid	-	-	-	(332,385)	-	(332,385)
Net assets at the end of the period	113,526,484	125,053,444	133,789,087	26,699,825	480,596,651	879,665,490
(2021: Units: AAAIP 221,122, AMAIP 231,017, ACAIP 245,833, AICPP-II 944,261 & AIDP 55,623) (Units AAAIP 216,140, AMAIP 229,306, ACAIP 243,795, AICPP 933,099 & AIDP 54,336)						
Capital Value	104,648,185	114,660,908	121,973,662	26,997,575	461,323,599	829,603,928
Un distributed Income						
- Realised income	2,767,480	5,045,257	8,234,788	1,299,685	12,190,423	29,537,633
- Unrealised income / (loss)	6,110,819	5,347,279	3,580,637	(1,597,435)	7,082,629	20,523,929
Net assets at the end of the period	113,526,484	125,053,444	133,789,087	26,699,825	480,596,651	879,665,491
Net assets value per unit at beginning of the period	477.9525	495.3470	517.7779	500.0000	498.4856	
Net assets value per unit at end of the period	541.7624	545.1232	548.9676	500.0000	525.3088	

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

For Atlas Asset Management Limited (Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Fund of Funds

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

	For the quarter ended 30 September 2021		For the period from 01 September 2021 to 30 September 2021		For the period from 01 July 2021 to 31 August 2021		Total
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	
Note ----- Rupees -----							
CASH FLOWS FROM OPERATING ACTIVITIES							
Net income for the period after taxation	(1,306,484)	10,848	1,771,377	640,098	2,323,401	10,159,163	13,598,403
Adjustments for:							
Profit on deposits with banks	(112,158)	(81,187)	(30,233)	(56,841)	(16,994)	114,247	(183,166)
Gain on sale of investments at fair value through income statement - net	(6,801)	(6,801)	(9,734)	-	(1,058,280)	(8,537,771)	(9,619,387)
Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets' at fair value through profit or loss (Reversal) / Provision for Sindh Workers' Welfare Fund	2,031,752 (761,966)	695,716 (763,895)	(1,184,748) (693,415)	(548,171) (68,845)	- -	- -	994,549 (2,288,121)
	(155,657)	(145,318)	(146,753)	(33,760)	1,248,126	1,735,639	2,502,277
Decrease in assets							
Other receivables	(0)	(0)	(0)	52,347	-	0	52,347
Deferred Formation cost	14,128	14,128	14,128	-	-	112,109	154,494
	14,128	14,128	14,128	52,347	-	112,109	206,841
Decrease in liabilities							
Payable to Atlas Asset Management Company - Management Company	(12,447)	944	(19,601)	2,407	79,504	(81,082)	(30,275)
Payable to Central Depository Company of Pakistan Limited - Trustee	62	(119)	(150)	41	30,693	(33,046)	(2,520)
Payable to the Securities and Exchange Commission of Pakistan	(17,178)	(19,051)	(20,602)	(4,054)	7,760	(81,075)	(134,200)
Accrued expenses and other liabilities	(3,653,719)	(3,939,106)	(5,781,911)	1,854	-	(9,539,562)	(22,912,444)
	(3,683,282)	(3,957,332)	(5,822,264)	248	117,957	(9,734,765)	(23,079,439)
Interest received	94,643	76,127	23,887	2,036	2,879	62,861	262,434
Investments - net	5,810,000	3,700,001	7,524,999	(0)	(469,317,524)	515,676,367	54,769,006
	5,904,644	3,776,128	7,548,887	2,036	(469,314,644)	515,739,228	63,656,278
Net cash generated from / (used in) operating activities	2,079,833	(312,394)	1,593,998	20,871	(467,948,560)	507,852,211	43,285,958
CASH FLOWS FROM FINANCING ACTIVITIES							
Receipts against issuance of units	3,000,975	1,007,614	1,400,272	643,737	472,132,806	-	478,185,404
Payments against redemption of units	-	-	(239,359)	-	-	(495,770,998)	(496,010,357)
Distribution paid	-	-	-	(640,098)	-	-	(640,098)
	3,000,975	1,007,614	1,160,913	3,639	472,132,806	(495,770,998)	(18,465,051)
Net cash generated / (used in) from financing activities	3,000,975	1,007,614	1,160,913	3,639	472,132,806	(495,770,998)	(18,465,051)
Net increase / (decrease) in cash and cash equivalents	5,080,807	695,220	2,754,911	24,510	4,184,245	12,081,213	24,820,906
Cash and cash equivalents at the beginning of the period	4,258,055	3,920,135	554,548	3,260,822	-	3,951,358	15,944,918
Cash and cash equivalents at the end of the period	4,938,862	4,615,355	3,309,459	3,285,332	4,184,245	16,032,571	40,765,824

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2021

	For the quarter ended 30 September 2020					Total
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - I	
-----Rupees-----						
CASH FLOWS FROM OPERATING ACTIVITIES						
Net income for the period after taxation	13,373,454	11,329,623	7,624,605	332,385	24,540,160	57,200,226
Adjustments for:						
Profit on deposits with banks	(27,552)	(37,461)	(42,831)	(50,116)	(148,924)	(306,884)
Gain on sale of investments at fair value through income statement - net	(568,937)	(910,603)	(699,469)	-	(3,114,927)	(5,293,936)
Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets' at fair value through profit or loss	(13,165,414)	(10,739,692)	(7,171,493)	(327,250)	(22,204,703)	(53,608,551)
(Reversal) / Provision for Sindh Workers' Welfare Fund	272,928	231,217	155,604	6,782	500,820	1,167,351
	(115,521)	(126,916)	(133,584)	(38,199)	(427,574)	(841,794)
Decrease in assets						
Other receivables	-	-	-	-	-	-
Deferred Formation cost	15,048	15,048	15,048	-	15,048	60,192
	15,048	15,048	15,048	-	15,048	60,192
Decrease in liabilities						
Payable to Atlas Asset Management Company - Management Company	1,855	2,874	70	(135)	9,502	14,166
Payable to Central Depository Company of Pakistan Limited - Trustee	970	778	106	(54)	847	2,647
Payable to the Securities and Exchange Commission of Pakistan	(14,181)	(16,121)	(19,030)	(3,535)	(67,454)	(120,321)
Accrued expenses and other liabilities	(2,098,910)	(4,272,542)	(7,628,398)	53,301	(18,155,657)	(32,102,206)
	(2,110,266)	(4,285,011)	(7,647,252)	49,577	(18,212,762)	(32,205,714)
Interest received	26,254	28,318	18,404	57,066	142,509	272,551
Investments - net	2,300,000	4,100,000	8,100,000	-	19,500,000	34,000,000
	2,326,254	4,128,318	8,118,404	57,066	19,642,509	34,272,551
Net cash generated from / (used in) operating activities	115,515	(268,561)	352,616	68,444	1,017,221	1,285,235
CASH FLOWS FROM FINANCING ACTIVITIES						
Receipts against issuance of units	-	1,450,604	-	862,470	-	2,313,074
Payments against redemption of units	(24,123)	(534,391)	(445,281)	(297,750)	-	(1,301,545)
Distribution paid	-	-	-	(332,385)	-	(332,385)
	(24,123)	916,213	(445,281)	232,335	-	679,143
Net cash generated / (used in) from financing activities	(24,123)	916,213	(445,281)	232,335	-	679,143
Net increase / (decrease) in cash and cash equivalents	91,392	647,652	(92,665)	300,779	1,017,221	1,964,378
Cash and cash equivalents at the beginning of the period	465,585	1,550,174	382,627	3,357,209	6,662,587	12,418,182
Cash and cash equivalents at the end of the period	556,977	2,197,826	289,962	3,657,988	7,679,808	14,382,560

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

For Atlas Asset Management Limited (Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Fund of Funds

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED 30 SEPTEMBER 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

11 Atlas Islamic Fund of Funds (the Fund) is an open-ended Fund constituted under a trust deed entered into on 20 August 2018 between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the trustee. The offering document of the Fund has been revised through the First, Second, Third and Fourth supplements dated 05 September 2019, 14 February 2020, 01 April 2020 and 09 August 2021 respectively, with the approval of the SECP. The investment activities and administration of the Fund are managed by AAML, is situated at Ground Floor, Federation House, Shahrae Firdousi, Clifton, Karachi.

12 The Fund is an open-ended Shariah compliant fund of funds and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered to public (IPO) on January 07, 2019. Subsequent to the Initial Public Offering, the offer of units of the Allocation Plans at the Initial Offer Price discontinued. The units of the Allocation Plans could then be purchased at their Offer Price and redeemed at the Redemption Price, which shall be calculated on the basis of Net Asset Value (NAV) of each Allocation Plan. The duration of the fund is perpetual, however, the allocation plans may have a set time frame. Each Allocation Plan will announce separate NAV's which will rank pari passu inter se according to the number of units of the respective Allocation Plans. Units are offered for public subscription on a continuous basis. However, term-based plans, may be offered for a limited subscription period.

The objective of the Fund is to generate return on investments as per the respective Allocation Plan by investing in Shariah compliant mutual funds in line with the risk tolerance of the investor. The Management Company has appointed Dr. Mufid Muhammad Wasie Fasih Butt as its Shariah Advisor to ensure that the activities of the Funds are in compliance with the principles of Shariah.

Atlas Islamic Capital Preservation Plan - II was launched on September 01, 2021 through one day IPO, therefore there are no comparatives for report for quarter ended September 30, 2021.

The investment objectives and policies of each allocation plan are as follows;

Atlas Aggressive Allocation Islamic Plan (AAAIIP)

The "Aggressive Allocation Islamic Plan" is a Shariah Compliant Allocation Plan under the Atlas Islamic Fund of Funds and primarily aims to provide capital appreciation. It shall invest at least 65% and 25% of its net assets in Shariah Compliant Equity Funds and Islamic Income schemes, respectively, while the remaining portion is allocated to Shariah compliant bank deposits (excluding TDRs) in Islamic banks / Islamic windows of commercial banks and GOP Ijara Sukuk not exceeding 90 days remaining maturity. This Allocation Plan is suitable for Investors having a relatively higher risk tolerance and/or wish to save for long term.

Atlas Moderate Allocation Islamic Plan (AMAIIP)

The "Moderate Allocation Islamic Plan" is a Shariah Compliant Allocation Plan under the Atlas Islamic Fund of Funds and primarily aims to provide a mix of capital appreciation and stable returns. It shall invest at least 45% and 45% of its net assets in Shariah Compliant Equity Funds and Islamic Income schemes, respectively, while the remaining portion is allocated to Shariah compliant bank deposits (excluding TDRs) in Islamic banks / Islamic windows of commercial banks and GOP Ijara Sukuk not exceeding 90 days remaining maturity. This Allocation Plan is suitable for Investors having a relatively moderate risk tolerance and/or wish to medium for long term.

Atlas Conservative Allocation Islamic Plan (ACAIP)

The "Conservative Allocation Islamic Plan" is a Shariah Compliant Allocation Plan under the Atlas Islamic Fund of Funds and primarily aims to provide stable returns. It shall invest

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at least 20% and 70% of its net assets in Shariah Compliant Equity Funds and Islamic Income schemes, respectively, while the remaining portion is allocated to Shariah compliant bank deposits (excluding TDRs) in Islamic banks / Islamic windows of commercial banks and GOP Jhara Sukuk not exceeding 90 days remaining maturity. This Allocation Plan is suitable for Investors having a relatively low risk tolerance and/or wish to save for short to medium term.

Atlas Islamic Capital Preservation Plan - II (AICPP-II)

The Atlas Islamic Capital Preservation Plan is a Shariah Compliant Allocation Plan under the Atlas Islamic Fund of Funds and primarily aims to earn a potentially high return through dynamic asset allocation between Shariah Compliant Equities, Shariah Compliant Income based Collective Investment Schemes and Shariah Compliant saving Accounts & Term Deposits, while aiming to provide capital preservation upon maturity of the allocation plan.

Atlas Islamic Dividend Plan (AIDP)

The Atlas Islamic Dividend Plan is a Shariah Compliant Allocation Plan under the Atlas Islamic Fund of Funds and primarily aims to provide competitive return along with dividend through dynamic asset allocation between Shariah Compliant Income and Shariah Compliant Money Market based Collective Investment Schemes and Shariah Compliant/Islamic Banks/Islamic banks window saving Accounts, while aiming to provide Dividend to the investors on the daily basis of profit earned/appreciation in NAV if any. Dividend received by Unit holder shall be reinvested, This Allocation Plan is suitable for Investors having a relatively low risk tolerance and/or wish to save for short to medium term.

1.3 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2020: AM2+ (AM Two Plus)] on 24 December 2020. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

1.4 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 fulfill the requirement for registration of Trust Deed under Sindh Trusts Act 2020. During the year, the Trust deed has been registered under the Sindh Trusts Act, 2020.

1.5 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.

2 STATEMENT OF COMPLIANCE

These condensed interim financial statements has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Act, 2017, 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 the directives issued by the SECP. Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

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 2021.

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 this condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at 30 September 2021.

Atlas Islamic Fund of Funds

The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at 30 September 2021 have been extracted from the annual published audited financial statements of the Fund for the year ended 30 June 2021, 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 Quarter ended 30 September 2020.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual published financial statements of the Fund for the year ended 30 June 2021.

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 2021.

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 2021.

30 September 2021 (Un Audited)

	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	Total	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - I	Total
Profit and loss sharing accounts	9,338,862	4,615,335	3,309,459	3,285,332	4,184,245	5,874,030	30,607,283	4,258,055	3,920,135	554,548	3,260,822	3,951,358	15,944,918
	9,338,862	4,615,335	3,309,459	3,285,332	4,184,245	5,874,030	30,607,283	4,258,055	3,920,135	554,548	3,260,822	3,951,358	15,944,918

Note

Rupees

Rupees

30 June 2021 (Audited)

	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	Total	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - I	Total
Profit and loss sharing accounts	9,338,862	4,615,335	3,309,459	3,285,332	4,184,245	5,874,030	30,607,283	4,258,055	3,920,135	554,548	3,260,822	3,951,358	15,944,918
	9,338,862	4,615,335	3,309,459	3,285,332	4,184,245	5,874,030	30,607,283	4,258,055	3,920,135	554,548	3,260,822	3,951,358	15,944,918

4.1 These carry interest rate ranging between 5.5% to 6.9% (30 June 2021: 5.5% to 6.9%) per annum.

30 September 2021 (Un Audited)

	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	Total	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - I	Total
At fair value through profit or loss - Held for Trading	120,808,655	130,140,131	137,848,277	24,502,864	470,375,804	-	883,675,731	126,533,606	134,529,047	142,353,795	507,138,596	23,954,693	934,509,737
Units of Mutual Funds - listed	120,808,655	130,140,131	137,848,277	24,502,864	470,375,804	-	883,675,731	126,533,606	134,529,047	142,353,795	507,138,596	23,954,693	934,509,737

Note

Rupees

Rupees

30 June 2021 (Audited)

	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	Total	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - I	Total
At fair value through profit or loss - Held for Trading	120,808,655	130,140,131	137,848,277	24,502,864	470,375,804	-	883,675,731	126,533,606	134,529,047	142,353,795	507,138,596	23,954,693	934,509,737
Units of Mutual Funds - listed	120,808,655	130,140,131	137,848,277	24,502,864	470,375,804	-	883,675,731	126,533,606	134,529,047	142,353,795	507,138,596	23,954,693	934,509,737

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5.1 At fair value through profit or loss - Listed equity securities
 5.1.1 Units of Mutual Funds

Name of the investee company	As at 01 July 2021	Purchases during the period	Sales during the period	As at 30 September 2021	Carrying Value as at 30 September 2021	Market Value as at 30 September 2021	Appreciation/ (diminution) as at 30 September 2021	Market Value as a % of net assets of Plan	Market Value as a % of total value of investments of Plan	
										Number of shares
Aggressive Allocation Plan										
Atlas Islamic Income Fund	64,135	-	1,383	62,752	31,745,407	32,471,858	726,451	24.94	26.88	
Atlas Islamic Dedicated Stock Fund	157,862	-	5,023	152,839	91,095,000	88,336,797	(2,758,203)	67.85	73.12	
	221,996	-	6,406	215,591	122,840,407	120,808,655	(2,031,752)	92.80	100.00	
Moderate Allocation Plan										
Atlas Islamic Income Fund	122,815	-	1,383	121,432	61,430,596	62,836,354	1,405,758	46.62	48.28	
Atlas Islamic Dedicated Stock Fund	121,471	-	5,023	116,448	69,405,252	67,303,777	(2,101,475)	49.93	51.72	
	244,285	-	6,406	237,880	130,835,848	130,140,131	(695,717)	96.55	100.00	
Conservative Allocation Plan										
Atlas Islamic Income Fund	201,272	-	3,358	197,915	100,122,077	102,413,238	2,291,161	72.54	74.29	
Atlas Islamic Dedicated Stock Fund	68,006	-	6,697	61,309	36,541,453	35,435,039	(1,106,414)	25	25.71	
	269,279	-	10,555	259,224	136,663,530	137,848,277	1,184,747	97.63	100.00	
Islamic Dividend Plan										
Atlas Islamic Income Fund	47,352	-	-	47,352	23,954,692	24,502,864	548,172	88.10	100.00	
	47,352	-	-	47,352	23,954,692	24,502,864	548,172	88.10	100.00	
Islamic Capital Preservation Plan - II										
Atlas Islamic Income Fund	-	909,608	909,608	-	-	-	-	-	-	
Atlas Islamic Money Market Fund	-	940,752	-	940,752	470,375,804	470,375,804	-	99.14	100.00	
	-	1,850,360	909,608	940,752	470,375,804	470,375,804	-	99.14	100.00	
Islamic Capital Preservation Plan										
Atlas Islamic Income Fund	951,064	40,782	991,846	-	-	-	-	-	-	
Atlas Islamic Dedicated Stock Fund	43,639	-	43,639	-	-	-	-	-	-	
	994,703	40,782	1,035,485	-	-	-	-	-	-	
Total as at 30 September 2021	782,913	-	5,714,636	760,047	414,294,477	413,299,927	(994,550)	-	-	
Total as at 30 June 2021	1,752,516	406,154	381,053	1,777,617	878,438,709	934,509,737	56,071,028	-	-	

Atlas Islamic Fund of Funds

6 DEFERRED FORMATION COST

30 September 2021 (Un Audited)										30 June 2021 (Audited)																			
	Aggressive Allocation		Moderate Allocation		Conservative Allocation		Islamic Dividend Plan		Islamic Capital Preservation Plan - I		Islamic Capital Preservation Plan - II		Total		Aggressive Allocation		Moderate Allocation		Conservative Allocation		Islamic Dividend Plan		Islamic Capital Preservation Plan - I		Islamic Capital Preservation Plan - II		Total		
Opening balance	61	112,109	112,109	112,109	14,128	14,128	14,128	-	-	112,109	112,109	-	-	448,436	168,162	168,162	168,162	-	-	168,162	-	-	56,053	56,053	56,053	56,053	112,109	112,109	672,648
Less: Amortization for the period		14,128	14,129	14,128	14,128	-	-	-	-	112,109	112,109	-	-	154,494	56,053	56,053	56,053	-	-	56,053	-	-	56,053	56,053	56,053	56,053	112,109	112,109	224,212
		97,981	97,980	97,981	97,981	-	-	-	-	-	-	-	-	293,942	112,109	112,109	112,109	-	-	112,109	-	-	112,109	112,109	112,109	112,109	112,109	112,109	448,436

6.1 Preliminary expenses and flotation costs represent expenditure incurred prior to the commencement of the operations of the Fund. These are being amortized over a period of five years commencing from the end of the initial offering period in accordance with the Trust Deed of the Fund and the NBFC Regulations.

7 PAYABLE TO THE ATLAS ASSET MANAGEMENT LIMITED - Management Company

30 September 2021 (Un Audited)										30 June 2021 (Audited)																				
	Aggressive Allocation		Moderate Allocation		Conservative Allocation		Islamic Dividend Plan		Islamic Capital Preservation Plan - I		Islamic Capital Preservation Plan - II		Total		Aggressive Allocation		Moderate Allocation		Conservative Allocation		Islamic Dividend Plan		Islamic Capital Preservation Plan - I		Islamic Capital Preservation Plan - II		Total			
Remuneration of the Management Company	71	7735	3721	2689	2722	3142	-	-	24009	3689	2659	1603	2722	-	2408	12462														
Sindh Sales Tax on remuneration of the Management Company	72	1,006	484	349	553	399	-	2591	399	346	208	354	-	313	1,620															
Front and backend load payable to the Management Company		23	-	-	-	10,000	-	23	10,000	-	-	-	-	7,339	7,339															
Initial deposit against account opening		17,994	-	-	-	6,5964	-	128,535	6,5964	-	-	-	-	171,011	171,011															
Accounting and operational charges reimbursable by the Fund		26,759	22,708	22,920	9,271	79,594	-	164,158	39,206	21,759	42,521	6,864	-	81,082	91,432															

7.1 In accordance with the provisions of the NBFC Regulations, no Management fee shall be charged in case the investment of the fund is made in CIS of Atlas Asset Management Limited (AAMI). Further 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 limit of 1% of the average annual net assets, within allowed expense ratio limit in case investment is made in Cash / Near Cash instruments, savings and term deposits made with Islamic banks or Islamic banking windows of commercial banks and therefore has charged its remuneration accordingly. The remuneration for the last period ended 30 June 2021 was also charged in the same manner.

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7.2 During the period, an amount of Rs. 8,391 (2020: 3,596) was charged on account of sales tax on remuneration of the Management Company levied through Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 7,420 (2020: 3,481) has been paid to the Management Company which acts as a collecting agent.

8 ACCRUED EXPENSES AND OTHER LIABILITIES

Note	30 September 2021 (Un Audited)						30 June 2021 (Audited)																		
	Aggressive Allocation		Moderate Allocation		Conservative Allocation		Islamic Dividend Plan		Islamic Capital Preservation Plan - II		Islamic Capital Preservation Plan - I		Total												
	Islamic Plan	Islamic Plan	Islamic Plan	Islamic Plan	Islamic Plan	Islamic Plan	Islamic Plan	Islamic Plan	Islamic Plan	Islamic Plan	Islamic Plan														
Auditors' remuneration payable	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
Withholding tax payable	4,679	50,307	53,796	10,574	-	120,413	282,769	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Provision for Sindh Workers' Welfare Fund	1,362	635	1,250	30,331	-	17,541	51,119	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Search Advisor fee payable	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Annual listing fee payable	4,270	4,204	4,614	798	-	-	13,885	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Legal & professional charges payable	1,395	1,453	1,565	330	-	-	4,743	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other payable	-	-	-	10,000	-	-	10,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Withholding and Capital gain tax payable	-	-	655	-	-	5,777,753	5,778,408	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividend Payable	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	54,705	56,598	61,880	52,034	-	5,915,707	6,440,924	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	4,470,390	4,759,599	6,537,206	119,025	-	15,455,269	31,341,489	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

8.1 As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CIsS whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CIsS / pension funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CIsS / pension funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

During the period, SRB through its letter dated August 12, 2021 has intimated MUFAP that the CIsS / pension funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

Atlas Islamic Fund of Funds

9 CONTINGENCIES AND COMMITMENTS

There were no other contingencies and commitments outstanding as at September 30, 2021 and 30 June 2021.

10 TOTAL EXPENSE RATIO

	30 September 2021 (Un Audited)						30 June 2021 (Audited)					
	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I
Total expense ratio	0.46	0.42	0.41	0.49	0.09	-	0.88	0.79	0.66	0.74	-	0.58
Government Levies and SECP Fee	0.03	0.03	0.03	0.05	0.01	-	0.51	0.42	0.30	0.15	-	0.26

11 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unitholders. The management intends to distribute at least 90% of the Fund's net accounting income earned by the year end, as cash dividend, to the unit holders. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

12 ACCOUNTING AND OPERATIONAL CHARGES

The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations and valuation services to the CIS with effect from 20 June 2019 as per SECP SRO 639 (I) / 2019 dated 20 June 2019. The Management Company has charged expenses at the rate of 0.17% of the average annual net assets of the Fund for the period for allocation of such expenses to the Fund.

13 EARNING PER UNIT

Earning per unit has not been disclosed as, in the opinion of the management, the determination of cumulative weighted average number of outstanding units for calculating earnings per unit is not practicable.

14 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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.

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Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, 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 at the period / year end are as follows:

14.1 Details of transaction with related parties during the period are as follows:

	For the period				For the period				For the quarter ended 30 September 2021				For the quarter ended 30 September 2020									
	from 01 September 2021 to 30 September 2021		from 01 July 2021 to 31 August 2021		2021		2021		2021		2020		2020		2020							
	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	Total	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	Total	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	Total	
Atlas Asset Management Limited (Management Company)																						
Remuneration for the period	21,418	10,132	7,022	8,371	3,142	14,537	64,022	54	3,385	593	7,811	-	15,125	27,668								
Sindh sales tax on remuneration of the Management Company	2,784	1,317	913	1,088	399	1,890	8,391	72	466	77	1,015	-	1,966	3,596								
Remuneration paid	16,752	9,070	5,936	8,371	-	16,945	57,074	79	2,519	76	7,962	-	14,823	26,799								
Formation cost	14,128	14,129	14,128	-	-	112,108	154,493	15,048	15,048	15,048	-	-	15,048	60,192								
Accounting & operational charges	56,929	58,464	60,442	11,772	65,964	71,661	325,233	47,412	52,452	56,409	11,230	-	203,506	371,009								
Insurance in amounts	3,000,000	1,000,000	1,000,000	424,058	-	-	5,424,058	-	-	-	-	-	-	-								
Issue of units	4,980	1,698	1,754	848	-	-	9,280	-	-	-	-	-	-	-								
Redemption in amount	-	-	-	-	-	-	-	-	-	-	-	-	-	-								
Redemption of units	-	-	-	-	-	-	-	-	-	-	-	-	-	-								
Central Depository Company of Pakistan Limited																						
Remuneration of the Trustee	23,441	24,074	24,888	4,847	27,152	59,445	163,846	19,615	21,598	23,347	4,624	-	83,797	152,981								
Sindh Sales Tax on remuneration of the Trustee	3,047	3,130	3,235	630	3,541	7,728	21,311	2,550	2,808	3,035	601	-	10,894	19,888								
Remuneration paid	23,357	24,179	25,022	4,810	-	88,689	166,057	18,756	20,999	22,253	4,611	-	83,047	150,576								

Atlas Islamic Fund of Funds

For the period
from 01 September
2021 to
30 September
2021

For the period
from 01 July
2021 to
31 August
2021

For the quarter ended 30 September 2021

2021

For the quarter ended 30 September 2020

2020

	For the quarter ended 30 September 2021				For the quarter ended 30 September 2020									
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	Total	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	Total
	Rupees													
	----- Rupees ----- Rupees -----													

Atlas Honda Limited
Issuance in amounts
Issue of units

-	-	-	-	236,713,585	-	-	-	236,713,585	-	-	-	-	-	-
-	-	-	-	473,427	-	-	-	473,427	-	-	-	-	-	-

Shirazi Investments (Private) Limited

Issuance in amounts
Issue of units

-	-	-	-	212,348,729	-	-	-	212,348,729	-	-	-	-	-	-
-	-	-	-	424,697	-	-	-	424,697	-	-	-	-	-	-

Atlas Islamic Dedicated Stock Fund

Purchase in Rupees
Purchase of units
Redemption in Rupees
Redemption of units

-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3,000,000	3,000,000	4,000,000	-	26,277,273	36,277,273	5,260,000	7,940,000	6,620,000	-	23,000,000	42,820,000	-	-	-
5,023	5,023	6,697	-	43,639	60,382	10,624	13,928	13,442	-	45,136	85,130	-	-	-

Atlas Islamic Income Fund

Purchase in Rupees
Purchase of units
Redemption in Rupees
Redemption of units

-	-	-	-	467,964,440	20,777,274	3,360,000	3,440,000	4,220,000	-	21,000,000	34,220,000	-	-	-
-	-	-	-	909,608	40,782	7,000	10,691	8,298	-	41,236	67,224	-	-	-
700,000	700,000	1,700,000	-	489,019,720	510,088,471	6,000,000	2,100,000	5,700,000	-	17,500,000	23,900,000	-	-	-
1,383	1,383	3,358	-	909,608	991,846	1,185	4,147	11,256	-	34,559	51,147	-	-	-

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

Redemption in Rupees
Redemption of units

-	-	-	-	4,178,075	-	-	-	4,178,075	-	-	-	-	-	-
-	-	-	-	8,356	-	-	-	8,356	-	-	-	-	-	-

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14.2 Details of balances with related parties as at the period / year end are as follows:

30 September 2021 (Un Audited)

30 June 2021 (Audited)

	30 September 2021 (Un Audited)						30 June 2021 (Audited)							
	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	Total	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	Total
Atlas Asset Management Limited (Management Company)														
Remuneration payable to the management company	7,735	3,721	2,689	2,722	3,142	-	20,009	3,069	2,659	1,603	2,722	-	2,408	12,462
Sindh Sales tax payable on remuneration of the Management Company	1,006	484	349	353	399	-	2,591	399	346	208	354	-	313	1,620
Sales Load Payable	23	-	-	-	-	-	23	-	-	-	-	-	7,339	7,339
Accounting and operational charges payable	17,994	18,498	19,883	6,196	65,964	-	128,535	35,737	18,754	40,710	3,788	-	71,022	170,011
Outstanding amount - at net asset value	9,013,201	7,112,462	25,217,253	21,745,190	-	-	63,088,106	6,140,364	6,120,757	23,905,318	21,321,132	-	-	57,487,571
Outstanding units	15,309	12,190	43,908	43,490	-	-	114,897	10,329	10,492	42,154	42,642	-	-	105,617
Central Depository Company of Pakistan Limited (Trustee)														
Trustee fee payable	7,654	7,617	8,170	1,597	27,152	-	52,189	7,571	7,722	8,303	1,560	-	29,244	54,401
Sindh Sales tax payable on remuneration of trustee	962	990	1,062	207	3,541	-	6,763	984	1,044	1,079	203	-	3,802	7,072
Shirazi Investments (Private) Limited - Group Company														
Outstanding amount - at net asset value	116,618,794	116,394,055	114,657,365	-	213,394,984	-	561,055,058	117,553,765	116,366,681	113,214,554	-	-	210,542,965	557,877,965
Outstanding units	198,079	199,471	199,639	-	424,697	-	1,021,886	198,079	199,471	199,639	-	-	396,267	993,456
Atlas Honda Limited - Group Company														
Outstanding amount - at net asset value	-	-	-	-	237,879,731	-	237,879,731	-	-	-	-	-	234,700,628	234,700,628
Outstanding units	-	-	-	-	473,427	-	473,427	-	-	-	-	-	441,735	441,735
Atlas Islamic Dedicated Stock Fund														
Outstanding amount - at net asset value	88,536,797	35,435,039	35,435,039	-	-	-	159,206,875	94,088,818	72,399,059	40,533,195	-	-	26,009,984	233,031,056
Outstanding units	152,839	116,448	61,309	-	-	-	330,595	157,862	121,471	68,006	-	-	43,639	390,979
Atlas Islamic Money Market Fund														
Outstanding amount - at net asset value	-	-	-	-	470,375,804	-	470,375,804	-	-	-	-	-	-	-
Outstanding units	-	-	-	-	940,752	-	940,752	-	-	-	-	-	-	-

Atlas Islamic Fund of Funds

30 September 2021 (Un Audited)

30 June 2021 (Audited)

Rupes										Rupes				
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	Total	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	Total
Atlas Islamic Income Fund														
Outstanding amount - at: net asset value	32,471,858	62,836,354	102,413,238	24,502,864	-	-	222,224,314	32,444,788	62,129,988	101,820,600	23,954,693	-	481,128,612	701,478,681
Outstanding units	62,752	121,432	197,915	47,352	-	-	429,451	64,135	122,815	201,272	47,352	-	951,064	1,386,638
Directors and their close family members and key management personnel of the Management Company														
Outstanding amount - at: net asset value	-	6,200,776	-	-	4,138,657	-	10,339,434	3,797,149	9,412,528	-	-	-	5,327,103	18,536,780
Outstanding units	-	10,628	-	-	8,356	-	18,984	6,387	16,135	-	-	-	10,026	32,548

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

15 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the 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.

The fair value of financial assets and liabilities traded in active markets (i.e. listed equity shares) are based on the quoted market prices at the close of trading on the reporting date. The quoted market price used for financial assets held by the Fund is current bid price.

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

15.1 Fair value hierarchy

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

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Fair values of investments in units of mutual funds are determined based on redemption prices disclosed at the Mutual Funds Association of Pakistan (MUFAP) as at the close of the business days which is considered as Level 2 valuation. Fair value of remaining financial assets is not significantly different from their carrying value.

16 GENERAL

Figures have been rounded off to the nearest Rupee.

17 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on 28 October, 2021.

**For Atlas Asset Management Limited
(Pension Fund Manager)**

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Muhammad Abdul Samad
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