



Atlas Pension Fund

Atlas Pension Islamic Fund

QUARTERLY REPORT

30 September 2011

(UN-AUDITED)



Pension Fund Manager

Atlas Asset Management

Rated AM2- by PACRA



Vision

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

Mission Statement

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

CONTENTS

ORGANISATION	2
CHAIRMAN'S REVIEW	3
ATLAS PENSION FUND	
CORPORATE INFORMATION	5
CONDENSED INTERIM BALANCE SHEET	6
CONDENSED INTERIM INCOME STATEMENT	7
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME	8
CONDENSED INTERIM CASH FLOW STATEMENT	9
CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS	11
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS	12

ATLAS PENSION ISLAMIC FUND

CORPORATE INFORMATION	25
CONDENSED INTERIM BALANCE SHEET	26
CONDENSED INTERIM INCOME STATEMENT	27
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME	28
CONDENSED INTERIM CASH FLOW STATEMENT	29
CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS	31
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS	32

Atlas Pensions

ORGANISATION

Pension Fund Manager

Atlas Asset Management Limited

Board of Directors of the Pension Fund Manager

Chairman Mr. Yusuf H. Shirazi
 Directors Mr. Tariq Amin
 Mr. M. Ashraf Janjua
 Mr. Frahim Ali Khan
 Mr. Arshad P. Rana
 Mr. Ali H. Shirazi

Chief Executive Officer Mr. M. Habib-ur-Rahman

Company Secretary Ms Lilly R. Dossabhoy

Board Committees

Audit Committee

Chairman Mr. Tariq Amin
 Members Mr. M. Ashraf Janjua
 Mr. Frahim Ali Khan

Secretary Mr. Imtiaz Ahmed Khan

Human Resource Committee

Chairman Mr. Frahim Ali Khan
 Members Mr. M. Habib-ur-Rahman
 Mr. Ali H. Shirazi

Investment Committee

Chairman Mr. M. Habib-ur-Rahman
 Members Mr. Ali H. Shirazi
 Mr. Muhammad Abdul Samad
 Mr. Khalid Mahmood

Secretary Mr. Muhammad Umar Khan

Management Committee

Chairman Mr. M. Habib-ur-Rahman
 Members Ms Lilly R. Dossabhoy
 Mr. Muhammad Abdul Samad
 Mr. Hassan Khan

Secretary Mr. M. Irfan Dhedhi

Chief Internal Auditor

Ms Qurrat-ul-Ain Jafari

Registered Office

Ground Floor, Federation House, Sharae Firdousi
 Clifton, Karachi - 75600
 Tel: (92-21) 111-MUTUAL (6-888-25)
 (92-21) 35379501-04
 Fax: (92-21) 35379280
 Email: info@atlasfunds.com.pk
 Website: www.atlasfunds.com.pk

First Quarter Report 2011-12

CHAIRMAN'S REVIEW

It is my pleasure to present the un-audited financial statements of Atlas Pension Fund and Atlas Pension Islamic Fund for the three months period ended 30 September 2011 of the FY 2011-12.

The Economy

The economy of Pakistan has been showing greater stability led by growth in exports, higher remittance, gradual buildup of foreign exchange reserves and decline in inflation. During the period July-September FY 2011-12, the total exports stood at US\$ 6.0 billion, as compared to US\$ 5.06 billion last year. During July-September FY 2011-12, foreign remittances reached the record level of US\$ 3.30 billion, which is 24.60% higher than the remittances during the corresponding period last year. The foreign exchange reserves of the country stood at US\$ 17.38 billion as of September 2011, while current account during July-August FY 2011-12 posted a deficit of US\$ 189 million, as compared to a deficit of US\$ 1.02 billion in the same period last year mainly on account of higher remittances. CPI inflation during July-September FY 2011-12 averaged 11.5% as compared to 13.4% during July-September FY 2011. The SBP reduced the policy rate in two successive policy decisions to 12% from 14% mainly on grounds of relatively contained government borrowing from the central bank and the reduced CPI inflation.

Fund Operations - Atlas Pension Fund (APF)

The Net Asset Value of APF-Equity Sub Fund has decreased by 0.24% from Rs.130.73 as on 30 June 2011 to Rs.130.42 as on 30 September 2011. The APF- Equity Sub Fund mainly invested in Banks, Oil & Gas Producers and Chemicals Sectors. The Earning per unit of APF-Equity Sub Fund stood at Re.0.22.

The Net Asset Values of APF - Debt Sub Fund and APF-Money Market Sub Fund appreciated by 3.03% and 2.65% respectively during the period under review. The APF - Debt Sub Fund was mainly invested in Pakistan Investment Bonds, Treasury Bills and Term Finance Certificates where as APF-Money Market Sub Fund was mainly invested in Treasury Bills and high yielding bank deposits. The APF- Debt Sub Fund and APF- Money Market Sub Funds' Earnings per unit stood at Rs.2.58 and Rs.3.79 respectively. The Net Assets of APF stood at Rs.127.57 million as on 30 September 2011.

Fund Operations - Atlas Pension Islamic Fund (APIF)

The Net Asset Value of APIF-Equity Sub Fund has increased by 4.29% from Rs.166.21 as on 30 June 2011 to Rs.173.34 as on 30 September 2011. The APIF-Equity Sub Fund was mainly invested in Oil and Gas Producers, Chemicals and Construction & Materials Sectors. The Earning per unit of APIF-Equity Sub Fund stood at Rs.7.08.

The Net Asset Values of APIF-Debt Sub Fund and APIF-Money Market Sub Fund have appreciated by 2.10% and 2.79% respectively during the period under review. The APIF-Debt Sub Fund & APIF-Money Market Sub Fund was mainly invested in high yielding bank deposits and GoP Ijarah Sukuks. The APIF-Debt Sub Fund and APIF- Money Market Sub Funds' Earnings per unit stood at Rs.1.75 and Rs.3.58 respectively. The Net Assets of APIF stood at Rs.144.03 million as on 30 September 2011.

Rating of the Pension Fund Manager

The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of "AM2 -" (AM Two Minus), to Atlas Asset Management Limited (AAML) for the FY 2009-10. The rating denotes the Company's very strong capacity to manage the risks inherent in asset management and meets high investment management industry standards and benchmarks.

Atlas Pensions

Future Outlook

Currently, the key challenges faced by Pakistan's economy are being emanated from falling private investment, rising total debt due to a low tax to GDP ratio, energy deficit and circular debt issue. The SBP decision to reduce policy rate is expected to have a desirable impact on the demand for private sector credit, and resulting increase in fixed investment may help the productive capacity of the economy. However, an enduring expansion in the private sector credit would require more fiscal reforms. The efforts to overcome key challenges faced by the economy will largely depend upon prudent macroeconomic policies and their timely implementation, which in turn could lay the basis for sustainable economic growth.

The APF and APIF are committed to prudent investment procedures and will continue to provide consistent long term returns to the investors.

چشم وا کرد و جهان دیگرے پیدا شد
(With eyes open, the world looks differently)

Acknowledgement

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

Karachi: 26 October 2011

Yusuf H. Shirazi
Chairman

Atlas Pension Fund

Corporate Information

Trustee

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

Auditors

A. F. Ferguson & Co.
Chartered Accountants

Legal Advisers

Bawaney & Partners

Bankers

Bank Alfalah Limited
Faysal Bank Limited

Atlas Pension Fund

CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT 30 SEPTEMBER 2011

AS AT 30 SEPTEMBER 2011

30 September 2011 (Un-audited)						30 June 2011 (Audited)					
Note	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total	
-----Rupees-----						-----Rupees-----					
ASSETS											
Bank balances	4	3,207,057	3,122,526	3,249,332	117,768	9,696,683	2,077,775	4,638,186	3,729,993	120,697	10,566,651
Receivable against sale of investments		1,169,460	-	-	-	1,169,460	-	-	-	-	-
Investments	5	38,132,489	41,693,239	37,016,347	-	116,842,075	37,576,872	37,056,579	34,935,223	-	109,568,674
Dividend receivable		223,539	-	-	-	223,539	215,000	-	-	-	215,000
Interest accrued	6	18,054	525,410	30,259	-	573,723	14,556	931,855	60,084	-	1,006,495
Security deposit and other receivables		103,334	103,333	103,333	-	310,000	103,334	103,333	103,333	-	310,000
Total assets		42,853,933	45,444,508	40,399,271	117,768	128,815,480	39,987,537	42,729,953	38,828,633	120,697	121,666,820
LIABILITIES											
Payable against redemption of units		-	-	2,366	87,605	89,971	5,200	1,307	2,366	87,605	96,478
Payable against purchase of investments		-	-	-	-	-	67,239	-	-	-	67,239
Payable to the Pension Fund Manager	7	49,996	54,761	49,016	13,995	167,768	49,090	49,794	46,089	17,214	162,187
Payable to the Central Depository Company of Pakistan Limited - Trustee	8	8,711	9,284	8,360	-	26,355	9,057	8,968	8,339	-	26,364
Payable to the Securities and Exchange Commission of Pakistan		3,325	3,657	3,297	-	10,279	12,447	13,294	12,212	-	37,953
Payable to auditors		8,750	8,750	8,750	-	26,250	35,000	35,000	35,000	-	105,000
Accrued expenses and other liabilities	9	355,437	285,850	264,120	16,168	921,575	338,185	252,343	227,438	15,878	833,844
Total liabilities		426,219	362,302	335,909	117,768	1,242,198	516,218	360,706	331,444	120,697	1,329,065
NET ASSETS		42,427,714	45,082,206	40,063,362	-	127,573,282	39,471,319	42,369,247	38,497,189	-	120,337,755
Represented by:											
PARTICIPANTS' SUB-FUNDS (as per statement attached)											
		42,427,714	45,082,206	40,063,362	-	127,573,282	39,471,319	42,369,247	38,497,189	-	120,337,755
Number of units in issue	10	325,319	312,167	272,744			301,942	302,241	269,017		
Net asset value per unit		130.42	144.42	146.89			130.73	140.18	143.10		
Contingencies and commitments	11										

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

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

First Quarter Report 2011-12

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2011

Note	For the Quarter ended 30 September 2011 (Un-audited)				For the Quarter ended 30 September 2010 (Un-audited)			
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total
	Rupees				Rupees			
INCOME								
Interest income	55,219	1,328,834	1,276,691	2,660,744	129,669	1,221,730	1,273,176	2,624,575
Dividend income	462,289	-	-	462,289	470,500	-	-	470,500
Capital gain on sale of investments	50,166	-	-	50,166	962,754	-	-	962,754
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(245,774)	-	-	(245,774)	236,020	-	-	236,020
	(195,608)	-	-	(195,608)	1,198,774	-	-	1,198,774
	321,900	1,328,834	1,276,691	2,927,425	1,798,943	1,221,730	1,273,176	4,293,849
EXPENDITURE								
Remuneration of Pension Fund Manager	149,478	164,443	148,371	462,292	149,179	176,524	162,268	487,971
Sindh Sales Tax on services	23,916	26,311	23,739	73,966	-	-	-	-
Remuneration to Central Depository Company of Pakistan Limited - Trustee	24,438	26,902	24,271	75,611	23,136	27,361	25,116	75,613
Annual fee - Securities and Exchange Commission of Pakistan	3,325	3,657	3,297	10,279	3,320	3,926	3,606	10,852
Auditors' remuneration	8,810	8,810	8,810	26,430	8,750	8,750	8,750	26,250
Securities' transaction cost and settlement charges	26,317	1,500	1,500	29,317	19,266	1,500	1,500	22,266
Legal and professional charges	9,333	9,333	9,334	28,000	-	-	-	-
Bank charges	2,462	3,185	3,110	8,757	1,676	2,414	3,538	7,628
Provision against non performing investment	-	262,748	-	262,748	-	-	-	-
Provision for Workers' Welfare Fund	1,476	16,439	21,085	39,000	31,872	20,025	21,368	73,265
	249,555	523,328	243,517	1,016,400	237,199	240,500	226,146	703,845
Net income for the period	72,345	805,506	1,033,174	1,911,025	1,561,744	981,230	1,047,030	3,590,004
Earnings per unit	0.22	2.58	3.79		5.37	3.56	4.35	

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

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

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

Atlas Pension Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2011

	For the Quarter ended 30 September 2011 (Un-audited)				For the Quarter ended 30 September 2010 (Un-audited)			
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total
	-----Rupees-----				-----Rupees-----			
Net income for the period	72,345	805,506	1,033,174	1,911,025	1,561,744	981,230	1,047,030	3,590,004
Other comprehensive income / (loss)								
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'available for sale'	-	492,281	(8,723)	483,558	-	(243,405)	(494)	(243,899)
Total comprehensive income	72,345	1,297,787	1,024,451	2,394,583	1,561,744	737,825	1,046,536	3,346,105

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

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

First Quarter Report 2011-12

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2011

	For the Quarter ended 30 September 2011 (Un-audited)					For the Quarter ended 30 September 2010 (Un-audited)				
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total
	-Rupees-					-Rupees-				
CASH FLOWS FROM OPERATING ACTIVITIES										
Net income for the period	72,345	805,506	1,033,174	-	1,911,025	1,561,744	981,230	1,047,030	-	3,590,004
Adjustments for:										
Interest income	(55,219)	(1,328,834)	(1,276,691)	-	(2,660,744)	(129,669)	(1,221,730)	(1,273,176)	-	(2,624,575)
Dividend income	(462,289)	-	-	-	(462,289)	(470,500)	-	-	-	(470,500)
Capital gain on sale of investments	(50,166)	-	-	-	(50,166)	(962,754)	-	-	-	(962,754)
Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	245,774	-	-	-	245,774	(236,020)	-	-	-	(236,020)
Provision against non performing investment	-	262,748	-	-	262,748	-	-	-	-	-
Provision for Workers' Welfare Fund	1,476	16,439	21,085	-	39,000	31,872	20,025	21,368	-	73,265
	(248,079)	(244,141)	(222,432)	-	(714,652)	(205,327)	(220,475)	(204,778)	-	(630,580)
(Increase) in assets										
Receivable against sale of investments	(1,169,460)	-	-	-	(1,169,460)	-	-	-	-	-
(Decrease) / Increase in liabilities										
Payable against redemption of units	(5,200)	(1,307)	-	-	(6,507)	-	-	-	-	-
Payable against purchase of investments	(67,239)	-	-	-	(67,239)	-	-	-	-	-
Payable to the Pension Fund Manager	906	4,967	2,927	(3,219)	5,581	149,179	176,524	162,268	2,825	490,796
Payable to the Central Depository Company of Pakistan Limited	(346)	316	21	-	(9)	351	11	(104)	-	258
Payable to the Securities and Exchange Commission of Pakistan	(9,122)	(9,637)	(8,915)	-	(27,674)	(10,476)	(11,187)	(10,068)	-	(31,731)
Payable to auditors	(26,250)	(26,250)	(26,250)	-	(78,750)	(26,250)	(26,250)	(26,250)	-	(78,750)
Accrued expenses and other liabilities	15,776	17,068	15,597	290	48,731	2,102	2,101	2,096	10,628	16,927
	(91,475)	(14,843)	(16,620)	(2,929)	(125,867)	114,906	141,199	127,942	13,453	397,500
Interest received	51,721	1,735,279	1,306,516	-	3,093,516	98,896	1,668,838	1,222,805	-	2,990,539
Dividend received	453,750	-	-	-	453,750	316,500	-	-	-	316,500
Investments made during the period	(12,089,492)	(9,433,933)	(37,089,861)	-	(58,613,286)	(7,524,344)	(4,150,550)	(31,167,485)	-	(42,842,379)
Investments sold / matured during the period	11,338,267	5,026,806	35,000,014	-	51,365,087	17,752,818	13,978,886	41,500,014	-	73,231,718
	(245,754)	(2,671,848)	(783,331)	-	(3,700,933)	10,643,870	11,497,174	11,555,334	-	33,696,378
Net cash (outflow on) / inflow from operating activities	(1,754,768)	(2,930,832)	(1,022,383)	(2,929)	(5,710,912)	10,553,449	11,417,898	11,478,498	13,453	33,463,298

Atlas Pension Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) (Continued...)
FOR THE QUARTER ENDED 30 SEPTEMBER 2011

		For the Quarter ended 30 September 2011 (Un-audited)					For the Quarter ended 30 September 2010 (Un-audited)				
Note		Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total
		Rupees-----					Rupees-----				
Net cash (outflow on) / inflow from operating activities	b/f	(1,754,768)	(2,930,832)	(1,022,383)	(2,929)	(5,710,912)	10,553,449	11,417,898	11,478,498	13,453	33,463,298
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts on issue of units		3,363,079	2,160,751	824,098	-	6,347,928	677,332	778,617	469,413	-	1,925,362
Payments on redemption of units											
- Directly by participants		(479,029)	(745,579)	(282,376)	-	(1,506,984)	(111,295)	(303,795)	(129,070)	-	(544,160)
- Directly by Pension Fund Manager		-	-	-	-	-	(11,258,606)	(13,765,716)	(14,012,387)	-	(39,036,709)
Net cash inflow from / (outflow on) financing activities		2,884,050	1,415,172	541,722	-	4,840,944	(10,692,569)	(13,290,894)	(13,672,044)	-	(37,655,507)
Net increase / (decrease) in cash and cash equivalents		1,129,282	(1,515,660)	(480,661)	(2,929)	(869,968)	(139,120)	(1,872,996)	(2,193,546)	13,453	(4,192,209)
Cash and cash equivalents at the beginning of the period		2,077,775	4,638,186	3,729,993	120,697	10,566,651	1,423,611	6,325,307	8,114,310	108,745	15,971,973
Cash and cash equivalents at the end of the period	4	3,207,057	3,122,526	3,249,332	117,768	9,696,683	1,284,491	4,452,311	5,920,764	122,198	11,779,764

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

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

First Quarter Report 2011-12

CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2011

	For the Quarter ended 30 September 2011 (Un-audited)				For the Quarter ended 30 September 2010 (Un-audited)			
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total
	-----Rupees-----				-----Rupees-----			
Net assets at the beginning of the period	39,471,319	42,369,247	38,497,189	120,337,755	39,486,682	48,340,601	44,490,519	132,317,802
Issue of units	3,363,079	2,160,751	824,098	6,347,928	677,332	778,617	469,413	1,925,362
Redemption of units								
- Directly by participants	(479,029)	(745,579)	(282,376)	(1,506,984)	(111,295)	(303,795)	(129,070)	(544,160)
- Directly by Pension Fund Manager	-	-	-	-	(11,258,606)	(13,765,716)	(14,012,387)	(39,036,709)
	(479,029)	(745,579)	(282,376)	(1,506,984)	(11,369,901)	(14,069,511)	(14,141,457)	(39,580,869)
Net income for the period	22,179	805,506	1,033,174	1,860,859	598,990	981,230	1,047,030	2,627,250
Net capital gain on sale of investments	50,166	-	-	50,166	962,754	-	-	962,754
Other comprehensive income / (loss)	-	492,281	(8,723)	483,558	-	(243,405)	(494)	(243,899)
Total comprehensive income for the period	72,345	1,297,787	1,024,451	2,394,583	1,561,744	737,825	1,046,536	3,346,105
Net assets at the end of the period	42,427,714	45,082,206	40,063,362	127,573,282	30,355,857	35,787,532	31,865,011	98,008,400

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

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

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

Atlas Pension Fund

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30 SEPTEMBER 2011

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 The Atlas Pension Fund (APF) was established under a trust deed executed between Atlas Asset Management Limited as Pension Fund Manager and Central Depository Company Pakistan Limited as Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on June 8, 2007 and was executed under the Voluntary Pension System Rules, 2005 (VPS Rules). The Offering Document of the Fund has been revised through the First and Second Supplement dated December 18, 2008 and March 28, 2011 respectively, with the approval of the Securities and Exchange Commission of Pakistan (SECP). The Pension Fund Manager of the Fund has been licensed to act as a Pension Fund Manager under the VPS rules through a certificate of registration issued by the SECP. The registered office of the Pension Fund Manager is situated at Ground Floor, Federation House, Shahra-e-Firdousi, Clifton, Karachi.
- 1.2 The objective of Atlas Pension Fund (APF) is to provide individuals with a portable, individualised, funded (based on defined contribution) and flexible pension scheme assisting and facilitating them to plan and provide for their retirement. The Fund operates under an umbrella structure and is composed of Sub-Funds, each being a collective investment scheme.

Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as trustee of the Fund.

At present, the Fund consists of the following three Sub-Funds:

APF - Equity Sub-Fund (APF - ESF)

The objective of APF - ESF is to achieve long term capital growth. APF - ESF shall invest primarily in equity securities, with a minimum investment of 90% of its net asset value in listed shares.

APF - Debt Sub-Fund (APF - DSF)

The objective of APF - DSF is to provide income along with capital preservation. APF - DSF shall invest primarily in tradable debt securities with the weighted average duration of the investment portfolio of the Sub-Fund not exceeding five years.

APF - Money Market Sub-Fund (APF - MMSF)

The objective of APF - MMSF is to provide regular income along with capital preservation. APF - MMSF shall invest primarily in short term debt securities with the weighted average time to maturity of net assets of the Sub-Fund not exceeding ninety days.

- 1.3 The Sub-Funds' units are issued against contributions by the eligible participants on a continuous basis since June 28, 2007, and can be redeemed by surrendering them to the Fund.

The participants of the Fund voluntarily determine the contribution amount subject to the minimum limit fixed by the Pension Fund Manager. Such contributions received from the participants are allocated among different Sub-Funds, in accordance with their respective preferences and in line with the prescribed allocation policy. The units held by the participants in the Sub-Funds can be redeemed on or before their retirement and in case of disability or death subject to conditions laid down in the Offering Document, VPS Rules and the Income Tax Ordinance, 2001. According to the Trust Deed, there shall be no distribution from the Sub-Funds, and all income earned by the Sub-Funds shall be accumulated and retained in the Fund.

2. STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with International Accounting Standard - 34 "Interim Financial Reporting" as applicable in Pakistan and the requirements of the Trust Deed, the Rules and the directives / guidelines issued by the SECP. Wherever the requirements of the Trust Deed, the Rules or the directives / guidelines issued by the SECP differ with the requirements of this standard, the requirements of the Trust Deed, the Rules or the requirements of the said directives/guidelines prevail.

These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Fund for the year ended 30 June 2011.

3. ACCOUNTING POLICIES

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

First Quarter Report 2011-12

4. BANK BALANCES

Note	30 September 2011 (Un-audited)					30 June 2011 (Audited)				
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others (note 4.1)	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others (note 4.1)	Total
	Rupees					Rupees				
In current account	-	-	-	14,102	14,102	-	-	-	17,863	17,863
In savings accounts	3,207,057	3,122,526	3,249,332	103,666	9,682,581	2,077,775	4,638,186	3,729,993	102,834	10,548,788
	3,207,057	3,122,526	3,249,332	117,768	9,696,683	2,077,775	4,638,186	3,729,993	120,697	10,566,651

4.1 These represent collection and redemption accounts maintained by the Fund. The rate of return on saving account is 11.75% per annum (30 June 2011: 11.50% per annum).

4.2 These carry interest at the rates ranging from 5.00% to 11.75% per annum (30 June 2011: 5.00% to 11.50% per annum).

5. INVESTMENTS

Note	30 September 2011 (Un-audited)				30 June 2011 (Audited)			
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total
	Rupees				Rupees			
At fair value through profit or loss held-for-trading								
Equity securities - listed	38,132,489	-	-	38,132,489	37,576,872	-	-	37,576,872
Available for sale investments								
Treasury Bills	-	14,055,220	36,379,500	50,434,720	-	9,605,550	34,298,363	43,903,913
Term Finance Certificates	-	7,794,715	636,847	8,431,562	-	7,853,024	636,860	8,489,884
Sukuk Certificates	-	217,778	-	217,778	-	480,526	-	480,526
Pakistan Investment Bonds	-	19,625,526	-	19,625,526	-	19,117,479	-	19,117,479
	-	41,693,239	37,016,347	78,709,586	-	37,056,579	34,935,223	71,991,802
	38,132,489	41,693,239	37,016,347	116,842,075	37,576,872	37,056,579	34,935,223	109,568,674

Atlas Pension Fund

5.1 Equity Sub-Fund - Equity securities - Listed - At fair value through profit or loss

Equity Sub-Fund - Equity securities - Listed - At fair value through profit or loss						Balance as at 30 September 2011			
Name of the investee company	As at 1 July 2011	Purchases during the period	Bonus issued during the period	Sales during the period	As at 30 September 2011	Rupees		Market Value as a % of Net assets of the Sub-Fund	Market Value as a % of Paid- up capital of investee company
						Cost	Market value		
All holdings are in shares of Rs. 10/- each unless otherwise stated.									
Number of shares									
Oil and Gas									
Attock Petroleum Limited	5,000	600	-	600	5,000	1,478,451	1,989,250	4.69	0.0072
Attock Refinery Limited	-	-	-	-	-	-	-	-	-
National Refinery Limited	-	3,000	-	-	3,000	1,093,285	1,101,390	2.60	0.0038
Oil & Gas Development Company Limited	-	8,000	-	8,000	-	-	-	-	-
Pakistan Oilfields Limited	5,400	300	-	100	5,600	1,382,730	2,062,816	4.86	0.0024
Pakistan Petroleum Limited	8,000	3,800	700	2,000	10,500	1,712,336	1,990,485	4.69	0.0011
Pakistan State Oil Company Limited	6,000	-	-	-	6,000	1,681,940	1,527,480	3.60	0.0035
Shell Pakistan Limited	3,000	-	-	3,000	-	-	-	-	-
	27,400	15,700	700	13,700	30,100	7,348,742	8,671,421	20.44	
Chemicals									
Engro Corporation Limited	9,250	5,750	-	1,000	14,000	1,862,512	2,007,460	4.73	0.0036
Fatima Fertilizers Limited	-	20,000	-	20,000	-	-	-	-	-
Fauji Fertilizer Bin Qasim Limited	45,000	-	-	25,000	20,000	761,026	1,173,600	2.77	0.0021
Fauji Fertilizer Company Limited	13,000	1,400	-	2,400	12,000	1,062,273	1,942,800	4.58	0.0014
ICI Pakistan Limited	11,500	511	-	-	12,011	1,746,565	1,744,237	4.11	0.0087
Lotte Pakistan PTA Limited	5,000	15,000	-	-	20,000	266,091	237,200	0.56	0.0013
	83,750	42,661	-	48,400	78,011	5,698,467	7,105,297	16.75	
Construction and Materials									
D G Khan Cement Company Limited	40,000	-	-	-	40,000	1,009,375	822,800	1.94	0.0091
Lucky Cement Limited	25,000	8,000	-	6,000	27,000	1,998,825	2,039,040	4.81	0.0083
	65,000	8,000	-	6,000	67,000	3,008,200	2,861,840	6.75	
General Industrials									
Thal Limited (Face Value Rs. 5/- per share)	15,000	-	-	5,000	10,000	1,046,664	908,900	2.14	0.0163
Industrial Engineering									
Millat Tractors Limited	-	3,000	-	3,000	-	-	-	-	-

First Quarter Report 2011-12

5.1 Equity Sub-Fund - Equity securities - Listed - At fair value through profit or loss (Continued...)

Equity Sub-Fund - Equity Securities - Listed - At fair value through profit or loss (Condensed...)						Balance as at 30 September 2011		Market Value as a % of Net assets of the Sub-Fund	Market Value as a % of Paid-up capital of investee company
Name of the investee company	As at 1 July 2011	Purchases during the period	Bonus issued during the period	Sales during the period	As at 30 September 2011	Cost	Market value		
All holdings are in shares of Rs. 10/- each unless otherwise stated.						Rupees			
Automobile and Parts									
Indus Motor Company Limited	6,371	-	-	6,371	-	-	-	-	-
Personal Goods									
Nishat Chunian Limited	75,000	45,000	-	25,000	95,000	2,192,521	2,007,350	4.73	0.0586
Nishat Mills Limited	37,000	8,000	-	5,000	40,000	2,288,436	1,923,600	4.53	0.0114
	112,000	53,000	-	30,000	135,000	4,480,957	3,930,950	9.26	
Fixed Line Telecommunication									
Pakistan Telecommunication Company Limited	100,000	35,000	-	-	135,000	2,340,120	1,568,700	3.70	0.0036
Electricity									
The Hub Power Company Limited	50,000	2,000	-	12,000	40,000	1,252,045	1,660,000	3.91	0.0035
Banks									
Allied Bank Limited	28,738	5,762	-	-	34,500	1,975,652	2,087,250	4.92	0.0040
Bank Alfalah Limited	50,000	50,000	-	-	100,000	1,034,609	1,128,000	2.66	0.0074
Habib Bank Limited	14,000	1,000	-	15,000	-	-	-	-	-
MCB Bank Limited	9,000	2,950	-	250	11,700	2,275,799	2,027,260	4.78	0.0014
National Bank of Pakistan	21,250	29,750	-	6,000	45,000	2,188,523	2,061,000	4.86	0.0027
United Bank Limited	29,000	6,000	-	1,000	34,000	2,052,523	2,044,760	4.82	0.0028
	151,988	95,462	-	22,250	225,200	9,527,106	9,348,270	22.04	
Non Life Insurance									
Adamjee Insurance Company Limited	25,000	15,000	-	1,190	38,810	2,635,705	2,077,111	4.90	0.0314
						37,338,006	38,132,489	89.88	

Atlas Pension Fund

5.2 Treasury Bills - Available-for-sale

	Face value (Rupees)				Rupees		Market value as a Percentage of net assets
	As at 1 July 2011	Purchases during the period	Matured during the period	As at 30 September 2011	Amortised cost	Market value	
5.2.1 Debt Sub-Fund							
Treasury Bills	10,000,000	10,000,000	5,000,000	15,000,000	14,043,996	14,055,220	31.18

5.2.1.1 The cost of investments as on 30 September 2011 is Rs. 13,736,878 (30 June 2011: Rs. 9,533,500).

5.2.1.2 These Government treasury bills carry purchase yields ranging from 13.02% to 13.55% per annum (30 June 2011: 13.44% to 13.55% per annum) and will mature between 3 November 2011 and 20 September 2012.

5.2.2 Money Market Sub-Fund

	Face value (Rupees)				Rupees		Market value as a Percentage of net assets
	As at 1 July 2011	Purchases during the period	Matured during the period	As at 30 September 2011	Amortised cost	Market value	
Treasury Bills	35,000,000	37,000,000	35,000,000	37,000,000	36,397,561	36,379,500	90.80

5.2.2.1 The cost of investments as on 30 September 2011 is Rs. 35,923,300 (30 June 2011: Rs. 33,961,200).

These Government treasury bills carry purchase yields 13.02% per annum (30 June 2011: 13.16% to 13.49% per annum) and will mature between 3 November 2011 and 15 December 2011.

First Quarter Report 2011-12

5.3 Term Finance Certificates - Available-for-sale

5.3.1 Debt Sub-Fund

Name of Investment	Status	As at 1 July 2011	Purchases during the period	Sales / matured during the period	As at 30 September 2011	Carrying value	Market Value	Market rate as a % of Net assets of the Sub-Fund
Number of certificates						Rupees		
Banks								
Allied Bank Limited	Listed	225	-	-	225	1,183,302	1,141,017	2.53
Askari Commercial Bank Limited-II	Listed	225	-	-	225	1,167,277	1,130,121	2.51
Bank Alfalah Limited-II	Listed	200	-	-	200	1,030,832	1,002,025	2.22
Soneri Bank Limited	Listed	225	-	-	225	1,169,579	1,124,040	2.49
United Bank Limited-II	Listed	60	-	-	60	266,218	272,934	0.61
United Bank Limited-III	Listed	300	-	-	300	1,565,489	1,497,084	3.32
Chemicals								
Engro Fertilizers Limited-II	Listed	69	-	-	69	344,448	324,650	0.72
Engro Fertilizers Limited	Unlisted	220	-	-	220	1,100,000	1,107,724	2.46
Pak Arab Fertilizers Limited	Listed	53	-	-	53	196,206	195,120	0.43
						8,023,351	7,794,715	17.29

5.3.2 Money Market Sub-Fund

Banks								
United Bank Limited-II	Listed	140	-	-	140	<u>601,830</u>	<u>636,847</u>	<u>1.59</u>

Atlas Pension Fund

5.4 Sukuk Certificates - Available-for-sale Debt Sub-Fund

Name of investment	Status	As at 1 July 2011	Purchases during the period	Sales/matured during the period	As at 30 September 2011	Market Value	Market rate as a % of Net assets of the Sub-Fund
Number of certificates						Rupees	
Chemicals Agritech Limited	Unlisted	200	-	-	200	217,778	0.48

5.4.1 This security has been classified as non-performing as per the requirements of SECP's Circular 1 of 2009 and accordingly an aggregate provision of Rs.782,222 (30 June 2011: Rs.519,474), including net of market discount on valuation, as permitted under SECP's Circular 3 of 2010 dated 20 January 2010 has been made in accordance with the minimum provisioning requirements of both the above mentioned circulars.

Non-compliant Investment	Type of investment	Value before provision	Provision held	Net carrying value	Net carrying value as a % of net assets	Net carrying value as a % of gross assets
Rupees						
Agritech Limited	Sukuk certificate	1,000,000	782,222	217,778	0.48	0.48

5.5 Pakistan Investment Bonds - Available-for-sale

5.5.1 Debt Sub-Fund

Face value (Rupees)					Rupees		
As at 1 July 2011	Purchases during the period	Matured during the period	As at 30 September 2011		Amortised cost	Market value	Market value as a Percentage of net assets of Sub Fund
Pakistan Investment Bonds	20,000,000	-	-	20,000,000	19,752,008	19,625,526	43.53

These carry interest at the rate of 9.30% (30 June 2011: 9.30%) and will mature on 22 August 2012.

First Quarter Report 2011-12

30 September 2011 (Un-Audited)						30 June 2011 (Audited)				
Note	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total
	Rupees					Rupees				
6. INTEREST ACCRUED										
Savings accounts	18,054	30,642	27,340	-	76,036	14,556	41,873	40,592	-	97,021
Pakistan Investment Bonds	-	202,160	-	-	202,160	-	662,931	-	-	662,931
Term Finance Certificates and Sukuk Certificate	-	292,608	2,919	-	295,527	-	227,051	19,492	-	246,543
	<u>18,054</u>	<u>525,410</u>	<u>30,259</u>	<u>-</u>	<u>573,723</u>	<u>14,556</u>	<u>931,855</u>	<u>60,084</u>	<u>-</u>	<u>1,006,495</u>
7. PAYABLE TO THE PENSION FUND MANAGER - Related party										
Pension Fund Manager fee	49,996	54,761	49,016	-	153,773	49,090	49,794	46,089	-	144,973
Front-end fee payable	-	-	-	13,995	13,995	-	-	-	17,214	17,214
	<u>49,996</u>	<u>54,761</u>	<u>49,016</u>	<u>13,995</u>	<u>167,768</u>	<u>49,090</u>	<u>49,794</u>	<u>46,089</u>	<u>17,214</u>	<u>162,187</u>
8. PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED (TRUSTEE) - Related Party										
Trustee fee	8,011	8,784	7,860	-	24,655	8,357	8,468	7,839	-	24,664
Settlement charges	700	500	500	-	1,700	700	500	500	-	1,700
	<u>8,711</u>	<u>9,284</u>	<u>8,360</u>	<u>-</u>	<u>26,355</u>	<u>9,057</u>	<u>8,968</u>	<u>8,339</u>	<u>-</u>	<u>26,364</u>
9. ACCRUED EXPENSES AND OTHER LIABILITIES										
Withholding tax payable	8,425	8,944	8,347	-	25,716	648	638	593	1,102	2,981
Sindh Sales Tax on services payable	7,999	8,762	7,843	-	24,604	-	-	-	-	-
Zakat payable	-	-	-	6,168	6,168	-	-	-	4,776	4,776
Provision for Workers' Welfare Fund	339,013	268,144	247,930	-	855,087	337,537	251,705	226,845	-	816,087
Others	-	-	-	10,000	10,000	-	-	-	10,000	10,000
	<u>355,437</u>	<u>285,850</u>	<u>264,120</u>	<u>16,168</u>	<u>921,575</u>	<u>338,185</u>	<u>252,343</u>	<u>227,438</u>	<u>15,878</u>	<u>833,844</u>

Atlas Pension Fund

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

Subsequent to the year ended June 30, 2010, a clarification was issued by the Ministry of Labour and Manpower (the Ministry) which stated that mutual funds / pension funds are not liable to contribute to WWF on the basis of their income. In December 2010 the Ministry filed its response against the Constitutional Petition requesting the Court to dismiss the same, whereafter, show cause notices were issued by the Federal Board of Revenue (FBR) to several mutual funds (CISs) / pension funds for the collection of WWF, including the Fund. In respect of such show cause notices, certain mutual funds (CISs) / pension funds have been granted stay by Honorable Sindh High Court (SHC) on the basis of the pending constitutional petition as referred above.

Subsequent to the year ended June 30, 2011, the Honorable Lahore High Court (LHC) in a Constitutional Petition relating to the amendments brought in the WWF Ordinance, 1971 through the Finance Act, 2006, and the Finance Act, 2008, has declared the said amendments as unlawful and unconstitutional. The Management Company is hopeful that the decision of the LHC, will lend further support to the Constitutional Petition which is pending in the SHC. However, pending the decision of the said Constitutional Petition, the Pension Fund Manager, as a matter of abundant caution, has decided to continue to maintain the provision for WWF amounting to Rs.855,087 (including Rs.39,000 for the current period) in these financial statements.

10. NUMBER OF UNITS IN ISSUE

	For the Quarter ended 30 September 2011 (Un-audited)					For the Quarter ended 30 September 2010 (Un-audited)				
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total
	Number of Units					Number of Units				
At the beginning of the period	301,942	302,241	269,017	-	873,200	391,860	378,105	344,484	-	1,114,449
Add: Issue of units during the period	27,394	15,193	5,679	-	48,266	6,469	6,046	3,588	-	16,103
Less: Redemptions during the period										
- Directly by participants	(4,017)	(5,267)	(1,952)	-	(11,236)	(1,059)	(2,352)	(983)	-	(4,394)
- Directly by Pension Fund Manager	-	-	-	-	-	(106,324)	(106,324)	(106,324)	-	(318,972)
	(4,017)	(5,267)	(1,952)	-	(11,236)	(107,383)	(108,676)	(107,307)	-	(323,366)
At the end of the period	325,319	312,167	272,744	-	910,230	290,946	275,475	240,765	-	807,186

First Quarter Report 2011-12

11. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 30 September 2011.

12. INTEREST INCOME

Note	For the Quarter ended 30 September 2011 (Un-audited)					For the Quarter ended 30 September 2010 (Un-audited)				
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total
	Rupees					Rupees				
On saving accounts	55,219	112,749	93,494	-	261,462	129,669	256,827	311,298	-	697,794
Term finance certificates and Sukuk Certificates	-	373,701	16,636	-	390,337	-	244,215	16,653	-	260,868
Pakistan Investment Bonds	-	461,829	-	-	461,829	-	461,738	-	-	461,738
Treasury Bills	-	380,555	1,166,561	-	1,547,116	-	258,950	945,225	-	1,204,175
	<u>55,219</u>	<u>1,328,834</u>	<u>1,276,691</u>	<u>-</u>	<u>2,660,744</u>	<u>129,669</u>	<u>1,221,730</u>	<u>1,273,176</u>	<u>-</u>	<u>2,624,575</u>

12.1 Mark-up on non performing securities amounting to Rs.168,729 (2010: Rs.93,806) based on outstanding principal has not been recognised, in accordance with SECP's Circular 1 of 2009.

13. CONTRIBUTION TABLE

	For the Quarter ended 30 September 2011 (Un-audited)							For the Quarter ended 30 September 2010 (Un-audited)						
	Equity Sub Fund		Debt Sub Fund		Money Market Sub Fund		Total	Equity Sub Fund		Debt Sub Fund		Money Market Sub Fund		Total
	Units	Rupees	Units	Rupees	Units	Rupees	Rupees	Units	Rupees	Units	Rupees	Units	Rupees	Rupees
Individuals	9,659	1,209,733	3,916	558,203	507	73,437	1,841,373	1,114	115,792	443	56,948	245	32,000	204,740
Employers	17,735	2,153,346	11,277	1,602,548	5,172	750,661	4,506,555	5,355	561,540	5,603	721,669	3,343	437,413	1,720,622
	<u>27,394</u>	<u>3,363,079</u>	<u>15,193</u>	<u>2,160,751</u>	<u>5,679</u>	<u>824,098</u>	<u>6,347,928</u>	<u>6,469</u>	<u>677,332</u>	<u>6,046</u>	<u>778,617</u>	<u>3,588</u>	<u>469,413</u>	<u>1,925,362</u>

Atlas Pension Fund

14. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons include Atlas Asset Management Limited being the Pension Fund Manager, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Pension Fund Manager and directors and executives of the Pension Fund Manager.

The transactions with connected persons are in the normal course of business, carried out at contracted rates and terms determined in accordance with market rates.

Remuneration Payable to the Pension Fund Manager and the Trustee is determined in accordance with the provisions of the VPS Rules and the Trust Deed respectively.

The outstanding balances of connected persons / related parties are disclosed in the respective notes to the financial statements.

	For the Quarter ended 30 September 2011 (Un-audited)					For the Quarter ended 30 September 2010 (Un-audited)				
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total
	Rupees					Rupees				
Atlas Asset Management Limited (Pension Fund Manager)										
Remuneration	149,478	164,443	148,371	-	462,292	149,179	176,524	162,268	-	487,971
Remuneration paid	148,572	159,476	145,444	-	453,492	-	-	-	-	-
Redemption out of core units	-	-	-	-	-	11,258,606	13,765,716	14,012,387	-	39,036,709
Redemption out of core units (Number of Units)	-	-	-	-	-	106,324	106,324	106,324	-	318,972
Front-end fee	-	-	-	38,953	38,953	-	-	-	13,342	13,342
Central Depository Company of Pakistan Limited (Trustee)										
Trustee fee	24,438	26,902	24,271	-	75,611	23,136	27,361	25,116	-	75,613
Trustee fee paid	24,784	26,586	24,250	-	75,620	22,785	27,350	25,220	-	75,355
Settlement charges	1,927	1,500	1,500	-	4,927	2,407	1,500	1,500	-	5,407
<u>Key management personnel</u>										
Chief Executive Officer										
Contributions	94,015	31,339	31,338	-	156,692	94,015	31,338	31,338	-	156,691
Contributions (Number of Units)	761	220	216	-	1,197	890	243	240	-	1,373

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

	For the Quarter ended 30 September 2011 (Un-audited)					For the Quarter ended 30 September 2010 (Un-audited)				
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total
	-----Rupees-----					-----Rupees-----				
Directors										
Contributions	1,602,634	400,659	-	-	2,003,293	189,613	47,403	-	-	237,016
Contributions (Number of Units)	13,349	2,828	-	-	16,177	1,816	368	-	-	2,184
Executives										
Contributions	7,527	3,764	7,527	-	18,818	-	-	-	-	-
Contributions (Number of Units)	62	26	52	-	140	-	-	-	-	-

15. Fair value of financial instruments

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

Fair value of investments is determined as follows:

- Fair value of listed equity securities is determined on the basis of closing market prices quoted on the respective stock exchange.
- Fair value of government securities is determined by reference to the quotations obtained from the PKRV rate sheet on the Reuters page, as per the method of valuation agreed with the Trustees of the Fund under the Rules.
- 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), as per the method of valuation agreed with the Trustees of the Fund under the Rules. The MUFAP calculates these prices in accordance with the SECP's Circular 1 of 2009. The said circular prescribes a valuation methodology which in case of currently traded securities, is based on weighted average prices during the 15 days preceding the valuation date and in case of thinly or non-traded securities, on the basis of discount coupon method which takes into consideration credit risk and maturities of the instruments.
- The fair value of other financial assets and liabilities of the Fund approximate their carrying amount due to short term maturities of these instruments.

Atlas Pension Fund

16. GENERAL

16.1 Figures have been rounded off to the nearest Rupee.

16.2 Corresponding figures have been reclassified, rearranged or additionally incorporated in these financial statements, wherever necessary to facilitate comparison and to conform with changes in presentation in the current period. No significant rearrangements or reclassifications were made in these financial statements.

17. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Pension Fund Manager on 26 October 2011.

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

Atlas Pension Islamic Fund

Corporate Information

Trustee

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

Shariah Advisor

Dr. Fazlur Rahman

Auditors

A. F. Ferguson & Co.
Chartered Accountants

Legal Advisers

Bawaney & Partners

Bankers

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

Atlas Pension Islamic Fund

CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT 30 SEPTEMBER 2011

AS AT 30 SEPTEMBER 2011		30 September 2011 (Un-audited)					30 June 2011 (Audited)				
		Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total
Note		----- Rupees -----					----- Rupees -----				
ASSETS											
Bank balances and term deposit receipts	4	5,326,682	6,122,129	9,984,740	154,343	21,587,894	2,325,507	10,699,237	18,328,269	43,087	31,396,100
Investments	5	44,173,470	45,861,492	31,904,221	-	121,939,183	46,308,107	40,675,385	22,887,563	-	109,871,055
Dividend receivable		372,750	-	-	-	372,750	318,750	-	-	-	318,750
Mark up accrued	6	25,080	1,344,954	302,394	-	1,672,428	26,002	1,074,700	1,177,087	-	2,277,789
Security deposit and other receivables		108,667	108,667	108,666	-	326,000	108,667	108,667	108,666	-	326,000
Total assets		50,006,649	53,437,242	42,300,021	154,343	145,898,255	49,087,033	52,557,989	42,501,585	43,087	144,189,694
LIABILITIES											
Payable against purchase of investments		249,848	-	-	-	249,848	-	-	-	-	-
Payable to the Pension Fund Manager	7	58,778	64,829	50,891	13,056	187,554	60,290	63,785	51,416	10,640	186,131
Payable to the Central Depository Company of Pakistan Limited - Trustee	8	9,305	9,661	7,691	-	26,657	9,470	9,462	7,724	-	26,656
Payable to the Securities and Exchange Commission of Pakistan		4,022	4,438	3,492	-	11,952	15,484	16,337	12,917	-	44,738
Payable to the auditors		8,822	8,822	8,822	-	26,466	35,000	35,000	35,000	-	105,000
Accrued expenses and other liabilities	9	657,450	291,246	277,305	141,287	1,367,288	601,787	256,259	238,100	32,447	1,128,593
Total liabilities		988,225	378,996	348,201	154,343	1,869,765	722,031	380,843	345,157	43,087	1,491,118
NET ASSETS		49,018,424	53,058,246	41,951,820	-	144,028,490	48,365,002	52,177,146	42,156,428	-	142,698,576
Represented by:											
PARTICIPANTS' SUB-FUND (as per statement attached)		49,018,424	53,058,246	41,951,820	-	144,028,490	48,365,002	52,177,146	42,156,428	-	142,698,576
Contingencies and commitments											
Number of units in issue	11	282,792	385,303	291,696			290,984	386,854	301,290		
Net asset value per unit (Rupees)		173.34	137.71	143.82			166.21	134.88	139.92		

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

For Atlas Asset Management Limited
(Pension Fund Manager)

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED 30 SEPTEMBER 2011

First Quarter Report 2011-12

		For the Quarter ended 30 September 2011 (Un-audited)				For the Quarter ended 30 September 2010 (Un-audited)			
		Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total
Note		----- Rupees -----				----- Rupees -----			
INCOME									
Mark-up income	12	81,572	1,946,597	1,296,362	3,324,531	200,155	1,183,096	1,205,553	2,588,804
Dividend income		668,965	-	-	668,965	527,533	-	-	527,533
Capital (loss) / gain on sale of investments		(115,416)	-	-	(115,416)	1,261,769	-	-	1,261,769
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		1,695,921	-	-	1,695,921	1,641,354	-	-	1,641,354
		1,580,505	-	-	1,580,505	2,903,123	-	-	2,903,123
		2,331,042	1,946,597	1,296,362	5,574,001	3,630,811	1,183,096	1,205,553	6,019,460
EXPENSES									
Remuneration of the Pension Fund Manager		181,094	199,593	157,358	538,045	182,489	201,101	164,993	548,583
Sindh Sales Tax on services		28,975	31,935	25,177	86,087	-	-	-	-
Remuneration of Central Depository Company of Pakistan Limited - Trustee		25,445	28,057	22,114	75,616	25,161	27,748	22,707	75,616
Annual fee to the Securities and Exchange Commission of Pakistan		4,022	4,438	3,492	11,952	4,060	4,472	3,655	12,187
Amortisation of deferred formation cost		-	-	-	-	8,542	8,542	8,542	25,626
Bank charges		-	381	752	1,133	2,835	1,799	1,601	6,235
Legal & Professional charges		9,333	9,333	9,334	28,000	-	-	-	-
Auditors' remuneration		8,882	8,882	8,882	26,646	8,822	8,822	8,822	26,466
Provision for non performing financial assets - classified as "available for sale"	5.2.2	-	972,169	-	972,169	-	-	-	-
Securities' transaction cost and settlement charges		29,414	2,700	3,300	35,414	22,358	5,075	3,611	31,044
Provision for Workers' Welfare Fund	9.2	40,878	13,782	21,319	75,979	67,531	18,511	19,833	105,875
		328,043	1,271,270	251,728	1,851,041	321,798	276,070	233,764	831,632
Net income for the period		2,002,999	675,327	1,044,634	3,722,960	3,309,013	907,026	971,789	5,187,828
Earnings per unit		7.08	1.75	3.58		11.02	2.71	3.84	

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

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

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

Atlas Pension Islamic Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED 30 SEPTEMBER 2011

	For the Quarter ended 30 September 2011 (Un-audited)				For the Quarter ended 30 September 2010 (Un-audited)			
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total
	----- Rupees -----				----- Rupees -----			
Net income for the period	2,002,999	675,327	1,044,634	3,722,960	3,309,013	907,026	971,789	5,187,828
Other comprehensive income / (loss)								
Net unrealised appreciation / (diminution) on re-measurement of investments classified as available for sale	-	423,276	101,658	524,934	-	(703,497)	(10,576)	(714,073)
Total comprehensive income for the period	2,002,999	1,098,603	1,146,292	4,247,894	3,309,013	203,529	961,213	4,473,755

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

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

First Quarter Report 2011-12

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2011

	For the Quarter ended 30 September 2011 (Un-audited)					For the Quarter ended 30 September 2010 (Un-audited)				
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total
Note	Rupees					Rupees				
CASH FLOWS FROM OPERATING ACTIVITIES										
Net income for the period	2,002,999	675,327	1,044,634	-	3,722,960	3,309,013	907,026	971,789	-	5,187,828
Adjustments for:										
Mark up income	(81,572)	(1,946,597)	(1,296,362)	-	(3,324,531)	(200,155)	(1,183,096)	(1,205,553)	-	(2,588,804)
Dividend income	(668,965)	-	-	-	(668,965)	(527,533)	-	-	-	(527,533)
Net loss / (gain) on sale of investments	115,416	-	-	-	115,416	(1,261,769)	-	-	-	(1,261,769)
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(1,695,921)	-	-	-	(1,695,921)	(1,641,354)	-	-	-	(1,641,354)
Provision for non performing financial assets classified as 'available for sale'	-	972,169	-	-	972,169	-	-	-	-	-
Provision for workers welfare fund	40,878	13,782	21,319	-	75,979	67,531	18,511	19,833	-	105,875
Amortisation of deferred formation cost	-	-	-	-	-	8,542	8,542	8,542	-	25,626
	(287,165)	(285,319)	(230,409)		(802,893)	(245,725)	(249,017)	(205,389)	-	(700,131)
Decrease / (increase) in assets										
Receivable against sale of investments	-	-	-	-	-	705,295	-	-	-	705,295
Increase / (decrease) in liabilities										
Payable against purchase of investments	249,848	-	-	-	249,848	-	-	-	-	-
Payable to the Pension Fund Manager	(1,512)	1,044	(525)	2,416	1,423	182,489	201,101	164,993	(6,848)	541,735
Payable to the Central Depository Company of Pakistan Limited - Trustee	(165)	199	(33)	-	1	142	41	(182)	-	1
Payable to the Securities and Exchange Commission of Pakistan	(11,462)	(11,899)	(9,425)	-	(32,786)	(12,564)	(12,396)	(10,467)	-	(35,427)
Payable to the auditors	(26,178)	(26,178)	(26,178)	-	(78,534)	(26,178)	(26,178)	(26,178)	-	(78,534)
Accrued expenses and other liabilities	14,785	21,205	17,886	108,840	162,716	(51,369)	1,775	1,751	31,643	(16,200)
	225,316	(15,629)	(18,275)	111,256	302,668	92,520	164,343	129,917	24,795	411,575
Mark up received	82,494	1,676,343	2,171,055	-	3,929,892	134,345	1,537,051	1,375,760	-	3,047,156
Dividend received	614,965	-	-	-	614,965	512,533	-	-	-	512,533
Payment against investments	(14,593,913)	(6,060,000)	(9,090,000)	-	(29,743,913)	(10,011,427)	-	-	-	(10,011,427)
Receipt against investments sold / matured	18,309,055	325,000	175,000	-	18,809,055	21,558,636	325,000	175,000	-	22,058,636
	4,412,601	(4,058,657)	(6,743,945)	-	(6,390,001)	12,194,087	1,862,051	1,550,760	-	15,606,898
Net cash inflow from / (out flow on) operating activities	4,350,752	(4,359,605)	(6,992,629)	111,256	(6,890,226)	12,746,177	1,777,377	1,475,288	24,795	16,023,637

Atlas Pension Islamic Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) (Continued...)
FOR THE QUARTER ENDED 30 SEPTEMBER 2011

		For the Quarter ended 30 September 2011 (Un-audited)					For the Quarter ended 30 September 2010 (Un-audited)				
		Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total
Note		Rupees -----					Rupees -----				
Net cash inflow from / (out flow on) operating activities	b/f	4,350,752	(4,359,605)	(6,992,629)	111,256	(6,890,226)	12,746,177	1,777,377	1,475,288	24,795	16,023,637
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts on issue of units		1,872,957	4,242,502	2,726,070	-	8,841,529	1,245,607	2,439,048	1,410,445	-	5,095,100
Payment on Redemptions of units											
- Directly by the participants		(3,222,534)	(4,460,005)	(4,076,970)	-	(11,759,509)	(431,619)	(1,302,114)	(609,947)	-	(2,343,680)
- By Pension Fund Manager		-	-	-	-	-	(13,616,863)	(13,556,258)	(13,790,170)	-	(40,963,291)
Net cash inflow from / (out flow on) financing activities		(1,349,577)	(217,503)	(1,350,900)	-	(2,917,980)	(12,802,875)	(12,419,324)	(12,989,672)	-	(38,211,871)
Net increase / (decrease) in cash and cash equivalents		3,001,175	(4,577,108)	(8,343,529)	111,256	(9,808,206)	(56,698)	(10,641,947)	(11,514,384)	24,795	(22,188,234)
Cash and cash equivalents at the beginning of the period		2,325,507	10,699,237	18,328,269	43,087	31,396,100	2,722,696	48,258,455	43,120,189	37,127	94,138,467
Cash and cash equivalents at the end of the period	4	5,326,682	6,122,129	9,984,740	154,343	21,587,894	2,665,998	37,616,508	31,605,805	61,922	71,950,233

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

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

First Quarter Report 2011-12

CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2011

Note	For the Quarter ended 30 September 2011 (Un-audited)				For the Quarter ended 30 September 2010 (Un-audited)			
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total
	Rupees				Rupees			
Net assets at the beginning of the period	48,365,002	52,177,146	42,156,428	142,698,576	47,699,177	55,091,073	45,024,212	147,814,462
Amount received on issue of units	1,872,957	4,242,502	2,726,070	8,841,529	1,245,607	2,439,048	1,410,445	5,095,100
Amount paid on Redemptions of units								
- Directly by participants	(3,222,534)	(4,460,005)	(4,076,970)	(11,759,509)	(431,619)	(1,302,114)	(609,947)	(2,343,680)
- By Pension Fund Manager	-	-	-	-	(13,616,863)	(13,556,258)	(13,790,170)	(40,963,291)
	(3,222,534)	(4,460,005)	(4,076,970)	(11,759,509)	(14,048,482)	(14,858,372)	(14,400,117)	(43,306,971)
Net income for the period	2,118,415	675,327	1,044,634	3,838,376	2,047,244	907,026	971,789	3,926,059
Net capital (loss)/gain on sale of investments	(115,416)	-	-	(115,416)	1,261,769	-	-	1,261,769
Other comprehensive income / (loss)	-	423,276	101,658	524,934	-	(703,497)	(10,576)	(714,073)
Total comprehensive income for the period	2,002,999	1,098,603	1,146,292	4,247,894	3,309,013	203,529	961,213	4,473,755
Net assets at the end of the period	49,018,424	53,058,246	41,951,820	144,028,490	38,205,315	42,875,278	32,995,753	114,076,346

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

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

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

Atlas Pension Islamic Fund

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30 SEPTEMBER 2011

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 The Atlas Pension Islamic Fund (APIF) was established under a Trust deed executed between Atlas Asset Management Limited as Pension Fund Manager and Central Depository Company Pakistan Limited as Trustee. The Trust Deed was approved by the securities and Exchange Commission of Pakistan (SECP) on 24 July 2007 and was executed on 31 August 2007 under the Voluntary Pension System Rules, 2005 (VPS Rules). The Offering Document has been amended through the First and Supplement dated 18 December 2008, and the Second Supplement dated 28 March 2011, with the approval of the Securities and Exchange Commission of Pakistan (SECP). The Pension Fund Manager of the Fund has been licensed to act as a Pension Fund Manager under the VPS rules through a certificate of registration issued by SECP. The registered office of the Pension Fund Manager is situated at Ground Floor, Federation House, Shahra-e-Firdousi, Clifton, Karachi.

1.2 The objective of Atlas Pension Islamic Fund (APIF) is to provide individuals with a portable, individualized, funded (based on defined contribution) and flexible pension scheme assisting and facilitating them to plan and provide for their retirement. The Fund operates under an umbrella structure and is composed of Sub-Funds, each being a collective investment scheme.

Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as trustee of the Fund.

1.3 At present the Fund consists of the following three Sub-Funds:

APIF - Equity Sub-Fund (APIF - ESF)

The objective of APIF -ESF is to achieve long term capital growth. APIF - ESF invests primarily in equity securities (as approved by the Shariah Advisor) with a minimum investment of 90% of its net asset value in listed shares.

APIF - Debt Sub-Fund (APIF - DSF)

APIF -DSF invests primarily in tradable debt securities (as approved by the Shariah Advisor) with the weighted average duration of the investment portfolio of the Sub-Fund not exceeding ten years.

APIF - Money Market Sub-Fund (APIF - MMSF)

APIF -MMSF invests primarily in short term debt securities (as approved by the Shariah Advisor) with the weighted average time to maturity of the assets upto one year, and the time to maturity of Shariah Compliant Government securities such as Government of Pakistan Ijarah Sukuks upto three years.

1.4 The Sub-Funds' units are issued against contributions by the eligible participants on a continuous basis since 06 November 2007, and can be redeemed by surrendering them to the Fund.

The participants of the Fund voluntarily determine the contribution amount subject to the minimum limit fixed by the Pension Fund Manager. Such contributions received from the participants are allocated among different Sub-Funds, in accordance with their respective preferences and in line with the prescribed allocation policy. The units held by the participants in the Sub-Funds can be redeemed on or before their retirement, and in case of disability or death subject to conditions laid down in the Trust Deed, Offering Document, the Rules and the Income Tax Ordinance, 2001. According to the Trust Deed, there shall be no distribution from the Sub-Funds, and all income earned by the Sub-Funds shall be accumulated and retained in the Fund.

2. STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with International Accounting Standard - 34" Interim Financial Reporting" as applicable in Pakistan and the requirements of the Trust Deed, the Rules and the directives / guidelines issued by the SECP. Wherever the requirements of the Trust Deed, the Rules or the directives / guidelines issued by the SECP differ with the requirements of this standard, the requirements of the Trust Deed, the Rules or the requirements of the said directives/guidelines prevail.

These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Fund for the year ended 30 June 2011.

3. ACCOUNTING POLICIES

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

4. BANK BALANCES AND TERM DEPOSIT RECEIPTS

	Note	30 September 2011 (Un-audited)					30 June 2011 (Audited)				
		Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total
		Rupees					Rupees				
In current account		-	-	-	21,065	21,065	-	-	-	18,650	18,650
In deposit accounts	4.1	5,326,682	6,122,129	9,984,740	133,278	21,566,829	2,325,507	4,699,237	6,328,269	24,437	13,377,450
In term deposit receipts		-	-	-	-	-	-	6,000,000	12,000,000	-	18,000,000
		<u>5,326,682</u>	<u>6,122,129</u>	<u>9,984,740</u>	<u>154,343</u>	<u>21,587,894</u>	<u>2,325,507</u>	<u>10,699,237</u>	<u>18,328,269</u>	<u>43,087</u>	<u>31,396,100</u>

4.1 The accounts carry rates ranging from 5% to 11.50% (30 June 2011: 5% to 11.80%) per annum.

5. INVESTMENTS

	Note	30 September 2011 (Un-audited)					30 June 2011 (Audited)				
		Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total
		Rupees					Rupees				
At fair value through profit or loss held-for-trading											
Equity securities - listed	5.1	44,173,470	-	-	-	44,173,470	46,308,107	-	-	-	46,308,107
Available-for-sale											
Sukuk certificates - unlisted	5.2	-	2,718,929	1,030,158	-	3,749,087	-	3,967,635	1,179,063	-	5,146,698
Government of Pakistan - Ijarah Sukuk	5.3	-	43,142,563	30,874,063	-	74,016,626	-	36,707,750	21,708,500	-	58,416,250
		<u>44,173,470</u>	<u>45,861,492</u>	<u>31,904,221</u>	<u>-</u>	<u>121,939,183</u>	<u>46,308,107</u>	<u>40,675,385</u>	<u>22,887,563</u>	<u>-</u>	<u>109,871,055</u>

Atlas Pension Islamic Fund

5.1 Equity Sub-Fund - Listed Equity Securities - at fair value through profit or loss

Equity Sub-Fund - Listed Equity Securities - a fair value through profit or loss						Balance as at 30 September 2011			
Name of the investee company	As at 1 July 2011	Purchases during the period	Bonus during the period	Sales during the period	As at 30 September 2011	Cost	Market value	Market value as a % of Net assets of the Sub-Fund	Market value as a % of Paid-up capital of investee company
-----Number of shares-----						-----Rupees-----			
All holdings are in shares of Rs. 10/- each as otherwise stated.									
Oil & Gas									
Attock Petroleum Limited	9,000	3,000	-	-	12,000	4,573,260	4,774,200	9.74	0.02
Attock Refinery Limited	5,000	7,000	-	10,000	2,000	232,081	222,200	0.45	-
National Refinery Limited	-	2,715	-	1,715	1,000	366,005	367,130	0.75	-
Oil & Gas Development Co. Limited	-	7,500	-	7,500	-	-	-	-	-
Pakistan Oilfields Limited	11,000	3,500	-	1,500	13,000	3,560,563	4,788,680	9.77	0.01
Pakistan Petroleum Limited	20,000	6,000	1,500	12,500	15,000	2,420,865	2,843,550	5.80	-
Pakistan State Oil Company Limited	8,000	-	-	3,000	5,000	1,405,670	1,272,900	2.60	-
	53,000	29,715	1,500	36,215	48,000	12,558,444	14,268,660	29.11	
Chemicals									
Fauji Fertilizer Bin Qasim Limited	110,000	-	-	60,000	50,000	1,979,237	2,934,000	5.99	0.01
Fauji Fertilizer Company Limited	30,000	1,000	-	1,000	30,000	3,027,360	4,857,000	9.91	-
ICI Pakistan Limited	29,500	-	-	14,500	15,000	2,204,632	2,178,300	4.44	0.01
Lotte Pakistan PTA Limited	50,000	100,000	-	-	150,000	1,976,716	1,779,000	3.63	0.01
	219,500	101,000	-	75,500	245,000	9,187,945	11,748,300	23.97	
Construction and Materials									
D.G.Khan Cement Limited	70,000	-	-	-	70,000	1,730,975	1,439,900	2.94	0.02
Lucky Cement Limited	40,000	30,000	-	7,000	63,000	4,627,393	4,757,760	9.71	0.02
	110,000	30,000	-	7,000	133,000	6,358,368	6,197,660	12.64	
General Industries									
Packages Limited	15,000	13,010	-	18,010	10,000	1,019,999	1,020,000	2.08	0.01
Thal Limited (face value Rs.5/- per share)	30,000	10,000	-	15,000	25,000	2,498,610	2,272,250	4.64	0.04
	45,000	23,010	-	33,010	35,000	3,518,609	3,292,250	6.72	
Industrials Engineering									
Millat Tractors Limited	-	4,000	-	4,000	-	-	-	-	-

First Quarter Report 2011-12

5.1 Equity Sub-Fund - Listed Equity Securities - at fair value through profit or loss (Continued...)

						Balance as at 30 September 2011			
Name of the investee company	As at 1 July 2011	Purchases during the period	Bonus during the period	Sales during the period	As at 30 September 2011	Cost	Market value	Market value as a % of Net assets of the Sub-Fund	Market value as a % of Paid-up capital of investee company
	-----Number of shares-----					-----Rupees-----			
All holdings are in shares of Rs. 10/- each as otherwise stated.									
Fixed Line Telecommunication									
Pakistan Telecommunication Company Limited	125,000	55,000	-	-	180,000	2,567,510	2,091,600	4.27	-
Electricity									
The Hub Power Company Limited	125,000	-	-	15,000	110,000	4,319,491	4,565,000	9.31	0.01
Bank									
Meezan Bank Limited	126,600	-	-	26,600	100,000	1,531,304	2,010,000	4.10	0.01
					<u>851,000</u>	<u>40,041,671</u>	<u>44,173,470</u>	<u>90.12</u>	

5.2 Unlisted Sukuk certificates - Available for sale

		As at 1 July 2011	Purchased during the period	Sales during the period	As at 30 September 2011	Cost	Carrying value/ market value	Market rate as a % of Net assets of the Sub-Fund	
Note		-----Number of certificates-----				-----Rupees-----			
5.2.1	Debt Sub Fund								
	Fertilizer								
	Agritech Limited	5.2.2	740	-	-	740	3,700,000	805,778	1.52
	Paper and Board								
	Century Paper & Board Mills Limited		650	-	-	650	1,998,750	1,913,151	3.61
						5,698,750	2,718,929	5.12	

Atlas Pension Islamic Fund

- 5.2.2 This security has been classified as non-performing as per the requirements of SECP's Circular 1 of 2009 and accordingly an aggregate provision of Rs.2,894,222 (30 June 2011: Rs.1,922,053), including net of market discount on valuation, as permitted under SECP's Circular 3 of 2010 dated 20 January 2010 has been made in accordance with the minimum provisioning requirements of both the above mentioned circulars.

Non-compliant investment	Type of Investment	Value before provision	Provision held	Net carrying value	Net carrying value as a % of Net assets	Net carrying value as a % of Gross assets
-----Rupees-----						
AgriTech Limited	Sukuk certificate	3,700,000	2,894,222	805,778	1.52	1.51

5.2.4 Money Market Sub Fund

Name of investee company	As at 1 July 2011	Purchased during the period	Sales during the period	As at 30 September 2011	Cost	Carrying value/ market value	Market rate as a % of Net assets of the Sub-Fund
-----Number of certificates-----							-----Rupees-----
Century Paper & Board Mills Limited	350	-	-	350	1,076,250	1,030,158	2.46

5.3 Government of Pakistan - Ijarah Sukuks

		Face value						
	Note	As at 1 July 2011	Purchased during the period	Sales during the period	As at 30 September 2011	Cost	Carrying value/ market value	Market rate as a % of Net assets of the Sub-Fund
5.3.1	Debt Sub Fund	-----Rupees-----						
	Government of Pakistan - Ijarah Sukuks	36,500,000	6,000,000	-	42,500,000	42,807,000	43,142,563	81.31

- 5.3.2 These investments carry rate of return ranging from 13.2131% to 13.7077% (30 June 2011: 12.6399% to 13.6750%) per annum with latest maturity upto May 16, 2014 (30 June 2011: May 16, 2014).

First Quarter Report 2011-12

		Face value							
		As at 1 July 2011	Purchased during the period	Sales during the period	As at 30 September 2011	Cost	Carrying value/market value	Market rate as a % of Net assets of the Sub-Fund	
5.3.3	Money Market Sub Fund	-----Rupees-----							
	Government of Pakistan - Ijarah Sukuks	5.3.4	21,500,000	9,000,000	-	30,500,000	30,771,500	30,874,063	73.59

5.3.4 These investments carry rate of return ranging from 13.2131% to 13.2772% (30 June 2011: 12.6399% to 13.6750%) per annum with latest maturity upto March 07, 2014 (30 June 2011: March 07, 2014).

		30 September 2011 (Un-audited)					30 June 2011 (Audited)				
		Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total
-----Rupees-----											
6.	MARK UP ACCRUED										
	Income accrued on:										
	Bank balances and term deposits	25,080	86,020	136,123	-	247,223	26,002	145,529	268,707	-	440,238
	Sukuk certificates	-	4,715	2,540	-	7,255	-	92,050	49,566	-	141,616
	GOP - Ijarah Sukuks	-	1,254,219	163,731	-	1,417,950	-	837,121	858,814	-	1,695,935
		25,080	1,344,954	302,394	-	1,672,428	26,002	1,074,700	1,177,087	-	2,277,789
7.	PAYABLE TO THE PENSION FUND MANAGER - Related Party										
	Pension Fund Manager fee	58,778	64,829	50,891	-	174,498	60,290	63,785	51,416	-	175,491
	Front end fee	-	-	-	13,056	13,056	-	-	-	10,640	10,640
		58,778	64,829	50,891	13,056	187,554	60,290	63,785	51,416	10,640	186,131

Atlas Pension Islamic Fund

	30 September 2011 (Un-audited)					30 June 2011 (Audited)				
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total
Note	----- Rupees -----					----- Rupees -----				

8. PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED (TRUSTEE) - Related Party

Trustee fee	8,305	9,161	7,191	-	24,657	8,470	8,962	7,224	-	24,656
Settlement charges	1,000	500	500	-	2,000	1,000	500	500	-	2,000
	<u>9,305</u>	<u>9,661</u>	<u>7,691</u>	<u>-</u>	<u>26,657</u>	<u>9,470</u>	<u>9,462</u>	<u>7,724</u>	<u>-</u>	<u>26,656</u>

9. ACCRUED EXPENSES AND OTHER LIABILITIES

Payable to charity	9.1	7,535	-	-	-	7,535	11,334	-	-	-	11,334
Withholding tax payable		9,840	10,633	8,817	71,923	101,213	660	676	549	2,717	4,602
Zakat payable		-	-	-	43,364	43,364	-	-	-	3,730	3,730
Brokerage payable		-	1,200	1,800	-	3,000	-	325	325	-	650
Workers' Welfare Fund	9.2	630,671	269,040	258,545	-	1,158,256	589,793	255,258	237,226	-	1,082,277
Sindh Sales Tax on services payable		9,404	10,373	8,143	-	27,920	-	-	-	-	-
Others		-	-	-	26,000	26,000	-	-	-	26,000	26,000
		<u>657,450</u>	<u>291,246</u>	<u>277,305</u>	<u>141,287</u>	<u>1,367,288</u>	<u>601,787</u>	<u>256,259</u>	<u>238,100</u>	<u>32,447</u>	<u>1,128,593</u>

9.1 According to the Trust Deed of the Fund, where a portion of the Fund's income has been earned from non-Shariah compliant avenues, such portion of income of the Fund is to be purified directly by the Pension Fund Manager of the Fund. The Shariah Advisor of the Fund, has certified an amount of Rs.7,535/- (30 June 2011: Rs.11,334/-) against dividend income, as Shariah non-compliant income, which has accordingly been marked to charity and netted off against dividend income in these financial statements, and will be paid in due course of time.

First Quarter Report 2011-12

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

Subsequent to the year ended 30 June 2010, a clarification was issued by the Ministry of Labour and Manpower (the Ministry) which stated that mutual funds are not liable to contribute to WWF on the basis of their income. In December 2010 the Ministry filed its response against the Constitutional Petition requesting the Court to dismiss the same, whereafter, show cause notices were issued by Federal Board of Revenue (FBR) to several Mutual Funds (CISs) / Pension Funds for the collection of WWF, including the Fund. In respect of such show cause notices, certain mutual funds (CISs) / Pension Funds have been granted stay by Honorable Sindh High Court (SHC) on the basis of the pending Constitutional Petition as referred above.

Subsequent to the year ended 30 June 2011, the Honorable Lahore High Court (LHC) in a Constitutional Petition relating to the amendments brought in the WWF Ordinance, 1971 through the Finance Act, 2006, and the Finance Act, 2008, has declared the said amendments as unlawful and unconstitutional. The Pension Fund Manager is hopeful that the decision of the LHC, will lend further support to the Constitutional Petition which is pending in the SHC. However, pending the decision of the said Constitutional Petition, the Pension Fund Manager, as a matter of abundant caution, has decided to continue to maintain the provision for WWF amounting to Rs.1,158,256/- (including Rs.75,979/- for the current period) in these financial statements.

10. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 30 September 2011.

11. NUMBER OF UNITS IN ISSUE

	For the Quarter ended 30 September 2011 (Un-audited)				For the Quarter ended 30 September 2010 (Un-audited)			
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total
	----- Number of Units in Issue -----							
Total units in issue at the beginning of the year	290,984	386,854	301,290	979,128	400,211	432,079	353,287	1,185,577
Add: Units issued	11,268	31,004	19,190	61,462	9,885	19,180	10,955	40,020
Less: Units redeemed								
- Directly by participants	(19,460)	(32,555)	(28,784)	(80,799)	(3,584)	(10,254)	(4,743)	(18,581)
- By Pension Fund Manager	-	-	-	-	(106,324)	(106,324)	(106,324)	(318,972)
	(19,460)	(32,555)	(28,784)	(80,799)	(109,908)	(116,578)	(111,067)	(337,553)
	<u>282,792</u>	<u>385,303</u>	<u>291,696</u>	<u>959,791</u>	<u>300,188</u>	<u>334,681</u>	<u>253,175</u>	<u>888,044</u>

Atlas Pension Islamic Fund

12. MARK UP INCOME

Note	For the Quarter ended 30 September 2011 (Un-audited)				For the Quarter ended 30 September 2010 (Un-audited)			
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total
	Rupees				Rupees			
Income on bank balances and term deposits	81,572	305,253	483,868	870,693	200,155	1,292,321	1,150,568	2,643,044
Income on Sukuk certificates	-	375,239	46,097	421,336	-	(109,225)	54,985	(54,240)
Government of Pakistan - Ijarah Sukuks	-	1,266,105	766,397	2,032,502	-	-	-	-
	<u>81,572</u>	<u>1,946,597</u>	<u>1,296,362</u>	<u>3,324,531</u>	<u>200,155</u>	<u>1,183,096</u>	<u>1,205,553</u>	<u>2,588,804</u>

12.1 Mark-up on non performing securities amounting to Rs.624,290/- (2010: Rs.347,084/-) based on outstanding principal has not been recognized, in accordance with the SECP's Circular 1 of 2009.

13. CONTRIBUTION TABLE

	For the Quarter ended 30 September 2011 (Un-audited)							For the Quarter ended 30 September 2010 (Un-audited)						
	Equity Sub Fund		Debt Sub Fund		Money Market Sub Fund		Total	Equity Sub Fund		Debt Sub Fund		Money Market Sub Fund		Total
	Units	Rupees	Units	Rupees	Units	Rupees	Rupees	Units	Rupees	Units	Rupees	Units	Rupees	Rupees
Individuals	3,410	561,260	8,776	1,205,760	4,464	640,080	2,407,100	1,534	197,488	2,865	363,846	615	79,146	640,480
Employers	7,858	1,311,697	22,228	3,036,742	14,726	2,085,990	6,434,429	8,351	1,048,119	16,315	2,075,202	10,340	1,331,299	4,454,620
	<u>11,268</u>	<u>1,872,957</u>	<u>31,004</u>	<u>4,242,502</u>	<u>19,190</u>	<u>2,726,070</u>	<u>8,841,529</u>	<u>9,885</u>	<u>1,245,607</u>	<u>19,180</u>	<u>2,439,048</u>	<u>10,955</u>	<u>1,410,445</u>	<u>5,095,100</u>

14. TRANSACTIONS WITH CONNECTED PERSONS

Connected persons include Atlas Asset Management Limited being the Pension Manager, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Pension Fund Manager and directors and executives of the Pension Fund Manager.

The transactions with connected persons are in the normal course of business, carried out at agreed terms.

Remuneration Payable to the Pension Fund Manager and the Trustee is determined in accordance with the provisions of the VPS Rules and the Trust Deed respectively.

The outstanding balances of connected persons / related parties are disclosed in the respective notes to the financial statements.

First Quarter Report 2011-12

	For the Quarter ended 30 September 2011 (Un-audited)					For the Quarter ended 30 September 2010 (Un-audited)				
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total
	-----Rupees-----					-----Rupees-----				
Atlas Asset Management Limited (Pension Fund Manager)										
Remuneration	181,094	199,593	157,358	-	538,045	182,489	201,101	164,993	-	548,583
Remuneration paid	182,606	198,549	157,883	-	539,038	-	-	-	-	-
Front end fee	-	-	-	39,456	39,456	-	-	-	35,199	35,199
Redemption out of core units	-	-	-	-	-	13,616,863	13,556,258	13,790,170	-	40,963,292
Redemption out of core units (number of units)	-	-	-	-	-	106,324	106,324	106,324	-	318,971
Central Depository Company of Pakistan Limited (Trustee)										
Trustee fee	25,445	28,057	22,114	-	75,616	25,161	27,748	22,707	-	75,616
Trustee fee paid	25,610	27,858	22,147	-	75,615	25,019	27,707	22,889	-	75,615
Settlement charges	2,063	1,500	1,500	-	5,063	2,651	1,500	1,500	-	5,651
<u>Key management personnel</u>										
Group Executives										
Contributions	159,490	167,216	247,123	-	573,829	140,736	186,428	231,240	-	558,404
Contributions (number of units)	962	1,227	1,747	-	3,936	1,134	1,469	1,800	-	4,404
Redemption	17,704	58,822	60,716	-	137,243	-	101,459	145,904	-	247,363
Redemption (number of units)	111	431	428	-	970	-	798	1,133	-	1,931

Atlas Pension Islamic Fund

15. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

Fair value of investments is determined as follows:

Fair value of listed equity securities is determined on the basis of closing market prices quoted on the respective stock exchange.

Investment in Government of Pakistan Ijarah Sukuks are valued on the basis of average rates provided by brokers.

Investment in Sukuk certificates are valued in accordance with the methodology for valuation of debt securities prescribed in the SECP Circular No.1 of 2009 dated 6 January 2009. Under the said directive, investments in Sukuk certificates are valued on the basis of traded, thinly traded and non-traded securities. Accordingly, investments in Sukuk certificates have been valued at the rates determined and announced by MUFAP based on methodology prescribed in the circular.

The fair value of other financial assets and liabilities of the Fund approximate their carrying amount due to short term maturities of these instruments.

16. GENERAL

16.1 Figures have been rounded off to the nearest Rupee.

16.2 Corresponding figures have been reclassified, rearranged or additionally incorporated in these financial statements, wherever necessary to facilitate comparison and to conform with changes in presentation in the current period. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

17. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Pension Fund Manager on 26 October 2011.

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

Head Office

Ground Floor, Federation House, Sharae Firdousi,
Clifton, Karachi-75600. Ph: (92-21) 35379501- 04
Fax: (92-21) 35379280 UAN: 111- MUTUAL (6-888-25)
Website: www.atlasfunds.com.pk

Lahore Office

C/o. Atlas Honda Limited,
1-Mcleod Road, Lahore.
Ph: (92-42) 37225015-17
Fax: (92-42) 37351119

Rawalpindi Office

C/o. Atlas Honda Limited,
60, Bank Road, Saddar, Rawalpindi.
Tel: (92-51) 5856411
Fax: (92-51) 5120497