



Atlas Pension Fund  
Atlas Pension Islamic Fund  
QUARTERLY REPORT  
30 September 2017  
(UN-AUDITED)



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

## CONTENTS

|                   |   |
|-------------------|---|
| ORGANISATION      | 2 |
| CHAIRMAN'S REVIEW | 3 |

### ATLAS PENSION FUND

|   |    |
|---|----|
| CORPORATE INFORMATION   | 5  |
| CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES             | 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-FUND | 11 |
| NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS               | 12 |

### ATLAS PENSION ISLAMIC FUND

|   |    |
|---|----|
| CORPORATE INFORMATION   | 30 |
| CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES             | 31 |
| CONDENSED INTERIM INCOME STATEMENT                                | 32 |
| CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME               | 33 |
| CONDENSED INTERIM CASH FLOW STATEMENT                             | 34 |
| CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUND | 36 |
| NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS               | 37 |

# Atlas Pensions

## ORGANISATION

### Pension Fund Manager

Atlas Asset Management Limited

### Board of Directors of the Pension Fund Manager

|           |                      |                            |
|-----------|----------------------|----------------------------|
| Chairman  | Mr. Yusuf H. Shirazi | (Non - Executive Director) |
| Directors | Mr. Tariq Amin       | (Independent Director)     |
|           | Mr. Shamshad Nabi    | (Independent Director)     |
|           | Mr. Fahim Ali Khan   | (Non - Executive Director) |
|           | Mr. Ali H. Shirazi   | (Non - Executive Director) |
|           | Mr. Arshad P. Rana   | (Non - Executive Director) |

Chief Executive Officer Mr. M. Habib-ur-Rahman (Executive Director)

Company Secretary Ms Qurrat-ul-Ain Jafari

### Board Committees

#### Audit Committee

|           |                             |
|-----------|-----------------------------|
| Chairman  | Mr. Tariq Amin              |
| Members   | Mr. Shamshad Nabi           |
|           | Mr. Fahim Ali Khan          |
| Secretary | Mr. M. Uzair Uddin Siddiqui |

#### Board Evaluation Committee

|           |                        |
|-----------|------------------------|
| Chairman  | Mr. Tariq Amin         |
| Members   | Mr. Shamshad Nabi      |
|           | Mr. Ali H. Shirazi     |
| Secretary | Mr. M. Habib-ur-Rahman |

#### Human Resource & Remuneration Committee

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

### Investment Committee

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

### Management Committee

|           |                          |
|-----------|--------------------------|
| Chairman  | Mr. M. Habib-ur-Rahman   |
| Members   | Mr. Muhammad Abdul Samad |
|           | Mr. Abbas Sajjad         |
|           | Mr. Khalid Mahmood       |
|           | Ms Qurrat-ul-Ain Jafari  |
| Secretary | Mr. Muhammad Umar Khan   |

### Risk Management Committee

|           |                           |
|-----------|---------------------------|
| Chairman  | Mr. M. Habib-ur-Rahman    |
| Members   | Mr. Muhammad Abdul Samad  |
|           | Mr. Khalid Mahmood        |
| Secretary | Mr. Muhammad Faizan Ghori |

### Chief Internal Auditor

Mr. M. Uzair Uddin Siddiqui

### Registered Office

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

# First Quarter Report 2017-18

## CHAIRMAN'S REVIEW

It is my pleasure to present the un-audited financial statements of Atlas Pension Fund (APF) and Atlas Pension Islamic Fund (APIF) for the three months period ended 30 September 2017 of the FY 2017-18.

### The Economy

During the period, July-Sept FY 2017-18, total exports stood at US\$5.17 billion as compared to US\$4.67 billion worth of exports reported in the same period last year. The foreign exchange reserves of the country stood at US\$19.76 billion as on September 29, 2017 with SBP's share of US\$13.86 billion in the total liquid foreign exchange reserves. Foreign remittances for the period July-Sept FY 2017-18 stood at US\$4.79 billion, which was an increase of 1.05% YoY compared to the corresponding period last year. Fiscal deficit for July- Sep FY 2017-18 was recorded at 0.9% of GDP which was lower than last year's deficit of 1.3%. CPI inflation for the period July- Sep FY 2017-18 was recorded at 3.4%. State Bank of Pakistan (SBP) in its latest monetary policy statement decided to keep the policy rate unchanged at 5.75%. Previously, accommodative monetary stance of SBP saw cumulative decline in policy rate of 425 bps since November 2014 till May 2016. The current policy rate of 5.75% is the lowest rate in last 45 years reflecting improved macro-economic conditions.

### Fund Operations - Atlas Pension Fund (APF)

The Net Asset Value of APF - Equity Sub Fund has decreased by 6.75% from Rs. 512.86 as on June 30, 2017 to Rs. 478.24 as on September 30, 2017. The APF- Equity Sub Fund mainly invested in Commercial Banks, Oil & Gas Exploration, Fertilizer, Cement and Power Generation & Distribution sectors. The Net Asset Value of APF - Gold Sub Fund increased by 3.10% from Rs.111.26 to Rs.114.71 with total exposure in Gold based future contracts stood at 78.67%. The Net Asset Values of APF - Debt Sub Fund and APF-Money Market Sub Fund appreciated by 1.17% (4.65% on annualized basis) and 1.32% (5.22% on annualized basis) respectively during the period under review. The APF - Debt- Sub Fund was mainly invested in Treasury Bills, Term Finance Certificates/Corporate Sukuks, Commercial Paper and cash with banks, and whereas APF-Money Market Sub Fund was mainly invested in Treasury Bills and cash with banks. The Net Assets of APF stood at Rs. 1.02 billion as on 30 September 2017.

### Fund Operations - Atlas Pension Islamic Fund (APIF)

The Net Asset Value of APIF - Equity Sub Fund has decreased by 8.13% from Rs.673.59 as on 30 June 2017 to Rs.618.79 as on 30 September 2017. The APIF- Equity Sub Fund mainly invested in Oil & Gas Exploration, Fertilizer, Cement, Oil & Gas Marketing and Power Generation & Distribution sectors. The Net Asset Values of APIF - Debt Sub Fund and APIF - Money Market Sub Fund have appreciated by 0.53% (2.09% on annualized basis) and 0.81% (3.20% on annualized basis) respectively during the period under review. The APIF Debt Sub-Fund & Money Market Sub Fund were mainly invested in GoP Ijarah Sukuks and high yielding bank deposits. The Net Assets of APIF has stood at Rs.987.25 million as on 30 September 2017.

### Worker's Welfare Fund (WWF)

Against the decision of the Honorable Supreme Court of Pakistan (SCP) that declared the amendments made in the Finance Acts 2006 and 2008 pertaining to WWF as illegal citing that WWF was not in the nature of tax and could, therefore, not have been introduced through money bills, the Federal Board of Revenue (FBR) has filed a review petition in the SCP, which is pending for hearing. The Mutual Funds Association of Pakistan (MUFAP) consulted both legal and tax advisors who gave the opinion that the judgment has removed the very basis on which the demands were raised, therefore, there was no longer any liability against the mutual funds under the WWF Ordinance. Based on legal opinion, the entire provision against WWF held by the Mutual Funds and Voluntary Pension Funds till 30 June 2015 were reversed on 12 January 2017.

### Sindh Worker's Welfare Fund (SWWF)

As a consequence of the 18th amendment to the Constitution of Pakistan, Workers' Welfare Fund became a provincial subject. In May 2015 the Sindh Assembly passed the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) imposing SWWF on many entities, including financial institutions.

The Sindh Revenue Board (SRB) demanded the SWWF from mutual funds on the plea that mutual funds are defined as financial institution under The Financial Institutions (Recovery of Finances) Ordinance, 2001. MUFAP has collectively on behalf of asset management companies contested that mutual funds are not financial institutions or industrial establishments but were pass through investment vehicles and did not employ workers. Mutual funds are also not included in the definition of financial institutions in the Companies Act, 2017. MUFAP has taken up the matter with the Sindh Finance Division for resolution of the matter.

Although, based on legal opinion, SWWF is not applicable on mutual funds MUFAP has recommended that the provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the SWWF Act, 2014 (i.e. starting from May 21, 2015). Accordingly, the provision for SWWF is being made on a daily basis going forward.

# Atlas Pensions

## Federal Excise Duty (FED)

The Finance Act, 2013 imposed Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMC's) with effect from June 13, 2013 and this was withdrawn on June 30, 2016. On September 04, 2013 a constitutional petition was filed in SHC jointly by various AMC's, challenging the levy of FED. In a separate petition the Honorable Sindh High Court declared that the FED was unconstitutional and cannot be charged where provinces are collecting sales tax. The Federation has filed an appeal in the Honorable Supreme Court of Pakistan. However, without prejudice, the mutual funds and pension funds have on prudent basis maintained the provision for FED till June 30, 2016.

## Withholding Tax

With effect from July 01, 2015, FBR has required all entities whose income are exempt from income tax to obtain income tax exemption certificates from concerned commissioner of income tax by virtue of provision in section 159 of the Income Tax Ordinance, 2001 (Ordinance). 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, the company has filed a petition in the Supreme Court of Pakistan, on April 20, 2016 and the hearing is still pending. In the meanwhile VPS schemes are obtaining exemption certificates from Commissioner of Income Tax. However, any tax withheld is refundable.

## Ratings Update

### • Asset Manager Rating

The Pakistan Credit Rating Agency Limited (PACRA) has assigned asset manager rating of Atlas Asset Management Limited (AAML) to "AM2+" (AM Two Plus). 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.

## Future Outlook

Pakistan's economic outlook is contingent upon overcoming macro-economic challenges. Current account deficit is under pressure on the back of widening trade deficit and slowdown in remittances. There are anticipations of gain in exports on account of favorable global economic conditions, improvement in domestic energy supplies, and incentives given to export sector. It is imperative to improve productivity and competitiveness to enhance exports. There is need to encourage private capital inflows and foreign direct investments in particular to improve balance-of-payments position. With declining number of workers proceeding abroad there are prospects of sluggish growth in workers' remittances. Structural reforms are required to improve trade competitiveness in the medium term with an objective improve external position and build foreign exchange reserves.

Your funds are committed to prudent investment procedures and will continue to provide consistent long term returns to the investors.

خودی کو کر بلند اتنا کہ ہر تقدیر سے پہلے  
خدا بندے سے خود پوچھے بتا تیری رضا کیا ہے  
(Self-reliance depends on Self-determination)

## Aknowledgement

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

Karachi: 26 October 2017

**Yusuf H. Shirazi**  
Chairman

## Atlas Pension Fund

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### Corporate Information

#### **Trustee**

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

#### **Auditors**

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KPMG Taseer Hadi & Co.  
Chartered Accountants

#### **Legal Advisers**

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Bawaney & Partners

#### **Bankers**

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Allied Bank Limited  
Bank Al Habib Limited  
Bank Alfalah Limited  
Faysal Bank Limited  
MCB Bank Limited

# Atlas Pension Fund

## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)

AS AT 30 SEPTEMBER 2017

| 30 September 2017 (Un-audited)   |    | 30 June 2017 (Audited) |                    |                    |                   |                |                      |                    |                    |                    |                   |                  |                      |
|--|----|------------------------|--------------------|--------------------|-------------------|----------------|----------------------|--------------------|--------------------|--------------------|-------------------|------------------|----------------------|
|  |    | Equity                 | Debt               | Money              | Gold              |                |                      | Equity             | Debt               | Money              | Gold              |                  |                      |
|  |    | Sub-Fund               | Sub-Fund           | Market             | Sub-Fund          | Others         | Total                | Sub-Fund           | Sub-Fund           | Market             | Sub-Fund          | Others           | Total                |
| Note   |    | -----Rupees-----       |                    |                    |                   |                |                      | -----Rupees-----   |                    |                    |                   |                  |                      |
| <b>ASSETS</b>  |    |                        |                    |                    |                   |                |                      |                    |                    |                    |                   |                  |                      |
| Bank balances  | 4  | 30,303,081             | 221,006,069        | 177,558,718        | 32,635,844        | 322,584        | 461,826,296          | 54,739,588         | 208,386,831        | 180,973,062        | 30,622,242        | 3,759,271        | 478,480,994          |
| Investments - net  | 5  | 343,845,738            | 145,250,624        | 64,775,441         | -                 | -              | 553,871,803          | 374,238,437        | 129,570,757        | 49,753,190         | -                 | -                | 553,562,384          |
| Receivable against sale of investments   |    | 71,013                 | -                  | -                  | -                 | -              | 71,013               | 1,888,118          | -                  | -                  | -                 | -                | 1,888,118            |
| Dividend receivable  |    | 2,969,365              | -                  | -                  | -                 | -              | 2,969,365            | 986,265            | -                  | -                  | -                 | -                | 986,265              |
| Interest accrued   | 7  | 153,740                | 1,183,261          | 679,988            | 143,290           | -              | 2,160,279            | 173,336            | 1,285,550          | 165,018            | 68,811            | -                | 1,692,715            |
| Margin deposits with Pakistan Mercantile Exchange Limited against future contracts |    | -                      | -                  | -                  | 6,503,298         | -              | 6,503,298            | -                  | -                  | -                  | 7,045,426         | -                | 7,045,426            |
| Security deposit and other receivables   |    | 972,466                | 714,421            | 260,213            | 61,958            | 2,852          | 2,011,910            | 2,571,279          | 25,708,593         | 10,942,166         | 737,848           | 2,852            | 39,962,738           |
| <b>Total assets</b>  |    | <b>378,315,403</b>     | <b>368,154,375</b> | <b>243,274,360</b> | <b>39,344,390</b> | <b>325,436</b> | <b>1,029,413,964</b> | <b>434,597,023</b> | <b>364,951,731</b> | <b>241,833,436</b> | <b>38,474,327</b> | <b>3,762,123</b> | <b>1,083,618,640</b> |
| <b>LIABILITIES</b>   |    |                        |                    |                    |                   |                |                      |                    |                    |                    |                   |                  |                      |
| Payable against redemption of units  |    | 12,610                 | 7,390              | -                  | -                 | 141,322        | 161,322              | 34,565,938         | 98,544             | 248,491            | -                 | -                | 34,912,973           |
| Payable against purchase of investments  |    | -                      | -                  | -                  | -                 | -              | -                    | 7,925,214          | -                  | -                  | -                 | -                | 7,925,214            |
| Payable to the Pension Fund Manager  | 8  | 2,268,629              | 1,541,804          | 927,060            | 275,223           | -              | 5,012,716            | 2,335,116          | 1,519,439          | 918,681            | 273,049           | -                | 5,046,285            |
| Payable to the Central Depository Company of Pakistan Limited - Trustee            | 9  | 55,116                 | 50,090             | 34,559             | 5,477             | -              | 145,242              | 63,835             | 45,696             | 32,095             | 5,158             | -                | 146,784              |
| Payable to the Securities and Exchange Commission of Pakistan                      |    | 31,838                 | 29,772             | 20,442             | 3,224             | -              | 85,276               | 134,316            | 102,380            | 75,061             | 12,096            | -                | 323,853              |
| Financial liabilities at fair value through profit or loss                         | 6  | -                      | -                  | -                  | 341,648           | -              | 341,648              | -                  | -                  | -                  | 731,481           | -                | 731,481              |
| Payable to the auditors  |    | 17,121                 | 16,017             | 10,999             | 1,736             | -              | 45,873               | 75,310             | 57,624             | 42,254             | 6,812             | -                | 182,000              |
| Accrued expenses and other liabilities   | 10 | 2,531,568              | 961,736            | 582,832            | 109,382           | 184,114        | 4,369,632            | 2,531,504          | 873,273            | 516,214            | 86,016            | 3,762,123        | 7,769,130            |
| <b>Total liabilities</b>   |    | <b>4,916,882</b>       | <b>2,606,809</b>   | <b>1,575,892</b>   | <b>736,690</b>    | <b>325,436</b> | <b>10,161,709</b>    | <b>47,631,233</b>  | <b>2,696,956</b>   | <b>1,832,796</b>   | <b>1,114,612</b>  | <b>3,762,123</b> | <b>57,037,720</b>    |
| <b>NET ASSETS</b>  |    | <b>373,398,521</b>     | <b>365,547,566</b> | <b>241,698,468</b> | <b>38,607,700</b> | <b>-</b>       | <b>1,019,252,255</b> | <b>386,965,790</b> | <b>362,254,775</b> | <b>240,000,640</b> | <b>37,359,715</b> | <b>-</b>         | <b>1,026,580,920</b> |
| <b>Represented by:</b>   |    |                        |                    |                    |                   |                |                      |                    |                    |                    |                   |                  |                      |
| <b>PARTICIPANTS' SUB-FUNDS</b>   |    | <b>373,398,521</b>     | <b>365,547,566</b> | <b>241,698,468</b> | <b>38,607,700</b> | <b>-</b>       | <b>1,019,252,255</b> | <b>386,965,790</b> | <b>362,254,775</b> | <b>240,000,640</b> | <b>37,359,715</b> | <b>-</b>         | <b>1,026,580,920</b> |
| <b>(as per statement attached)</b>   |    |                        |                    |                    |                   |                |                      |                    |                    |                    |                   |                  |                      |
| <b>Number of units in issue</b>  | 11 | <b>780,777</b>         | <b>1,558,598</b>   | <b>1,077,875</b>   | <b>336,554</b>    |                |                      | <b>754,525</b>     | <b>1,562,676</b>   | <b>1,084,381</b>   | <b>335,782</b>    |                  |                      |
| <b>Net asset value per unit</b>  |    | <b>478.24</b>          | <b>234.54</b>      | <b>224.24</b>      | <b>114.71</b>     |                |                      | <b>512.86</b>      | <b>231.82</b>      | <b>221.32</b>      | <b>111.26</b>     |                  |                      |

Contingencies and commitments

12

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

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

**CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)**  
FOR THE QUARTER ENDED 30 SEPTEMBER 2017

# First Quarter Report 2017-18

| For the Quarter ended 30 September 2017 (Un-audited) |                  |              |           |           |              | For the Quarter ended 30 September 2016 (Un-audited) |            |           |           |            |            |       |
|--|------------------|--------------|-----------|-----------|--------------|--|------------|-----------|-----------|------------|------------|-------|
|  |                  | Money        |           |           |              |  |            | Money     |           |            |            |       |
|  |                  | Equity       | Debt      | Market    | Gold         |  |            | Equity    | Debt      | Market     | Gold       |       |
|  |                  | Sub-Fund     | Sub-Fund  | Sub-Fund  | Sub-Fund     | Total  |            |           | Sub-Fund  | Sub-Fund   | Sub-Fund   | Total |
| Note   | -----Rupees----- |              |           |           |              | -----Rupees-----                                     |            |           |           |            |            |       |
| net  | 13               | 645,055      | 5,488,838 | 3,751,447 | 497,776      | 10,383,116   | 302,905    | 5,498,818 | 3,690,882 | 475,277    | 9,967,882  |       |
|  |                  | 3,702,300    | -         | -         | -            | 3,702,300  | 3,813,100  | -         | -         | -          | 3,813,100  |       |
|  |                  | (7,215,736)  | -         | -         | -            | (7,215,736)  | 11,149,367 | -         | -         | -          | 11,149,367 |       |
|  |                  | (21,793,019) | -         | -         | -            | (21,793,019)   | 14,202,262 | -         | -         | (393)      | 14,201,868 |       |
|  |                  | (29,008,755) | -         | -         | -            | (29,008,755)   | 25,351,628 | -         | -         | (393)      | 25,351,235 |       |
|  |                  | -            | -         | -         | 1,203,761    | 1,203,761  | -          | -         | -         | 96,691     | 96,691     |       |
|  |                  | -            | -         | -         | (341,648)    | (341,648)  | -          | -         | -         | (404,737)  | (404,737)  |       |
|  |                  | -            | (1,400)   | (2,663)   | (1,771)      | (5,834)  | -          | (357,456) | (199,451) | -          | (556,907)  |       |
|  |                  | (24,661,400) | 5,487,438 | 3,748,784 | 1,358,118    | (14,067,060)   | 29,467,633 | 5,141,362 | 3,491,432 | 166,838    | 38,267,264 |       |
|  |                  |              |           |           |              |  |            |           |           |            |            |       |
| 8.1  | 1,433,983        | 670,567      | 306,981   | 96,908    | 2,508,439    | 1,313,735  | 584,763    | 294,385   | 94,555    | 2,287,438  |            |       |
| 8.2  | 186,418          | 87,174       | 39,908    | 12,598    | 326,098      | 170,786  | 76,019     | 38,270    | 12,292    | 297,367    |            |       |
|  | 142,631          | 133,411      | 91,610    | 14,460    | 382,112      | 131,374  | 116,952    | 88,314    | 14,182    | 350,822    |            |       |
|  | 18,542           | 17,343       | 11,909    | 1,880     | 49,674       | 17,079   | 15,204     | 11,481    | 1,844     | 45,608     |            |       |
|  | 31,838           | 29,772       | 20,442    | 3,224     | 85,276       | 29,165   | 25,963     | 19,606    | 3,149     | 77,883     |            |       |
|  | 11,937           | 24,040       | 12,238    | 1,694     | 49,909       | 22,180   | 17,740     | 12,780    | 2,164     | 54,864     |            |       |
|  | 28,821           | 26,981       | 17,875    | 2,783     | 76,460       | -  | -          | -         | -         | -          |            |       |
|  | 296,810          | 1,767        | 2,073     | 41,800    | 342,450      | 334,176  | 1,695      | 1,737     | 34,605    | 372,213    |            |       |
|  | 38,591           | 9,714        | 7,416     | 361       | 56,082       | 32,181   | 6,451      | 6,812     | 2,731     | 48,175     |            |       |
| 10.1   | -                | 89,733       | 64,767    | 23,648    | 178,148      | -  | -          | -         | -         | -          |            |       |
|  | 2,189,571        | 1,090,502    | 575,219   | 199,356   | 4,054,648    | 2,050,676  | 844,787    | 473,385   | 165,522   | 3,534,370  |            |       |
|  | (26,850,971)     | 4,396,936    | 3,173,565 | 1,158,762 | (18,121,708) | 27,416,957   | 4,296,575  | 3,018,047 | 1,316     | 34,732,894 |            |       |
|  | (34.39)          | 2.82         | 2.94      | 3.44      |              | 32.60  | 3.11       | 2.89      | 0.00      |            |            |       |

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

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

Qurrat-ul-Ain Jafari  
Chief Financial Officer

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 2017

|  | For the Quarter ended 30 September 2017 (Un-audited) |           |           |           |              | For the Quarter ended 30 September 2016 (Un-audited) |           |           |          |            |
|--|--|-----------|-----------|-----------|--------------|--|-----------|-----------|----------|------------|
|  | Equity   | Debt      | Money     | Gold      |              | Equity   | Debt      | Money     | Gold     |            |
|  | Sub-Fund   | Sub-Fund  | Market    | Sub-Fund  | Total        | Sub-Fund   | Sub-Fund  | Market    | Sub-Fund | Total      |
|  | -----Rupees-----                                     |           |           |           |              | -----Rupees-----                                     |           |           |          |            |
| Net (loss) / income for the period   | (26,850,971)   | 4,396,936 | 3,173,565 | 1,158,762 | (18,121,708) | 27,416,957   | 4,296,575 | 3,018,047 | 1,316    | 34,732,894 |
| Income that may be re-classified subsequently to Income Statement  |  |           |           |           |              |  |           |           |          |            |
| Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'available for sale' | -  | (253,336) | 5,160     | -         | (248,176)    | -  | (666,722) | (79,918)  | -        | (746,639)  |
| Total comprehensive (loss) / income for the period   | (26,850,971)   | 4,143,600 | 3,178,725 | 1,158,762 | (18,369,884) | 27,416,957   | 3,629,853 | 2,938,130 | 1,316    | 33,986,255 |

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

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

**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**  
FOR THE QUARTER ENDED 30 SEPTEMBER 2017

# First Quarter Report 2017 -18

|   | For the Quarter ended 30 September 2017 (Un-audited) |                  |                             |                  |             |               | For the Quarter ended 30 September 2016 (Un-audited) |                  |                             |                  |              |               |
|---|--|------------------|-----------------------------|------------------|-------------|---------------|--|------------------|-----------------------------|------------------|--------------|---------------|
|   | Equity<br>Sub-Fund                                   | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Gold<br>Sub-Fund | Others      | Total         | Equity<br>Sub-Fund                                   | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Gold<br>Sub-Fund | Others       | Total         |
|   | --Rupees--   |                  |                             |                  |             |               | --Rupees--   |                  |                             |                  |              |               |
| CASH FLOWS FROM OPERATING ACTIVITIES  |  |                  |                             |                  |             |               |  |                  |                             |                  |              |               |
| Net (loss) / income for the period  | (26,850,971)   | 4,396,936        | 3,173,565                   | 1,158,762        | -           | (18,121,708)  | 27,416,957   | 4,296,575        | 3,018,047                   | 1,316            | -            | 34,732,895    |
| Adjustments for:  |  |                  |                             |                  |             |               |  |                  |                             |                  |              |               |
| Interest income   | (645,055)  | (5,488,838)      | (3,751,447)                 | (497,776)        | -           | (10,383,116)  | (302,905)  | (5,498,818)      | (3,690,882)                 | (475,277)        | -            | (9,967,882)   |
| Dividend income   | (3,702,300)  | -                | -                           | -                | -           | (3,702,300)   | (3,813,100)  | -                | -                           | -                | -            | (3,813,100)   |
| Capital loss / (gain) on sale of investments at fair value through income statement - net   | 7,215,736  | -                | -                           | -                | -           | 7,215,736     | (11,149,367)   | -                | -                           | -                | -            | (11,149,367)  |
| Net unrealised diminution / (appreciation) on re-measurement of investments classified as financial assets at fair value through profit or loss | 21,793,019   | -                | -                           | -                | -           | 21,793,019    | (14,202,262)   | -                | -                           | 393              | -            | (14,201,869)  |
| Realised gain on gold contracts   | -  | -                | -                           | (1,203,761)      | -           | (1,203,761)   | -  | -                | -                           | (96,691)         | -            | (96,691)      |
| Net unrealised loss on future contracts of gold   | -  | -                | -                           | 341,648          | -           | 341,648       | -  | -                | -                           | 404,737          | -            | 404,737       |
| Loss on sale / maturity of 'available for sale' investments - net   | -  | 1,400            | 2,663                       | 1,771            | -           | 5,834         | -  | 357,456          | 199,451                     | -                | -            | 556,907       |
| Provision for Sindh Workers' Welfare Fund   | -  | 89,733           | 64,767                      | 23,648           | -           | 178,148       | -  | -                | -                           | -                | -            | -             |
|   | (2,189,571)  | (1,000,769)      | (510,452)                   | (175,708)        | -           | (3,876,500)   | (2,050,677)  | (844,787)        | (473,384)                   | (165,522)        | -            | (3,534,370)   |
| Decrease/ (increase) in assets  |  |                  |                             |                  |             |               |  |                  |                             |                  |              |               |
| Receivable against sale of investments  | 1,817,105  | -                | -                           | -                | -           | 1,817,105     | 2,876,479  | -                | -                           | -                | -            | 2,876,479     |
| Margin deposits with Pakistan Mercantile Exchange Limited against future contracts  | -  | -                | -                           | 542,128          | -           | 542,128       | -  | -                | -                           | (1,644,720)      | -            | (1,644,720)   |
| Security deposits and other receivables   | 1,598,813  | 24,994,172       | 10,681,953                  | 675,890          | -           | 37,950,828    | 6,144,100  | 4,625,550        | 6,592,741                   | 22,041           | -            | 17,384,431    |
|   | 3,415,918  | 24,994,172       | 10,681,953                  | 1,218,018        | -           | 40,310,061    | 9,020,579  | 4,625,550        | 6,592,741                   | (1,622,680)      | -            | 18,616,191    |
| (Decrease) / Increase in liabilities  |  |                  |                             |                  |             |               |  |                  |                             |                  |              |               |
| Payable against redemption of units   | (34,553,328)   | (91,154)         | (248,491)                   | -                | 141,322     | (34,751,651)  | 58,480   | (1,537,460)      | (141,552)                   | (165,898)        | 4,708        | (1,781,722)   |
| Payable against purchase of investments   | (7,925,214)  | -                | -                           | -                | -           | (7,925,214)   | 2,635,714  | -                | -                           | -                | -            | 2,635,714     |
| Payable to the Pension Fund Manager   | (66,487)   | 22,365           | 8,379                       | 2,174            | -           | (33,569)      | 64,971   | 6,752            | 1,046                       | 975              | -            | 73,744        |
| Payable to Central Depository Company of Pakistan Limited - Trustee   | (8,719)  | 4,394            | 2,464                       | 319              | -           | (1,542)       | 8,576  | 1,345            | 309                         | 146              | -            | 10,376        |
| Payable to the Securities and Exchange Commission of Pakistan   | (102,478)  | (72,608)         | (54,619)                    | (8,872)          | -           | (238,577)     | (61,732)   | (65,122)         | (52,142)                    | (7,862)          | -            | (186,858)     |
| Payable to the auditors   | (58,189)   | (41,607)         | (51,255)                    | (5,076)          | -           | (136,127)     | (42,717)   | (45,049)         | (36,104)                    | (5,472)          | -            | (129,342)     |
| Accrued expenses and other liabilities  | 64   | (1,270)          | 1,851                       | (282)            | (3,578,009) | (3,577,646)   | 17,814   | 7,024            | 5,519                       | 1,248            | (15,773,731) | (15,742,129)  |
|   | (42,714,351)   | (179,880)        | (321,671)                   | (11,737)         | (3,436,687) | (46,664,326)  | 2,681,106  | (1,632,511)      | (222,924)                   | (176,864)        | (15,769,023) | (15,120,218)  |
| Interest received   | 664,651  | 3,354,926        | 1,518,117                   | 320,326          | -           | 5,858,020     | 263,404  | 6,228,677        | 8,123,113                   | 409,844          | -            | 15,025,037    |
| Dividend received   | 1,719,200  | -                | -                           | -                | -           | 1,719,200     | 1,142,700  | -                | -                           | -                | -            | 1,142,700     |
| Investments made during the period  | (144,138,153)  | (254,806,962)    | (242,915,250)               | (29,387,750)     | -           | (671,248,115) | (176,753,705)  | (209,624,730)    | (408,398,697)               | (43,231,898)     | -            | (838,009,031) |
| Investments sold / matured during the period  | 145,522,097  | 241,108,560      | 229,613,856                 | 29,961,230       | -           | 646,205,743   | 156,495,121  | 249,446,728      | 451,511,940                 | 25,000,000       | -            | 882,453,789   |
|   | 3,767,795  | (10,343,476)     | (11,783,277)                | 893,806          | -           | (17,465,152)  | (18,852,481)   | 46,050,674       | 51,236,356                  | (17,822,054)     | -            | 60,612,495    |
| Net cash (used in) / generated from operating activities (carried forward)  | (37,720,209)   | 13,470,047       | (1,933,447)                 | 1,924,379        | (3,436,687) | (27,695,917)  | (9,201,473)  | 48,198,926       | 57,132,788                  | (19,787,120)     | (15,769,023) | 60,574,098    |

# Atlas Pension Fund

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) (Continued...) FOR THE QUARTER ENDED 30 SEPTEMBER 2017

| Note   | For the Quarter ended 30 September 2017 (Un-audited) |              |                 |             |             |              | For the Quarter ended 30 September 2016 (Un-audited) |              |                 |              |              |              |
|--|--|--------------|-----------------|-------------|-------------|--------------|--|--------------|-----------------|--------------|--------------|--------------|
|  | Equity   | Debt         | Money           | Gold        | Others      | Total        | Equity   | Debt         | Money           | Gold         | Others       | Total        |
|  | Sub-Fund   | Sub-Fund     | Market Sub-Fund | Sub-Fund    |             |              | Sub-Fund   | Sub-Fund     | Market Sub-Fund | Sub-Fund     |              |              |
|  | Rupees   |              |                 |             |             |              | Rupees   |              |                 |              |              |              |
| Net cash (used in) / generated from operating activities (brought forward) | (37,720,209)   | 13,470,047   | (1,933,447)     | 1,924,379   | (3,436,687) | (27,695,917) | (9,201,473)  | 48,198,926   | 57,132,788      | (19,787,120) | (15,769,023) | 60,574,098   |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                                |  |              |                 |             |             |              |  |              |                 |              |              |              |
| Receipts on issue of units   |  |              |                 |             |             |              |  |              |                 |              |              |              |
| - Directly by participants   | 19,860,062   | 14,528,569   | 6,839,708       | 89,223      | -           | 41,317,562   | 22,514,218   | 11,145,888   | 17,062,987      | 121,238      | -            | 50,844,331   |
| Payment on redemptions of units  |  |              |                 |             |             |              |  |              |                 |              |              |              |
| - Directly by participants   | (6,576,360)  | (15,379,378) | (8,320,605)     | -           | -           | (30,276,343) | (2,117,309)  | (12,301,994) | (35,525,369)    | -            | -            | (49,944,672) |
| - Transfer to other Pension Fund   | -  | -            | -               | -           | -           | -            | (29,607)   | (12,086)     | -               | -            | -            | (41,693)     |
|  | (6,576,360)  | (15,379,378) | (8,320,605)     | -           | -           | (30,276,343) | (2,146,916)  | (12,314,080) | (35,525,369)    | -            | -            | (49,986,365) |
| Net cash generated from / (used in) financing activities                   | 13,283,702   | (850,809)    | (1,480,897)     | 89,223      | -           | 11,041,219   | 20,367,302   | (1,168,192)  | (18,462,382)    | 121,238      | -            | 857,966      |
| Net (decrease) / increase in cash and cash equivalents                     | (24,436,507)   | 12,619,238   | (3,414,344)     | 2,013,602   | (3,436,687) | (16,654,698) | 11,165,829   | 47,030,734   | 38,670,406      | (19,665,882) | (15,769,023) | 61,432,064   |
| Cash and cash equivalents at the beginning of the period                   | 54,739,588   | 208,386,831  | 180,973,062     | 30,622,242  | 3,759,271   | 478,480,994  | 13,876,486   | 59,985,074   | 46,880,451      | 28,013,761   | 16,034,777   | 164,790,549  |
| Cash and cash equivalents at the end of the period                         | 4  | 30,303,081   | 221,006,069     | 177,558,718 | 32,635,844  | 461,826,296  | 25,042,315   | 107,015,808  | 85,550,857      | 8,347,879    | 265,754      | 226,222,613  |

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

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

# First Quarter Report 2017-18

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2017

|   | Note | For the Quarter ended 30 September 2017 (Un-audited) |                  |                             |                  |               | For the Quarter ended 30 September 2016 (Un-audited) |                  |                             |                  |              |
|---|------|--|------------------|-----------------------------|------------------|---------------|--|------------------|-----------------------------|------------------|--------------|
|   |      | Equity<br>Sub-Fund                                   | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Gold<br>Sub-Fund | Total         | Equity<br>Sub-Fund                                   | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Gold<br>Sub-Fund | Total        |
|   |      | -----Rupees-----                                     |                  |                             |                  |               | -----Rupees-----                                     |                  |                             |                  |              |
| Net assets at the beginning of the period   |      | 386,965,790  | 362,254,775      | 240,000,640                 | 37,359,715       | 1,026,580,920 | 315,463,800  | 305,222,170      | 237,619,284                 | 37,119,684       | 895,424,938  |
| Issue of units  |      |  |                  |                             |                  |               |  |                  |                             |                  |              |
| - Directly by participants  | 14   | 19,860,062   | 14,528,569       | 6,839,708                   | 89,223           | 41,317,562    | 22,514,218   | 11,145,888       | 17,062,987                  | 121,238          | 50,844,331   |
| Redemption of units   |      |  |                  |                             |                  |               |  |                  |                             |                  |              |
| - Directly by participants  |      | (6,576,360)  | (15,379,378)     | (8,320,605)                 | -                | (30,276,343)  | (2,117,309)  | (12,301,994)     | (35,525,369)                | -                | (49,944,672) |
| - Transfer to other Pension Fund  |      | -  | -                | -                           | -                | -             | (29,607)   | (12,086)         | -                           | -                | (41,693)     |
|   |      | (6,576,360)  | (15,379,378)     | (8,320,605)                 | -                | (30,276,343)  | (2,146,916)  | (12,314,080)     | (35,525,369)                | -                | (49,986,365) |
| Net (loss) / income for the period  |      | (19,635,235)   | 4,398,336        | 3,176,228                   | 1,158,762        | (10,901,909)  | 16,267,590   | 4,654,031        | 3,217,497                   | 1,317            | 24,140,435   |
| Capital (loss) / gain on sale of investments at fair value through income statement - net |      | (7,215,736)  | -                | -                           | -                | (7,215,736)   | 11,149,367   | -                | -                           | -                | 11,149,367   |
| Loss on sale / maturity of 'available for sale' investments - net                         |      | -  | (1,400)          | (2,663)                     | -                | (4,063)       | -  | (357,456)        | (199,451)                   | -                | (556,907)    |
| Other comprehensive (loss) / income for the period  |      | -  | (253,336)        | 5,160                       | -                | (248,176)     | -  | (666,722)        | (79,918)                    | -                | (746,639)    |
| Total comprehensive (loss) / income for the period  |      | (26,850,971)   | 4,143,600        | 3,178,725                   | 1,158,762        | (18,369,884)  | 27,416,957   | 3,629,853        | 2,938,129                   | 1,317            | 33,986,256   |
| Net assets at the end of the period   |      | 373,398,521  | 365,547,566      | 241,698,468                 | 38,607,700       | 1,019,252,255 | 363,248,059  | 307,683,831      | 222,095,031                 | 37,242,239       | 930,269,161  |

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

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

Qurrat-ul-Ain Jafari  
Chief Financial Officer

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 (UN-AUDITED)

FOR THE QUARTER ENDED 30 SEPTEMBER 2017

### 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 (AAML) as Pension Fund Manager and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on 8 June 2007 and was executed under the Voluntary Pension System Rules, 2005 (VPS Rules). The Trust Deed has been amended through the First Supplement Trust Deed dated 6 June 2013, with the approval of the SECP. The Offering Document has been amended through the First Supplement dated 18 December 2008, the Second Supplement dated 28 March 2011 which has been further amended dated 2 June 2016, Third Supplement dated 15 July 2013, Forth Supplement dated 31 March 2015 and the fifth Supplement dated 4 August 2015, with the approval of the 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, Shakra-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.
- 1.3 In June 2013, the Pension Fund Manager obtained approval from the SECP for the establishment of a fourth sub fund, the APF - Gold Sub Fund. The APF- Gold Sub Fund was established under the First Supplement Trust Deed executed on 6 June 2013 between AAML as the Pension Fund Manager and the CDC as the Trustee. The First Supplemental Trust Deed was approved by the SECP under the Voluntary Pension System Rules, 2005 (VPS Rules) vide letter no. 9(1)SEC/SCD/PW-AAML-01/536 dated 14 June 2013, and the core investment of Rs.30 million by the Pension Fund Manager was invested on 28 June 2013. Approval of the 3rd Supplemental Offering Document of the Fund was received on 15 July 2013 from the SECP, whereafter, the APF - GSF was launched for public subscription w.e.f. 16 July 2013.
- 1.4 At present, the Fund consists of the following four 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.

#### **APF - Gold Sub-Fund (APF -GSF)**

The objective of APF -GSF is to provide the capital appreciation through investment in Gold or Gold futures contracts traded on the Pakistan Mercantile Exchange Limited.

- 1.5 The Sub-Funds' units of APF -ESF, APF -DSF and APF -MMSF are issued against contributions by the eligible participants on a continuous basis since 28 June 2007 and units of APF- GSF w.e.f. 16 July 2013 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 the 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. BASIS OF PREPARATION

#### 2.1 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 2017.

## 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 2017.

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 2017.

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 2017.

## 4. BANK BALANCES

|                     |     | 30 September 2017 (Un-audited) |             |             |            |            | 30 June 2017 (Audited) |                  |             |             |            |            |             |
|---------------------|-----|--------------------------------|-------------|-------------|------------|------------|------------------------|------------------|-------------|-------------|------------|------------|-------------|
|                     |     | Equity                         | Debt        | Money       | Gold       | Others     |                        | Equity           | Debt        | Money       | Gold       | Others     |             |
|                     |     | Sub-Fund                       | Sub-Fund    | Market      | Sub-Fund   | (note 4.1) | Total                  | Sub-Fund         | Sub-Fund    | Market      | Sub-Fund   | (note 4.1) | Total       |
| Note                |     | -----Rupees-----               |             |             |            |            |                        | -----Rupees----- |             |             |            |            |             |
| In current account  | 4.1 | -                              | -           | -           | -          | 161,342    | 161,342                | -                | -           | -           | -          | 3,610,105  | 3,610,105   |
| In savings accounts | 4.2 | 30,303,081                     | 221,006,069 | 177,558,718 | 32,635,844 | 161,242    | 461,664,954            | 54,739,588       | 208,386,831 | 180,973,062 | 30,622,242 | 149,166    | 474,870,889 |
|                     |     | 30,303,081                     | 221,006,069 | 177,558,718 | 32,635,844 | 322,584    | 461,826,296            | 54,739,588       | 208,386,831 | 180,973,062 | 30,622,242 | 3,759,271  | 478,480,994 |

4.1 These represent collection and redemption accounts maintained by the Fund. The rate of return on savings account is 6.40% per annum (30 June 2017: 5.30% per annum).

4.2 These carry interest at the rates ranging from 3.75% to 6.70% (30 June 2017: 5.30% to 6.75%) per annum.

# Atlas Pension Fund

## 5. INVESTMENTS - NET

| 30 September 2017 (Un-audited) |                  |             |            |          |             | 30 June 2017 (Audited) |             |            |          |             |
|--------------------------------|------------------|-------------|------------|----------|-------------|------------------------|-------------|------------|----------|-------------|
|                                | Equity           | Debt        | Money      | Gold     |             | Equity                 | Debt        | Money      | Gold     |             |
|                                | Sub-Fund         | Sub-Fund    | Market     | Sub-Fund | Total       | Sub-Fund               | Sub-Fund    | Market     | Sub-Fund | Total       |
| Note                           | -----Rupees----- |             |            |          |             | -----Rupees-----       |             |            |          |             |
|                                |                  |             |            |          |             |                        |             |            |          |             |
| 5.1                            | 343,845,738      | -           | -          | -        | 343,845,738 | 374,238,437            | -           | -          | -        | 374,238,437 |
| 5.2                            | -                | 100,517,514 | 64,775,441 | -        | 165,292,955 | -                      | 88,581,855  | 49,753,190 | -        | 138,335,045 |
| 5.3                            | -                | 22,617,380  | -          | -        | 22,617,380  | -                      | 22,884,277  | -          | -        | 22,884,277  |
| 5.4                            | -                | 14,602,000  | -          | -        | 14,602,000  | -                      | 14,596,316  | -          | -        | 14,596,316  |
| 5.5                            | -                | -           | -          | -        | -           | -                      | 3,508,309   | -          | -        | 3,508,309   |
| 5.6                            | -                | 7,513,730   | -          | -        | 7,513,730   | -                      | -           | -          | -        | -           |
|                                | -                | 145,250,624 | 64,775,441 | -        | 210,026,065 | -                      | 129,570,757 | 49,753,190 | -        | 179,323,947 |
|                                | 343,845,738      | 145,250,624 | 64,775,441 | -        | 553,871,803 | 374,238,437            | 129,570,757 | 49,753,190 | -        | 553,562,384 |

# First Quarter Report 2017-18

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

| Name of Investee Company | As at 1 July 2017 | Purchases during the period | Bonus shares during the period | Sales during the period | As at 30 September 2017 | Balance as at 30 September 2017 |              | Market value as a % of net assets of the Sub-Fund | Market value as a % of paid-up capital of the investee company |
|--------------------------|-------------------|-----------------------------|--------------------------------|-------------------------|-------------------------|---------------------------------|--------------|---|--|
|                          |                   |                             |                                |                         |                         | Carrying Value                  | Market Value |   |  |
|                          |                   |                             |                                |                         |                         | -----Number of shares-----      |              |   |  |

Fully paid-up ordinary shares of Rs. 10/- each unless otherwise stated.

### INV. BANK/INV. COMPANIES/SECURITIES CO.

|                    |               |          |          |               |              |                |                |             |        |
|--------------------|---------------|----------|----------|---------------|--------------|----------------|----------------|-------------|--------|
| Arif Habib Limited | 64,000        | -        | -        | 58,000        | 6,000        | 482,460        | 328,560        | 0.09        | 0.0109 |
|                    | <b>64,000</b> | <b>-</b> | <b>-</b> | <b>58,000</b> | <b>6,000</b> | <b>482,460</b> | <b>328,560</b> | <b>0.09</b> |        |

### COMMERCIAL BANKS

|                       |                |                |          |                |                  |                   |                   |              |        |
|-----------------------|----------------|----------------|----------|----------------|------------------|-------------------|-------------------|--------------|--------|
| Allied Bank Limited   | 81,000         | -              | -        | -              | 81,000           | 7,259,220         | 7,086,690         | 1.90         | 0.0071 |
| Askari Bank Limited   | -              | 260,000        | -        | 250,000        | 10,000           | 205,107           | 190,000           | 0.05         | 0.0008 |
| Bank Al Habib Limited | 105,000        | 95,000         | -        | 15,000         | 185,000          | 10,351,213        | 10,656,000        | 2.85         | 0.0166 |
| Bank Alfalah Limited  | 510,000        | 25,000         | -        | 185,000        | 350,000          | 14,020,239        | 14,847,000        | 3.98         | 0.0218 |
| Faysal Bank Limited   | -              | 25,000         | -        | 25,000         | -                | -                 | -                 | -            | -      |
| Habib Bank Limited    | 79,500         | -              | -        | 79,500         | -                | -                 | -                 | -            | -      |
| Mcb Bank Limited      | 46,000         | 44,000         | -        | 29,000         | 61,000           | 12,441,193        | 12,749,000        | 3.41         | 0.0051 |
| The Bank Of Punjab    | -              | 400,000        | -        | -              | 400,000          | 4,262,455         | 3,960,000         | 1.06         | 0.0151 |
| United Bank Limited   | 120,000        | 49,000         | -        | 35,000         | 134,000          | 30,130,137        | 25,482,780        | 6.82         | 0.0109 |
|                       | <b>941,500</b> | <b>898,000</b> | <b>-</b> | <b>618,500</b> | <b>1,221,000</b> | <b>78,669,564</b> | <b>74,971,470</b> | <b>20.08</b> |        |

### TEXTILE COMPOSITE

|                                 |                |                |          |               |                |                   |                   |             |        |
|---------------------------------|----------------|----------------|----------|---------------|----------------|-------------------|-------------------|-------------|--------|
| Gul Ahmed Textile Mills Limited | 16,000         | 50,000         | -        | 66,000        | -              | -                 | -                 | -           | -      |
| Nishat (Chunian) Limited        | 157,500        | 95,000         | -        | -             | 252,500        | 12,864,000        | 13,766,300        | 3.69        | 0.1051 |
| Nishat Mills Limited            | 52,000         | 10,000         | -        | 17,000        | 45,000         | 7,063,800         | 6,529,500         | 1.75        | 0.0128 |
|                                 | <b>225,500</b> | <b>155,000</b> | <b>-</b> | <b>83,000</b> | <b>297,500</b> | <b>19,927,800</b> | <b>20,295,800</b> | <b>5.44</b> |        |

### SUGAR & ALLIED INDUSTRIES

|                           |          |               |          |               |          |          |          |          |   |
|---------------------------|----------|---------------|----------|---------------|----------|----------|----------|----------|---|
| Habib Sugar Mills Limited | -        | 50,000        | -        | 50,000        | -        | -        | -        | -        | - |
|                           | <b>-</b> | <b>50,000</b> | <b>-</b> | <b>50,000</b> | <b>-</b> | <b>-</b> | <b>-</b> | <b>-</b> |   |

### CEMENT

|                                 |                |               |          |                |                |                   |                   |             |        |
|---------------------------------|----------------|---------------|----------|----------------|----------------|-------------------|-------------------|-------------|--------|
| D G Khan Cement Company Limited | 35,000         | -             | -        | -              | 35,000         | 7,460,600         | 5,140,100         | 1.38        | 0.0080 |
| Fauji Cement Company Limited    | 260,000        | 25,000        | -        | 205,000        | 80,000         | 3,250,288         | 2,601,600         | 0.70        | 0.0058 |
| Kohat Cement Limited            | 35,000         | 26,800        | -        | -              | 61,800         | 13,029,321        | 9,267,528         | 2.48        | 0.0400 |
| Lucky Cement Limited            | 20,500         | -             | -        | 1,500          | 19,000         | 15,888,940        | 10,738,420        | 2.88        | 0.0059 |
| Pioneer Cement Limited          | 43,500         | -             | -        | -              | 43,500         | 5,655,000         | 3,912,390         | 1.05        | 0.0192 |
|                                 | <b>394,000</b> | <b>51,800</b> | <b>-</b> | <b>206,500</b> | <b>239,300</b> | <b>45,284,149</b> | <b>31,660,038</b> | <b>8.48</b> |        |

# Atlas Pension Fund

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

| Name of Investee Company               | As at 1 July 2017 | Purchases during the period | Bonus shares during the period | Sales during the period | As at 30 September 2017 | Balance as at 30 September 2017 |              | Market value as a % of net assets of the Sub-Fund | Market value as a % of paid-up capital of the investee company |
|--|-------------------|-----------------------------|--------------------------------|-------------------------|-------------------------|---------------------------------|--------------|---|--|
|  |                   |                             |                                |                         |                         | Cost                            | Market Value |   |  |
| REFINERY                               |                   |                             |                                |                         |                         |                                 |              |   |  |
| Attock Refinery Limited                | -                 | 3,000                       | -                              | -                       | 3,000                   | 1,227,000                       | 1,239,630    | 0.33  | 0.0035   |
| National Refinery Limited              | 4,500             | -                           | -                              | -                       | 4,500                   | 3,266,957                       | 2,987,594    | 0.80  | 0.0056   |
|  | 4,500             | 3,000                       | -                              | -                       | 7,500                   | 4,493,957                       | 4,227,224    | 1.13  |  |
| POWER GENERATION & DISTRIBUTION        |                   |                             |                                |                         |                         |                                 |              |   |  |
| K-Electric Limited                     | -                 | 600,000                     | -                              | -                       | 600,000                 | 4,427,570                       | 4,224,000    | 1.13  | 0.0062   |
| Nishar Power Limited                   | 200,000           | 20,000                      | -                              | -                       | 220,000                 | 10,327,950                      | 9,878,000    | 2.65  | 0.0621   |
| The Hub Power Company Limited          | 82,000            | 75,000                      | -                              | -                       | 157,000                 | 18,239,348                      | 17,554,170   | 4.70  | 0.0136   |
|  | 282,000           | 695,000                     | -                              | -                       | 977,000                 | 32,994,868                      | 31,656,170   | 8.48  |  |
| OIL & GAS MARKETING COMPANIES          |                   |                             |                                |                         |                         |                                 |              |   |  |
| Attock Petroleum Limited               | 10,000            | 3,000                       | -                              | 9,700                   | 3,300                   | 2,076,055                       | 2,064,909    | 0.55  | 0.0040   |
| Pakistan State Oil Company Limited     | 30,000            | 5,000                       | -                              | 17,000                  | 18,000                  | 6,938,618                       | 7,951,680    | 2.13  | 0.0066   |
| Sui Northern Gas Pipelines Limited     | 54,000            | -                           | -                              | -                       | 54,000                  | 8,041,680                       | 7,228,440    | 1.94  | 0.0085   |
|  | 94,000            | 8,000                       | -                              | 26,700                  | 75,300                  | 17,056,353                      | 17,245,029   | 4.62  |  |
| OIL & GAS EXPLORATION COMPANIES        |                   |                             |                                |                         |                         |                                 |              |   |  |
| Mari Petroleum Company Limited         | 11,000            | 260                         | -                              | 1,260                   | 10,000                  | 15,740,657                      | 15,050,100   | 4.03  | 0.0091   |
| Oil & Gas Development Company Limited  | 84,000            | 71,900                      | -                              | 46,400                  | 109,500                 | 15,764,230                      | 16,276,080   | 4.36  | 0.0025   |
| Pakistan Oilfields Limited             | 34,000            | -                           | -                              | 8,000                   | 26,000                  | 11,911,900                      | 13,833,040   | 3.70  | 0.0110   |
| Pakistan Petroleum Limited             | 55,000            | -                           | -                              | 16,000                  | 39,000                  | 5,777,460                       | 6,812,910    | 1.82  | 0.0020   |
|  | 184,000           | 72,160                      | -                              | 71,660                  | 184,500                 | 49,194,247                      | 51,972,130   | 13.92   |  |
| INDUSTRIAL ENGINEERING                 |                   |                             |                                |                         |                         |                                 |              |   |  |
| International Industries Limited       | 28,500            | 16,000                      | -                              | 10,000                  | 34,500                  | 12,500,748                      | 10,011,900   | 2.68  | 0.0288   |
| International Steels Limited           | -                 | 46,000                      | -                              | 15,000                  | 31,000                  | 3,713,918                       | 3,755,030    | 1.01  | 0.0071   |
| Mughal Iron and Steel Industry Limited | 750               | -                           | -                              | -                       | 750                     | 60,548                          | 42,915       | 0.01  | 0.0003   |
|  | 29,250            | 62,000                      | -                              | 25,000                  | 66,250                  | 16,275,214                      | 13,809,845   | 3.70  |  |
| AUTOMOBILE ASSEMBLER                   |                   |                             |                                |                         |                         |                                 |              |   |  |
| Indus Motor Company Limited            | 4,460             | -                           | -                              | 500                     | 3,960                   | 7,102,656                       | 6,814,447    | 1.82  | 0.0050   |
| Millat Tractors Limited                | 2,500             | -                           | -                              | -                       | 2,500                   | 3,436,100                       | 3,120,725    | 0.84  | 0.0056   |
| Pak Suzuki Motor Company Limited       | 3,100             | -                           | -                              | 3,100                   | -                       | -                               | -            | -   | -  |
|  | 10,060            | -                           | -                              | 3,600                   | 6,460                   | 10,538,756                      | 9,935,172    | 2.66  |  |
| CABLES & ELECTRICAL GOODS              |                   |                             |                                |                         |                         |                                 |              |   |  |
| Pak Elektron Limited                   | 60,000            | 45,000                      | -                              | -                       | 105,000                 | 10,014,570                      | 7,974,750    | 2.14  | 0.0211   |
| Pakistan Cables Limited                | 5,600             | -                           | -                              | -                       | 5,600                   | 1,792,000                       | 1,446,256    | 0.39  | 0.0197   |
|  | 65,600            | 45,000                      | -                              | -                       | 110,600                 | 11,806,570                      | 9,421,006    | 2.52  |  |

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

| Name of Investee Company                    | As at 1 July 2017 | Purchases during the period | Bonus shares during the period | Sales during the period | As at 30 September 2017 | Balance as at 30 September 2017 |              | Market value as a % of net assets of the Sub-Fund | Market value as a % of paid-up capital of the investee company |
|---|-------------------|-----------------------------|--------------------------------|-------------------------|-------------------------|---------------------------------|--------------|---|--|
|   |                   |                             |                                |                         |                         | Cost                            | Market Value |   |  |
| AUTOMOBILE PARTS & ACCESSORIES              |                   |                             |                                |                         |                         |                                 |              |   |  |
| Thal Limited (face value Rs. 5/- per share) | 8,000             | 1,500                       | -                              | -                       | 9,500                   | 5,778,191                       | 5,235,450    | 1.40  | 0.0234   |
|   | 8,000             | 1,500                       | -                              | -                       | 9,500                   | 5,778,191                       | 5,235,450    | 1.40  |  |
| TECHNOLOGY & COMMUNICATIONS                 |                   |                             |                                |                         |                         |                                 |              |   |  |
| Hum Network Limited                         | 750,000           | 400,000                     | -                              | 107,000                 | 1,043,000               | 11,661,982                      | 10,377,850   | 2.78  | 1.1037   |
|   | 750,000           | 400,000                     | -                              | 107,000                 | 1,043,000               | 11,661,982                      | 10,377,850   | 2.78  |  |
| FERTILIZER                                  |                   |                             |                                |                         |                         |                                 |              |   |  |
| Engro Corporation Limited                   | 51,000            | 37,500                      | -                              | 22,500                  | 66,000                  | 20,894,022                      | 20,003,940   | 5.36  | 0.0126   |
| Engro Fertilizers Limited                   | 400,000           | -                           | -                              | 66,000                  | 334,000                 | 18,450,160                      | 21,011,940   | 5.63  | 0.0251   |
| Fauji Fertilizer Bin Qasim Limited          | -                 | 110,000                     | -                              | 110,000                 | -                       | -                               | -            | -   | -  |
| Fauji Fertilizer Company Limited            | 60,000            | 180,000                     | -                              | 165,000                 | 75,000                  | 5,521,540                       | 6,235,500    | 1.67  | 0.0059   |
|   | 511,000           | 327,500                     | -                              | 363,500                 | 475,000                 | 44,865,722                      | 47,251,380   | 12.65   |  |
| PHARMACEUTICALS                             |                   |                             |                                |                         |                         |                                 |              |   |  |
| Abbott Laboratories (Pakistan) Limited      | 2,500             | -                           | -                              | -                       | 2,500                   | 2,336,500                       | 1,972,500    | 0.53  | 0.0026   |
| Glaxosmithkline Pakistan Limited            | 18,800            | -                           | -                              | 18,800                  | -                       | -                               | -            | -   | -  |
| The Searle Company Limited                  | 400               | -                           | -                              | 350                     | 50                      | 25,599                          | 20,196       | 0.01  | 0.0000   |
|   | 21,700            | -                           | -                              | 19,150                  | 2,550                   | 2,362,099                       | 1,992,696    | 0.53  |  |
| CHEMICALS                                   |                   |                             |                                |                         |                         |                                 |              |   |  |
| Archroma Pakistan Limited                   | 3,000             | -                           | -                              | 3,000                   | -                       | -                               | -            | -   | -  |
| Sitara Chemical Industries Limited          | 5,000             | 1,100                       | -                              | 700                     | 5,400                   | 2,386,711                       | 2,006,100    | 0.54  | 0.0252   |
|   | 8,000             | 1,100                       | -                              | 3,700                   | 5,400                   | 2,386,711                       | 2,006,100    | 0.54  |  |
| PAPER & BOARD                               |                   |                             |                                |                         |                         |                                 |              |   |  |
| Packages Limited                            | -                 | 6,850                       | -                              | -                       | 6,850                   | 4,718,952                       | 3,952,519    | 1.06  | 0.0077   |
|   | -                 | 6,850                       | -                              | -                       | 6,850                   | 4,718,952                       | 3,952,519    | 1.06  |  |
| LEATHER & TANNERIES                         |                   |                             |                                |                         |                         |                                 |              |   |  |
| Service Industries Limited                  | -                 | 4,000                       | -                              | -                       | 4,000                   | 3,450,960                       | 3,648,000    | 0.98  | 0.0333   |
|   | -                 | 4,000                       | -                              | -                       | 4,000                   | 3,450,960                       | 3,648,000    | 0.98  |  |
| FOODS & PERSONAL CARE PRODUCTS              |                   |                             |                                |                         |                         |                                 |              |   |  |
| Al Shabeer Corporation Limited              | 1,635             | 50,000                      | -                              | 45,000                  | 6,635                   | 265,202                         | 209,799      | 0.06  | 0.0047   |
| Engro Foods Limited                         | -                 | 30,000                      | -                              | 30,000                  | -                       | -                               | -            | -   | -  |
| Nestle Pakistan Limited                     | 460               | -                           | -                              | 460                     | -                       | -                               | -            | -   | -  |
| Rafhan Maize Products Company Limited       | 500               | -                           | -                              | -                       | 500                     | 3,425,000                       | 3,649,500    | 0.98  | 0.0054   |
|   | 2,595             | 80,000                      | -                              | 75,460                  | 7,135                   | 3,690,202                       | 3,859,299    | 1.03  |  |
|   |                   |                             |                                |                         |                         | 365,638,757                     | 343,845,738  | 92.09   |  |

# Atlas Pension Fund

## 5.2 Treasury Bills - Available for sale

| As at<br>1 July<br>2017 | Purchased<br>during the<br>period | Matured / Sold<br>during the period | As at 30 September<br>2017 | Balance as at 30 September 2017 |                 | Market value as a %<br>of net assets of the<br>Sub-Fund |
|-------------------------|-----------------------------------|-------------------------------------|----------------------------|---------------------------------|-----------------|---|
|                         |                                   |                                     |                            | Amortised<br>cost               | Market<br>value |   |

-----Face value (Rupees)----- Rupees-----Percentage-----

### 5.2.1 Debt Sub-Fund

|                |            |             |             |             |             |             |       |
|----------------|------------|-------------|-------------|-------------|-------------|-------------|-------|
| Treasury Bills | 89,000,000 | 250,000,000 | 238,000,000 | 101,000,000 | 100,514,135 | 100,517,514 | 27.50 |
|----------------|------------|-------------|-------------|-------------|-------------|-------------|-------|

5.2.1.1 The cost of investments as on 30 September 2017 is Rs. 99,760,105 (30 June 2017: Rs. 87,604,320).

5.2.1.2 These Government treasury bills carry purchase yields ranging from of 5.98% to 5.99% (30 June 2017: 5.84% to 5.99%) per annum and will mature between 12 October 2017 and 07 December 2017 (30 June 2017: 6 July 2017 and 3 August 2017).

| As at<br>1 July<br>2017 | Purchased<br>during the<br>period | Matured / Sold<br>during the period | As at 30 September<br>2017 | Balance as at 30 September 2017 |                 | Market value as a %<br>of net assets of the<br>Sub-Fund |
|-------------------------|-----------------------------------|-------------------------------------|----------------------------|---------------------------------|-----------------|---|
|                         |                                   |                                     |                            | Amortised<br>cost               | Market<br>value |   |

-----Face value (Rupees)----- Rupees-----Percentage-----

### 5.2.2 Money Market Sub-Fund

|                |            |             |             |            |            |            |       |
|----------------|------------|-------------|-------------|------------|------------|------------|-------|
| Treasury Bills | 50,000,000 | 245,000,000 | 230,000,000 | 65,000,000 | 64,773,222 | 64,775,441 | 26.80 |
|----------------|------------|-------------|-------------|------------|------------|------------|-------|

5.2.2.1 The cost of investments as on 30 September 2017 is Rs.64,150,034 (30 June 2017: Rs.49,346,910).

5.2.2.2 These Government treasury bills carry purchase yields ranging from 5.98% to 5.99% (30 June 2017: 5.93% to 5.99%) per annum and will mature between 12 October 2017 and 21 December 2017 (30 June 2017: 6 July 2017 and 3 August 2017).

| As at<br>1 July<br>2017 | Purchased<br>during the<br>period | Matured / Sold<br>during the period | As at 30 September<br>2017 | Balance as at 30 September 2017 |                 | Market value as a %<br>of net assets of the<br>Sub-Fund |
|-------------------------|-----------------------------------|-------------------------------------|----------------------------|---------------------------------|-----------------|---|
|                         |                                   |                                     |                            | Amortised<br>cost               | Market<br>value |   |

-----Face value (Rupees)----- Rupees-----Percentage-----

### 5.2.3 Gold Sub-Fund

|                |   |            |            |   |   |   |   |
|----------------|---|------------|------------|---|---|---|---|
| Treasury Bills | - | 30,000,000 | 30,000,000 | - | - | - | - |
|----------------|---|------------|------------|---|---|---|---|

# First Quarter Report 2017-18

## 5.3 Term Finance Certificates - Available for sale

### 5.3.1 Debt Sub-Fund

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

| Name of Investee Company   | Status   | As at 1 July 2017 | Purchased during the period | Matured / Sold during the period | As at 30 September 2017 | Balance as at 30 September 2017 |              | Market value as a % of net assets of the Sub-Fund | Market value as a % of total issue size |
|--|----------|-------------------|-----------------------------|----------------------------------|-------------------------|---------------------------------|--------------|---|---|
|  |          |                   |                             |                                  |                         | Carrying Value                  | Market Value |   |   |
|  |          |                   |                             |                                  |                         | -----Number of Certificate----- |              | -----Rupees-----                                  | -----Percentage-----                    |
| <b>Commercial Banks</b>  |          |                   |                             |                                  |                         |                                 |              |   |   |
| Bank Alfalah Limited - V   | Listed   | 153               | -                           | -                                | 153                     | 763,622                         | 782,018      | 0.21  | 0.0156                                  |
| Habib Bank Limited Tier II (face value of Rs. 100,000 per certificate) | Listed   | 200               | -                           | -                                | 200                     | 19,988,000                      | 19,791,998   | 5.41  | 0.4948                                  |
| Soneri Bank Limited - II   | Listed   | 400               | -                           | -                                | 400                     | 1,998,400                       | 2,043,364    | 0.56  | 0.0681                                  |
| <b>Chemicals</b>   |          |                   |                             |                                  |                         |                                 |              |   |   |
| Agriotech Limited - IV (Note 5.4.1)                                    | Unlisted | 29                | -                           | -                                | 29                      | -                               | -            | -   | -                                       |
|  |          |                   |                             |                                  |                         | 22,750,022                      | 22,617,380   | 6.19  |   |

## 5.4 Sukuk Certificates - Available for sale

### Debt Sub-Fund

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

| Name of Investee Company  | Status   | As at 1 July 2017 | Purchased during the period | Matured / sold during the period | As at 30 September 2017 | Balance as at 30 September 2017 |              | Market value as a % of net assets of the Sub-Fund | Market value as a % of total issue size |
|---|----------|-------------------|-----------------------------|----------------------------------|-------------------------|---------------------------------|--------------|---|---|
|   |          |                   |                             |                                  |                         | Carrying Value                  | Market Value |   |   |
| -----Number of Certificate-----   |          |                   |                             |                                  |                         | -----Rupees-----                |              | -----Percentage-----                              |   |
| Banks   |          |                   |                             |                                  |                         |                                 |              |   |   |
| Meezan Bank Limited Tier - II (face value of Rs. 1,000,000 per certificate) | Unlisted | 14                | -                           | -                                | 14                      | 14,000,000                      | 14,602,000   | 3.99  | 0.2434                                  |
| Chemicals   |          |                   |                             |                                  |                         |                                 |              |   |   |
| Agritech Limited (Note 5.4.1)   | Unlisted | 200               | -                           | -                                | 200                     | -                               | -            | -   | -                                       |
|   |          |                   |                             |                                  |                         | 14,000,000                      | 14,602,000   | 3.99  | 0.2434                                  |

# Atlas Pension Fund

## 5.4.1 Particulars of non-performing investments

These securities have been classified as non-performing as per the requirements of SECP's Circular 1 of 2009 read with SECP's Circular 33 of 2012 and accordingly an aggregate provision of Rs. 1,145,000 (30 June 2017: Rs.1,145,000) has been made in accordance with the provisioning requirements specified by the SECP. During the year ended 30 June 2012, the Debt Sub-Fund had entered into a restructuring agreement with Agritech Limited (the Company) whereby all overdue profit receivable on Sukuk Certificates held by the Deb Sub-Fund was converted into zero coupon Term Finance Certificates (TFCs). In this regard, the aggregate provision also includes a provision amounting to Rs.145,000 against these TFCs to fully cover the amount of investment. Accordingly, the Fund holds 29 certificates (having face value of Rs. 5,000 each) of Agritech Limited IV as at 30 September 2017. The details of these non-performing investments are as follows:

| Non-performing investment | Type of investment       | Value before provision | Provision held   | Net carrying value |
|---------------------------|--------------------------|------------------------|------------------|--------------------|
| -----Rupees-----          |                          |                        |                  |                    |
| Agritech Limited          | Sukuk Certificates       | 1,000,000              | 1,000,000        | -                  |
| Agritech Limited - IV     | Term Finance Certificate | 145,000                | 145,000          | -                  |
|                           |                          | <b>1,145,000</b>       | <b>1,145,000</b> | <b>-</b>           |

## 5.5 Pakistan Investment Bonds - Available for sale

| As at 1 July 2017 | Purchased during the period | Matured / Sold during the period | As at 30 September 2017 | Balance as at 30 September 2017 |              | Market value as a % of net assets of Sub Fund |
|-------------------|-----------------------------|----------------------------------|-------------------------|---------------------------------|--------------|---|
|                   |                             |                                  |                         | Amortized Cost                  | Market value |   |

| 5.5.1 Debt Sub-Fund       | -----Face value (Rupees)----- |   |           | -----Rupees----- |   | -----Percentage----- |
|---------------------------|-------------------------------|---|-----------|------------------|---|----------------------|
| Pakistan Investment Bonds | 3,500,000                     | - | 3,500,000 | -                | - | -                    |

5.5.1.1 Total cost of investment as at 30 September 2017 is Rs. Nil (30 June 2017: Rs.3,590,430)

5.5.1.2 These carry interest at the rate of Nil % (30 June 2017: 11.25%) per annum and will mature by Nil (30 June 2017: 17 July 2017).

## 5.6 Commercial Papers

|                   |       |           |   |
|-------------------|-------|-----------|---|
| Commercial Papers | 5.6.1 | 7,513,730 | - |
|-------------------|-------|-----------|---|

# First Quarter Report 2017-18

| As at 1 July 2017                      | Purchased during the period | Matured/Sold during the period | As at 30 September 2017 | Value as at 30 September 2017 | Market value as a % of net assets of Sub Fund |
|--|-----------------------------|--------------------------------|-------------------------|-------------------------------|---|
| -----Face value (Rs.100,000 each)----- |                             |                                | -----Rupees-----        |                               | ----Percentage----                            |

## 5.6.1 Debt Sub-Fund

Crescent Steel & Allied Products Limited

|   |    |   |           |                  |             |
|---|----|---|-----------|------------------|-------------|
| - | 80 | - | <u>80</u> | <u>7,513,730</u> | <u>2.06</u> |
|---|----|---|-----------|------------------|-------------|

5.6.2 The rate of return on this amount is 7.50% per annum and will mature on 15 August 2018.

## 6. FINANCIAL LIABILITIES/(ASSETS) AT FAIR VALUE THROUGH INCOME STATEMENT

Held-for-trading - derivative financial instruments

- Future Gold Contracts (Financial Liabilities)

|      | 30 September 2017<br>(Un-audited) | 30 June 2017<br>(Audited) |
|------|-----------------------------------|---------------------------|
| Note | -----Rupees-----                  |                           |
| 6.1  | <u>341,648</u>                    | <u>731,481</u>            |

6.1 This represents net fair value of gold futures contracts entered into by the Fund at the Pakistan Mercantile Exchange Limited. The details of the outstanding contracts are given in the table below:

| Commodity Contracts  | Maturity Date    | Quantity (Ounces) | Value of Gold in futures market US \$ | Value of Gold in futures market equivalent Pak Rupees | Market Value as a Percentage of net assets |
|--|------------------|-------------------|---------------------------------------|---|--|
| Go 10oz Dec 17   | 28 November 2017 | 190               | 243,618                               | 25,679,773  | 66.51                                      |
| Go 1 oz Dec 17   | 28 November 2017 | 39                | 50,006                                | 5,271,111   | 13.65                                      |
|  |                  | <u>229</u>        | <u>293,624</u>                        | <u>30,950,884</u>                                     | <u>80.17</u>                               |
| Liabilities against gold futures at contracted rates USD\$ 296,865 |                  |                   |                                       | 31,292,532  |  |
| Unrealised loss on future contracts of Gold                        |                  |                   |                                       | <u>341,648</u>  |  |

# Atlas Pension Fund

## 7. INTEREST ACCRUED

|                           | 30 September 2017 (Un-audited) |                  |                             |                  |                  | 30 June 2017 (Audited) |                  |                             |                  |                  |
|---------------------------|--------------------------------|------------------|-----------------------------|------------------|------------------|------------------------|------------------|-----------------------------|------------------|------------------|
|                           | Equity<br>Sub-Fund             | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Gold<br>Sub-Fund | Total            | Equity<br>Sub-Fund     | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Gold<br>Sub-Fund | Total            |
|                           | -----Rupees-----               |                  |                             |                  |                  | -----Rupees-----       |                  |                             |                  |                  |
| Profit on deposits        | 153,740                        | 908,930          | 679,988                     | 143,290          | 1,885,948        | 173,336                | 224,602          | 165,018                     | 68,811           | 631,767          |
| Pakistan Investment Bonds | -                              | -                | -                           | -                | -                | -                      | 179,471          | -                           | -                | 179,471          |
| Term Finance Certificates | -                              | 197,799          | -                           | -                | 197,799          | -                      | 571,697          | -                           | -                | 571,697          |
| Sukuk Certificates        | -                              | 76,532           | -                           | -                | 76,532           | -                      | 309,780          | -                           | -                | 309,780          |
|                           | <b>153,740</b>                 | <b>1,183,261</b> | <b>679,988</b>              | <b>143,290</b>   | <b>2,160,279</b> | <b>173,336</b>         | <b>1,285,550</b> | <b>165,018</b>              | <b>68,811</b>    | <b>1,692,715</b> |

## 8. PAYABLE TO THE PENSION FUND MANAGER - Related party

|   |      | 30 September 2017 (Un-audited) |           |         |          |        |           | 30 June 2017 (Audited) |           |         |          |        |           |
|---|------|--------------------------------|-----------|---------|----------|--------|-----------|------------------------|-----------|---------|----------|--------|-----------|
|   |      | Equity                         | Debt      | Money   | Gold     |        |           | Equity                 | Debt      | Money   | Gold     |        |           |
|   |      | Sub-Fund                       | Sub-Fund  | Market  | Sub-Fund | Others | Total     | Sub-Fund               | Sub-Fund  | Market  | Sub-Fund | Others | Total     |
|   | Note | -----Rupees-----               |           |         |          |        |           | -----Rupees-----       |           |         |          |        |           |
| Pension Fund Manager fee  | 8.1  | 460,038                        | 220,231   | 100,775 | 32,473   | -      | 813,517   | 518,877                | 200,441   | 93,361  | 30,551   | -      | 843,230   |
| Sindh sales tax on remuneration of the Pension Fund Manager             | 8.2  | 285,244                        | 197,398   | 120,012 | 35,542   | -      | 638,196   | 292,892                | 194,823   | 119,047 | 35,290   | -      | 642,052   |
| Federal Excise Duty payable on remuneration of the Pension Fund Manager | 8.3  | 1,523,347                      | 1,124,175 | 706,273 | 207,208  | -      | 3,561,003 | 1,523,347              | 1,124,175 | 706,273 | 207,208  | -      | 3,561,003 |
|   |      | 2,268,629                      | 1,541,804 | 927,060 | 275,223  | -      | 5,012,716 | 2,335,116              | 1,519,439 | 918,681 | 273,049  | -      | 5,046,285 |

8.1 In accordance with the provisions of the VPS Rules, the Pension Fund Manager is entitled to receive an annual management fee of 1.50% per annum average of the value of the net assets of the Fund calculated during the year for determining the prices of the units of the Sub-Funds. The Pension Fund Manager has charged its remuneration at the rate of 1.50% per annum (30 June 2017: 1.50%) of the average value of the net assets of the Fund for the year on equity sub fund, whilst for APF - Debt Sub Fund, APF - Money Market Sub Fund and APF - Gold Sub Fund, the Pension Fund Manager has charged its remuneration at the rate of 0.75% (30 June 2017: 0.75%), 0.50% (30 June 2017: 0.50%) and 1.00% (30 June 2017: 1.00%) respectively of the average value of the net assets of these Sub Funds, which is paid monthly in arrears

8.2 During the period, an amount of Rs. 326,098 (2016: Rs. 297,366) was charged on account of sales tax on remuneration of the Pension Fund Manager levied through Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 329,965 (2016: Rs.294,941) has been paid to the Pension Fund Manager which acts as a collecting agent.

# First Quarter Report 2017-18

**8.3** 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 Pension Fund Manager 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 8.2 above, the Pension Fund Manager is of the view that further levy of FED is not justified.

On 4 September 2013, a Constitutional Petition has been filed in Honorable Sindh High Court (SHC) jointly by various asset management companies/pension fund managers including that of the Fund, together with their representative Collective Investment Schemes/Voluntary Pension Schemes through their trustees, challenging the levy of FED. In this respect, the Hon'ble SHC has issued a stay order against recovery proceedings. The hearing of the petition is pending.

During the year ended 31 March 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 Pension Fund Managers 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 Pension Fund Manager 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 3,561,003 million (30 June 2017: Rs 3,561,003 million) is being retained in the financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan.

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

|                                       |     | 30 September 2017 (Un-audited) |          |          |          |                  | 30 June 2017 (Audited) |          |          |          |         |
|---------------------------------------|-----|--------------------------------|----------|----------|----------|------------------|------------------------|----------|----------|----------|---------|
|                                       |     | Money                          |          |          |          |                  | Money                  |          |          |          |         |
|                                       |     | Equity                         | Debt     | Market   | Gold     |                  | Equity                 | Debt     | Market   | Gold     |         |
| Note                                  |     | Sub-Fund                       | Sub-Fund | Sub-Fund | Sub-Fund | Total            | Sub-Fund               | Sub-Fund | Sub-Fund | Sub-Fund | Total   |
| -----Rupees-----                      |     |                                |          |          |          | -----Rupees----- |                        |          |          |          |         |
| Trustee fee                           |     | 45,775                         | 43,827   | 30,083   | 4,847    | 124,532          | 51,691                 | 39,939   | 27,903   | 4,565    | 124,098 |
| Sindh sales tax on Trustee fee        | 9.1 | 5,951                          | 5,698    | 3,911    | 630      | 16,190           | 6,720                  | 5,192    | 3,627    | 593      | 16,132  |
| Settlement charges                    |     | 3,000                          | 500      | 500      | -        | 4,000            | 4,800                  | 500      | 500      | -        | 5,800   |
| Sindh sales tax on settlement charges |     | 390                            | 65       | 65       | -        | 520              | 624                    | 65       | 65       | -        | 754     |
|                                       |     | 55,116                         | 50,090   | 34,559   | 5,477    | 145,242          | 63,835                 | 45,696   | 32,095   | 5,158    | 146,784 |

**9.1** During the year, an amount of Rs. 49,674 (2016: 45,608) 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. 49,616 (2016: 45,599) was paid to the Trustee which acts as a collecting agent.

# Atlas Pension Fund

## 10. ACCRUED EXPENSES AND OTHER LIABILITIES

|   |      | 30 September 2017 (Un-audited) |                  |                             |                  |                |                  | 30 June 2017 (Audited) |                  |                             |                  |                  |                  |
|---|------|--------------------------------|------------------|-----------------------------|------------------|----------------|------------------|------------------------|------------------|-----------------------------|------------------|------------------|------------------|
|   |      | Equity<br>Sub-Fund             | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Gold<br>Sub-Fund | Others         | Total            | Equity<br>Sub-Fund     | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Gold<br>Sub-Fund | Others           | Total            |
| Note                                      |      | -----Rupees-----               |                  |                             |                  |                |                  | -----Rupees-----       |                  |                             |                  |                  |                  |
| Withholding tax payable                   |      | 9,538                          | 3,354            | 2,287                       | 258              | 1,697          | 17,134           | 9,473                  | 4,623            | 3,362                       | 540              | 839              | 18,837           |
| Payable to broker                         |      | 5,412                          | -                | 325                         | -                | -              | 5,737            | -                      | -                | -                           | -                | -                | -                |
| Zakat payable                             |      | -                              | -                | -                           | -                | 11,217         | 11,217           | -                      | -                | -                           | -                | -                | -                |
| Provision for Sindh Workers' Welfare Fund | 10.1 | 2,516,618                      | 958,382          | 577,631                     | 109,124          | -              | 4,161,755        | 2,516,619              | 868,650          | 512,852                     | 85,476           | -                | 3,983,597        |
| Others                                    |      | -                              | -                | 2,589                       | -                | 171,200        | 173,789          | 5,412                  | -                | -                           | -                | 3,761,284        | 3,766,696        |
|   |      | <b>2,531,568</b>               | <b>961,736</b>   | <b>582,832</b>              | <b>109,382</b>   | <b>184,114</b> | <b>4,369,632</b> | <b>2,531,504</b>       | <b>873,273</b>   | <b>516,214</b>              | <b>86,016</b>    | <b>3,762,123</b> | <b>7,769,130</b> |

**10.1** The Finance Act, 2008 had introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance) as a result of which it was construed that all Collective Investment Schemes (CISs)/mutual funds whose whichever was higher. In light of this, the Mutual Funds Association of Pakistan (MUFAP) filed a constitutional petition in the Honourable Sindh High Court (SHC) challenging the applicability of WWF on CISs which is pending adjudication. Similar cases were disposed of by the Peshawar and the Lahore High Courts in which these amendments were declared unlawful and unconstitutional. However, these decisions were challenged in the Supreme Court of Pakistan.

Subsequently, the Finance Act, 2015 introduced an amendment under which CISs/mutual funds have been excluded from the definition of "industrial establishment" subject to WWF under the WWF Ordinance. Consequently, mutual funds are not subject to this levy after the introduction of this amendment which is applicable from tax year 2016. Accordingly, no further provision in respect of WWF was made with effect from 1 July 2015.

On November 10, 2016 the Supreme Court of Pakistan (SCP) has passed a judgment declaring the amendments made in the Finance Acts 2006 and 2008 pertaining to WWF as illegal citing that WWF was not in the nature of tax and could, therefore, not have been introduced through money bills. Accordingly, the aforesaid amendments have been struck down by the SCP. The Federal Board of Revenue has filed a petition in the SCP against the said judgment, which is pending hearing. While the petitions filed by the CISs on the matter are still pending before the SHC, the Mutual Funds Association of Pakistan (MUFAP) (collectively on behalf of the asset management companies and their CISs) has taken legal and tax opinions on the impact of the SCP judgement on the CISs petition before the SHC. Both legal and tax advisors consulted were of the view that the judgment has removed the very basis on which the demands were raised against the CISs. Therefore, there was no longer any liability against the CISs under the WWF Ordinance and that all cases pending in the SHC or lower appellate forums will now be disposed of in light of the earlier judgement of the SCP.

Furthermore, 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 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 the 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/mutual funds excluded from the applicability of SWWF. However, it may be stated that under Companies Act, 2017 mutual funds are explicitly excluded from the definition of financial institution. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs/mutual funds excluded from the applicability of SWWF.

# First Quarter Report 2017-18

**10.1** In view of the above developments regarding the applicability of WWF and SWWF on CISs/mutual funds and pension funds. MUFAP has recommended the following to all its members on 12 January 2017:

- based on legal opinion, the entire provision against WWF held by the CISs till 30 June 2015, to be reversed on 12 January 2017; and
- the provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the SWWF Act, 2014 (i.e. starting from 21 May 2015) on 12 January 2017.

Accordingly, the provision for WWF was reversed on January 12, 2017 and provision for SWWF been made from 21 May 2015 till 12 January 2017 and is being made on a daily basis going forward.

The above decisions were communicated to the SECP and the Pakistan Stock Exchange Limited on 12 January 2017 and the SECP vide its letter dated 1 February 2017 has advised MUFAP that the adjustments relating to the above should be prospective and supported by adequate disclosures in the financial statements of the CISs/ mutual funds and pension funds. Accordingly, the Fund has recorded these adjustments in its books on 12 January 2017.

## 11. NUMBER OF UNITS IN ISSUE

|   | For the Quarter ended 30 September 2017 (Un-audited) |                  |                             |                  |           | For the Quarter ended 30 September 2016 (Un-audited) |                  |                             |                  |           |
|---|--|------------------|-----------------------------|------------------|-----------|--|------------------|-----------------------------|------------------|-----------|
|   | Equity<br>Sub-Fund                                   | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Gold<br>Sub-Fund | Total     | Equity<br>Sub-Fund                                   | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Gold<br>Sub-Fund | Total     |
|   | -----Number of units-----                            |                  |                             |                  |           | -----Number of units-----                            |                  |                             |                  |           |
| Total units in issue at the beginning of the period | 754,525  | 1,562,676        | 1,084,381                   | 335,782          | 3,737,364 | 791,745  | 1,385,597        | 1,132,972                   | 324,352          | 3,634,666 |
| Add: Issue of units during the period               |  |                  |                             |                  |           |  |                  |                             |                  |           |
| - Directly by participants                          | 39,475   | 62,338           | 30,697                      | 772              | 133,282   | 54,237   | 50,394           | 80,795                      | 1,054            | 186,480   |
| Less: Units redeemed during the period              |  |                  |                             |                  |           |  |                  |                             |                  |           |
| - Directly by participants                          | (13,223)   | (66,416)         | (37,203)                    | -                | (116,842) | (5,001)  | (55,464)         | (168,094)                   | -                | (228,559) |
| - Transfer to other Pension Fund                    | -  | -                | -                           | -                | -         | (70)   | (55)             | -                           | -                | (125)     |
|   | (13,223)   | (66,416)         | (37,203)                    | -                | (116,842) | (5,071)  | (55,519)         | (168,094)                   | -                | (228,684) |
| Total units in issue at the end of the period       | 780,777  | 1,558,598        | 1,077,875                   | 336,554          | 3,753,804 | 840,911  | 1,380,472        | 1,045,673                   | 325,406          | 3,592,462 |

## 12. CONTINGENCIES AND COMMITMENTS

**12.1** There were no contingencies outstanding as at 30 September 2017 and as at 30 June 2017.

# Atlas Pension Fund

|      |                                    | 30 September 2017 (Un-audited) |          |          |          |            | 30 June 2017 (Audited) |          |          |          |            |            |
|------|------------------------------------|--------------------------------|----------|----------|----------|------------|------------------------|----------|----------|----------|------------|------------|
|      |                                    | Money                          |          |          |          |            | Money                  |          |          |          |            |            |
|      |                                    | Equity                         | Debt     | Market   | Gold     |            | Equity                 | Debt     | Market   | Gold     |            |            |
|      |                                    | Sub-Fund                       | Sub-Fund | Sub-Fund | Sub-Fund | Total      | Sub-Fund               | Sub-Fund | Sub-Fund | Sub-Fund | Total      |            |
| Note |                                    | -----Rupees-----               |          |          |          |            | -----Rupees-----       |          |          |          |            |            |
| 12.2 | COMMITMENTS                        |                                |          |          |          |            |                        |          |          |          |            |            |
|      | Purchase of:                       |                                |          |          |          |            |                        |          |          |          |            |            |
|      | Ounce Gold Contracts US \$ 296,865 |                                |          |          |          |            |                        |          |          |          |            |            |
|      | (30 June 2017 : US \$ 295,028)     | 12.2.1                         | -        | -        | -        | 31,292,532 | 31,292,532             | -        | -        | -        | 30,933,649 | 30,933,649 |

12.2.1 This represents the investment in future gold contracts with settlement date of 28 November 2017 (30 June 2017: 27 July 2017) .

## 13. INTEREST INCOME

|      |  | For the Quarter ended 30 September 2017 (Un-audited) |           |           |          |            | For the Quarter ended 30 September 2016 (Un-audited) |           |           |          |           |
|------|--|--|-----------|-----------|----------|------------|--|-----------|-----------|----------|-----------|
|      |  | Equity   | Debt      | Money     | Gold     |            | Equity   | Debt      | Money     | Gold     |           |
|      |  | Sub-Fund   | Sub-Fund  | Market    | Sub-Fund | Total      | Sub-Fund   | Sub-Fund  | Market    | Sub-Fund | Total     |
| Note |  | -----Rupees-----                                     |           |           |          |            | -----Rupees-----                                     |           |           |          |           |
|      | Profit on PLS savings accounts and deposits      | 645,055  | 2,625,345 | 2,033,087 | 394,805  | 5,698,292  | 302,905  | 380,750   | 369,937   | 335,069  | 1,388,662 |
|      | Term Finance Certificates and Sukuk Certificates | -  | 620,766   | -         | -        | 620,766    | -  | 412,314   | -         | -        | 412,314   |
|      | Pakistan Investment Bonds                        | -  | 6,526     | -         | -        | 6,526      | -  | 2,993,447 | 462,363   | -        | 3,455,810 |
|      | Treasury Bills                                   | -  | 2,164,331 | 1,718,360 | 102,971  | 3,985,662  | -  | 1,712,307 | 2,858,582 | 140,208  | 4,711,097 |
|      | Commercial paper                                 | -  | 71,870    | -         | -        | 71,870     | -  | -         | -         | -        | -         |
|      |  | 645,055  | 5,488,838 | 3,751,447 | 497,776  | 10,383,116 | 302,905  | 5,498,818 | 3,690,882 | 475,277  | 9,967,882 |

13.1 Mark-up on non-performing securities amounting to Rs. 682,448 (2016: Rs.601,991) based on outstanding principal has not been recognised, in accordance with SECP's directives.

#### 14. CONTRIBUTION TABLE

15. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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.

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

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

## 27

# Atlas Pension Fund

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

### Atlas Asset Management Limited (Pension Fund Manager)

|                                 | 30 September 2017 (Un-audited) |             |            |            |        |             | 30 June 2017 (Audited) |            |            |            |        |             |
|---------------------------------|--------------------------------|-------------|------------|------------|--------|-------------|------------------------|------------|------------|------------|--------|-------------|
|                                 | Equity                         | Debt        | Money      | Gold       |        |             | Equity                 | Debt       | Money      | Gold       |        |             |
|                                 | Sub-Fund                       | Sub-Fund    | Sub-Fund   | Sub-Fund   | Others | Total       | Sub-Fund               | Sub-Fund   | Sub-Fund   | Sub-Fund   | Others | Total       |
|                                 | -----Rupees-----               |             |            |            |        |             | -----Rupees-----       |            |            |            |        |             |
| Investment at period / year end | 79,387,840                     | 38,933,640  | 37,223,840 | 34,413,000 | -      | 189,958,320 | 85,134,760             | 38,482,120 | 36,739,120 | 33,378,000 | -      | 193,734,000 |
| Units held (Number of units)    | 166,000                        | 166,000     | 166,000    | 300,000    | -      | 798,000     | 166,000                | 166,000    | 166,000    | 300,000    | -      | 798,000     |
| <b>Key management personnel</b> |                                |             |            |            |        |             |                        |            |            |            |        |             |
| Investment at period / year end | 96,172,294                     | 116,081,759 | 62,671,735 | -          | -      | 274,925,788 | 56,878,738             | 32,686,620 | 9,484,447  | -          | -      | 99,049,805  |
| Units held (Number of units)    | 201,096                        | 494,934     | 279,485    | -          | -      | 975,515     | 110,905                | 141,000    | 42,854     | -          | -      | 294,759     |

## 16. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arm's length transaction. 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.
- Investments in government securities are valued on the basis of average rates of brokers as announced 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), 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 methodology specified by the SECP. The methodology 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 gold futures contracts is determined on the basis of the closing prices in US Dollars, converted at the equivalent Pak Rupees rates, as announced by the Pakistan Mercantile Exchange Limited.
- The fair value of all other financial assets and financial liabilities of the Fund approximate their carrying amounts due to short term maturities of these instruments.

## 17. GENERAL

Figures have been rounded off to the nearest Rupee.

## 18. 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 2017.

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

Qurrat-ul-Ain Jafari  
Chief Financial Officer

M. Habib-ur-Rahman  
Chief Executive Officer

Yusuf H. Shirazi  
Chairman

Tariq Amin  
Director

# 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**

---

Mufti Muhammad Yahya Asim

### **Auditors**

---

KPMG Taseer Hadi & Co.  
Chartered Accountants

### **Legal Advisers**

---

Bawaney & Partners

### **Bankers**

---

Al-Baraka Bank (Pakistan) Limited  
Allied Bank Limited  
Bank Al Habib Limited  
Bank Al Falah Limited - Islamic Banking  
Faysal Bank Limited - Islamic Banking  
Habib Bank Limited  
MCB Bank Limited - Islamic Banking  
Meezan Bank Limited

**CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)**  
AS AT 30 SEPTEMBER 2017

**First Quarter Report 2017-18**

| 30 September 2017 (Un-audited)   |                    |                    |                             |                |                    | 30 June 2017 (Audited) |                    |                    |                             |                  |                      |
|--|--------------------|--------------------|-----------------------------|----------------|--------------------|------------------------|--------------------|--------------------|-----------------------------|------------------|----------------------|
|  | Equity<br>Sub-Fund | Debt<br>Sub-Fund   | Money<br>Market<br>Sub-Fund | Others         | Total              |                        | Equity<br>Sub-Fund | Debt<br>Sub-Fund   | Money<br>Market<br>Sub-Fund | Others           | Total                |
| Note   | Rupees             |                    |                             |                |                    |                        | Rupees             |                    |                             |                  |                      |
| <b>ASSETS</b>  |                    |                    |                             |                |                    |                        |                    |                    |                             |                  |                      |
| Bank balances  | 28,521,931         | 218,147,365        | 202,462,593                 | 395,420        | 449,527,309        |                        | 46,568,654         | 194,971,485        | 200,753,831                 | 6,753,486        | 449,047,456          |
| Investments - net  | 341,437,401        | 143,478,000        | 50,370,000                  | -              | 535,285,401        |                        | 352,101,520        | 145,098,128        | 50,995,000                  | -                | 548,194,648          |
| Receivable against sale of Investments                                     | 1,597,240          | -                  | -                           | -              | 1,597,240          |                        | -                  | -                  | -                           | -                | -                    |
| Receivable against issue of units  | 72,278             | 100,060            | 88,627                      | -              | 260,965            |                        | 2,154,674          | 2,854,198          | 1,514,009                   | -                | 6,522,881            |
| Dividend receivable  | 2,987,950          | -                  | -                           | -              | 2,987,950          |                        | 1,406,450          | -                  | -                           | -                | 1,406,450            |
| Mark-up accrued  | 630,818            | 2,900,036          | 1,709,803                   | -              | 5,240,657          |                        | 130,128            | 1,042,236          | 743,625                     | -                | 1,915,989            |
| Security deposit and other receivables                                     | 673,360            | 279,480            | 372,969                     | -              | 1,325,809          |                        | 673,360            | 279,480            | 372,972                     | -                | 1,325,812            |
| <b>Total assets</b>  | <b>375,920,978</b> | <b>364,904,941</b> | <b>255,003,992</b>          | <b>395,420</b> | <b>996,225,331</b> |                        | <b>403,034,786</b> | <b>344,245,527</b> | <b>254,379,437</b>          | <b>6,753,486</b> | <b>1,008,413,236</b> |
| <b>LIABILITIES</b>   |                    |                    |                             |                |                    |                        |                    |                    |                             |                  |                      |
| Payable against purchase of investments                                    | -                  | -                  | -                           | -              | -                  |                        | 3,272,777          | -                  | -                           | -                | 3,272,777            |
| Payable against redemption of units  | 87,771             | 30,754             | 15,621                      | -              | 134,146            |                        | 3,109              | 44,237             | 312,538                     | -                | 359,884              |
| Payable to the Pension Fund Manager  | 2,365,733          | 1,455,106          | 859,964                     | -              | 4,680,803          |                        | 2,408,233          | 1,437,860          | 859,468                     | -                | 4,705,561            |
| Payable to the Central Depository Company of<br>Pakistan Limited - Trustee | 54,933             | 50,729             | 35,819                      | -              | 141,481            |                        | 53,151             | 41,780             | 30,990                      | -                | 125,921              |
| Payable to the Securities and<br>Exchange Commission of Pakistan           | 31,805             | 29,655             | 21,547                      | -              | 83,007             |                        | 122,547            | 100,423            | 75,658                      | -                | 298,628              |
| Payable to the auditors  | 15,900             | 14,767             | 10,720                      | -              | 41,387             |                        | 73,882             | 61,203             | 45,587                      | -                | 180,672              |
| Accrued expenses and other liabilities                                     | 2,484,416          | 574,943            | 441,906                     | 395,420        | 3,896,685          |                        | 2,534,302          | 506,916            | 389,776                     | 6,753,486        | 10,184,480           |
| <b>Total liabilities</b>   | <b>5,040,558</b>   | <b>2,155,954</b>   | <b>1,385,577</b>            | <b>395,420</b> | <b>8,977,509</b>   |                        | <b>8,468,001</b>   | <b>2,192,419</b>   | <b>1,714,017</b>            | <b>6,753,486</b> | <b>19,127,923</b>    |
| <b>NET ASSETS</b>  | <b>370,880,420</b> | <b>362,748,987</b> | <b>253,618,415</b>          | <b>-</b>       | <b>987,247,822</b> |                        | <b>394,566,785</b> | <b>342,053,108</b> | <b>252,665,420</b>          | <b>-</b>         | <b>989,285,313</b>   |
| <b>Represented by:</b>   |                    |                    |                             |                |                    |                        |                    |                    |                             |                  |                      |
| <b>PARTICIPANTS' SUB-FUND (as per statement attached)</b>                  | <b>370,880,420</b> | <b>362,748,987</b> | <b>253,618,415</b>          | <b>-</b>       | <b>987,247,822</b> |                        | <b>394,566,785</b> | <b>342,053,108</b> | <b>252,665,420</b>          | <b>-</b>         | <b>989,285,313</b>   |
| <b>Number of units in issue</b>  | <b>599,360</b>     | <b>1,852,103</b>   | <b>1,227,828</b>            |                |                    |                        | <b>585,771</b>     | <b>1,755,655</b>   | <b>1,233,077</b>            |                  |                      |
| <b>Net asset value per unit (Rupees)</b>                                   | <b>618.79</b>      | <b>195.86</b>      | <b>206.56</b>               |                |                    |                        | <b>673.59</b>      | <b>194.83</b>      | <b>204.91</b>               |                  |                      |
| <b>Contingencies and commitments</b>                                       |                    |                    |                             |                |                    |                        |                    |                    |                             |                  |                      |

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

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

Qurrat-ul-Ain Jafari  
Chief Financial Officer

M. Habib-ur-Rahman  
Chief Executive Officer

Yusuf H. Shirazi  
Chairman

Tariq Amin  
Director

# Atlas Pension Islamic Fund

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED 30 SEPTEMBER 2017

| For the Quarter Ended 30 September 2017 (Un-audited)  |                     |                  |                             |                     | For the Quarter Ended 30 September 2016 (Un-audited) |                    |                  |                             |                   |
|---|---------------------|------------------|-----------------------------|---------------------|--|--------------------|------------------|-----------------------------|-------------------|
|   | Equity<br>Sub Fund  | Debt<br>Sub Fund | Money<br>Market<br>Sub Fund | Total               |  | Equity<br>Sub Fund | Debt<br>Sub Fund | Money<br>Market<br>Sub Fund | Total             |
| <b>Note</b>   | <b>Rupees</b>       |                  |                             |                     |  | <b>Rupees</b>      |                  |                             |                   |
| <b>INCOME</b>   |                     |                  |                             |                     |  |                    |                  |                             |                   |
| Mark-up income  | 12 947,329          | 4,536,975        | 3,259,507                   | 8,743,811           |  | 314,646            | 3,294,506        | 2,296,260                   | 5,905,412         |
| Dividend income   | 3,687,190           | -                | -                           | 3,687,190           |  | 4,001,333          | -                | -                           | 4,001,333         |
| Net (loss) / gain on sale of investments at 'fair value through profit or loss'   | (758,646)           | -                | -                           | (758,646)           |  | 8,894,178          | -                | -                           | 8,894,178         |
| Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' | (34,463,163)        | -                | -                           | (34,463,163)        |  | 15,856,592         | -                | -                           | 15,856,592        |
|   | (35,221,809)        | -                | -                           | (35,221,809)        |  | 24,750,770         | -                | -                           | 24,750,770        |
|   | <b>(30,587,290)</b> | <b>4,536,975</b> | <b>3,259,507</b>            | <b>(22,790,808)</b> |  | <b>29,066,749</b>  | <b>3,294,506</b> | <b>2,296,260</b>            | <b>34,657,515</b> |
| <b>EXPENSES</b>   |                     |                  |                             |                     |  |                    |                  |                             |                   |
| Remuneration of the Pension Fund Manager  | 7.1 1,433,010       | 667,910          | 323,487                     | 2,424,407           |  | 1,232,271          | 515,603          | 258,818                     | 2,006,692         |
| Sindh Sales Tax on Remuneration of the Pension Fund Manager   | 7.2 186,291         | 86,828           | 42,053                      | 315,172             |  | 160,195            | 67,028           | 33,646                      | 260,869           |
| Remuneration of Central Depository Company of Pakistan Limited - Trustee  | 148,550             | 138,378          | 101,128                     | 388,056             |  | 123,224            | 103,118          | 77,656                      | 303,998           |
| Sindh Sales Tax on Remuneration of the Trustee  | 19,312              | 17,989           | 13,147                      | 50,448              |  | 16,019             | 13,405           | 10,095                      | 39,519            |
| Annual fee to the Securities and Exchange Commission of Pakistan  | 31,805              | 29,655           | 21,547                      | 83,007              |  | 27,352             | 22,888           | 17,234                      | 67,474            |
| Bank charges  | -                   | 534              | 1,004                       | 1,538               |  | 1,657              | 1,373            | 1,279                       | 4,309             |
| Legal and professional charges  | 30,496              | 26,437           | 19,528                      | 76,461              |  |                    |                  |                             |                   |
| Auditors' remuneration  | 16,216              | 17,888           | 12,647                      | 46,751              |  | 21,314             | 16,801           | 13,126                      | 51,241            |
| Securities' transaction cost and settlement charges   | 179,936             | 1,695            | 1,695                       | 183,326             |  | 171,651            | 1,695            | 1,695                       | 175,041           |
| Provision for Sindh Workers' Welfare Fund   | 9.2 -               | 70,994           | 54,465                      | 125,459             |  | -                  | -                | -                           | -                 |
|   | <b>2,045,616</b>    | <b>1,058,308</b> | <b>590,701</b>              | <b>3,694,625</b>    |  | <b>1,753,683</b>   | <b>741,911</b>   | <b>413,549</b>              | <b>2,909,143</b>  |
| <b>Net (loss) / income for the period</b>   | <b>(32,632,906)</b> | <b>3,478,667</b> | <b>2,668,806</b>            | <b>(26,485,433)</b> |  | <b>27,313,066</b>  | <b>2,552,595</b> | <b>1,882,711</b>            | <b>31,748,372</b> |
| <b>(Loss) / earning per unit</b>  | <b>(54.45)</b>      | <b>1.88</b>      | <b>2.17</b>                 |                     |  | <b>46.72</b>       | <b>1.74</b>      | <b>1.81</b>                 |                   |

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 2017-18

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2017

|  | For the Quarter Ended 30 September 2017 (Un-audited) |             |           |              | For the Quarter Ended 30 September 2016 (Un-audited) |           |           |            |
|--|--|-------------|-----------|--------------|--|-----------|-----------|------------|
|  | Equity   | Debt        | Money     |              | Equity   | Debt      | Money     |            |
|  | Sub Fund   | Sub Fund    | Market    |              | Sub Fund   | Sub Fund  | Market    |            |
|  | Sub Fund   | Sub Fund    | Sub Fund  | Total        | Sub Fund   | Sub Fund  | Sub Fund  | Total      |
|  | -----Rupees-----                                     |             |           |              | -----Rupees-----                                     |           |           |            |
| Net (loss) / income for the period   | (32,632,906)   | 3,478,667   | 2,668,806 | (26,485,433) | 27,313,066   | 2,552,595 | 1,882,711 | 31,748,372 |
| Income that may be re-classified subsequently to Income Statement  |  |             |           |              |  |           |           |            |
| Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'available for sale' | -  | (1,604,554) | (610,138) | (2,214,692)  | -  | 578,900   | 268,808   | 847,708    |
| Total comprehensive (loss) / income for the period   | (32,632,906)   | 1,874,113   | 2,058,668 | (28,700,125) | 27,313,066   | 3,131,495 | 2,151,519 | 32,596,080 |

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

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

Qurrat-ul-Ain Jafari  
Chief Financial Officer

M. Habib-ur-Rahman  
Chief Executive Officer

Yusuf H. Shirazi  
Chairman

Tariq Amin  
Director

# Atlas Pension Islamic Fund

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED 30 SEPTEMBER 2017

|   |     | For the Quarter Ended 30 September 2017 (Un-audited) |                  |                             |                    |                     | For the Quarter Ended 30 September 2016 (Un-audited) |                     |                             |                    |                     |
|---|-----|--|------------------|-----------------------------|--------------------|---------------------|--|---------------------|-----------------------------|--------------------|---------------------|
|   |     | Equity<br>Sub-Fund                                   | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Others             | Total               | Equity<br>Sub-Fund                                   | Debt<br>Sub-Fund    | Money<br>Market<br>Sub-Fund | Others             | Total               |
| Note  |     | -----Rupees-----                                     |                  |                             |                    |                     | -----Rupees-----                                     |                     |                             |                    |                     |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>   |     |  |                  |                             |                    |                     |  |                     |                             |                    |                     |
| Net (loss) / income for the period  |     | (32,632,906)   | 3,478,667        | 2,668,806                   | -                  | (26,485,433)        | 27,313,066   | 2,552,595           | 1,882,711                   | -                  | 31,748,372          |
| <b>Adjustments for:</b>   |     |  |                  |                             |                    |                     |  |                     |                             |                    |                     |
| Mark-up income  |     | (947,329)  | (4,536,975)      | (3,259,507)                 | -                  | (8,743,811)         | (314,646)  | (3,294,506)         | (2,296,260)                 | -                  | (5,905,412)         |
| Dividend income   |     | (3,687,190)  | -                | -                           | -                  | (3,687,190)         | (4,001,333)  | -                   | -                           | -                  | (4,001,333)         |
| Net loss / (gain) on sale of investments at 'fair value through profit or loss'   |     | 758,646  | -                | -                           | -                  | 758,646             | (8,894,178)  | -                   | -                           | -                  | (8,894,178)         |
| Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' |     | 34,463,163   | -                | -                           | -                  | 34,463,163          | (15,856,592)   | -                   | -                           | -                  | (15,856,592)        |
| Provision for Sindh Workers' Welfare Fund   |     | -  | 70,994           | 54,465                      | -                  | 125,459             | -  | -                   | -                           | -                  | -                   |
|   |     | <b>(2,045,616)</b>                                   | <b>(987,314)</b> | <b>(536,236)</b>            | <b>-</b>           | <b>(3,569,166)</b>  | <b>(1,753,683)</b>                                   | <b>(741,911)</b>    | <b>(413,549)</b>            | <b>-</b>           | <b>(2,909,143)</b>  |
| <b>Decrease / (Increase) in assets</b>  |     |  |                  |                             |                    |                     |  |                     |                             |                    |                     |
| Receivable against issue of units   |     | 2,082,396  | 2,754,138        | 1,425,382                   | -                  | 6,261,916           | 1,164,633  | 926,463             | 469,814                     | -                  | 2,560,910           |
| Receivable against sale of investments  |     | (1,597,240)  | -                | -                           | -                  | (1,597,240)         | -  | -                   | -                           | -                  | -                   |
| Security deposit and other receivables  |     | -  | -                | 3                           | -                  | 3                   | (15,474)   | -                   | -                           | -                  | (15,474)            |
|   |     | <b>485,156</b>                                       | <b>2,754,138</b> | <b>1,425,385</b>            | <b>-</b>           | <b>4,664,679</b>    | <b>1,149,159</b>                                     | <b>926,463</b>      | <b>469,814</b>              | <b>-</b>           | <b>2,545,436</b>    |
| <b>(Decrease) / Increase in liabilities</b>   |     |  |                  |                             |                    |                     |  |                     |                             |                    |                     |
| Payable against purchase of investments   |     | (3,272,777)  | -                | -                           | -                  | (3,272,777)         | 2,294,534  | -                   | -                           | -                  | 2,294,534           |
| Payable against redemption of units   |     | 84,662   | (13,483)         | (296,917)                   | -                  | (225,738)           | (3,285)  | (201,570)           | (341,005)                   | -                  | (545,860)           |
| Payable to the Pension Fund Manager   |     | (42,500)   | 17,246           | 496                         | -                  | (24,758)            | 40,246   | (2,324)             | (388)                       | (27,206)           | 10,328              |
| Payable to the Central Depository Company of Pakistan Limited - Trustee   |     | 1,782  | 8,949            | 4,829                       | -                  | 15,560              | 3,991  | (471)               | (121)                       | -                  | 3,399               |
| Payable to the Securities and Exchange Commission of Pakistan   |     | (90,742)   | (70,768)         | (54,111)                    | -                  | (215,621)           | (64,438)   | (61,174)            | (45,213)                    | -                  | (170,825)           |
| Payable to the auditors   |     | (57,982)   | (46,436)         | (34,867)                    | -                  | (139,285)           | (50,552)   | (47,757)            | (35,305)                    | -                  | (133,614)           |
| Accrued expenses and other liabilities  |     | (49,886)   | (2,967)          | (2,335)                     | (6,358,066)        | (6,413,254)         | 32,933   | 7,149               | 5,273                       | (2,563,961)        | (2,518,606)         |
|   |     | <b>(3,427,443)</b>                                   | <b>(107,459)</b> | <b>(382,905)</b>            | <b>(6,358,066)</b> | <b>(10,275,873)</b> | <b>2,253,429</b>                                     | <b>(306,147)</b>    | <b>(416,759)</b>            | <b>(2,591,167)</b> | <b>(1,060,644)</b>  |
|   |     |  |                  |                             |                    |                     |  |                     |                             |                    |                     |
| Mark-up received  |     | 446,639  | 2,694,749        | 2,308,191                   | -                  | 5,449,579           | 238,303  | 1,105,222           | 1,414,775                   | -                  | 2,758,300           |
| Dividend received   |     | 2,105,690  | -                | -                           | -                  | 2,105,690           | 903,608  | -                   | -                           | -                  | 903,608             |
| Investments made during the period  |     | (100,211,572)  | -                | -                           | -                  | (100,211,572)       | (108,316,937)  | (12,000,000)        | -                           | -                  | (120,316,937)       |
| Investments sold / matured during the period  |     | 75,653,882   | -                | -                           | -                  | 75,653,882          | 107,381,189  | -                   | -                           | -                  | 107,381,189         |
|   |     | <b>(22,005,361)</b>                                  | <b>2,694,749</b> | <b>2,308,191</b>            | <b>-</b>           | <b>(17,002,421)</b> | <b>206,163</b>                                       | <b>(10,894,778)</b> | <b>1,414,775</b>            | <b>-</b>           | <b>(9,273,840)</b>  |
| Net cash (used in) / generated from operating activities  | c/f | <b>(26,993,264)</b>                                  | <b>4,354,114</b> | <b>2,814,435</b>            | <b>(6,358,066)</b> | <b>(26,182,781)</b> | <b>1,855,068</b>                                     | <b>(11,016,373)</b> | <b>1,054,281</b>            | <b>(2,591,167)</b> | <b>(10,698,191)</b> |

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) (Continued...) FOR THE QUARTER ENDED 30 SEPTEMBER 2017

|  |     | For the Quarter Ended 30 September 2017 (Un-audited) |              |              |             |              | For the Quarter Ended 30 September 2016 (Un-audited) |              |              |             |              |
|--|-----|--|--------------|--------------|-------------|--------------|--|--------------|--------------|-------------|--------------|
|  |     | Equity   | Debt         | Money        |             |              | Equity   | Debt         | Money        |             |              |
|  |     | Sub-Fund   | Sub-Fund     | Market       | Others      | Total        | Sub-Fund   | Sub-Fund     | Market       | Others      | Total        |
| Note   |     | -----Rupees-----                                     |              |              |             |              | -----Rupees-----                                     |              |              |             |              |
| Net cash (used in) / generated from operating activities | b/f | (26,993,264)   | 4,354,114    | 2,814,435    | (6,358,066) | (26,182,781) | 1,855,068  | (11,016,373) | 1,054,281    | (2,591,167) | (10,698,191) |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>              |     |  |              |              |             |              |  |              |              |             |              |
| Receipts on issue of units                               |     | 25,889,795   | 33,315,696   | 16,384,109   | -           | 75,589,600   | 16,035,601   | 17,896,715   | 11,225,301   | -           | 45,157,617   |
| Payment on redemptions of units                          |     |  |              |              |             |              |  |              |              |             |              |
| - Directly by the participants                           |     | (16,760,936)   | (14,365,025) | (17,403,541) | -           | (48,529,502) | (13,324,103)   | (21,462,496) | (14,000,274) | -           | (48,786,873) |
| - Transfer to other Pension Fund                         |     | (182,318)  | (128,905)    | (86,241)     | -           | (397,464)    | (971,360)  | (291,700)    | -            | -           | (1,263,060)  |
| Net cash generated from / (used in) financing activities |     | 8,946,541  | 18,821,766   | (1,105,673)  | -           | 26,662,634   | 1,740,138  | (3,857,481)  | (2,774,973)  | -           | (4,892,316)  |
| Net (decrease) / increase in cash and cash equivalents   |     | (18,046,723)   | 23,175,880   | 1,708,762    | (6,358,066) | 479,853      | 3,595,206  | (14,873,854) | (1,720,692)  | (2,591,167) | (15,590,507) |
| Cash and cash equivalents at the beginning of the period |     | 46,568,654   | 194,971,485  | 200,753,831  | 6,753,486   | 449,047,456  | 19,893,007   | 68,453,498   | 109,749,429  | 3,026,805   | 201,122,739  |
| Cash and cash equivalents at the end of the period       | 4   | 28,521,931   | 218,147,365  | 202,462,593  | 395,420     | 449,527,309  | 23,488,213   | 53,579,644   | 108,028,737  | 435,638     | 185,532,232  |

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

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

Qurrat-ul-Ain Jafari  
Chief Financial Officer

M. Habib-ur-Rahman  
Chief Executive Officer

Yusuf H. Shirazi  
Chairman

Tariq Amin  
Director

# Atlas Pension Islamic Fund

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2017

|   |    | For the Quarter Ended 30 September 2017 (Un-audited) |                  |                             |                     | For the Quarter Ended 30 September 2016 (Un-audited) |                  |                             |                   |
|---|----|--|------------------|-----------------------------|---------------------|--|------------------|-----------------------------|-------------------|
|   |    | Equity<br>Sub-Fund                                   | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Total               | Equity<br>Sub-Fund                                   | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Total             |
| Note  |    | -----Rupees-----                                     |                  |                             |                     | -----Rupees-----                                     |                  |                             |                   |
| Net assets at the beginning of the period                                       |    | 394,566,785  | 342,053,108      | 252,665,420                 | 989,285,313         | 305,352,010  | 274,294,159      | 205,775,271                 | 785,421,440       |
| Amount received on issue of units   | 13 | 25,889,795   | 33,315,696       | 16,384,109                  | 75,589,600          | 16,035,601   | 17,896,715       | 11,225,301                  | 45,157,617        |
| Amount paid on redemptions of units   |    |  |                  |                             |                     |  |                  |                             |                   |
| - Directly by participants  |    | (16,760,936)   | (14,365,025)     | (17,403,541)                | (48,529,502)        | (13,324,103)   | (21,462,496)     | (14,000,274)                | (48,786,873)      |
| - Transfer to other Pension Fund  |    | (182,318)  | (128,905)        | (86,241)                    | (397,464)           | (971,360)  | (291,700)        | -                           | (1,263,060)       |
|   |    | (16,943,254)   | (14,493,930)     | (17,489,782)                | (48,926,966)        | (14,295,463)   | (21,754,196)     | (14,000,274)                | (50,049,933)      |
| Net (loss) / income for the period  |    | (31,874,260)   | 3,478,667        | 2,668,806                   | (25,726,787)        | 18,418,888   | 2,552,595        | 1,882,711                   | 22,854,194        |
| Net (loss) / gain on sale of investments at 'fair value through profit or loss' |    | (758,646)  | -                | -                           | (758,646)           | 8,894,178  | -                | -                           | 8,894,178         |
| Other comprehensive (loss) / income for the period                              |    | -  | (1,604,554)      | (610,138)                   | (2,214,692)         | -  | 578,900          | 268,808                     | 847,708           |
| <b>Total comprehensive (loss) / income for the period</b>                       |    | <b>(32,632,906)</b>                                  | <b>1,874,113</b> | <b>2,058,668</b>            | <b>(28,700,125)</b> | <b>27,313,066</b>                                    | <b>3,131,495</b> | <b>2,151,519</b>            | <b>32,596,080</b> |
| Net assets at the end of the period   |    | 370,880,420  | 362,748,987      | 253,618,415                 | 987,247,822         | 334,405,214  | 273,568,173      | 205,151,817                 | 813,125,204       |

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

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

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
FOR THE QUARTER ENDED 30 SEPTEMBER 2017

## 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 of 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 Supplement dated 18 December 2008, the Second Supplement dated 28 March 2011 which has been further amended dated 2 June 2016, Third Supplement dated 15 July 2013, Forth Supplement dated 31 March 2015 and the fifth Supplement dated 4 August 2015, with the approval of the SECP, whilst the Trust Deed has been amended through the First Supplement Trust Deed dated 6 June 2013, with the approval of the 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.
- 1.3 Title to the assets of the Fund are held in the name of CDC as a Trustee of the Fund. The fund's property comprises of different types of allocation plans which are accounted for and maintained separately in books of accounts and collectively constitute the Fund's property.

### **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 five 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 time to maturity of the assets is upto one year, and the time to maturity of Shariah Compliant Government securities such as Government of Pakistan Ijarah Sukuks is 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 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. BASIS OF PREPARATION

### 2.1 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.

- 2.2 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 2017.

# Atlas Pension Islamic Fund

## 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 2017.

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 2017.

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 2017.

## 4. BANK BALANCES

| Note                  | 30 September 2017 (Un-audited) |                    |                             |                      |                    | 30 June 2017(Audited) |                    |                             |                      |                    |
|-----------------------|--------------------------------|--------------------|-----------------------------|----------------------|--------------------|-----------------------|--------------------|-----------------------------|----------------------|--------------------|
|                       | Equity<br>Sub-Fund             | Debt<br>Sub-Fund   | Money<br>Market<br>Sub-Fund | Others<br>(Note 4.1) | Total              | Equity<br>Sub-Fund    | Debt<br>Sub-Fund   | Money<br>Market<br>Sub-Fund | Others<br>(Note 4.1) | Total              |
|                       | -----Rupees-----               |                    |                             |                      |                    | -----Rupees-----      |                    |                             |                      |                    |
| Current accounts      | 118,014                        | -                  | -                           | 322,541              | 440,555            | 118,014               | -                  | -                           | 6,576,695            | 6,694,709          |
| Savings accounts      | 28,403,917                     | 80,147,365         | 104,462,593                 | 72,879               | 213,086,754        | 46,450,640            | 141,971,485        | 159,753,831                 | 176,791              | 348,352,747        |
| Term deposit accounts | -                              | 138,000,000        | 98,000,000                  | -                    | 236,000,000        | -                     | 53,000,000         | 41,000,000                  | -                    | 94,000,000         |
|                       | <b>28,521,931</b>              | <b>218,147,365</b> | <b>202,462,593</b>          | <b>395,420</b>       | <b>449,527,309</b> | <b>46,568,654</b>     | <b>194,971,485</b> | <b>200,753,831</b>          | <b>6,753,486</b>     | <b>449,047,456</b> |

4.1 These represent collection and redemption accounts maintained by the Fund. The expected rate of return on savings account is 2.00% (30 June 2017: 2.00%) per annum.

4.2 The accounts carry expected rates of return ranging from 2.00% to 5.50% (30 June 2017: ranging from 2.00% to 5.60%) per annum.

4.3 The accounts carry expected rates of return ranging from 5.25% to 5.80% (30 June 2017: 5.35%) per annum.

# First Quarter Report 2017-18

## 5. INVESTMENTS - NET

|   |      | 30 September 2017 (Un-audited) |                  |                             |        |                  | 30 June 2017(Audited) |                  |                             |        |             |
|---|------|--------------------------------|------------------|-----------------------------|--------|------------------|-----------------------|------------------|-----------------------------|--------|-------------|
|   | Note | Equity<br>Sub-Fund             | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Others | Total            | Equity<br>Sub-Fund    | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Others | Total       |
| -----Rupees-----  |      |                                |                  |                             |        | -----Rupees----- |                       |                  |                             |        |             |
| At fair value through profit or loss - held for trading |      |                                |                  |                             |        |                  |                       |                  |                             |        |             |
| Equity securities - listed                              | 5.1  | 341,437,401                    | -                | -                           | -      | 341,437,401      | 352,101,520           | -                | -                           | -      | 352,101,520 |
| Available-for-sale                                      |      |                                |                  |                             |        |                  |                       |                  |                             |        |             |
| Sukuk certificates - unlisted                           | 5.2  | -                              | 12,516,000       | -                           | -      | 12,516,000       | -                     | 12,511,128       | -                           | -      | 12,511,128  |
| Government of Pakistan - Ijarah Sukuks                  | 5.3  | -                              | 130,962,000      | 50,370,000                  | -      | 181,332,000      | -                     | 132,587,000      | 50,995,000                  | -      | 183,582,000 |
|   |      | 341,437,401                    | 143,478,000      | 50,370,000                  | -      | 535,285,401      | 352,101,520           | 145,098,128      | 50,995,000                  | -      | 548,194,648 |

### 5.1 Listed equity securities - at fair value through profit or loss

#### Equity Sub-Fund

| Name of Investee Company | As at 1 July 2017 | Purchases during the period | Bonus/ Right during the period | Sales during the period | As at 30 September 2017 | Balance as at 30 September 2017 |              | Market value as a percentage of net assets of the Sub-Fund | Market value as a percentage of paid-up capital of investee company |
|--------------------------|-------------------|-----------------------------|--------------------------------|-------------------------|-------------------------|---------------------------------|--------------|--|---|
|                          |                   |                             |                                |                         |                         | Carrying Value                  | Market Value |  |   |

-----Number of shares-----

-----Rupees-----

-----Percentage-----

Fully paid up ordinary shares of Rs. 10/- each unless otherwise stated.

#### Commercial Banks

|                     |               |               |               |              |                |                  |                  |             |        |
|---------------------|---------------|---------------|---------------|--------------|----------------|------------------|------------------|-------------|--------|
| Meezan Bank Limited | 55,000        | 43,500        | 10,410        | 4,500        | 104,410        | 7,983,474        | 7,771,236        | 2.10        | 0.0104 |
|                     | <b>55,000</b> | <b>43,500</b> | <b>10,410</b> | <b>4,500</b> | <b>104,410</b> | <b>7,983,474</b> | <b>7,771,236</b> | <b>2.10</b> |        |

#### Textile Composite

|                      |               |               |          |               |               |                   |                   |             |        |
|----------------------|---------------|---------------|----------|---------------|---------------|-------------------|-------------------|-------------|--------|
| Nishat Mills Limited | 80,000        | 27,000        | -        | 17,000        | 90,000        | 13,945,507        | 13,059,000        | 3.52        | 0.0256 |
|                      | <b>80,000</b> | <b>27,000</b> | <b>-</b> | <b>17,000</b> | <b>90,000</b> | <b>13,945,507</b> | <b>13,059,000</b> | <b>3.52</b> |        |

# Atlas Pension Islamic Fund

## 5.1 Listed equity securities - at fair value through profit or loss (Continued...)

### Equity Sub-Fund

| Name of Investee Company  | As at 1 July 2017 | Purchases during the period | Bonus/ Right during the period | Sales during the period | As at 30 September 2017 | Balance as at 30 September 2017 |                   | Market value as a percentage of net assets of the Sub-Fund | Market value as a percentage of paid-up capital of investee company |
|---|-------------------|-----------------------------|--------------------------------|-------------------------|-------------------------|---------------------------------|-------------------|--|---|
|   |                   |                             |                                |                         |                         | Carrying Value                  | Market Value      |  |   |
| -----Number of shares-----  |                   |                             |                                |                         |                         | -----Rupees-----                |                   | -----Percentage-----                                       |   |
| Fully paid up ordinary shares of Rs. 10/- each unless otherwise stated. |                   |                             |                                |                         |                         |                                 |                   |  |   |
| <b>Cement</b>   |                   |                             |                                |                         |                         |                                 |                   |  |   |
| D.G. Khan Cement Company Limited  | 60,000            | -                           | -                              | 15,000                  | 45,000                  | 9,592,200                       | 6,608,700         | 1.78   | 0.0103  |
| Fauji Cement Company Limited  | 385,000           | 25,000                      | -                              | 160,000                 | 250,000                 | 10,195,962                      | 8,130,000         | 2.19   | 0.0181  |
| Kohat Cement Company Limited  | 38,800            | 20,000                      | -                              | -                       | 58,800                  | 12,464,273                      | 8,817,648         | 2.38   | 0.0381  |
| Lucky Cement Limited  | 28,500            | 1,500                       | -                              | -                       | 30,000                  | 24,882,057                      | 16,955,400        | 4.57   | 0.0093  |
| Pioneer Cement Limited  | 99,000            | -                           | -                              | -                       | 99,000                  | 12,870,000                      | 8,904,060         | 2.40   | 0.0436  |
|   | <b>611,300</b>    | <b>46,500</b>               | <b>-</b>                       | <b>175,000</b>          | <b>482,800</b>          | <b>70,004,492</b>               | <b>49,415,808</b> | <b>13.32</b>   |   |
| <b>Refinery</b>   |                   |                             |                                |                         |                         |                                 |                   |  |   |
| Attock Refinery Limited   | -                 | 3,000                       | -                              | -                       | 3,000                   | 1,227,000                       | 1,239,630         | 0.33   | 0.0035  |
| National Refinery Limited   | 5,500             | -                           | -                              | -                       | 5,500                   | 3,992,945                       | 3,651,505         | 0.98   | 0.0069  |
|   | <b>5,500</b>      | <b>3,000</b>                | <b>-</b>                       | <b>-</b>                | <b>8,500</b>            | <b>5,219,945</b>                | <b>4,891,135</b>  | <b>1.32</b>  |   |
| <b>Power Generation &amp; Distribution</b>                              |                   |                             |                                |                         |                         |                                 |                   |  |   |
| K-Electric Limited (face value Rs. 3.5/- per share)                     | -                 | 900,000                     | -                              | -                       | 900,000                 | 6,675,055                       | 6,336,000         | 1.71   | 0.0033  |
| The Hub Power Company Limited   | 166,600           | 64,600                      | -                              | 48,100                  | 183,100                 | 21,315,786                      | 20,472,411        | 5.52   | 0.0158  |
|   | <b>166,600</b>    | <b>964,600</b>              | <b>-</b>                       | <b>48,100</b>           | <b>1,083,100</b>        | <b>27,990,841</b>               | <b>26,808,411</b> | <b>7.23</b>  |   |
| <b>Oil &amp; Gas Marketing Companies</b>                                |                   |                             |                                |                         |                         |                                 |                   |  |   |
| Attock Petroleum Limited  | 27,200            | -                           | -                              | 9,500                   | 17,700                  | 11,087,811                      | 11,075,421        | 2.99   | 0.0213  |
| Pakistan State Oil Company Limited                                      | 27,000            | -                           | -                              | 10,000                  | 17,000                  | 6,584,950                       | 7,509,920         | 2.02   | 0.0063  |
| Sui Northern Gas Pipelines Limited                                      | 60,000            | 15,000                      | -                              | 15,000                  | 60,000                  | 8,773,667                       | 8,031,600         | 2.17   | 0.0095  |
|   | <b>114,200</b>    | <b>15,000</b>               | <b>-</b>                       | <b>34,500</b>           | <b>94,700</b>           | <b>26,446,428</b>               | <b>26,616,941</b> | <b>7.18</b>  |   |
| <b>Oil &amp; Gas Exploration Companies</b>                              |                   |                             |                                |                         |                         |                                 |                   |  |   |
| Mari Petroleum Company Limited  | 12,260            | 2,260                       | -                              | 1,020                   | 13,500                  | 21,213,236                      | 20,317,635        | 5.48   | 0.0122  |
| Oil & Gas Development Company Limited                                   | 127,500           | 75,000                      | -                              | 41,000                  | 161,500                 | 23,142,063                      | 24,005,360        | 6.47   | 0.0038  |
| Pakistan Oilfields Limited  | 32,500            | 8,000                       | -                              | 3,500                   | 37,000                  | 16,978,326                      | 19,685,480        | 5.31   | 0.0156  |
| Pakistan Petroleum Limited  | 81,000            | -                           | -                              | 10,000                  | 71,000                  | 10,517,940                      | 12,402,990        | 3.34   | 0.0036  |
|   | <b>253,260</b>    | <b>85,260</b>               | <b>-</b>                       | <b>55,520</b>           | <b>283,000</b>          | <b>71,851,565</b>               | <b>76,411,465</b> | <b>20.60</b>   |   |

## 5.1 Listed equity securities - at fair value through profit or loss (Continued...)

### Equity Sub-Fund

| Name of Investee Company                                  | As at 1 July 2017 | Purchases during the period | Bonus/ Right during the period | Sales during the period | As at 30 September 2017 | Balance as at 30 September 2017 |              | Market value as a percentage of net assets of the Sub-Fund | Market value as a percentage of paid-up capital of investee company |
|---|-------------------|-----------------------------|--------------------------------|-------------------------|-------------------------|---------------------------------|--------------|--|---|
|   |                   |                             |                                |                         |                         | Carrying Value                  | Market Value |  |   |
| -----Number of shares-----                                |                   |                             |                                |                         |                         | -----Rupees-----                |              | -----Percentage-----                                       |   |
| Engineering   |                   |                             |                                |                         |                         |                                 |              |  |   |
| International Industries Limited                          | 34,500            | 11,000                      | -                              | 2,500                   | 43,000                  | 15,710,760                      | 12,478,600   | 3.36   | 0.0359  |
| International Steels Limited                              | 12,500            | 32,500                      | -                              | 15,000                  | 30,000                  | 3,614,738                       | 3,633,900    | 0.98   | 0.0069  |
| Mughal Iron And Steel Industries Limited                  | 7,000             | -                           | -                              | -                       | 7,000                   | 565,110                         | 400,540      | 0.11   | 0.0028  |
|   | 54,000            | 43,500                      | -                              | 17,500                  | 80,000                  | 19,890,608                      | 16,513,040   | 4.45   |   |
| Automobile Assembler                                      |                   |                             |                                |                         |                         |                                 |              |  |   |
| Millat Tractors Limited                                   | 4,000             | -                           | -                              | -                       | 4,000                   | 5,497,760                       | 4,993,160    | 1.35   | 0.0090  |
| Pak Suzuki Motor Company Limited                          | 6,600             | -                           | -                              | 6,600                   | -                       | -                               | -            | -  | -   |
|   | 10,600            | -                           | -                              | 6,600                   | 4,000                   | 5,497,760                       | 4,993,160    | 1.35   |   |
| Automobile Parts & Accessories                            |                   |                             |                                |                         |                         |                                 |              |  |   |
| Agriauto Industries Limited (face value Rs.5/- per share) | 25,000            | -                           | -                              | -                       | 25,000                  | 10,797,500                      | 7,875,000    | 2.12   | 0.0868  |
| Thal Limited (face value Rs.5/- per share)                | 7,000             | 3,000                       | -                              | -                       | 10,000                  | 6,093,948                       | 5,511,000    | 1.49   | 0.0123  |
|   | 32,000            | 3,000                       | -                              | -                       | 35,000                  | 16,891,448                      | 13,386,000   | 3.61   |   |
| Cables & Electrical Goods                                 |                   |                             |                                |                         |                         |                                 |              |  |   |
| Pak Elektron Limited                                      | 100,000           | 45,000                      | -                              | -                       | 145,000                 | 14,427,310                      | 11,012,750   | 2.97   | 0.0291  |
| Pakistan Cables Limited                                   | 6,500             | -                           | -                              | -                       | 6,500                   | 2,080,000                       | 1,678,690    | 0.45   | 0.0228  |
|   | 106,500           | 45,000                      | -                              | -                       | 151,500                 | 16,507,310                      | 12,691,440   | 3.42   |   |
| Technology & Communications                               |                   |                             |                                |                         |                         |                                 |              |  |   |
| Pakistan Telecommunicaion Company Limited                 | 450,000           | 65,000                      | -                              | -                       | 515,000                 | 7,940,985                       | 7,585,950    | 2.05   | 0.0136  |
|   | 450,000           | 65,000                      | -                              | -                       | 515,000                 | 7,940,985                       | 7,585,950    | 2.05   |   |
| Fertilizer  |                   |                             |                                |                         |                         |                                 |              |  |   |
| Dawood Hercules Corporation Limited                       | 35,000            | -                           | -                              | 5,300                   | 29,700                  | 4,049,892                       | 3,663,792    | 0.99   | 0.0062  |
| Engro Corporation Limited                                 | 67,000            | 40,000                      | -                              | 17,500                  | 89,500                  | 28,547,153                      | 27,126,555   | 7.31   | 0.0171  |
| Engro Fertilizers Limited                                 | 430,000           | 15,000                      | -                              | 95,000                  | 350,000                 | 19,405,010                      | 22,018,500   | 5.94   | 0.0262  |
|   | 532,000           | 55,000                      | -                              | 117,800                 | 469,200                 | 52,002,055                      | 52,808,847   | 14.24  |   |

# Atlas Pension Islamic Fund

## 5.1 Listed equity securities - at fair value through profit or loss (Continued...)

### Equity Sub-Fund

| Name of Investee Company               | As at 1 July 2017 | Purchases during the period | Bonus/ Right during the period | Sales during the period | As at 30 September 2017 | Balance as at 30 September 2017 |              | Market value as a percentage of net assets of the Sub-Fund | Market value as a percentage of paid-up capital of investee company |
|--|-------------------|-----------------------------|--------------------------------|-------------------------|-------------------------|---------------------------------|--------------|--|---|
|  |                   |                             |                                |                         |                         | Carrying Value                  | Market Value |  |   |
|  |                   |                             |                                |                         |                         | -----Number of shares-----      |              | -----Rupees-----   |   |
| Pharmaceuticals                        |                   |                             |                                |                         |                         |                                 |              |  |   |
| Abbott Laboratories (Pakistan) Limited | 8,500             | -                           | -                              | 1,000                   | 7,500                   | 7,009,500                       | 5,917,500    | 1.60   | 0.0077  |
| Glaxosmithkline Pakistan Limited       | 22,500            | -                           | -                              | 22,500                  | -                       | -                               | -            | -  | -   |
| The Searle Company Limited             | 405               | -                           | -                              | -                       | 405                     | 207,352                         | 163,588      | 0.04   | 0.0003  |
|  | 31,405            | -                           | -                              | 23,500                  | 7,905                   | 7,216,852                       | 6,081,088    | 1.64   |   |
| Chemicals                              |                   |                             |                                |                         |                         |                                 |              |  |   |
| Archroma Pakistan Limited              | 3,000             | -                           | -                              | 3,000                   | -                       | -                               | -            | -  | -   |
| Sitara Chemical Industries Limited     | 14,650            | 4,500                       | -                              | -                       | 19,150                  | 8,471,683                       | 7,114,225    | 1.92   | 0.0894  |
|  | 17,650            | 4,500                       | -                              | 3,000                   | 19,150                  | 8,471,683                       | 7,114,225    | 1.92   |   |
| Paper & Board                          |                   |                             |                                |                         |                         |                                 |              |  |   |
| Packages Limited                       | -                 | 9,500                       | -                              | -                       | 9,500                   | 6,323,275                       | 5,481,595    | 1.48   | 0.0106  |
|  | -                 | 9,500                       | -                              | -                       | 9,500                   | 6,323,275                       | 5,481,595    | 1.48   |   |
| Leather & Tanneries                    |                   |                             |                                |                         |                         |                                 |              |  |   |
| Service Industries Limited             | -                 | 4,000                       | -                              | -                       | 4,000                   | 4,973,082                       | 3,648,000    | 0.98   | 0.0333  |
|  | -                 | 4,000                       | -                              | -                       | 4,000                   | 4,973,082                       | 3,648,000    | 0.98   |   |

## 5.1 Listed equity securities - at fair value through profit or loss (Continued...)

### Equity Sub-Fund

| Name of Investee Company       | As at 1 July 2017 | Purchases during the period | Bonus/ Right during the period | Sales during the period | As at 30 September 2017 | Balance as at 30 September 2017 |              | Market value as a percentage of net assets of the Sub-Fund | Market value as a percentage of paid-up capital of investee company |
|--------------------------------|-------------------|-----------------------------|--------------------------------|-------------------------|-------------------------|---------------------------------|--------------|--|---|
|                                |                   |                             |                                |                         |                         | Carrying Value                  | Market Value |  |   |
| -----Number of shares-----     |                   |                             |                                |                         |                         | -----Rupees-----                |              | -----Percentage-----                                       |   |
| Foods & Personal Care Products |                   |                             |                                |                         |                         |                                 |              |  |   |
| Al Shaheer Corporation Limited | 1,712             | 150,000                     | -                              | 50,000                  | 101,712                 | 3,546,554                       | 3,216,140    | 0.87   | 0.0716  |
| Engro Foods Limited            | -                 | 30,000                      | -                              | 30,000                  | -                       | -                               | -            | -  | -   |
|                                | 1,712             | 180,000                     | -                              | 80,000                  | 101,712                 | 3,546,554                       | 3,216,140    | 0.87   |   |
| Glass & Ceramics               |                   |                             |                                |                         |                         |                                 |              |  |   |
| Tariq Glass Industries Limited | 39,500            | 18,000                      | -                              | 29,500                  | 28,000                  | 3,196,700                       | 2,943,920    | 0.79   | 0.0381  |
|                                | 39,500            | 18,000                      | -                              | 29,500                  | 28,000                  | 3,196,700                       | 2,943,920    | 0.79   |   |
|                                |                   |                             |                                |                         |                         | 375,900,564                     | 341,437,401  | 92.06  |   |

## 5.2 Unlisted Sukuk certificates - Available for sale

Unlisted Sukuk Certificates – Available for sale

| As at 1 July 2017 | Purchased during the period  | Sales during the period | As at 30 September 2017    | Balance as at 30 September 2017 |                  | Market rate as a percentage of Net assets of the Sub-Fund | Market value as a percentage of total issue size |            |      |        |
|-------------------|--|-------------------------|----------------------------|---------------------------------|------------------|---|--|------------|------|--------|
|                   |  |                         |                            | Carrying Value                  | Market Value     |   |  |            |      |        |
| 5.2.1             | Debt Sub-Fund  | Note                    | -----Number of shares----- |                                 | -----Rupees----- | -----Percentage-----                                      |  |            |      |        |
|                   | Banks  |                         |                            |                                 |                  |   |  |            |      |        |
|                   | Meezan Bank Limited Tier - II ( <i>face value of Rs. 1,000,000 per certificate</i> ) |                         | 12                         | -                               | -                | 12  | 12,000,000                                       | 12,516,000 | 3.45 | 0.1714 |
|                   | Chemicals  |                         |                            |                                 |                  |   |  |            |      |        |
|                   | Agritech Limited   | 5.2.2                   | 740                        | -                               | -                | 740   | -  | -          | -    | -      |
|                   | Agritech Limited IV  | 5.2.2                   | 107                        | -                               | -                | 107   | -  | -          | -    | -      |
|                   |  |                         |                            |                                 |                  |   | -  | -          | -    | -      |
|                   |  |                         |                            |                                 |                  |   | 12,000,000                                       | 12,516,000 | 3.45 | 0.1714 |

# Atlas Pension Islamic Fund

**5.2.2** These securities have been classified as non-performing as per the requirements of SECP's Circular 1 of 2009 read with SECP's Circular 33 of 2012 and accordingly an aggregate provision of Rs.4,235,000 (30 June 2017: Rs.4,235,000), has been made in accordance with provisioning requirements specified by the SECP. During the year ended 30 June 2012, the Debt Sub-Fund entered into a restructuring agreement with Agritech Limited (the Company) whereby all overdue profit receivable on Sukuk Certificates held by the Debt Sub-Fund was converted into zero coupon Term Finance Certificates (TFCs). Accordingly, the Fund holds 107 certificates (having face value of Rs.5,000 each) of Agritech Limited IV as at 30 September 2017. In this regard, the aggregate provision also includes a provision of Rs.535,000 against these TFCs to fully cover the amount of investment. The details of these non-performing investments are as follows:

| Non-performing investment | Type of Investment       | Cost             | Provision held   | Net carrying value |
|---------------------------|--------------------------|------------------|------------------|--------------------|
|                           |                          | -----Rupees----- |                  |                    |
| Agritech Limited          | Sukuk Certificates       | 3,700,000        | 3,700,000        | -                  |
| Agritech Limited IV       | Term Finance Certificate | 535,000          | 535,000          | -                  |
|                           |                          | <b>4,235,000</b> | <b>4,235,000</b> | <b>-</b>           |

## 5.3 Government of Pakistan - Ijarah Sukuks

| Note | Face value        |                             |                                  |                         | Balance as at 30 September 2017 |              | Market value as a % of net assets of the Sub-Fund |
|------|-------------------|-----------------------------|----------------------------------|-------------------------|---------------------------------|--------------|---|
|      | As at 1 July 2017 | Purchased during the period | Sold / Matured during the period | As at 30 September 2017 | Amortised Cost                  | Market value |   |
|      | -----Rupees-----  |                             |                                  |                         |                                 |              |   |

### 5.3.1 Debt Sub-Fund

|  |       |             |   |   |             |                    |                    |              |
|--|-------|-------------|---|---|-------------|--------------------|--------------------|--------------|
| Government of Pakistan - Ijarah Sukuks | 5.3.2 | 130,000,000 | - | - | 130,000,000 | <b>130,074,996</b> | <b>130,962,000</b> | <b>36.10</b> |
|--|-------|-------------|---|---|-------------|--------------------|--------------------|--------------|

**5.3.2** The cost of investments is Rs. 130,167,800 (30 June 2017: Rs. 130,167,800). These investments carry rate of return of 5.51% (30 June 2017: 5.51%) per annum with maturities upto 18 December 2018 (30 June 2017: 18 December 2018).

# First Quarter Report 2017 -18

| Face value        |                             |                                  |                         | Balance as at 30 September 2017 |              | Market value as a % of net assets of the Sub-Fund |
|-------------------|-----------------------------|----------------------------------|-------------------------|---------------------------------|--------------|---|
| As at 1 July 2017 | Purchased during the period | Sold / Matured during the period | As at 30 September 2017 | Amortised Cost                  | Market value |   |

Note

-----Rupees-----

## 5.3.3 Money Market Sub-Fund

|  |       |            |   |   |            |            |            |       |
|--|-------|------------|---|---|------------|------------|------------|-------|
| Government of Pakistan - Ijarah Sukuks | 5.3.4 | 50,000,000 | - | - | 50,000,000 | 50,071,550 | 50,370,000 | 19.86 |
|--|-------|------------|---|---|------------|------------|------------|-------|

5.3.4 The cost of investments is Rs. 50,151,500 (30 June 2017: Rs. 50,151,500). These investments carry rate of return of 5.51% (30 June 2017: 5.51%) per annum with maturities on 18 December 2018 (30 June 2017: 18 December 2018).

| 30 September 2017 (Un-audited) |               |                       |       | 30 June 2017(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-----      |               |                       |       |

## 6. MARK-UP ACCRUED

Income accrued on:

|  |         |           |           |           |         |           |         |           |
|--|---------|-----------|-----------|-----------|---------|-----------|---------|-----------|
| Bank balances and term deposits        | 630,818 | 773,511   | 917,139   | 2,321,468 | 130,128 | 521,547   | 645,486 | 1,297,161 |
| Government of Pakistan - Ijarah Sukuks | -       | 2,060,926 | 792,664   | 2,853,590 | -       | 255,163   | 98,139  | 353,302   |
| Sukuk Certificates                     | -       | 65,599    | -         | 65,599    | -       | 265,526   | -       | 265,526   |
|  | 630,818 | 2,900,036 | 1,709,803 | 5,240,657 | 130,128 | 1,042,236 | 743,625 | 1,915,989 |

# Atlas Pension Islamic Fund

## 7. PAYABLE TO THE PENSION FUND MANAGER - Related Party

|   |      | 30 September 2017 (Un-audited) |           |         |        |           | 30 June 2017(Audited) |           |         |        |           |
|---|------|--------------------------------|-----------|---------|--------|-----------|-----------------------|-----------|---------|--------|-----------|
|   |      | Equity                         | Debt      | Money   |        |           | Equity                | Debt      | Money   |        |           |
|   |      | Sub-Fund                       | Sub-Fund  | Market  | Others | Total     | Sub-Fund              | Sub-Fund  | Market  | Others | Total     |
|   | Note | -----Rupees-----               |           |         |        |           | -----Rupees-----      |           |         |        |           |
| Pension Fund Manager fee  | 7.1  | 456,134                        | 221,972   | 103,991 | -      | 782,097   | 493,740               | 206,711   | 103,551 | -      | 804,002   |
| Sindh Sales Tax payable on remuneration of the Pension Fund Manager                   | 7.2  | 298,392                        | 186,259   | 111,249 | -      | 595,900   | 303,286               | 184,274   | 111,193 | -      | 598,753   |
| Provision for Federal Excise Duty payable on remuneration of the Pension Fund Manager | 7.3  | 1,611,207                      | 1,046,875 | 644,724 | -      | 3,302,806 | 1,611,207             | 1,046,875 | 644,724 | -      | 3,302,806 |
| Others  |      | -                              | -         | -       | -      | -         | -                     | -         | -       | -      | -         |
|   |      | 2,365,733                      | 1,455,106 | 859,964 | -      | 4,680,803 | 2,408,233             | 1,437,860 | 859,468 | -      | 4,705,561 |

**7.1** In accordance with the provisions of the VPS Rules, the Pension Fund Manager is entitled to receive an annual management fee of 1.50% per annum average of the value of the net assets of the Fund calculated during the year for determining the prices of the units of the Sub-Funds. The Pension Fund Manager has charged its remuneration at the rate of 1.50% per annum (30 June 2017: 1.50%) of the average value of the net assets of the Fund for the year on equity sub fund, whilst for APIF-Debt Sub Fund and APIF-Money Market Sub Fund, the Pension Fund Manager has charged its remuneration at the rate of 0.75% (30 June 2017: 0.75%) and 0.50% (30 June 2017: 0.50%) respectively of the average value of the net assets of these Sub Funds, which is paid monthly in arrears.

**7.2** During the period, an amount of Rs.315,172 (2016: Rs.260,869) was charged on account of sales tax on remuneration of the Pension Fund Manager levied through Sindh Sales Tax on Services Act, 2011, and an amount of Rs.318,025 (2016: Rs.262,043) has already been paid to the Pension Fund Manager which acts as a collecting agent.

**7.3** The Finance Act, 2013 has enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from 13 June 2013. As the asset management services rendered by the Pension Fund Manager 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 Pension Fund Manager is of the view that further levy of FED is not justified.

On 4 September 2013, a Constitutional Petition has been filed in Honorable Sindh High Court (SHC) jointly by various asset management companies/pension fund managers including that of the Fund, together with their representative Collective Investment Schemes/Voluntary Pension Schemes through their trustees, challenging the levy of FED. In this respect, the Hon'ble SHC has issued a stay order against recovery proceedings. The hearing of the petition is pending.

During the year, 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 Pension Fund Managers 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 Pension Fund Manager 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.3.3 million (30 June 2017: Rs.3.3 million) is being retained in the financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan.

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

|                                       |     | 30 September 2017 (Un-audited) |                  |                             |          |                | 30 June 2017 (Audited) |                  |                             |          |                |
|---------------------------------------|-----|--------------------------------|------------------|-----------------------------|----------|----------------|------------------------|------------------|-----------------------------|----------|----------------|
|                                       |     | Equity<br>Sub-Fund             | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Others   | Total          | Equity<br>Sub-Fund     | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Others   | Total          |
| Note                                  |     | -----Rupees-----               |                  |                             |          |                | -----Rupees-----       |                  |                             |          |                |
| Trustee fee                           |     | 45,613                         | 44,393           | 31,198                      | -        | 121,204        | 44,036                 | 36,473           | 26,925                      | -        | 107,434        |
| Sindh Sales Tax on Trustee fee        | 8.1 | 5,930                          | 5,771            | 4,056                       | -        | 15,757         | 5,725                  | 4,742            | 3,500                       | -        | 13,967         |
| Settlement charges                    |     | 3,000                          | 500              | 500                         | -        | 4,000          | 3,000                  | 500              | 500                         | -        | 4,000          |
| Sindh Sales Tax on settlement charges |     | 390                            | 65               | 65                          | -        | 520            | 390                    | 65               | 65                          | -        | 520            |
|                                       |     | <b>54,933</b>                  | <b>50,729</b>    | <b>35,819</b>               | <b>-</b> | <b>141,481</b> | <b>53,151</b>          | <b>41,780</b>    | <b>30,990</b>               | <b>-</b> | <b>125,921</b> |

8.1 During the year, an amount of Rs.50,448 (2016: 39,519) 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.48,658 (2016: 39,969) was paid to the Trustee which acts as a collecting agent.

## 9. ACCRUED EXPENSES AND OTHER LIABILITIES

|   |     | 30 September 2017 (Un-audited) |                  |                             |                |                  | 30 June 2017 (Audited) |                  |                             |                  |                   |
|---|-----|--------------------------------|------------------|-----------------------------|----------------|------------------|------------------------|------------------|-----------------------------|------------------|-------------------|
|   |     | Equity<br>Sub-Fund             | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Others         | Total            | Equity<br>Sub-Fund     | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Others           | Total             |
| Note                                      |     | -----Rupees-----               |                  |                             |                |                  | -----Rupees-----       |                  |                             |                  |                   |
| Payable to charity                        | 9.1 | 38,135                         | -                | -                           | -              | 38,135           | 28,052                 | -                | -                           | -                | 28,052            |
| Withholding tax payable                   |     | 3,557                          | 2,013            | 1,475                       | 14,216         | 21,261           | 7,669                  | 4,980            | 3,811                       | 136,046          | 152,506           |
| Zakat payable                             |     | -                              | -                | -                           | 20,011         | 20,011           | -                      | -                | -                           | 15,835           | 15,835            |
| Provision for Sindh Workers' Welfare Fund | 9.2 | 2,442,724                      | 572,930          | 440,431                     | -              | 3,456,085        | 2,442,724              | 501,936          | 385,965                     | -                | 3,330,625         |
| Others                                    |     | -                              | -                | -                           | 361,193        | 361,193          | 55,857                 | -                | -                           | 6,601,605        | 6,657,462         |
|   |     | <b>2,484,416</b>               | <b>574,943</b>   | <b>441,906</b>              | <b>395,420</b> | <b>3,896,685</b> | <b>2,534,302</b>       | <b>506,916</b>   | <b>389,776</b>              | <b>6,753,486</b> | <b>10,184,480</b> |

# Atlas Pension Islamic Fund

- 9.1 The Shariah Advisor of the Fund has certified an amount of Rs.38,135 (30 June 2017: Rs.181,844) against dividend income as Shariah non-compliant income which has accordingly, been marked to charity and will be paid in due course of time.
- 9.2 The Finance Act, 2008 had introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance) as a result of which it was construed that all Collective Investment Schemes (CISs)/mutual funds whose income exceeded Rs.0.5 million in a tax year were 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 was higher. In light of this, the Mutual Funds Association of Pakistan (MUFAP) filed a constitutional petition in the Honourable Sindh High Court (SHC) challenging the applicability of WWF on CISs which is pending adjudication. Similar cases were disposed of by the Peshawar and the Lahore High Courts in which these amendments were declared unlawful and unconstitutional. However, these decisions were challenged in the Supreme Court of Pakistan.

Subsequently, the Finance Act, 2015 introduced an amendment under which CISs/mutual funds have been excluded from the definition of "industrial establishment" subject to WWF under the WWF Ordinance. Consequently, mutual funds are not subject to this levy after the introduction of this amendment which is applicable from tax year 2016. Accordingly, no further provision in respect of WWF was made with effect from 1 July 2015.

On 10 November 2016 the Supreme Court of Pakistan (SCP) has passed a judgment declaring the amendments made in the Finance Acts 2006 and 2008 pertaining to WWF as illegal citing that WWF was not in the nature of tax and could, therefore, not have been introduced through money bills. Accordingly, the aforesaid amendments have been struck down by the SCP. The Federal Board of Revenue has filed a petition in the SCP against the said judgment, which is pending hearing. While the petitions filed by the CISs on the matter are still pending before the SHC, the Mutual Funds Association of Pakistan (MUFAP) (collectively on behalf of the asset management companies and their CISs) has taken legal and tax opinions on the impact of the SCP judgement on the CISs petition before the SHC. Both legal and tax advisors consulted were of the view that the judgment has removed the very basis on which the demands were raised against the CISs. Therefore, there was no longer any liability against the CISs under the WWF Ordinance and that all cases pending in the SHC or lower appellate forums will now be disposed of in light of the earlier judgement of the SCP.

Furthermore, 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 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 the 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. However, it may be stated that under Companies Act, 2017 mutual funds are explicitly excluded from the definition of financial institution. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs/mutual funds excluded from the applicability of SWWF.

In view of the above developments regarding the applicability of WWF and SWWF on CISs/mutual funds and pension funds, MUFAP has recommended the following to all its members on 12 January 2017:

- based on legal opinion, the entire provision against WWF held by the CISs till 30 June 2015, to be reversed on 12 January 2017; and
- the provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the SWWF Act, 2014 (i.e. starting from 21 May 2015) on 12 January 2017.

Accordingly, the provision for WWF was reversed on 12 January 2017 and provision for SWWF been made from 21 May 2015 till 12 January 2017 and is being made on a daily basis going forward.

The above decisions were communicated to the SECP and the Pakistan Stock Exchange Limited on 12 January 2017 and the SECP vide its letter dated 1 February 2017 has advised MUFAP that the adjustments relating to the above should be prospective and supported by adequate disclosures in the financial statements of the CISs/mutual funds and pension funds. Accordingly, the Fund has recorded these adjustments in its books on 12 January 2017.

# First Quarter Report 2017 -18

## 10. NUMBER OF UNITS IN ISSUE

|   | For the Quarter Ended 30 September 2017 (Un-audited) |                  |                             |           | For the Quarter Ended 30 September 2016 (Un-audited) |                  |                             |           |
|---|--|------------------|-----------------------------|-----------|--|------------------|-----------------------------|-----------|
|   | Equity<br>Sub-Fund                                   | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Total     | Equity<br>Sub-Fund                                   | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Total     |
|   | -----Number of Units in Issue -----                  |                  |                             |           | -----Number of Units in Issue -----                  |                  |                             |           |
| Total units in issue at the beginning of the period | 585,771  | 1,755,655        | 1,233,077                   | 3,574,503 | 581,556  | 1,483,791        | 1,053,287                   | 3,118,634 |
| Add: Units issued during the period                 | 40,280   | 170,713          | 79,748                      | 290,741   | 28,687   | 96,396           | 57,225                      | 182,308   |
| Less: Units redeemed during the period              |  |                  |                             |           |  |                  |                             |           |
| - Directly by participants                          | (26,393)   | (73,605)         | (84,578)                    | (184,576) | (23,843)   | (115,663)        | (71,366)                    | (210,872) |
| - Transfer to other Pension Fund                    | (298)  | (660)            | (419)                       | (1,377)   | (1,742)  | (1,571)          | -                           | (3,313)   |
|   | (26,691)   | (74,265)         | (84,997)                    | (185,953) | (25,585)   | (117,234)        | (71,366)                    | (214,185) |
| Total units in issue at the end of the period       | 599,360  | 1,852,103        | 1,227,828                   | 3,679,291 | 584,658  | 1,462,953        | 1,039,146                   | 3,086,757 |

## 11. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 30 September 2017 and as at 30 June 2017.

## 12. MARK UP INCOME

|  |      | For the Quarter Ended 30 September 2017 (Un-audited) |                  |                             |           | For the Quarter Ended 30 September 2016 (Un-audited) |                  |                             |           |
|--|------|--|------------------|-----------------------------|-----------|--|------------------|-----------------------------|-----------|
|  |      | Equity<br>Sub-Fund                                   | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Total     | Equity<br>Sub-Fund                                   | Debt<br>Sub-Fund | Money<br>Market<br>Sub-Fund | Total     |
|  |      | -----Rupees -----                                    |                  |                             |           | -----Rupees -----                                    |                  |                             |           |
| Income on bank balances and term deposits        |      | 947,329  | 2,546,053        | 2,579,842                   | 6,073,224 | 314,646  | 698,963          | 1,137,483                   | 2,151,092 |
| Income on Government of Pakistan - Ijarah Sukuks |      | -  | 1,790,188        | 679,665                     | 2,469,853 | -  | 2,576,133        | 1,158,777                   | 3,734,910 |
| Income on Sukuk certificates                     | 12.1 | -  | 200,734          | -                           | 200,734   | -  | 19,410           | -                           | 19,410    |
|  |      | 947,329  | 4,536,975        | 3,259,507                   | 8,743,811 | 314,646  | 3,294,506        | 2,296,260                   | 5,905,412 |

12.1 Mark-up on non performing securities amounting to Rs.2,525,047 (2016: Rs.2,213,403) based on outstanding principal has not been recognized, in accordance with the SECP's directives.

# Atlas Pension Islamic Fund

## 13. CONTRIBUTION TABLE

|             | For the Quarter Ended 30 September 2017 (Un-audited) |                   |                |                   |                       |                   |                   | For the Quarter Ended 30 September 2016 (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 | 2,006  | 1,338,300         | 20,495         | 4,000,335         | 16,235                | 3,326,312         | 8,664,947         | 11,493   | 6,425,328         | 9,704         | 1,803,455         | 5,390                 | 1,058,166         | 9,286,949         |
| Employers   | 38,274   | 24,551,495        | 150,218        | 29,315,361        | 63,513                | 13,057,797        | 66,924,653        | 17,194   | 9,610,273         | 86,692        | 16,093,260        | 51,834                | 10,167,135        | 35,870,668        |
|             | <b>40,280</b>  | <b>25,889,795</b> | <b>170,713</b> | <b>33,315,696</b> | <b>79,748</b>         | <b>16,384,109</b> | <b>75,589,600</b> | <b>28,687</b>  | <b>16,035,601</b> | <b>96,396</b> | <b>17,896,715</b> | <b>57,225</b>         | <b>11,225,301</b> | <b>45,157,617</b> |

## 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 the 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 condensed interim financial statements.

|  | For the Quarter Ended 30 September 2017 (Un-audited) |               |                       |        |       | For the Quarter Ended 30 September 2016 (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   |               |                       |        |       |

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

#### Atlas Asset Management Limited (Pension Fund Manager)

|   |           |         |         |   |           |           |         |         |   |           |
|---|-----------|---------|---------|---|-----------|-----------|---------|---------|---|-----------|
| Remuneration for the period                                     | 1,433,010 | 667,910 | 323,487 | - | 2,424,407 | 1,232,271 | 515,603 | 258,818 | - | 2,006,692 |
| Remuneration paid   | 1,470,616 | 652,649 | 323,047 | - | 2,446,312 | 1,193,386 | 516,173 | 258,425 | - | 1,967,984 |
| Sindh sales tax on remuneration of the Pension Fund Manager     | 186,291   | 86,828  | 42,053  | - | 315,172   | 160,195   | 67,028  | 33,646  | - | 260,869   |
| Federal Excise Duty on remuneration of the Pension Fund Manager | -         | -       | -       | - | -         | -         | -       | -       | - | -         |

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

|  |         |         |         |   |         |         |         |        |   |         |
|--|---------|---------|---------|---|---------|---------|---------|--------|---|---------|
| Trustee fee                                    | 148,550 | 138,378 | 101,128 | - | 388,056 | 123,224 | 103,118 | 77,656 | - | 303,998 |
| Trustee fee paid                               | 146,973 | 130,458 | 96,855  | - | 374,286 | 119,338 | 103,234 | 77,537 | - | 300,109 |
| Sindh sales tax on remuneration of the Trustee | 19,312  | 17,989  | 13,147  | - | 50,448  | 16,019  | 13,405  | 10,095 | - | 39,519  |
| Settlement charges                             | 8,552   | 1,500   | 1,500   | - | 11,552  | 10,305  | 1,500   | 1,500  | - | 13,305  |
| Sindh sales tax on settlement charges          | 1,113   | 195     | 195     | - | 1,503   | 1,340   | 195     | 195    | - | 1,730   |

# First Quarter Report 2017-18

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

|  | For the Quarter Ended 30 September 2017 (Un-audited) |          |          |        |           | For the Quarter Ended 30 September 2016 (Un-audited) |          |          |        |         |
|--|--|----------|----------|--------|-----------|--|----------|----------|--------|---------|
|  | Equity   | Debt     | Money    | Others | Total     | Equity   | Debt     | Money    | Others | Total   |
|  | Sub-Fund   | Sub-Fund | Market   |        |           | Sub-Fund   | Sub-Fund | Market   |        |         |
|  | Sub-Fund   | Sub-Fund | Sub-Fund |        |           | Sub-Fund   | Sub-Fund | Sub-Fund |        |         |
|  | -----Rupees-----                                     |          |          |        |           | -----Rupees-----                                     |          |          |        |         |
| Key management personnel                 |  |          |          |        |           |  |          |          |        |         |
| Contributions                            | 414,426  | 227,327  | 413,966  | -      | 1,055,719 | 286,459  | 53,057   | 178,908  | -      | 518,424 |
| Contributions (Number of units)          | 643  | 1,164    | 2,012    | -      | 3,819     | 516  | 286      | 912      | -      | 1,714   |
| Redemption                               | 6,915  | 5,520    | -        | -      | 12,435    | 159,165  | 89,933   | 56,357   | -      | 305,455 |
| Redemption (Number of units)             | 11   | 28       | -        | -      | 39        | 289  | 486      | 288      | -      | 1,063   |
| Re-allocation                            | 17,087   | (17,087) | -        | -      | -         | (12,443)   | 12,443   | -        | -      | -       |
| Re-allocation (Number of units)          | 28   | (87)     | -        | -      | (59)      | (22)   | 67       | -        | -      | 45      |
| Payment from Income Payment Plan         | (6,915)  | (5,520)  | -        | -      | (12,435)  | -  | -        | -        | -      | -       |
| Payment from Income Payment Plan (Units) | (11)   | (28)     | -        | -      | (39)      | -  | -        | -        | -      | -       |

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

|   | 30 September 2017 (Un-audited) |            |            |        |             | 30 June 2017 (Audited) |            |            |        |             |
|---|--------------------------------|------------|------------|--------|-------------|------------------------|------------|------------|--------|-------------|
|   | Equity                         | Debt       | Money      |        |             | Equity                 | Debt       | Money      |        |             |
|   | Sub-Fund                       | Sub-Fund   | Market     | Others | Total       | Sub-Fund               | Sub-Fund   | Market     | Others | Total       |
|   |                                |            | Sub-Fund   |        |             |                        |            | Sub-Fund   |        |             |
|   | -----Rupees-----               |            |            |        |             | -----Rupees-----       |            |            |        |             |
| Atlas Asset Management Limited (Pension Fund Manager) |                                |            |            |        |             |                        |            |            |        |             |
| Investment at period / year end                       | 102,719,140                    | 32,512,760 | 34,288,960 | -      | 169,520,860 | 111,815,940            | 32,341,780 | 34,015,060 | -      | 178,172,780 |
| Units held (Number of units)                          | 166,000                        | 166,000    | 166,000    | -      | 498,000     | 166,000                | 166,000    | 166,000    | -      | 498,000     |
| Key management personnel                              |                                |            |            |        |             |                        |            |            |        |             |
| Investment at period / year end                       | -                              | -          | -          | -      | -           | 698,513                | 413,040    | 200,197    | -      | 1,311,750   |
| Units held (Number of units)                          | 51,947                         | 153,363    | 169,844    | -      | 375,154     | 1,037                  | 2,120      | 977        | -      | 4,134       |

# 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 the brokers as announced on the Reuters page.
- Investment in Sukuk certificates are valued in accordance with the methodology for valuation of debt securities prescribed by the SECP. 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 circulars.
- 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

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 Pension Fund Manager on 26 October 2017.

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



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