
ALFALAH

Investments

QUARTERLY REPORT



DECEMBER 31,
2023

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MISSION STATEMENT

"To be the best money management company in Pakistan. We will hold our clients money in scared trust that has to be actively protected and sustainably nurtured so as to achieve client objectives".

VISION STATEMENT

"To be the leading wealth management firm by offering global investment advice trusts services, family estate planning etc for all Pakistani clients whether based in Pakistan or abroad".

DIRECTORS' REPORT TO THE UNIT HOLDERS FOR THE HALF YEAR ENDED DECEMBER 31, 2023

On behalf of the Board of Directors, I am pleased to present the Financial Statements of Alfalah GHP Income Multiplier Fund (AGIMF), Alfalah GHP Cash Fund (AGCF), Alfalah GHP Islamic Stock Fund (AGISTF), Alfalah GHP Alpha Fund (AGAF), Alfalah GHP Value Fund (AGVF), Alfalah GHP Sovereign Fund (AGSOF), Alfalah GHP Income Fund (AGIF), Alfalah GHP Stock Fund (AGSTF), Alfalah GHP Money Market Fund (AGMMF), Alfalah GHP Consumer Index Exchange Traded Fund (ACIETF) Alfalah GHP Islamic Income Fund (AGIIF), Alfalah GHP Prosperity Planning Fund (AGPPF), Alfalah GHP Islamic Prosperity Planning Fund (AGIPPF), Alfalah GHP Dedicated Equity Fund (AGDEF), Alfalah GHP Islamic Value Fund (AGIVF), Alfalah Islamic Rozana Aamdani Fund (AIRAF), Alfalah GHP Islamic Dedicated Equity Fund (AGIDEF), Alfalah Stable Return Plan - VI (ASRF-VI), Alfalah Stable Return Plan - VIII (ASRF - VI), Alfalah Stable Return Plan - IV (ASRF - IV), Alfalah Financial Sector Income Fund -I (AFSIF - I), Alfalah Financial Value Fund (AFVF), Alfalah Islamic Money Market Fund(AIMMF), Alfalah Islamic Sovereign Fund Plan - I (AISOF - I) , Alfalah Islamic Sovereign Fund Plan - II (AISOF - II) for the half year ended December 31, 2023.

Economic Overview

Most of the world economies are currently recovering from a multiyear high inflation and interest rates. Domestic inflation as well have started easing from Dec-23, peaking at 38% in May 23 because of high commodity prices, adjustments in utility tariffs and depreciation of the rupee which have continued to exert upward pressure on domestic prices. As a result, inflation for 7 months of FY24 has averaged at 28.73% YoY. The recovery from floods has been significant, with the main crops expected to hit their peak production levels for the year.

In response to rising inflation, the Central Bank has increased policy rate by a cumulative 1500bps to 22% from 7% in Sep 2021. As per MPC, the hikes were aimed at ensuring that the elevated inflation does not become entrenched and risks to financial stability are contained. In contrast, in the last 5 meetings of the monetary policy committee (MPC), the central banks have kept policy rates at 22% on the grounds of achieving positive real interest rates on a 12M forward-looking basis due to a high base effect.

As a result of multiyear high agricultural yields, relaxation on imports by Central bank, positive current account balance and a stable PKR, the GDP growth for FY24 is expected to be around 2%.

The Current Account posted a deficit of \$831 million for 1HFY24 as against a deficit of \$3.63 billion during the same period last year (down 77%). Persistent decline in imports in wake of import controls by the authorities is the core reason for this achievement. In 1HFY24, Remittances have clocked in at \$13,435 million vs \$14,418 million compared to same period last year displaying a decline of 6.8%, mainly because of globally high inflation.

Forex reserves have been increasing since the start of the FY24, from its critical levels of US\$ 4.4bn in June 2023, to US\$8.0bn as of Feb 2024, where couple of successful IMF program reviews being the primary reason behind this. In July 2023, Pakistan entered into a Standby Agreement with the IMF, securing financial support of US\$3bn over 9 months, including an initial disbursement of US\$1.2bn. Moreover, the country received financial support of US\$3bn from its bilateral partners. This boosted total FX reserves to US\$12.8bn from US\$9.2bn in June 2023 and holds potential to attract further inflows. These inflows are expected to assist in managing external debt repayments due in FY24 and FY25.

External debt repayments for FY24 stand at US\$24.6bn, out of which US\$5.4bn is already repaid, US\$12.4bn is expected to be rolled over while remainder of US\$6.8bn will be paid in last 2 quarters.

Pakistan underway into IMF program is quite critical for the economic stability and growth. SBP reserves currently stand at \$8.2bn, translating into approx. Two month of import cover. Steps have been taken in order to revive the economic health of the nation, which includes market driven exchange rate, downward trend in inflation and potential rate cuts in the upcoming months. Moreover, we expect the Government to make reforms including a) increase in utility tariffs, b) resolution of circular debt and c) discontinuation of subsidies.

Equity Market Review

In the current calendar year, the KSE-100 index witnessed a notable bullish trend supported by successful implementation of an IMF program and essential structural reforms addressing persistent challenges. Reaching an unprecedented peak of 66,426 on December 12, 2023, the index closed the year at 62,451, reflecting a substantial 54.50% for the calendar year 2023. The year began under challenging economic conditions, characterized by escalating interest rates and political uncertainties, initially impacting investor confidence and dampening market performance. Factors such as inflation and continuous PKR devaluation exacerbated these challenges, compounded by postponed elections and heightened political polarization, fostering a prevailing negative sentiment.

However, following the Standby Arrangement with the IMF in July 2023 along with support from bilateral lenders, investor confidence witnessed a resurgence, prompting increased inflows into the market. Government initiatives targeted at curbing illegal foreign currency transactions and preventing further PKR depreciation also contributed to enhance investor trust.

The year 2023 remained a turnaround year for foreign investments as portfolio investment inflow for amounted to USD 73mn Compared to last year's outflow of 49mn, as foreigners remained net buyer compared to being net sellers for eight consecutive years. Major buying from foreigners remained mainly in Commercial Banks, Cements, and in Oil & Gas Exploration Companies.

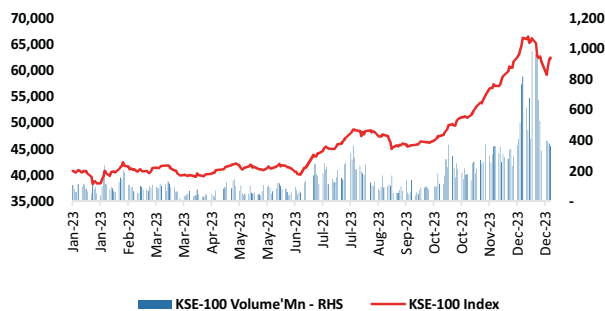
In the long term, we expect KSE100 index to perform better driven by:

Sustained economic growth and IMF program: Signing of SBA with IMF along with two successful reviews shows commitment of Pakistan towards structural reforms including market based exchange rate, higher tax revenues, elimination of subsidies and resolution of circular debt along with sustained economic growth is expected to drive market performance. Moreover, inflows from Multilaterals and friendly countries have provided much needed respite to dwindling forex reserves.

Attractive fundamentals: Forward P/E stands below 4x, which implies more than 50% discount to historic average P/E of KSE100. Moreover, it is also cheap in comparison to peers as it stands at almost 70% discount to Asia Pacific regional average P/E of 15. We feel, such a low P/E is unwarranted since corporates have done extraordinary well sustaining a CAGR of 11.3% in profitability growth over last 10 years, and are trying to maintain operating profits even in such difficult economic environment. Moreover, the dividend yield of 12% is one of the highest in the region and serves as icing on the cake.

Rate cuts to support the market: The State Bank of Pakistan (SBP) has shown no inclination to raise interest rates further, with the policy rate remaining unchanged at 22%, under the projection that inflation is set to reach around the 13%-15% range by the end of September 2024, owing to an increase in domestic food supply and base effects. As a result, we cannot rule out the possibility of a 7%-9% reduction in the policy rate within the next 12 months. Historically, a decline in interest rates has played a pivotal role in bolstering stock market performance. Lower interest rates tend to reduce the cost of borrowing for companies, stimulating credit growth and corporate investment in expansions, resulting in higher profitability. This potential decline in interest rates is expected to make equity investments relatively more attractive than fixed-income instruments, propelling demand for stocks and triggering positive market performance.

KSE-100 Index - Closing of index and Volumes

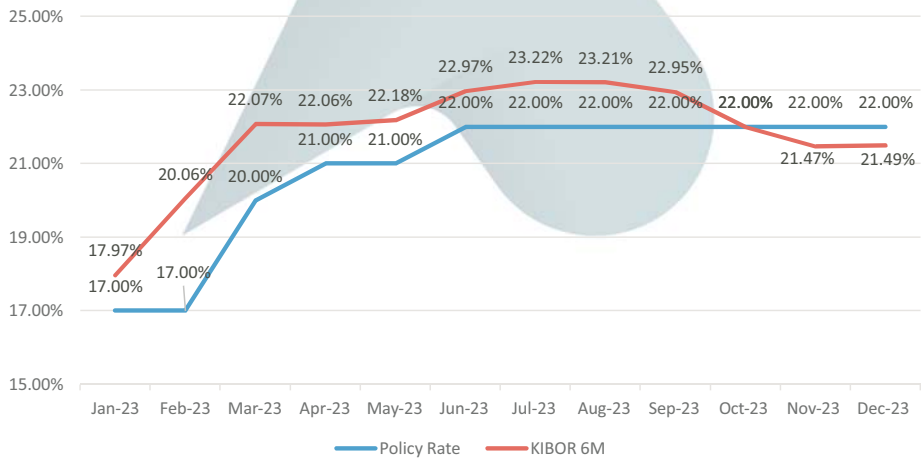


Money Market Review:

CY23 remained a volatile year for Money Market, there had been a sharp increase in secondary yields as 3M-PKRV yield rose from 17.75% to 21.28% throughout CY23 owing to risk related to elevated inflation and depleting FX reserves. The cumulative policy rate hike during the year was 600bps in order to tame down inflation and domestic currency. Overall, the Inflation remained at upward trajectory and average inflation clocked in at 30.9% YoY in CY23, mainly due to consistent hike in electricity and gas tariff and increase in Food, Housing & Transport Indices as well.

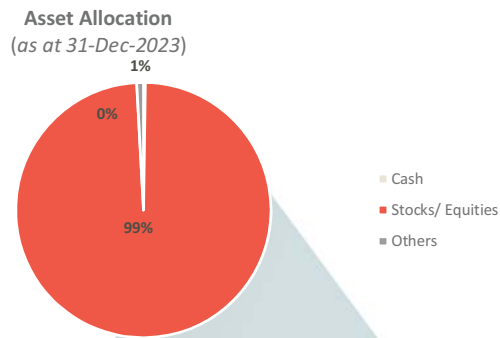
In the last quarter of CY23, secondary yields showed some respite after touching decade high of 23.78% during 3QCY23. Measures to curb illegal exchange activities and currency smuggling led to recovery in PKR. The interim political setup has successfully established essential political stability, while a firm adherence to the IMF performance criteria underscoring commitment to economic stability keep forward real rate positive on 12-Month basis. Yields on 3m, 6m and 12m paper decreased by 118bps, 144bps and 158bps and stood at 21.28%, 21.37% and 21.32% respectively. On the other hand, yield on longer tenor bonds decreased by 257bps, 133bps and 121bps and settled at 16.54%, 15.9% and 14.91% for 3yr, 5yr and 10yr paper respectively.

In terms of raising money from primary market through auctions, the Government had faced deterrence in first three quarter of CY23. Major participation remained tilted towards shorter-tenors T-Bills due to inflation uncertainty as average inflation stood at 31.7% during this period. In 4QCY23, large participation was observed in large tenors as well including 6-Month and 12-Month duration T-Bills due to expectation of monetary easing. Going forward, stability in currency and better farm economics along with high base effect is expected to keep inflation outlook positive. The declining inflation will provide ample room for the SBP to start cutting rates. We expect SBP to decrease policy rate by around 700bps in CY24. However, the impact of volatility in Energy prices and freight cost due to Middle East conflict and further increase in gas price remained a major threat to future inflation outlook and may result in higher than expected inflation.



Fund Operations and Performance***Alfalah GHP Alpha Fund***

During 1HFY24, AGAF earned a return of 52.38% versus the benchmark (KSE-100) return of 50.66% during the same period.

**Key Financial Data**
(Rupees in millions)

Description	Half year ended December 31, 2023	Half year ended December 31, 2022
Average Net Assets	573.29	603.68
Gross Loss / income	263.51	2.18
Net comprehensive income	249.83	-12.41
Net Assets Value per Unit (Rs.)	74.56	47.89
Issuance of units during the period	39.20	10.08
Redemption of units during the period	-119.98	-93.48

Alfalah GHP Islamic Stock Fund

In 1HFY24, AGISTF earned a return of 55.60% while its benchmark earned a return of 48.03% during the same period.

Asset Allocation
(as at 31-Dec-2023)



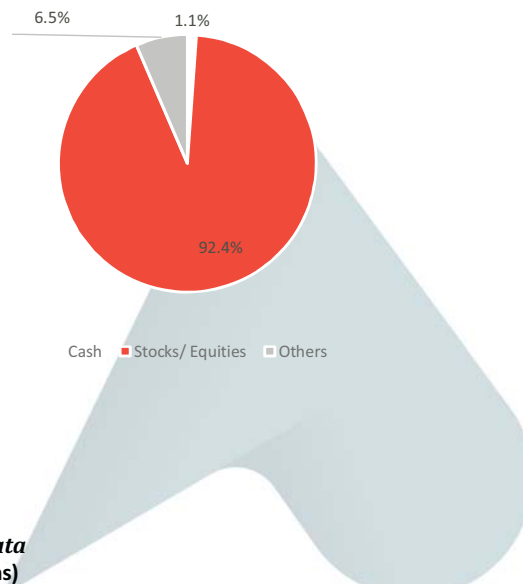
Key Financial Data
(Rupees in millions)

Description	Half year ended December 31, 2023	Half year ended December 31, 2022
Average Net Assets	1453.38	1,363.14
Gross loss/ income	678.62	15.70
Net comprehensive income	64.58	-16.62
Net Assets Value per Unit (Rs.)	57.4465	36.4432
Issuance of units during the period	485.26	256.61
Redemption of units during the period	-682.23	-392.46

Alfalah GHP Stock Fund

During 1HFY24, AGSF earned a return of 56.41% while its benchmark earned a return of 50.66% during the same period.

Asset Allocation
(as at 31-Dec-2023)



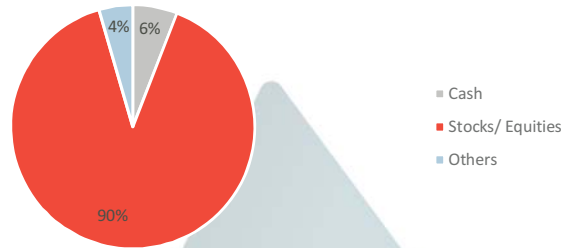
Key Financial Data
(Rupees in millions)

Description	Half year ended December 31, 2023	Half year ended December 31, 2022
Average Net Assets	1,203.98	1285.68
Gross income	560.18	-2.46
Net Comprehensive Income	530.98	-33.43
Net Assets Value per Unit (Rs.)	140.4710	87.7111
Issuance of units during the period	878.01	120.83
Redemption of units during the period	-1,154.05	-280.84

Alfalah GHP Dedicated equity fund

During 1HFY24, AGDEF earned a return of 51.30% while its benchmark earned a return of 50.66% during the same period.

Asset Allocation
(as at 31-Dec-2023)



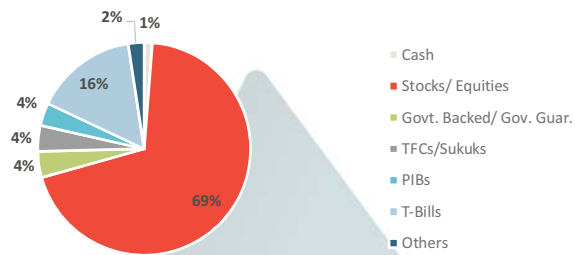
Key Financial Data
(Rupees in millions)

Description	Half year ended	
	31-Dec-23	31-Dec-22
Average Net Assets	67.97	48.35
Gross income	28.86	-1.76
Net Comprehensive Income	27.31	-1.97
Net Assets Value per Unit (Rs.)	149.8366	96.0122
Issuance of units during the period	28.50	50.15
Redemption of units during the period	-31.50	0.00

Alfalah GHP Value Fund

During 1HFY24, AGVF earned a return of 39.15% versus the benchmark return 5.50% during the same period

Asset Allocation
(as at 31-Dec-2023)



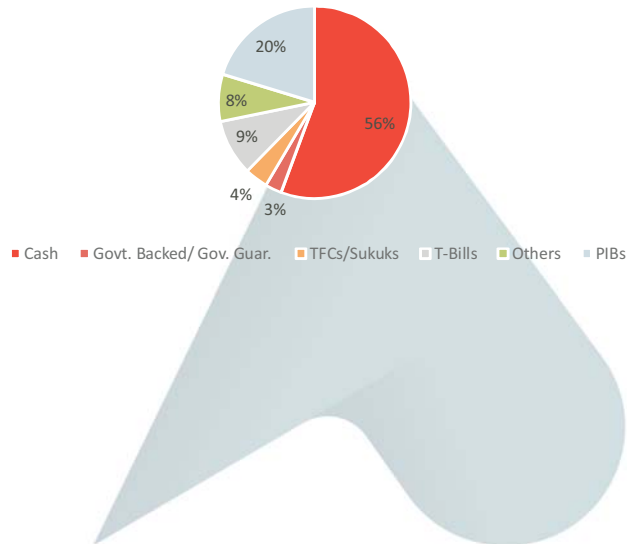
Key Financial Data
(Rupees in millions)

Description	Half year ended December 31, 2023	Half year ended December 31, 2022
Average Net Assets	232.50	390.62
Gross loss/ income	84.50	8.76
Net comprehensive income	79.00	-0.63
Net Assets Value per Unit (Rs.)	67.8472	48.6203
Issuance of units during the period	3.07	0.93
Redemption of units during the period	-104.86	-46.73

Alfalah GHP Financial Sector Income Fund:

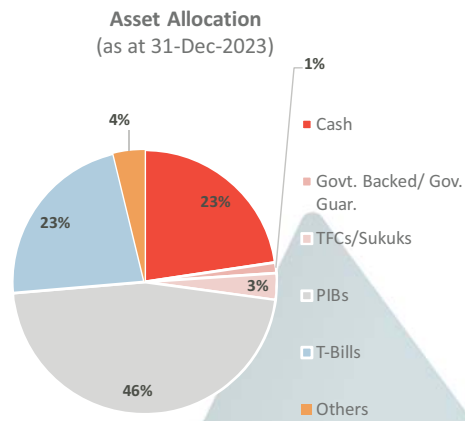
During 1HFY24, AFSIF earned a return of 24.05% since inception while the fund's benchmark return was 22.45% during this period. (Inception date: August 02 ,2023)

Asset Allocation
(as at 31-Dec-2023)



Alfalah GHP Income Fund

During 1HFY24, AGIF earned a return of 24.14% while the fund's benchmark return was 22.59%.

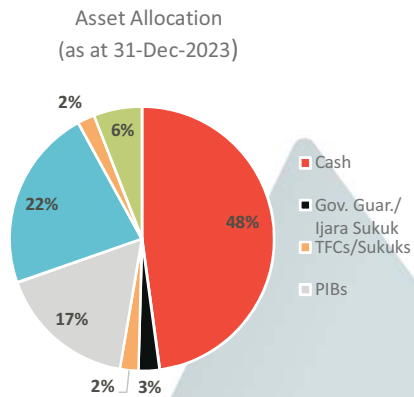


Key Financial Data
(Rupees in millions)

Description	Half year ended December 31, 2023	Half year ended December 31, 2022
Average Net Assets	927.35	561.50
Gross income earned	110.99	42.14
Net comprehensive income	102.73	38.07
Net Assets Value per Unit (Rs.)	127.4354	121.0672
Issuance of units during the period	2,869.12	1,070.97
Redemption of units during the period	-906	-1,975.18

Alfalah GHP Income Multiplier Fund

During 1HFY24, Alfalah GHP Income Multiplier Fund generated a return of 23.85% while the benchmark stood at 22.58% during the same period.

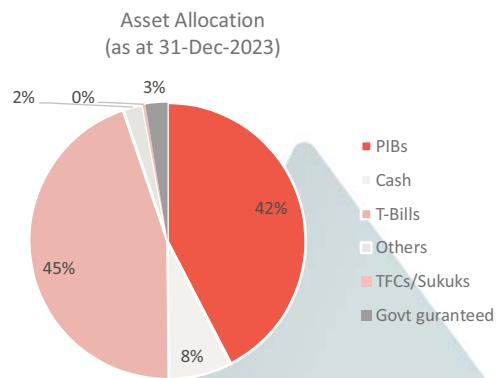


Key Financial Data
(Rupees in millions)

Description	Half year ended December 31, 2023	Half year ended December 31, 2022
Average Net Assets	7,515.02	794.89
Gross income earned	918.84	67.79
Net comprehensive income	854.88	65.28
Net Assets Value per Unit (Rs.)	54.1898	58.2972
Issuance of units during the period	10,177.51	3,462.00
Redemption of units during the period	-14,127.44	-1,593.12

Alfalah GHP Sovereign Fund

During 1HFY24, Alfalah GHP Sovereign Fund generated a return of 24.30% while the fund's benchmark return was 22.36% during the same period .



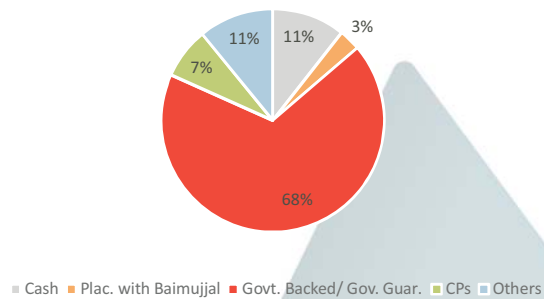
Key Financial Data
(Rupees in millions)

Description	Half year ended December 31, 2023	Half year ended December 31, 2022
Average Net Assets	1,576.01	8,276.08
Gross income /(loss)	180.37	45.34
Net Comprehensive income /(loss)	164.26	40.92
Net Assets Value per Unit (Rs.)	120.2502	113.9758
Issuance of units during the period	6,103.05	414.03
Redemption of units during the period	-2,372.48	-558.75

Alfalah Islamic Sovereign Plan-1:

During 1HFY24, Alfalah Islamic Sovereign Plan-1 generated a since inception return of 23.61% while the fund's benchmark return was 20.43% during the same period.
(Inception date: September 26, 2023)

Asset Allocation
(as at 31-Dec-2023)

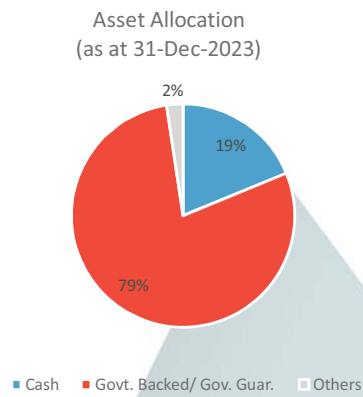


Key Financial Data
(Rupees in millions)

Description	Half year ended December 31, 2023
Average Net Assets	9,655.001
Gross income /(loss)	589.913
Net Comprehensive income /(loss)	538.305
Net Assets Value per Unit (Rs.)	100.1829
Issuance of units during the period	509.568
Redemption of units during the period	-391.044

Alfalah Islamic Sovereign Plan-2:

During 1HFY24, Alfalah Islamic Sovereign Plan-2 generated a since inception return of 20.60% while the fund's benchmark return was 19.92% during the same period.
(Inception date: December 13, 2023)

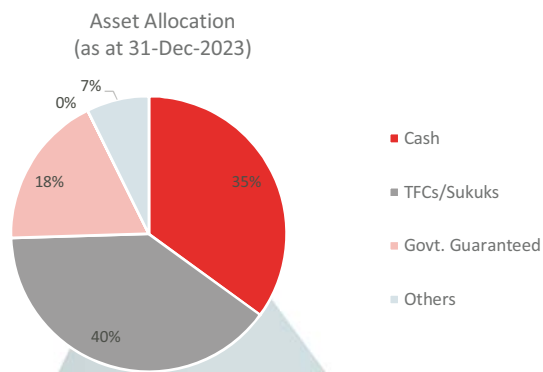


(Rupees in millions)

Description	Half year ended December 31, 2023
Average Net Assets	9,640.495
Gross income /(loss)	106.146
Net Comprehensive income /(loss)	98.162
Net Assets Value per Unit (Rs.)	101.0158
Issuance of units during the period	109.104
Redemption of units during the period	-5.796

Alfalah GHP Islamic Income Fund

During 1HFY24, Alfalah GHP Islamic Income Fund generated a return of 21.19% while the benchmark generated an average return of 9.10% during the period

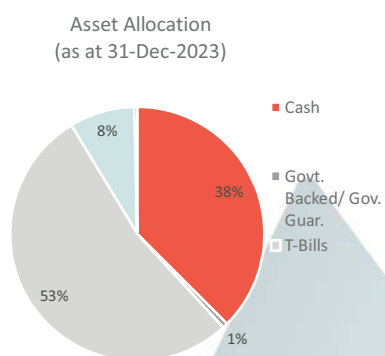


Key Financial Data
(Rupees in millions)

Description	Half year ended December 31, 2023	Half year ended December 31, 2022
Average Net Assets	2,331.97	4,590.87
Gross income	206.05	305.21
Net Comprehensive income	241.48	270.10
Net Assets Value per Unit (Rs.)	113.8092	108.6218
Issuance of units during the period	2,035.78	1,870.35
Redemption of units during the period	-2,497.43	-4,140.51

Alfalah GHP Cash Fund

During 1HFY24, Alfalah GHP Cash Fund (AGCF) generated a return of 21.66% while the benchmark of the fund generated 21.44% during the same period.

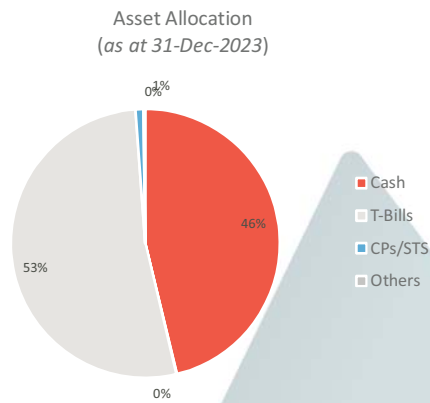


Key Financial Data
(Rupees in millions)

Description	Half year ended December 31, 2023	Half year ended December 31, 2022
Average Net Assets	4,410.1331	8,276.08
Gross income earned	489.80	645.03
Net comprehensive income	455.62	611.40
Net Assets Value per Unit (Rs.)	557.6387	527.7315
Issuance of units during the period	7164.93	14,701.25
Redemption of units during the period	-6017.28	-16,138.11

Alfalah GHP Money Market Fund

During 1HFY24, Alfalah GHP Money Market Fund (AGMF) generated a return of 21.55% while the benchmark of the fund generated 21.44% during the same period.

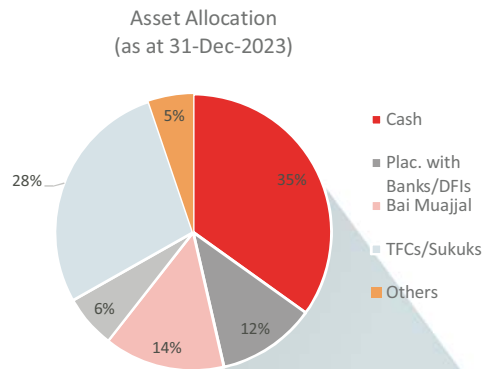


Key Financial Data
(Rupees in millions)

Description	Half year ended December 31, 2023	Half year ended December 31, 2022
Average Net Assets	43,556.55	30,822.22
Gross income	4,830.32	2,420.53
Net Comprehensive income	4,493.91	2,293.46
Net Assets Value per Unit (Rs.)	99.0887	98.4726
Issuance of units during the period	78,919.65	63,232.22
Redemption of units during the period	-72,155.17	-56,713.11

Alfalah GHP Islamic Money Market Fund

During 1HFY24, Alfalah Islamic Money Market Fund (AGIMMF) generated a return of 21.05% while the benchmark of the fund generated 9.37% during the same period.

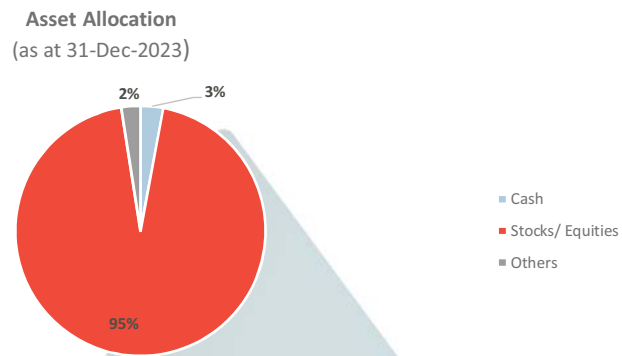


Key Financial Data
(Rupees in millions)

Description	Half year ended December 31, 2023
Average Net Assets	11,853.62
Gross income	1,259.33
Net Comprehensive Income	1,192.37
Net Assets Value per Unit (Rs.)	108.2391
Issuance of units during the period	33,183.00
Redemption of units during the period	33,168.23

Alfalah GHP Consumer Index Exchange Traded Fund

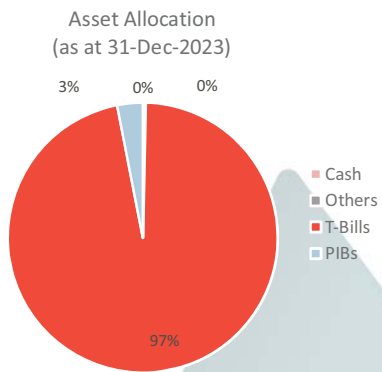
During 1HFY24, Fund has generated a negative return to date 57.01% vs benchmark return of 60.06%.



Description	Half year ended December 31, 2023	Half year ended December 31, 2022
Average Net Assets	43.55	51.75
Gross income	20.10	-6.84
Net Comprehensive Income	19.50	-7.38
Net Assets Value per Unit (Rs.)	10.52	6.80
Issuance of units during the period	0.10	0.64
Redemption of units during the period	-16.57	-3.95

Alfalah GHP Stable Return Fund Plan-6

During 1HFY24, Fund has generated return from inception to date 20.23% vs benchmark of 20.95%.
(Inception date 25-Oct-2023)

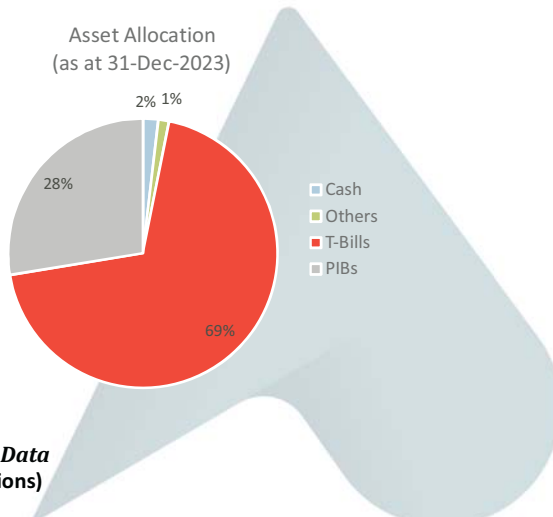


Key Financial Data
(Rupees in millions)

Description	Half year ended December 31, 2023
Average Net Assets	1,246.94
Gross income	48.74
Net Comprehensive Income	45.32
Net Assets Value per Unit (Rs.)	103.7129
Issuance of units during the period	1,220.74
Redemption of units during the period	0.000

Alfalah GHP Stable Return Fund Plan-8

During 1HFY24, Fund has generated return from inception to date 20.65% vs benchmark of 20.42% (Inception date 21-Nov-2023)

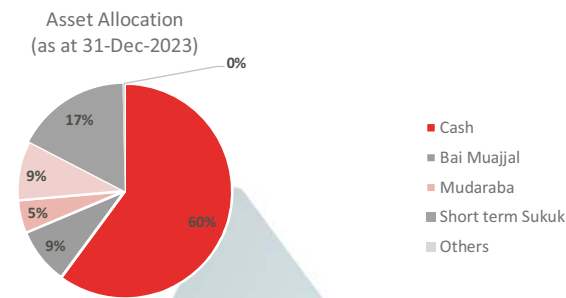


Key Financial Data
(Rupees in millions)

Description	Half year ended December 31, 2023
Average Net Assets	788.23
Gross income	18.70
Net Comprehensive Income	17.42
Net Assets Value per Unit (Rs.)	102.2377
Issuance of units during the period	779.90
Redemption of units during the period	0.000

Alfalsh Islamic Rozana Amdani Fund

During 1HFY24, Alfalah Islamic Rozana Amdani Fund (AGIRAF) generated a return of 21.23% while the benchmark of the fund generated 9.37% during the same period.

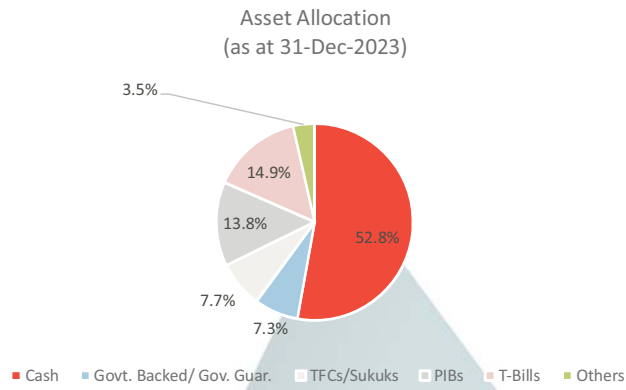


Key Financial Data

Description	<i>Rs in million</i>	
	Half year ended December 31, 2023	Half year ended December 31, 2022
Average Net Assets	36,106.48	11,179.71
Gross income	3,602.84	845.25
Net Comprehensive income	3,417.95	810.31
Net Assets Value per Unit (Rs.)	100.0000	100.0000
Issuance of units during the period	57,992.19	31,945.70
Redemption of units during the period	-49,560.92	-23,636.31

Alfalah Financial Sector Income Fund:

During 1HFY24, Alfalah Financial Sector Income Fund(AGIRAF) generated a return since inception of 23.79% while the benchmark of the fund generated 22.21% during the same period. (Inception Date: 02-August-2023).

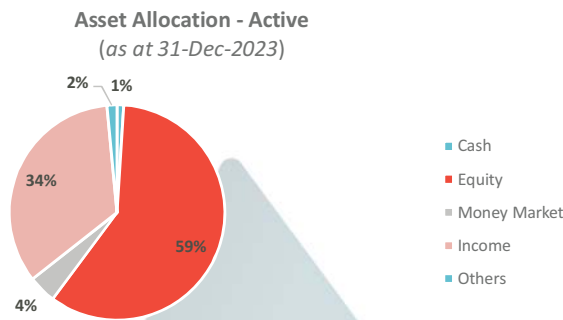


Key Financial Data
Rs in million

Description	Half year ended December 31, 2023
Average Net Assets	2,544.46
Gross income	258.486
Net Comprehensive income	239.883
Net Assets Value per Unit (Rs.)	109.4936
Issuance of units during the period	7,382.78
Redemption of units during the period	3,646.30

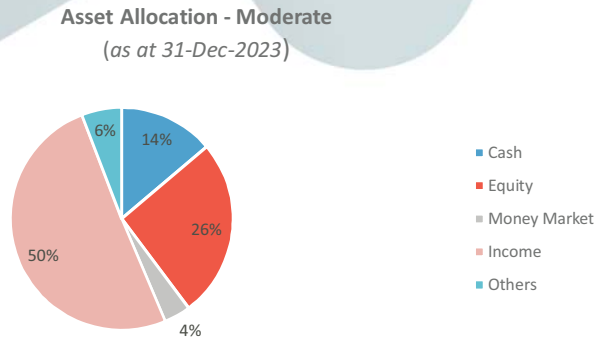
Alfalah GHP Prosperity Planning Fund- Active Allocation Plan

For 1HFY24, the fund's return stood at 28.89% respectively against benchmark return of 40.87% respectively.



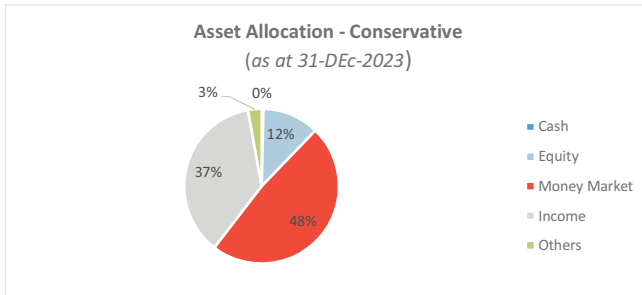
Alfalah GHP Prosperity Planning Fund- Moderate Allocation Plan

For 1HFY24, the fund's return stood at 22.95% respectively against benchmark's return of 22.22% respectively.



Alfalah GHP Prosperity Planning Fund- Conservative Allocation Plan

For 1HFY24, the fund generated returns of 15.12% respectively, against the benchmark which generated 16.37% respectively.



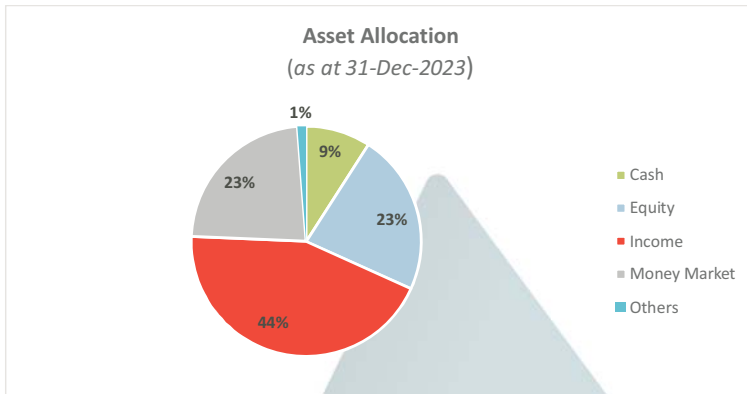
Key Financial Data Alfalah GHP Prosperity Planning Fund

(Rupees in Million)

Description	Alfalah GHP Active Allocation Plan	Alfalah GHP Conservative Allocation Plan	Alfalah GHP Moderate Allocation Plan	Alfalah GHP Active Allocation Plan	Alfalah GHP Conservative Allocation Plan	Alfalah GHP Moderate Allocation Plan
	Half year ended December 31, 2023			Half year ended December 31, 2022		
Average Net Assets	51.91	236.43	33.05	105.11	207.49	96.98
Gross income	14.15	34.25	6.84	4.73	13.05	5.31
Total Comprehensive Income	14.01	33.56	6.74	4.34	12.46	5.02
Net Assets Value per Unit (PKR)	121.9557	119.9712	121.3833	95.4186	110.0574	101.8230
Issuance of units during the period	0.01	1.00	0.56	0.00	0.00	0.02
Redemption of units during the period	-17.32	0.00	0.00	-127.70	1.00	144.26

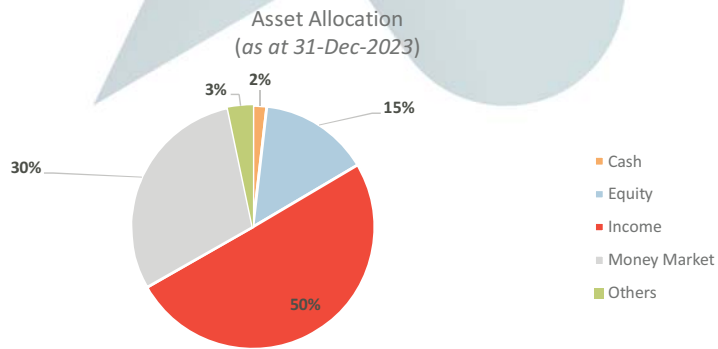
Alfalah GHP Islamic Prosperity Planning Fund- Moderate Allocation Plan

For 1HFY24, the fund generated a return of 17.65% against the benchmark which generated 10.74% respectively.



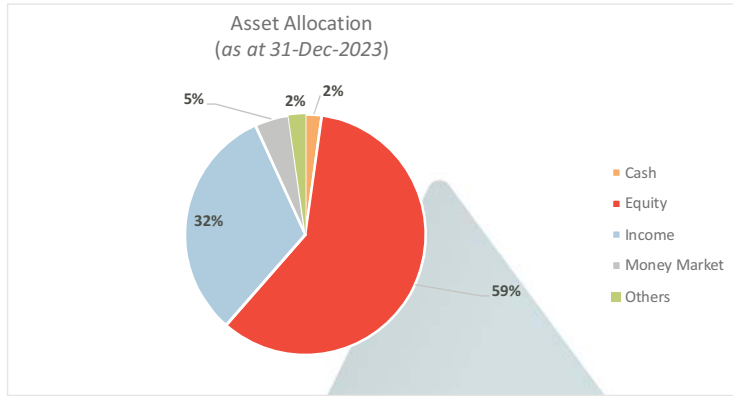
Alfalah GHP Islamic Prosperity Planning Fund- Balanced Allocation Plan

For 1HFY24, the fund generated a return of 15.00% against the benchmark which generated 10.00% respectively.



Alfalah GHP Islamic Prosperity Planning Fund- Active Allocation Plan II

For 1HFY24, the fund generated a return of 18.43% against the benchmark which generated 16.28% respectively.



Key Financial Data Alfalah GHP Islamic Prosperity Planning Fund
(Rupees in Million)

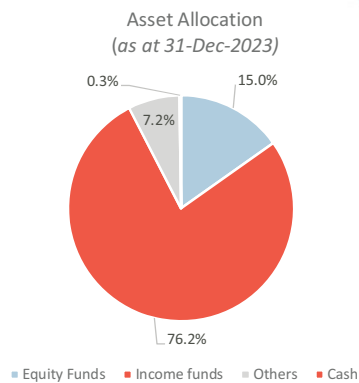
Description	Islamic Moderate Plan	Islamic Balance Allocation Plan	Islamic Active Allocation Plan - II
Average Net Assets	77.43	168.14	76.42
Gross income	12.71	24.41	14.64
Total Comprehensive Income	12.52	23.98	14.22
Net Assets Value per Unit (PKR)	122.7044	116.3295	107.5326
Issuance of units during the period	0.0008	0.0002	0.001
Redemption of units	-6.40	-53.99	-21.30

Key Financial Data Alfalah GHP Islamic Prosperity Planning Fund (Rupees in Million)

Description	Islamic Moderate Plan	Islamic Balance Allocation Plan	Islamic Active Allocation Plan - II	Islamic Active Allocation Plan - III	Islamic Capital Preservation Plan - IV	Islamic Capital Preservation Plan - V
	Half year ended December 31, 2022					
Average Net Assets	67.09	177.65	257.56	36.30	40.48	21.92
Gross income	3.44	8.96	12.28	2.29	2.05	1.20
Total Comprehensive Income	3.29	8.55	11.59	2.16	1.97	1.16
Net Assets Value per Unit (PKR)	108.9551	105.6401	93.8952	90.9814	104.3067	87.2365
Issuance of units during the period	0.12	0.03	0.00	0.00	0.00	0.00
Redemption of units	-0.20	5.25	260.71	68.89	24.34	23.88

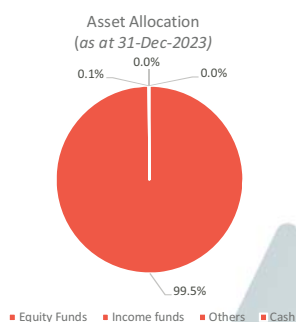
Alfalah GHP Islamic Prosperity Planning Fund - Capital Preservation Plan VI

For 1HFY24, the fund generated a return of 13.87% against the benchmark which generated 4.94% respectively.



Alfalah GHP Islamic Prosperity Planning Fund 2 – Ktrade Islamic Plan 7

For 1HFY24, the fund generated a return of 20.40% against the benchmark which generated 9.74% respectively.



Key Financial Data

Alfalah GHP Islamic Prosperity Planning Fund II

(Rupees in Million)

December 31, 2023

Description	IPPF II- Capital Preservation Plan - 6	IPPF II - KTrade Islamic Plan 7
Average Net Assets	192.25	61.53
Gross income	24.64	4.42
Total Comprehensive Income	23.70	4.26
Net Assets Value per Unit (PKR)	114.5696	107.3766
Issuance of units during the period	0.003	410.00
Redemption of units	-2.76	-100.76

Alfalah GHP Islamic Prosperity Planning Fund II

Description	Half year ended December 31, 2022
Average Net Assets	160.81
Gross income	9.46
Net Comprehensive Income	8.69
Net Assets Value per Unit (Rs.)	105.7962
Issuance of units during the period	0.00
Redemption of units during the period	-1.81

Acknowledgement

The Directors express their gratitude to the Securities and Exchange Commission of Pakistan for its valuable support, assistance, and guidance. The Board also thanks the employees of the Management Company and the Trustee for their dedication and hard work and the unit holders for their confidence in the Management.

For and behalf of the Board

Chief Executive Officer
Date: February 23, 2023





**Alfalah GHP
Islamic Income Fund**

FUND INFORMATION

Management Company:	Alfalsh Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Board of Directors of the Management Company:	Mr. Atif Aslam Bajwa Mr. Khalid Khanfer Mr. Kabir Qureshi Mr. Sohail Sultan Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khaldoon Bin Latif (CEO)
Audit Committee:	Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khalid Khanfer
HR Committee:	Ms. Ayesha Aziz Mr. Kabir Qureshi Mr. Khaldoon Bin Latif (CEO)
Risk Committee:	Mr. Khalilullah Shaikh Mr. Khaldoon Bin Latif (CEO) Mr. Khalid Khanfer
Chief Operating Officer and Company Secretary:	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Mr. Faisal Ali Khan
Trustee:	Central Depository Company of Pakistan Limited CDC House, 99-B, Block 'B', SMCHS, Main Share-e-Faisal, Karachi
Bankers to the Fund:	Bank Alfalah Limited
Auditors:	A.F. Ferguson & Co. Chartered Accountants State Life Building No. 1-C I.I. Chundrigar Road, P.O.Box 4716 Karachi, Pakistan
Legal Advisor:	Haider Waheed House 188, Street 33, Khyaban-e-Qasim, DHA Pahse VIII, Karachi
Shariah Advisor:	BankIslami Pakistan Limited 11th Floor, Dolmen Executive Towers, Marine Drive, Clifton, Block-4, Karachi
Registrar:	Alfalsh Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Distributor:	Bank Alfalah Limited
Rating:	A+(f) by PACRA

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
Karachi - 74400, Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

ALFALAH GHP ISLAMIC INCOME FUND

**Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance
Companies and Notified Entities Regulations, 2008**

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah GHP Islamic Income Fund (the Fund) are of the opinion that Alfalah Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2023 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 27, 2024



REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalah GHP Islamic Income Fund** (the Fund) as at December 31, 2023 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2023. The Management Company (Alfalah Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

The condensed interim financial statements of the Fund for the half year ended December 31, 2022 and the financial statements for the year ended June 30, 2023 were reviewed and audited respectively by another firm of Chartered Accountants who had expressed an unmodified conclusion and opinion thereon vide their reports dated March 01, 2023 and September 28, 2023 respectively.

A.F. Ferguson & Co.
Chartered Accountants
Engagement Partner: **Junaid Mesia**
Dated:
Karachi
UDIN:

ALFALAH GHP ISLAMIC INCOME FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)
AS AT DECEMBER 31, 2023

	Note	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
		----- (Rupees) -----	
Assets			
Bank balances	4	781,396,687	574,904,882
Investments	5	1,278,339,929	1,694,974,399
Receivable against sale of investment		2,148,906	-
Deposits, prepayments and profit receivable	6	85,120,763	100,262,846
Total assets		<u>2,147,006,285</u>	<u>2,370,142,127</u>
Liabilities			
Payable to Alfalah Asset Management Limited - Management Company	7	4,747,167	6,000,633
Payable to Central Depository Company of Pakistan Limited - Trustee	8	272,478	287,426
Payable to the Securities and Exchange Commission of Pakistan (SECP)	9	155,503	764,952
Accrued expenses and other liabilities	10	8,004,805	9,000,810
Advance against issuance of units - net		-	100,000
Total liabilities		<u>13,179,953</u>	<u>16,153,821</u>
NET ASSETS		<u><u>2,133,826,332</u></u>	<u><u>2,353,988,306</u></u>
UNITS HOLDERS' FUND (AS PER STATEMENT ATTACHED)		<u><u>2,133,826,332</u></u>	<u><u>2,353,988,306</u></u>
CONTINGENCIES AND COMMITMENTS	11		
		----- Number of units -----	
NUMBER OF UNITS IN ISSUE		<u>18,749,161</u>	<u>22,892,818</u>
		----- Rupees -----	
NET ASSET VALUE PER UNIT		<u>113.8092</u>	<u>102.8265</u>

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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

	Note	Half year ended		Quarter ended	
		December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
----- (Rupees) -----					
INCOME					
Profit on saving accounts in banks		80,973,004	138,272,032	47,888,199	61,098,518
Profit on Government Securities		64,748,449	-	27,753,773	-
Profit on Term Deposits Receipts		-	14,065,952	-	5,332,614
Profit on Sukuks		108,753,748	182,544,845	49,425,227	78,995,793
Gain / (loss) on sale of investments - net		4,315,596	(12,582,817)	4,761,903	(10,575,012)
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit and loss'	5.4	1,257,231	(17,085,667)	(81,891)	(5,468,261)
Total income		260,048,028	305,214,345	129,747,211	129,383,652
EXPENSES					
Remuneration of Alfalah Asset Management Limited - Management Company	7.1	13,174,172	25,859,679	6,570,757	10,481,523
Sindh sales tax on remuneration of the Management Company	7.2	1,712,642	3,361,758	854,199	1,362,601
Allocated expenses	7.4	598,821	1,227,447	298,671	493,004
Selling and marketing expenses	7.5	598,821	1,077,423	298,671	493,004
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	898,269	1,735,786	448,025	739,525
Sindh sales tax on remuneration of the Trustee	8.2	109,777	225,655	58,243	96,139
Annual fee to the Securities and Exchange Commission of Pakistan	9.1	905,241	462,879	448,007	197,206
Settlement and bank charges		25	368,000	-	184,000
Auditors' remuneration		161,990	185,653	81,000	92,828
Shariah advisory fee		211,733	211,756	105,863	105,878
Annual rating fee		111,185	111,164	55,596	55,582
Annual listing fee		11,040	11,040	5,520	5,520
Printing and related costs		15,117	15,091	7,561	7,544
Brokerage expense		56,500	257,825	56,500	88,042
Total expenses		18,565,333	35,111,156	9,288,613	14,402,396
Net income for the period before taxation		241,482,695	270,103,189	120,458,598	114,981,256
Taxation	13	-	-	-	-
Net income for the period after taxation		241,482,695	270,103,189	120,458,598	114,981,256
Earnings per unit	14				
Allocation of net income for the period					
Net income for the period after taxation		241,482,695	270,103,189		
Income already paid on units redeemed		(53,708,552)	(97,989,274)		
		<u>187,774,143</u>	<u>172,113,915</u>		
Accounting income available for distribution					
- Relating to capital gains		5,572,827	-		
- Excluding capital gains		182,201,316	172,113,915		
		<u>187,774,143</u>	<u>172,113,915</u>		

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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

	Half year ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	----- (Rupees) -----			
Net income for the period after taxation	241,482,695	270,103,189	120,458,598	114,981,256
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>241,482,695</u>	<u>270,103,189</u>	<u>120,458,598</u>	<u>114,981,256</u>

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



For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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

	Half year ended December 31, 2023			Half year ended December 31, 2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)		
Net assets at the beginning of the period (audited)	2,262,856,682	91,131,624	2,353,988,306	5,371,566,352	81,063,729	5,452,630,081
Issuance of 18,845,240 (2022: 17,740,612) units						
- Capital value (at net asset value per unit at the beginning of the period)	1,937,790,139	-	1,937,790,139	1,816,620,936	-	1,816,620,936
- Element of income	97,994,692	-	97,994,692	53,727,346	-	53,727,346
Total proceeds on issuance of units	2,035,784,831	-	2,035,784,831	1,870,348,282	-	1,870,348,282
Redemption of 22,988,897 (2022: 39,204,211) units						
- Capital value (at net asset value per unit at the beginning of the period)	2,363,867,867	-	2,363,867,867	4,014,472,228	-	4,014,472,228
- Element of income	79,853,081	53,708,552	133,561,633	28,049,333	97,989,274	126,038,607
Total payments on redemption of units	2,443,720,948	53,708,552	2,497,429,500	4,042,521,561	97,989,274	4,140,510,835
Total comprehensive income for the period	-	241,482,695	241,482,695	-	270,103,189	270,103,189
Net assets at the end of the period (un-audited)	1,854,920,565	278,905,767	2,133,826,332	3,199,393,073	253,177,644	3,452,570,717
	(Rupees)			(Rupees)		
Undistributed income brought forward						
- Realised income		115,381,391			71,609,831	
- Unrealised (loss) / income		(24,249,767)			9,453,898	
		91,131,624			81,063,729	
Accounting income available for distribution						
- Relating to capital gain		5,572,827			-	
- Excluding capital gain		182,201,316			172,113,915	
		187,774,143			172,113,915	
Undistributed income carried forward		278,905,767			253,177,644	
Undistributed income carried forward						
- Realised income		277,648,536			270,263,311	
- Unrealised income / (loss)		1,257,231			(17,085,667)	
		278,905,767			253,177,644	
Net asset value per unit at the beginning of the period		102.8265			102.3990	
Net asset value per unit at the end of the period		113.8092			108.6218	

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC INCOME FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	Note	Half year ended	
		December 31, 2023	December 31, 2022
----- (Rupees) -----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		241,482,695	270,103,190
Adjustments for:			
Net unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets at fair value through profit and loss'	5.4	(1,257,231)	17,085,667
		<u>240,225,464</u>	<u>287,188,857</u>
Decrease / (increase) in assets			
Investments - net		417,891,701	363,498,263
Receivable against sale of investment		(2,148,906)	-
Deposits, prepayments and profit receivable		15,142,083	(28,541,808)
		<u>430,884,878</u>	<u>334,956,455</u>
(Decrease) / increase in liabilities			
Payable to Alfalah Asset Management Limited - Management Company		(1,253,433)	(7,566,373)
Payable to Central Depository Company of Pakistan Limited - Trustee		(14,948)	125,519
Payable to the Securities and Exchange Commission of Pakistan (SECP)		(609,449)	(818,519)
Other Liabilities		-	(11,567,877)
Advance against issuance of units - net		(100,000)	-
Accrued expenses and other liabilities		(996,038)	(1,844,572)
		<u>(2,973,868)</u>	<u>(21,671,822)</u>
Net cash generated from operating activities		<u>668,136,474</u>	<u>600,473,490</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance and conversion of units		2,035,784,831	1,870,348,282
Payments against redemption and conversion of units		(2,497,429,500)	(4,140,510,835)
Net cash generated used in financing activities		<u>(461,644,669)</u>	<u>(2,270,162,553)</u>
Net increase / (decrease) in cash and cash equivalents during the period		<u>206,491,805</u>	<u>(1,669,689,063)</u>
Cash and cash equivalents at beginning of the period		574,904,882	2,943,952,385
Cash and cash equivalents at the end of the period	15	<u><u>781,396,687</u></u>	<u><u>1,274,263,322</u></u>

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC INCOME FUND
NOTES TO AND FORMING PART OF THE CONDENSED
INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Alfalah GHP Islamic Income Fund (the Fund) is an open-ended fund constituted under a Trust Deed entered into on July 3, 2008 between IGI Funds Limited and Central Depository Company of Pakistan Limited as the Trustee. On October 15, 2013, the management rights of the Fund were transferred from IGI Funds Limited to Alfalah Asset Management Limited (the Management Company) by means of Securities and Exchange Commission of Pakistan sanctioned order No. SCD/NBFC-II/IGIFL & AFGHP/742/2013. The SECP has approved third Supplemental Trust Deed, under the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), vide its letter No. SCD/AMCW/AGIIF/240/2015 dated February 03, 2015 to modify and restate the previous Trust Deed to effectuate renaming of the Fund to Alfalah GHP Islamic Income Fund.
- 1.2** The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate issued by the SECP on February 3, 2023 which is valid for a period of three years w.e.f March 9, 2023. The registered office of the Management Company is situated at Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, Street 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
- 1.3** The Fund is categorised as a 'Shariah Compliant Islamic Income Scheme' pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund are being offered for public subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.
- 1.4** According to the Trust Deed, the objective of the Fund is to provide good total return through a combination of current income and long-term capital appreciation, consistent with reasonable investment risk in a shariah compliant manner. The Fund invests in shariah compliant deposits, profit bearing accounts, certificates of investment, Musharika and Morabaha arrangements and debt securities. The investment objectives and policy are explained in the Fund's offering document.
- 1.5** VIS Credit Rating Limited has assigned an asset manager rating of AM1 (stable outlook) to the Management Company on December 29, 2023 [June 30, 2023: AM2+ dated March 3, 2023 by Pakistan Credit Rating Agency Limited (PACRA)]. PACRA has assigned a stability rating of AA-(f) to the Fund dated October 13, 2023 (June 30, 2023: AA-(f) dated April 13, 2023).
- 1.6** Title to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

- 2.2** These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2023.
- 2.3** The comparative statement of assets and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2023, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim cash flow statement, and condensed interim statement of movement in unit holders' fund are extracted from the un-audited condensed interim financial statements for the period ended December 31, 2023.
- 2.4** In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at December 31, 2023.

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

- 3.1** The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.
- 3.2** The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

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

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

3.3 Standards interpretations and amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's accounting periods beginning on or after July 1, 2023, but are considered to be not relevant or will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

3.4 Standards interpretations and amendments to published accounting and reporting standards that are not yet effective

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2024. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

4	BANK BALANCES	Note	December 31, 2023	June 30, 2023
			(Un-audited)	(Audited)
			-----Rupees	-----
	Savings accounts	4.1	681,396,687	574,894,882
	Current accounts		100,000,000	10,000
			<u>781,396,687</u>	<u>574,904,882</u>

4.1 These carry profit rates ranging from 18.50% to 21.20% (June 30, 2023: 8.50% to 21.00%) per annum and include a balance of Rs. 10.12 million (June 30, 2023: Rs. 57.41 million) maintained with Bank Alfalah Limited (a related party) that carries profit rate of 21.50% (June 30, 2023: 20.40%) per annum.

5	INVESTMENTS	Note	December 31, 2023	June 30, 2023
			(Un-audited)	(Audited)
			-----Rupees	-----
At fair value through profit or loss				
	Sukuk certificates	5.1	748,153,286	880,334,699
	Short term sukuk certificates	5.2	250,000,000	175,000,000
	Government of Pakistan (GoP) Ijara sukuks	5.3	280,186,643	639,639,700
			<u>1,278,339,929</u>	<u>1,694,974,399</u>

5.1 Sukuk certificates

Name of the investee company	Profit payments / principle redemptions	Profit rate	Issue date	Maturity date	Number of certificates				Carrying Value as at December 31, 2023	Market Value as at December 31, 2023	Unrealised (diminution) / appreciation	Market Value as a percentage of		Face Value as a percentage of issue size
					As at July 1, 2023	Purchased during the period	Sold / Matured during the period	As at December 31, 2023				net assets of the Fund	total investments of the Fund	
COMMERCIAL BANKS														
Meezan Bank Limited (AA+, VIS Face Value Rs. 1,000,000)	Semi-Annually / bullet payment at maturity	6M Kibor + 0.9%	January 9, 2020	January 9, 2030	158	-	-	158	158,800,967	158,395,000	(405,967)	7.42	12.39	3.95
Dubai Islamic Bank Pakistan Limited (AA+, VIS, Face Value Rs. 1,000,000)	Semi-Annually / bullet payment at maturity	6M Kibor + 0.5%	December 2, 2022	February 12, 2032	222	-	-	222	222,304,224	223,332,000	1,027,776	10.47	0.17	5.55
ENGINEERING														
Mughal Iron & Steel Industries Limited (AA+, PACRA, Face Value Rs. 562,000)	Quarterly	3M Kibor + 1.3%	March 2, 2021	March 2, 2026	240	-	-	240	135,000,000	135,224,100	224,100	7.42	0.11	4.50
MISCELLANEOUS														
K-Electric Limited (AA, PACRA, Face Value Rs. 3,750)	Quarterly	3M Kibor + 1.7%	August 3, 2020	August 3, 2027	11,500	-	-	11,500	43,915,526	43,544,046	(371,480)	2.04	0.03	0.17

Name of the investee company	Profit payments / principle redemptions	Profit rate	Issue date	Maturity date	Number of certificates				Carrying Value as at December 31, 2023	Market Value as at December 31, 2023	Unrealised appreciation / (diminution)	Market Value as a percentage of		Face Value as a percentage of issue size
					As at July 1, 2023	Purchased during the period	Sold / Matured during the period	As at December 31, 2023				net assets of the Fund	total investments of the Fund	
POWER GENERATION & DISTRIBUTION														
The Hub Power Company Limited (AA+, PACRA, Face Value Rs. 25,000)	Quarterly	3M Kibor + 1.9%	August 22, 2019	August 22, 2023	4,345	-	4,345	-	-	-	-	-	-	-
Hub Power Holding Company Limited (AA+, PACRA, Face Value Rs. 100,000)	Semi-Annually	6M Kibor + 2.5%	November 12, 2020	November 12, 2025	235	-	-	235	24,118,050	23,967,650	(150,400)	1.12	0.02	0.10
Engro Powergen Thar (Private) Limited (AA-, PACRA, Face Value Rs. 2,500)	Quarterly / Annually	3M Kibor + 1.1%	August 2, 2019	August 2, 2024	9,600	-	-	9,600	24,246,114	24,087,024	(159,090)	1.13	0.02	0.80
Pakistan Energy Sukuk II (AAA, VIS, Face Value Rs. 5,000)	Semi-Annually	6M Kibor + 0.1%	May 21, 2020	May 21, 2030	23,000	-	-	23,000	115,023,000	115,034,500	11,500	5.39	0.09	0.06
PHARMACEUTICAL														
OBS AGP (pvt) Limited (A+, VIS, Face Value Rs. 1,000,000)	Quarterly	24.63%	November 29, 2023	November 29, 2030	-	25	-	25	24,568,966	24,568,966	-	1.15	0.02	0.86
Total as at December 31, 2023									<u>747,976,847</u>	<u>748,153,286</u>	<u>176,439</u>			
Total as on June 30, 2023									<u>903,813,166</u>	<u>880,334,699</u>	<u>(23,478,467)</u>			

5.2 Short term sukuk certificates

Name of the investee company	Profit payments / principle redemptions	Profit rate	Issue date	Maturity date	Number of certificates				Carrying Value as at December 31, 2023	Market Value as at December 31, 2023	Unrealised appreciation	Market Value as a percentage of		Face Value as a percentage of issue size
					As at July 1, 2023	Purchased during the period	Sold / Matured during the period	As at December 31, 2023				net assets of the Fund	total investments of the fund	
K-electric STS 16 (A1+, PACRA, Face Value Rs. 1,000,000)	Semi-Annually	6M Kibor + 0.3%	April 11, 2023	October 11, 2023	25	-	25	-	-	-	-	-	-	-
Abhi (Pvt) Limited (A1+, PACRA, Face Value Rs. 1,000,000)	Semi-Annually	6M Kibor + 2.6%	May 11, 2023	November 11, 2023	150	-	150	-	-	-	-	-	-	-
JDW Sagar Mills Limited (A+, VIS, Face Value Rs.1,000,000)	Quarterly	3M Kibor + 1.55%	December 18, 2024	June 18, 2024	-	250	-	250	250,000,000	250,000,000	-	11.72	19.56	3.13
Total as at December 31, 2023									<u>250,000,000</u>	<u>250,000,000</u>	<u>-</u>			
Total as on June 30, 2023									<u>175,000,000</u>	<u>175,000,000</u>	<u>-</u>			

5.3 Government of Pakistan (GoP) Ijara sukuks

Description	Profit rate	Issue date	Maturity date	Number of certificates				Carrying value as at December 31, 2023	Market value as at December 31, 2023	Unrealised appreciation / (Diminution)	Market value as a percentage of	
				As at July 01, 2023	Purchased during the period	Matured / sold during the period	As at December 31, 2023				net assets of the Fund	total investments of the Fund
Variable rate												
GoP Ijara sukuk - 05 years	21.84%	December 9, 2020	December 9, 2025	600	-	-	600	59,826,000	60,546,000	720,000	2.84	4.74
GoP Ijara sukuk - 01 years	22.79%	September 20, 2023	September 20, 2024	-	1,250	1,250	-	-	-	-	-	-
GoP Ijara sukuk - 05 years	22.67%	July 29, 2020	July 29, 2025	3,000	-	3,000	-	-	-	-	-	-
GoP Ijara sukuk - 01 years	23.60%	April 17, 2023	April 17, 2024	1,420	100	1,500	20	2,002,767	2,011,767	9,000	0.09	0.16
GoP Ijara sukuk - 01 years	22.67%	May 22, 2023	May 22, 2024	350	36	386	-	-	-	-	-	-
GoP Ijara sukuk - 01 years	22.57%	June 26, 2023	June 26, 2024	1,000	-	1,000	-	-	-	-	-	-
GoP Ijara sukuk - 01 years	20.33%	December 4, 2023	December 4, 2024	-	250	-	250	25,000,000	25,125,000	125,000	1.18	1.97
GoP Ijara sukuk - 01 years	22.49%	October 9, 2023	October 9, 2024	-	5,000	5,000	-	-	-	-	-	-
GoP Ijara sukuk - 03 years	21.12%	December 4, 2023	December 4, 2026	-	750	-	750	75,000,000	75,262,500	262,500	3.53	5.89
GoP Ijara sukuk - 05 years	21.23%	December 4, 2023	December 4, 2028	-	1,750	1,750	-	-	-	-	-	-
GoP Ijara sukuk - 01 years	23.71%	August 7, 2023	August 7, 2024	-	350	350	-	-	-	-	-	-

Description	Profit rate	Issue date	Maturity date	Number of certificates				Carrying value as at December 31, 2023	Market value as at December 31, 2023	Unrealised appreciation / (Diminution)	Market value as a percentage of	
				As at July 01, 2023	Purchased during the period	Matured / sold during the period	As at December 31, 2023				net assets of the Fund	total investments of the Fund
----- (Rupees) -----											----- % -----	
Fixed rate												
GoP Ijarah sukuk - 03 years	16.19%	December 4, 2023	December 4, 2026	-	750	-	750	75,000,000	75,090,000	90,000	3.52	5.87
GoP Ijarah sukuk - 01 years*	19.52%	December 11, 2023	December 9, 2024	-	8,925	-	8,925	37,773,084	37,797,376	24,292	1.77	2.96
GoP Ijarah sukuk - 05 years	11.40%	December 15, 2021	December 15, 2026	50	-	-	50	4,504,000	4,354,000	(150,000)	0.20	0.34
Total as at December 31, 2023								<u>279,105,851</u>	<u>280,186,643</u>	<u>1,080,792</u>		
Total as on June 30, 2023								<u>640,411,000</u>	<u>639,639,700</u>	<u>(771,300)</u>		

* Listed on Pakistan Stock Exchange.

- 5.3.1 The face value of these sukuk certificates is Rs.100,000 each except for the GoP Ijarah sukuk certificates listed on Pakistan Stock Exchange whose face value is Rs. 5,000 each.

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
-----Rupees -----			
5.4 Net unrealised appreciation / (diminution) on remeasurement of investments classified as 'financial assets at fair value through profit or loss'			
Market value of investments	5.1, 5.2 & 5.3	1,278,339,929	1,694,974,399
Less: Carrying value of investments	5.1, 5.2 & 5.3	<u>(1,277,082,698)</u>	<u>(1,719,224,166)</u>
		<u>1,257,231</u>	<u>(24,249,767)</u>
6 DEPOSITS, PREPAYMENTS AND PROFIT RECEIVABLE			
Profit Receivable on:			
Bank balances		43,616,762	21,032,516
Government Securities		3,295,877	29,921,375
Sukuk Certificates		33,434,294	44,988,916
		<u>80,346,933</u>	<u>95,942,807</u>
Advance tax		4,631,668	4,202,767
Annual listing fee		42,162	17,272
Security deposit		100,000	100,000
		<u>85,120,763</u>	<u>100,262,846</u>
7 PAYABLE TO ALFALAH ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY			
Management remuneration payable	7.1	2,376,383	2,517,582
Sindh sales tax payable on management remuneration	7.2	308,930	296,887
Provision for Federal Excise Duty and related sindh sales tax on management fee	7.3	879,346	879,346
Allocated expenses payable	7.4	581,001	1,046,161
Selling and marketing expenses payable	7.5	598,821	1,255,206
Sales load payable		2,686	5,451
		<u>4,747,167</u>	<u>6,000,633</u>

- 7.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document, subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at the rate of 1.10% (June 30, 2023: 0.25%) of the average net assets of the Fund. The remuneration is paid to the Management Company on a monthly basis in arrears.

7.2 During the period, an amount of Rs. 1.71 million (December 31, 2022: Rs. 3.36 million) at the rate of 13% (June 30, 2023: 13%) per annum was charged on account of sales tax on management fee levied through the Sindh Sales Tax on Services Act, 2011.

7.3 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 0.88 million (June 30, 2023: Rs. 0.88 million) is being retained in the condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan.

Had the provision not been made, the Net Asset Value per unit of the Fund would have been higher by Re 0.04 (June 30, 2023: Re 0.03) per unit.

7.4 In accordance with Regulation 60 of NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services accounting, operation and valuation services, related to a Collective Investment Scheme (CIS). Accordingly, the Management Company has charged allocated expenses to the Fund based on its discretion subject to not being higher than actual expense incurred.

7.5 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at the rate of 0.05% (June 30, 2023: 0.25%) of the average annual net assets of the Fund during the period ended December 31, 2023 while keeping in view the overall return and total expense ratio limit of the Fund as defined under the NBFC Regulations, subject to total expense charged being lower than actual expense incurred.

8	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	December 31,	June 30,
			2023 (Un-audited)	2023 (Audited)
			----- (Rupees) -----	
	Trustee remuneration payable	8.1	241,130	214,018
	Sindh sales tax payable on trustee remuneration	8.2	31,348	73,408
			<u>272,478</u>	<u>287,426</u>

8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed based on the daily net asset value of the Fund. The remuneration is payable to the trustee at the rate of 0.07% (June 30, 2023: 0.17%) per annum of the daily net assets of the Fund.

8.2 During the period, an amount of Rs. 0.11 million (December 31, 2022: Rs. 0.226 million) was charged on account of sales tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 0.12 million (June 30, 2023: Rs. 0.31 million) was paid to the Trustee which acts as a collecting agent.

	Note	December 31, 2023 (Un-audited) ----- (Rupees) -----	June 30, 2023 (Audited) -----
9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Annual fee payable	9.1	<u>155,503</u>	<u>764,952</u>

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

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

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

	December 31, 2023 (Un-audited) -----Rupees -----	June 30, 2023 (Audited) -----
10 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration payable	380,788	218,798
Printing charges payable	190,512	175,395
Brokerage expense payable	212,201	153,222
Withholding tax payable and capital gain tax payable	3,275,876	4,356,218
Shariah advisory fee payable	728,497	489,350
Sales load payable	951,098	1,398,916
Annual rating fee payable	336,715	252,946
Settlement charges	<u>1,929,118</u>	<u>1,955,965</u>
	<u>8,004,805</u>	<u>9,000,810</u>

11 CONTINGENCIES AND COMMITMENTS

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

12 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund as at December 31, 2023 based on current period results is 1.55% (2022: 1.33%) which includes 0.19% (2022: 0.30%) representing government levies on the Fund such as Sales Taxes, Federal Excise Duties, annual fee to the SECP etc. This ratio is within the maximum limit of 2.50% (excluding Government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Income Scheme'.

13 TAXATION

The income of the Fund is exempt from income tax as per Clause 99 of part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders.

Since the Management Company intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2024 to the unit holders in the manner as explained above, accordingly no provision for taxation has been made in these condensed interim financial statements, during the period.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of part IV of the Second Schedule of the Income Tax Ordinance, 2001.

14 EARNINGS PER UNIT

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

	December 31, 2023	December 31, 2022
	(Un-audited)	
	----- (Rupees) -----	
15 CASH AND CASH EQUIVALENTS		
Bank balances	<u>781,396,687</u>	<u>1,274,263,322</u>

16 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include Alfalah Asset Management Limited being the Management Company, funds under management of the Management Company, GHP Beteiligungen Holding Limited, Bank Alfalah Limited and MAB Investment Incorporated being associated companies of the Management Company, Bank Alfalah Limited - Employees' Provident Fund, Bank Alfalah Limited - Employees' Gratuity Fund, Alfalah GHP Investment Management Limited - Staff Provident Fund, directors and key management personnel of Alfalah GHP Investment Management Limited and Central Depository Company of Pakistan Limited being the Trustee of the Fund, and other associated companies and connected persons. Connected persons also include any person beneficially owing directly or indirectly 10% or more of the units in the issue / net assets of the Fund.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges, sale and purchase of investment and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with the market rates.

Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.

Selling and marketing expenses and allocated expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

Details of transactions and balances at period / year end with related parties / connected persons, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

16.1 Unit holders' fund

Details of transactions and balances at period end with related parties / connected persons, other than those which have been disclosed elsewhere in this condensed interim financial statements, are as follows:

Half year ended December 31, 2023 (Unaudited)									
As at July 01, 2023	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	As at December 31, 2023	As at July 01, 2023	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2023
(Units)				(Rupees)					
Associated companies / undertakings									
Alfalah Asset Management Limited (Management Company)	25	-	-	25	-	2,571	45	-	-
Alfalah GHP Islamic Prosperity Planning Fund- Moderate Allocation Plan	432,637	90,272	-	174,530	348,379	44,486,548	10,000,000	-	39,648,747
Alfalah GHP Islamic Prosperity Planning Fund- Balanced Allocation Plan	998,867	90,272	-	364,035	725,104	102,709,998	10,000,000	-	82,523,441
Alfalah GHP Islamic Active Allocation Plan II	181,231	300,819	-	376,571	105,479	18,635,349	33,500,000	-	12,004,478
Alfalah GHP Islamic Prosperity Planning Fund II - Capital Preservative Plan VI	-	257,274	-	132,112	125,162	-	28,500,000	-	14,244,607
Key management personnel									
Head of Digital	156	-	-	156	-	16,041	-	-	17,432
Vice President - IT	9,011	-	-	-	9,011	926,570	-	-	1,025,566
Head of Investor Relation	7	-	-	-	7	720	-	-	772
Head of HR	12	-	-	-	12	1,234	-	-	1,378

Half year ended December 31, 2022 (Unaudited)									
As at July 01, 2022	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	As at December 31, 2022	As at July 01, 2022	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2022
(Units)				(Rupees)					
Associated companies / undertakings									
Alfalah Asset Management Limited (Management Company)	-	21	-	-	21	-	2,128	46	-
Alfalah GHP Islamic Prosperity Planning Fund	3,504,369	-	-	-	3,504,369	357,989,867	-	-	398,829,432
Key management personnel									
Chief Executive Officer	-	2	-	-	2	-	233	5	-

16.2 Transactions during the period

Associated companies and undertakings	Half year ended (Un-audited)	
	December 31, 2023	December 31, 2022
	(Rupees)	
Alfalah Asset Management Limited - Management Company		
Remuneration of the Management Company	13,174,172	25,859,679
Sindh sales tax on remuneration of the Management Company	1,712,642	3,361,758
Sales load	116,663	121,322
Allocated expenses	598,821	1,227,447
Selling and marketing expenses	598,821	1,077,423
Bank Alfalah Limited		
Profit on bank balances	2,913,039	1,160,305
Sales load	8,765,263	7,144,575

	<u>Half year ended (Un-audited)</u>	
	<u>December 31,</u> <u>2023</u>	<u>December 31,</u> <u>2022</u>
Other related party	----- (Rupees) -----	
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	898,269	1,735,786
Sindh sales tax on remuneration of the Trustee	109,777	225,655
16.3 Balances outstanding as at period / year end	December 31, 2023	June 30 2023
Associated companies / undertakings	(Un-audited)	(Audited)
	----- (Rupees) -----	
Alfalah Asset Management Limited - Management Company		
Management remuneration payable	2,376,383	2,517,582
Sindh Sales Tax payable on management remuneration	308,930	296,887
Allocated expenses payable	581,001	1,046,161
Selling and marketing expenses payable	598,821	1,255,206
Sales load payable	2,686	5,451
Bank Alfalah Limited		
Bank balances	10,116,432	57,407,936
Sales load payable	951,098	1,398,916
Profit receivable	648,304	2,188,039
Alfalah Islamic Stable Return Plan -1		
GoP Ijara sukuks - purchase	99,500	-
Other related party		
Central Depository Company of Pakistan Limited - Trustee		
Trustee remuneration payable	241,130	214,018
Sindh sales tax payable on Trustee remuneration	31,348	73,408
Security deposit	100,000	100,000

17 FAIR VALUE MEASUREMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

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

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

17.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at 31 December 2023, the Fund held the following financial instruments measured at fair value:

Financial assets at fair value through profit or loss	December 31, 2023 (Un-audited)			
	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
Investments				
Sukuk certificates	-	748,153,286	-	748,153,286
Government of Pakistan (GoP) Ijara sukukuks	37,797,376	242,389,267	-	280,186,643
Short term sukuk certificates*	-	250,000,000	-	250,000,000
	<u>37,797,376</u>	<u>1,240,542,553</u>	<u>-</u>	<u>1,278,339,929</u>
	-----Rupees-----			
	-----June 30, 2023 (Audited)-----			
Financial assets at fair value through profit or loss	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
Investments				
Sukuk certificates	-	880,334,699	-	1,099,300,934
Government of Pakistan (GoP) Ijara sukukuks	-	639,639,700	-	100,000,000
Short term sukuk certificates*	-	175,000,000	-	100,000,000
	<u>-</u>	<u>1,694,974,399</u>	<u>-</u>	<u>1,299,300,934</u>

* The carrying value of these securities approximate their fair value since these are short term in nature and are placed with counter parties which have high credit ratings.

During the half year ended December 31, 2023, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurements.

18 GENERAL

18.1 Figures are rounded off to the nearest rupee unless otherwise stated.

19 DATE OF AUTHORISATION FOR ISSUE

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



**Alfalah GHP
Islamic Stock Fund**

FUND INFORMATION

Management Company:	Alfalsh Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Board of Directors of the Management Company:	Mr. Atif Aslam Bajwa Mr. Khalid Khanfer Mr. Kabir Qureshi Mr. Sohail Sultan Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khaldoon Bin Latif (CEO)
Audit Committee:	Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khalid Khanfer
HR Committee:	Ms. Ayesha Aziz Mr. Kabir Qureshi Mr. Khaldoon Bin Latif (CEO)
Risk Committee:	Mr. Khalilullah Shaikh Mr. Khaldoon Bin Latif (CEO) Mr. Khalid Khanfer
Chief Operating Officer and Company Secretary:	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Mr. Faisal Ali Khan
Trustee:	Central Depository Company of Pakistan Limited CDC House, 99-B, Block 'B', SMCHS, Main Share-e-Faisal, Karachi
Bankers to the Fund:	Bank Alfalah Limited
Auditors:	A.F. Ferguson & Co. Chartered Accountants State Life Building No. 1-C I.I. Chundrigar Road, P.O.Box 4716 Karachi, Pakistan
Legal Advisor:	Haider Waheed House 188, Street 33, Khyaban-e-Qasim, DHA Pahse VIII, Karachi
Registrar:	Alfalsh Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Distributor:	Bank Alfalah Limited

CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED

Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
Karachi - 74400, Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

ALFALAH GHP ISLAMIC STOCK FUND

Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah GHP Islamic Stock Fund (the Fund) are of the opinion that Alfalah Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2023 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 29, 2024



REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalah GHP Islamic Stock** (the Fund) as at December 31, 2023 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2023. The Management Company (Alfalah Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

The condensed interim financial statements of the Fund for the half year ended December 31, 2022 and the financial statements for the year ended June 30, 2023 were reviewed and audited respectively by another firm of Chartered Accountants who had expressed an unmodified conclusion and opinion thereon vide their reports dated March 01, 2023 and September 28, 2023 respectively.

A.F. Ferguson & Co.
Chartered Accountants
Engagement Partner: **Junaid Mesia**
Dated:
Karachi
UDIN:

ALFALAH GHP ISLAMIC STOCK FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)
AS AT DECEMBER 31, 2023

	Note	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
		----- (Rupees) -----	
Assets			
Bank balances	4	39,663,571	19,549,324
Investments	5	1,625,433,197	1,263,758,600
Receivable against sale of investment		108,316,234	-
Dividend, profit and other receivable	6	6,961,114	2,873,526
Total assets		1,780,374,116	1,286,181,450
Liabilities			
Payable to Alfalah Asset Management Limited - Management Company	7	20,073,079	20,187,456
Payable to Central Depository Company of the Pakistan Limited - Trustee	8	249,790	194,350
Payable to the Securities and Exchange Commission of Pakistan	9	142,707	263,605
Dividend payable		50,944	50,944
Payable against purchase of investments		-	4,793,538
Payable against redemption of units		44,596,298	-
Accrued expenses and other liabilities	10	14,194,891	8,480,676
Total liabilities		79,307,709	33,970,569
NET ASSETS		1,701,066,407	1,252,210,881
UNITS HOLDERS' FUND (AS PER STATEMENT ATTACHED)		1,701,066,407	1,252,210,881
CONTINGENCIES AND COMMITMENTS	11		
		----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		29,611,315	33,917,239
		----- (Rupees) -----	
NET ASSET VALUE PER UNIT		57.4465	36.9196

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC STOCK FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	Note	Half Year ended		Quarter ended	
		December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
		----- (Rupees) -----		----- (Rupees) -----	
INCOME					
Profit on saving accounts in banks		1,269,780	5,878,171	504,212	2,831,872
Dividend income		61,348,910	61,602,604	46,726,294	38,512,297
Gain / (loss) on sale of investments - net		201,153,729	3,581,331	166,694,811	2,763,532
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.3	414,842,836	(55,366,339)	312,804,531	(28,736,998)
Total income		<u>678,615,255</u>	<u>15,695,767</u>	<u>526,729,848</u>	<u>15,370,703</u>
EXPENSES					
Remuneration of Alfalah Asset Management Limited - Management Company	7.1	14,619,993	13,744,342	7,921,804	6,736,498
Sindh sales tax on remuneration of the Management Company	7.2	1,900,597	1,786,760	1,029,924	875,741
Allocated expenses	7.3	730,989	5,777,991	396,090	2,373,334
Selling and marketing expenses	7.4	8,678,590	7,276,931	4,324,000	4,489,747
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	1,234,028	1,182,273	647,485	579,824
Sindh sales tax on remuneration of the Trustee	8.2	160,424	153,694	84,173	75,376
Annual fee to the Securities and Exchange Commission of Pakistan	9.1	694,451	137,446	376,286	67,368
Brokerage expense, federal excise duty and capital value tax		3,360,449	1,242,806	2,299,656	739,155
CDS charges expenses		41,119	-	10,097	-
Sales Tax on Brokerage		339,478	-	311,518	-
Bank and settlement charges		312,305	261,026	197,619	146,023
Auditors' remuneration		384,684	425,023	192,364	232,655
Printing charges		21,849	15,119	14,289	7,557
Fees and subscriptions		13,800	13,800	6,900	6,900
Shariah advisory fee		302,471	302,493	151,233	151,248
Total expenses		<u>32,795,227</u>	<u>32,319,704</u>	<u>17,963,438</u>	<u>16,481,426</u>
Net income / (loss) for the period before taxation		<u>645,820,028</u>	<u>(16,623,937)</u>	<u>508,766,410</u>	<u>(1,110,723)</u>
Taxation	13	-	-	-	-
Net income / (loss) for the period after taxation		<u>645,820,028</u>	<u>(16,623,937)</u>	<u>508,766,410</u>	<u>(1,110,723)</u>
Earnings per unit	14				
Allocation of net income for the period					
Net income / (loss) for the period after taxation		645,820,028	(16,623,937)	508,766,410	(1,110,723)
Income already paid on units redeemed		(49,540,903)	-	(49,540,903)	-
		<u>596,279,125</u>	<u>(16,623,937)</u>	<u>459,225,507</u>	<u>(1,110,723)</u>
Accounting income available for distribution					
- Relating to capital gain		596,279,125	-	166,694,811	-
- Excluding capital gain		-	-	292,530,696	-
		<u>596,279,125</u>	<u>-</u>	<u>459,225,507</u>	<u>-</u>

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC STOCK FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023**

	Half Year ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	----- (Rupees) -----		----- (Rupees) -----	
Net income / (loss) for the period before taxation	645,820,028	(16,623,937)	508,766,410	(1,110,723)
Other comprehensive income	-	-	-	-
Net income / (loss) for the period after taxation	<u>645,820,028</u>	<u>(16,623,937)</u>	<u>508,766,410</u>	<u>(1,110,723)</u>

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



For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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

	Half Year ended December 31, 2023			Half Year ended December 31, 2022		
	Capital Value	Undistributed income / (accumulated loss)	Total	Capital Value	Undistributed income / (accumulated loss)	Total
	(Rupees)			(Rupees)		
Net assets at beginning of the period (audited)	1,935,562,763	(683,351,882)	1,252,210,881	2,098,139,023	(682,827,931)	1,415,311,092
Issuance of 9,671,498 units (2022: 6,790,181 units)						
- Capital value (at net asset value per unit at the beginning of the period)	357,067,822	-	357,067,822	250,579,407	-	250,579,407
- Element of (loss) / income	128,193,005	-	128,193,005	6,027,409	-	6,027,409
Total proceeds on issuance of units	485,260,827	-	485,260,827	256,606,816	-	256,606,816
Redemption of 13,977,422 units (2022: 10,489,964 units)						
- Capital value (at net asset value per unit at the beginning of the period)	516,040,813	-	516,040,814	387,113,239	-	387,113,239
- Element of income	116,643,612	49,540,903	166,184,515	5,343,967	-	5,343,967
Total payments on redemption of units	632,684,425	49,540,903	682,225,329	392,457,206	-	392,457,206
Total comprehensive income / (loss) for the period	-	645,820,028	645,820,028	-	(16,623,937)	(16,623,937)
Net assets at end of the period (unaudited)	1,788,139,165	(87,072,758)	1,701,066,407	1,962,288,633	(699,451,868)	1,262,836,765
	(Rupees)			(Rupees)		
Undistributed income brought forward						
- Realised loss		(630,076,671)			(438,182,817)	
- Unrealised loss / income		(53,275,211)			(244,645,114)	
		<u>(683,351,882)</u>			<u>(682,827,931)</u>	
Accounting income available for distribution						
- Relating to capital gain	596,279,125				-	
- Excluding capital gain						
	<u>596,279,125</u>					
Net loss for the period after taxation					(16,623,937)	
Accumulated loss carried forward		<u>(87,072,758)</u>			<u>(699,451,868)</u>	
Accumulated loss carried forward						
- Realised loss		(501,915,594)			(644,085,529)	
- Unrealised income / (loss)		414,842,836			(55,366,339)	
		<u>(87,072,758)</u>			<u>(699,451,868)</u>	
	(Rupees)			(Rupees)		
Net asset value per unit at the beginning of the period	<u>36.9196</u>			<u>36.9032</u>		
Net asset value per unit at the end of the period	<u>57.4465</u>			<u>36.4432</u>		

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC STOCK FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Note	Half Year ended	
		December 31, 2023	December 31, 2022
----- (Rupees) -----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income / (loss) for the period before taxation		645,820,028	(16,623,937)
Adjustment for:			
Net unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.3	(414,842,836)	55,366,339
		230,977,192	38,742,402
Decrease / (increase) in assets			
Investments - net		53,168,239	19,723,428
Receivable against sale of investment		(108,316,234)	(3,575,802)
Dividend, profit and other receivable		(4,087,588)	(510,212)
		(59,235,583)	15,637,414
Increase / (decrease) in liabilities			
Payable to Alfalah Asset Management Limited - Management Company		(114,377)	(2,984,860)
Payable to Central Depository Company of the Pakistan - Trustee		55,440	(17,929)
Payable to the Securities and Exchange Commission of Pakistan		(120,898)	(257,303)
Payable against purchase of investments		(4,793,538)	-
Accrued expenses and other liabilities		5,714,215	(2,064,264)
		740,842	(5,324,356)
Net cash generated from operating activities		172,482,451	49,055,460
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance and conversion of units		485,260,827	256,606,816
Payments against redemption and conversion of units		(637,629,031)	(392,457,206)
Net cash used in financing activities		(152,368,203)	(135,850,390)
Net increase / (decrease) in cash and cash equivalents during the period		20,114,247	(86,794,930)
Cash and cash equivalents at the beginning of the period		19,549,324	132,771,614
Cash and cash equivalents at the end of the period	15	39,663,571	45,976,684

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC STOCK FUND
NOTES TO AND FORMING PART OF THE CONDENSED
INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Alfalah GHP Islamic Stock Fund (formerly Alfalah GHP Islamic Fund) (the Fund) is an open-end collective investment scheme established through a Trust Deed under the Trust Act, 1882, executed between Alfalah GHP Investment Management Limited, (the Management Company) and Central Depository Company of Pakistan Limited, (the Trustee). The Trust Deed was executed on April 11, 2007 and was approved by the Securities and Exchange Commission of Pakistan (the SECP) in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), on March 29, 2007. The SECP approved the second Supplemental Trust Deed, under the NBFC Regulations, vide its letter No. SCD/AMCW/AGISF/239/2015 dated February 03, 2015 to modify and restate the previous Trust Deed to effectuate renaming of the Fund to Alfalah GHP Islamic Stock Fund.

During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). Accordingly, on September 17, 2022 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate issued by the SECP on March 09, 2020. The registered office of the Management Company is situated at 2nd Floor, Islamic Chambers of Commerce, Industry and Agriculture Building, Clifton, Karachi, Pakistan.

1.3 The Fund is categorized as a 'shariah compliant equity scheme' pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund are being offered for public subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.

1.4 According to the Trust Deed, the objective of the Fund is to provide good total return through a combination of current income and long-term capital appreciation, consistent with reasonable investment risk in shariah compliant equity securities. The Fund invests in shariah compliant securities and profit bearing accounts. The investment objectives and policies are explained in the Fund's offering document.

1.5 VIS Credit Rating Limited has assigned an asset manager rating of AM1 (stable outlook) to the Management Company on December 29, 2023 [June 30, 2023: AM2+ dated March 3, 2023 by Pakistan Credit Rating Agency Limited (PACRA)].

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIII A of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

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

2.3 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at September 30, 2023.

3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES AND JUDGEMENTS

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

3.2 The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

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

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

3.3 Standards and amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these do not have any material impact on the Fund's Financial statements and, therefore, have not been detailed in these condensed interim financial statements.

3.4 Standards interpretations and amendments to published accounting and reporting standards that are not yet effective

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's accounting period beginning on or after July 1, 2024. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

	Note	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
		----- (Rupees) -----	
4 BALANCES WITH BANKS			
Savings accounts	4.1	2,387,022	3,076,024
Current account	4.2	37,276,549	16,473,300
		<u>39,663,571</u>	<u>19,549,324</u>

4.1 The rate of return on these accounts ranges from 18.50% to 21.15% (June 30, 2023: 8.50% to 21.75%) per annum. These include bank balance of Rs. 0.11 million (June 30, 2023: Rs. 0.11 million) maintained with Bank Alfalah Limited (a related party).

4.2 This balance is maintained with Bank Alfalah Limited (a related party).

	Note	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
		----- (Rupees) -----	
5 INVESTMENTS			
At fair value through profit or loss			
Listed equity securities	5.1	1,616,177,057	1,252,060,760
Units of Mutual funds	5.2	9,256,140	11,697,840
		<u>1,625,433,197</u>	<u>1,263,758,600</u>

5.1 Listed equity securities

Ordinary shares have a face value of Rs. 10 each unless stated otherwise.

Name of the investee company	As at July 01, 2023	Purchased during the period	Bonus / Right shares during the period	Sold during the period	As at December 31, 2023	As at December 31, 2023			Market value as a percentage of net assets	Market value as a percentage of total investments	Paid-up value of shares held as a percentage of total paid-up capital of the investee company
						Carrying value	Market value	Unrealised appreciation / (diminution)			
					(Rupees)			(Percentage)			
Fertilizer											
Engro Fertilizer Limited	829,114	105,000	-	200,900	733,214	62,822,821	82,288,607	19,465,787	6.12%	6.49%	0.05%
Engro Corporation Limited	299,612	88,933	-	254,500	134,045	35,030,438	39,531,211	4,500,773	2.94%	3.12%	0.02%
						97,853,258	121,819,818	23,966,560	9.07%	9.61%	
Cement											
Cherat Cement Company Limited	271,690	199,000	-	170,300	300,390	40,950,404	48,967,562	8,007,002	3.64%	3.86%	0.15%
D. G. Khan Cement Company Limited	205,000	180,000	-	124,000	261,000	13,532,478	20,201,400	6,668,922	1.50%	1.59%	0.06%
Fauji Cement Company Limited	1,539,000	250,000	-	625,000	1,164,000	14,912,883	22,022,880	7,109,997	1.64%	1.74%	0.00%
Kohat Cement Company Limited	178,302	-	-	88,498	89,804	15,578,125	21,034,791	5,456,666	1.57%	1.66%	0.05%
Lucky Cement Limited	196,995	-	-	75,800	121,195	63,274,698	95,378,041	32,103,343	7.10%	7.52%	0.04%
Maple Leaf Cement Factory Limited	1,197,561	682,500	-	645,000	1,235,061	41,550,310	48,068,574	6,518,264	3.58%	3.79%	0.12%
Pioneer Cement Limited	253,000	77,500	-	124,000	206,500	19,394,756	23,735,110	4,340,354	1.77%	1.87%	0.09%
						209,193,810	279,398,358	70,204,548	20.80%	22.04%	
Power generation and distribution											
Hub Power Company Limited (note 5.1.3)	692,918	969,000	-	387,500	1,264,418	101,326,560	148,050,704	46,724,144	11.02%	11.68%	0.10%
K - Electric Limited (note 5.1.1)	-	17,660,000	-	1,300,000	16,360,000	74,952,149	86,053,600	11,101,451	6.41%	6.79%	0.00%
Nishat Chunian Power Limited	-	992,000	-	992,000	-	-	-	-	-	-	-
Nishat Power Limited	-	170,000	-	170,000	-	-	-	-	-	-	-
Saif Power Limited	-	520,000	-	520,000	-	-	-	-	-	-	-
						176,278,709	234,104,304	57,825,595	17.42%	18.46%	
Refinery											
Attock Refinery Limited	77,000	50,500	-	127,500	-	-	-	-	-	-	-
National Refinery Limited	22,500	-	-	22,500	-	-	-	-	-	-	-

Name of the investee company	As at July 01, 2023	Purchased during the period	Bonus / Right shares during the period	Sold during the period	As at December 31, 2023	As at December 31, 2023			Market value as a percentage of net assets	Market value as a percentage of total investments	Paid-up value of shares held as a percentage of total paid-up capital of the investee company
						Carrying value	Market value	Unrealised appreciation / (diminution)			
						(Number of shares)					
Oil and gas marketing companies											
Hascol Petroleum (note 5.1.2)	4,221	-	-	-	4,221	23,427	31,320	7,893	-	-	0.00%
Attock Petroleum Limited	22,163	-	-	22,163	-	-	-	-	-	-	-
Shell Pakistan Limited	69,200	-	-	69,200	-	-	-	-	-	-	-
Sui Northern Gas Pipelines Limited	482,000	339,608	-	273,000	548,608	25,483,106	40,333,660	14,850,554	3.00%	3.18%	0.00%
Pakistan State Oil Limited (note 5.1.2)	269,352	259,000	-	208,500	319,852	38,754,909	56,521,047	17,766,138	4.21%	4.46%	0.07%
						64,261,442	96,886,027	32,624,585	7.21%	7.64%	
Oil and gas exploration companies											
Mari Petroleum Co. Ltd	65,853	-	-	23,056	42,797	64,822,048	89,706,792	24,884,744	6.68%	7.08%	0.03%
Oil & Gas Development Company Limited	1,085,099	250,000	-	255,500	1,079,599	89,976,302	121,400,908	31,424,606	9.04%	9.58%	0.03%
Pakistan Oilfields Limited	160,146	-	-	160,146	-	-	-	-	-	-	-
Pakistan Petroleum Limited	1,222,065	415,000	-	569,700	1,067,365	68,060,361	122,778,996	54,718,635	9.14%	9.68%	0.04%
						222,858,711	333,886,695	111,027,984	24.85%	26.33%	
Textile composite											
Kohinoor Textile Limited (note 5.1.2)	277,751	-	-	144,000	133,751	6,809,263	12,672,907	5,863,644	0.94%	1.00%	0.05%
Nishat Mills Limited	254,167	-	-	91,000	163,167	9,262,991	12,518,172	3,255,181	0.93%	0.99%	0.05%
Interloop Limited	313,740	100,000	-	225,000	188,740	7,820,748	13,589,280	5,768,532	1.01%	1.07%	0.01%
						23,893,002	38,780,359	14,887,357	2.89%	3.06%	
Automobile assembler											
Milat Tractors Limited	108,105	41,681	-	75,000	74,786	31,429,473	43,470,858	12,041,386	3.24%	3.43%	0.04%
Honda Atlas Cars (Pakistan) Limited	-	65,000	-	65,000	-	-	-	-	-	-	-
Pak Suzuki Motor Company Limited	-	127,000	-	-	127,000	62,125,260	70,911,720	8,786,460	5.28%	5.59%	0.15%
Gandhara Automobiles Limited	-	198,000	-	198,000	-	-	-	-	-	-	-
Sazgar Engineering Works Limited	245,000	173,500	-	327,953	90,547	15,523,229	16,104,689	581,460	1.20%	1.27%	0.15%
						109,077,962	130,487,268	21,409,306	9.71%	10.29%	0.34%
Engineering											
Agha Steel Ind. Limited	2,650	-	-	2,650	-	-	-	-	0.00%	0.00%	0.00%
International Industries	41,603	-	-	41,603	-	-	-	-	-	-	-
International Steels Limited	73,900	250,000	-	110,900	213,000	14,353,963	15,553,260	1,199,297	1.16%	1.23%	0.05%
Mughal Iron & Steel Industries	-	252,100	-	-	252,100	15,330,415	16,683,978	1,353,563	0.00%	0.00%	0.08%
						29,684,378	32,237,238	2,552,860	1.16%	1.23%	0.12%
Pharmaceuticals											
The Searle Company Limited (note 5.1.2)	310,498	-	-	291,710	18,788	719,956	967,206	247,250	0.07%	0.02%	0.00%
AGP Limited	244,756	-	-	244,756	-	-	-	-	-	-	-
Highnoon (Lab) Limited (note 5.1.2)	24,262	7,600	-	-	31,862	11,245,557	16,076,291	4,830,734	1.20%	1.27%	0.06%
SEARLR2 Limited	-	90,810	-	90,810	-	-	-	-	-	-	-
Citi Pharma Limited	495,953	250,000	-	745,953	-	-	-	-	-	-	-
						11,965,513	17,043,497	5,077,984	1.27%	1.29%	0.06%
Food and personal care products											
Al Shaheer Corporation Limited (note 5.1.2)	274	-	-	-	274	1,981	3,400	1,419	-	-	-
National Foods Limited (note 5.1.1)	143,700	-	-	80,500	63,200	6,218,880	9,164,000	2,945,120	0.68%	0.72%	0.05%
Unity Foods Limited	-	1,115,000	-	275,000	840,000	21,957,781	19,849,200	(2,108,581)	1.48%	1.57%	0.07%
The Organic Meat Company Limited	-	565,000	-	565,000	-	-	-	-	-	-	-
						28,178,642	29,016,600	837,958	2.16%	2.29%	0.12%
Commercial banks											
Meezan Bank Limited	980,044	133,008	-	333,000	780,052	71,132,232	125,869,191	54,736,959	9.37%	9.93%	0.04%
BankIslami Pakistan Ltd.	405,000	385,000	-	402,459	387,541	6,735,349	8,603,410	1,868,061	0.64%	0.68%	0.03%
Faysal Bank Limited	619,469	150,000	-	165,000	604,469	12,880,219	19,693,600	6,813,381	1.47%	1.55%	0.04%
						90,747,800	154,166,201	63,418,401	11.47%	12.16%	0.12%
Chemicals											
Engro Polymer & Chemicals Limited	368,500	-	-	368,500	-	-	-	-	-	-	-
Automobile parts & accessories											
Thal Limited (note 5.1.3)	24,600	-	-	24,600	-	-	-	-	-	-	-
Technology & communication											
Systems Limited	213,177	5,341	-	163,341	55,177	22,262,667	23,370,770	1,108,103	1.74%	1.84%	0.02%
Avanceon Limited	255,415	145,000	-	400,415	-	-	-	-	-	-	-
Air Link Communication Limited	-	375,000	-	100,000	275,000	16,231,382	16,709,000	477,618	1.24%	1.32%	0.07%
						38,494,049	40,079,770	1,585,721	2.98%	3.16%	0.09%

Name of the investee company	As at July 01, 2023	Purchased during the period	Bonus / Right shares during the period	Sold during the period	As at December 31, 2023	As at December 31, 2023			Market value as a percentage of net assets	Market value as a percentage of total investments	Paid-up value of shares held as a percentage of total paid-up capital of the investee company
						Carrying value	Market value	Unrealised appreciation / (diminution)			
						(Number of shares)					
Glass & Ceramics											
Tariq Glass Limited	273,952	429,924	-	304,000	399,876	32,175,006	39,875,635	7,700,629	2.97%	3.15%	0.23%
						32,175,006	39,875,635	7,700,629	2.97%	3.15%	0.23%
Miscellaneous											
Pakistan Aluminium Beverage Cans Limited	144,500	-	-	144,500	-	-	-	-	-	-	-
Descon Oxychem Limited	-	695,000	-	50,000	645,000	15,113,324	14,577,000	(536,324)	1.08%	1.15%	0.37%
Synthetic Products Limited (note 5.1.2)	21,398	-	-	-	21,398	222,539	285,663	63,124	0.02%	0.02%	0.02%
						15,335,863	14,862,663	(473,200)	1.11%	1.17%	0.39%
Transport											
Pakistan National Shipping Corporation		92,200	-	7,600	84,700	20,949,556	22,402,303	1,452,747	1.67%	1.77%	0.06%
						20,949,556	22,402,303	1,452,747	1.67%	1.77%	0.06%
Paper & Board											
Cherat Pack Limited		134,500	-	-	134,500	18,230,195	15,128,560	(3,101,635)	1.13%	1.19%	0.27%
						18,230,195	15,128,560	(3,101,635)	1.13%	1.19%	0.27%
Synthetic & Rayon											
Image Pakistan Limited		943,500	-	-	943,500	16,076,430	16,001,760	(74,670)	1.19%	1.26%	0.72%
						16,076,430	16,001,760	(74,670)	1.19%	1.26%	0.72%
Cable & Electrical Goods											
Pak Elektron Limited		400,000	-	400,000	-	-	-	-	-	-	-
Pakistan Cables Limited		150,000	-	150,000	-	-	-	-	-	-	-
						-	-	-	-	-	-
As at December 31, 2023						<u>1,205,254,171</u>	<u>1,616,177,057</u>	<u>410,922,730</u>			
As at June 30, 2023						<u>1,302,546,067</u>	<u>1,252,060,760</u>	<u>(50,485,307)</u>			

5.1.1 All shares have a nominal value of Rs 10 each except for the shares of K-Electric Limited which has face value of Rs 3.5 each and National Foods Limited and Thal Limited which have face value of Rs 5 each.

5.1.2 The Finance Act, 2014 introduced an amendment to the Income Tax Ordinance 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the issuing company.

In this regard, a constitutional petition had been filed by Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs. The petition was based on the fact that because CISs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs. A stay order had been granted by the Honourable High Court of Sindh in favour of CISs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgement on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically. The CISs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019 in the Honourable High Court of Sindh and, on July 15, 2019, the Honourable High Court of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs.

The Finance Act, 2018 effective from July 1, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on stock exchange issuing bonus shares to the shareholders of the company, to withhold five percent of the bonus shares to be issued. Therefore, bonus shares issued to the Fund during the period were not withheld by the investee companies.

As at December 31, 2023, the following bonus shares of the Fund were withheld by certain companies at the time of declaration of the bonus shares.

Name of investee company	December 31, 2023		June 30, 2023	
	Bonus shares		Bonus shares	
	Number	Market value (Rupees)	Number	Market value (Rupees)
Hascol Petroleum Limited	4,221	31,320	4,223	23,438
Kohinoor Textile Mills Limited	1,287	121,943	1,287	65,521
The Searle Company Limited	18,788	967,206	18,790	720,033
Highnoon Laboratories Limited	1	505	-	-
Al Shaheer Corporation Limited	274	3,400	274	1,981
Pakistan State Oil Company Limited	9,103	1,608,591	9,104	1,010,635
Synthetic Products Limited	20,494	273,595	20,494	213,138
Engro Corporation	5,500	1,622,005	-	-
	<u>59,668</u>	<u>4,628,565</u>	<u>54,172</u>	<u>2,034,746</u>

5.1.3 The above investments include shares having a market value (in aggregate) amounting to Rs. 46.84 million (June 30, 2023: Rs. 27.83 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with circular no. 11 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan. The details of shares which have been pledged are as follows:

	December 31, 2023	June 30, 2023	December 31, 2023	June 30, 2023
	----(Number of shares)----		Market Value ----- (Rupees) -----	
The Hub Power Company Limited	400,000	400,000	46,836,000	27,832,000
	<u>400,000</u>	<u>400,000</u>	<u>46,836,000</u>	<u>27,832,000</u>

5.2 Units of Mutual Funds

Name of the investee company	As at July 01, 2023	Acquired during the year during the period	Bonus / Right shares during the year	Sold during the year	As at December 31, 2023	As at December 31, 2023			Market value as a percentage of net assets	Market value as a percentage of total investments
						Carrying value	Market value	Unrealized appreciation / (diminution)		
						----- (Rupees) -----			----- (Percentage) -----	
Alfalah Consumer Index ETF	1,848,000	-	-	1,005,000	843,000	5,336,190	9,256,140	3,919,950	0.69%	0.73%
						<u>5,336,190</u>	<u>9,256,140</u>	<u>3,919,950</u>		
As at December 31, 2023						<u>14,487,725</u>	<u>11,697,840</u>	<u>(2,789,885)</u>		
As at June 30, 2023										

	Note	December 31, 2023 (Audited)	June 30, 2023 (Audited)
-----Rupees-----			
5.3 Unrealised gain / (loss) on revaluation of investments classified as at 'fair value through profit or loss' - net			
Market value of investments	5.1 & 5.2	1,625,433,197	1,263,758,600
Less: Carrying value of investments	5.1 & 5.2	(1,210,590,361)	(1,317,033,792)
		<u>414,842,836</u>	<u>(53,275,192)</u>
6 DIVIDEND, PROFIT AND OTHER RECEIVABLE			
Profit receivable on bank balances		239,954	220,048
Dividend receivable		4,050,854	248
Advance Tax		53,230	53,230
Prepayment - Listing Fees		17,076	-
Security deposits		2,600,000	2,600,000
		<u>6,961,114</u>	<u>2,873,526</u>
7 PAYABLE TO THE MANAGEMENT COMPANY			
Management remuneration payable	7.1	3,809,281	2,190,049
Sindh Sales Tax payable on management remuneration	7.2	495,206	1,069,013
Allocated expenses payable	7.3	695,394	454,086
Selling and marketing expenses payable	7.4	8,678,590	10,079,700
Sales load payable		982,237	982,237
Federal Excise Duty payable on management remuneration	7.5	5,412,371	5,412,371
		<u>20,073,079</u>	<u>20,187,456</u>
7.1	As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document, subject to the total expense ratio limit. The Management Company has charged remuneration at a rate of 2% (June 30, 2023: 2%) of the average annual net assets of the Fund. The remuneration is paid to the Management Company on a monthly basis in arrears.		
7.2	During the period, sales tax at the rate of 13% (December 31, 2022: 13%) on remuneration of the Management Company levied through the Sindh Sales Tax on Services Act, 2011.		
7.3	In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS). During the period, the Management Company has charged such expenses to the Fund at the rate of 2.00% (June 30, 2023: 0.10%) of the average net assets of the Fund which has been approved by the board of directors.		
7.4	In accordance with the SECP's circular 11 dated July 5, 2019 the asset management companies are allowed to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) subject to the maximum limit approved by the board of directors as part of the annual plan. Accordingly, the Management Company has charged selling and marketing expenses based on its discretion (duly approved by the Board of Directors) while keeping in view the annual plan, overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations at the rates ranging from 0.45% to 0.70% (June 30, 2023: 0.30% to 0.55%) of the average annual net assets of the Fund.		

- 7.5 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED and the related sales tax has been made for the period from June 13, 2013 till June 30, 2016 amounting to Rs 5.41 million is being retained in the financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been made, the Net Asset Value per unit of the Fund would have been higher by Re 0.18 (June 30, 2023: Re 0.16) per unit.

	Note	December 31, 2023 (Audited)	June 30, 2023 (Audited)
8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
		----- Rupees -----	
Trustee remuneration payable	8.1	221,050	171,989
Sindh sales tax payable on Trustee remuneration	8.2	<u>28,740</u>	<u>22,361</u>
		<u>249,790</u>	<u>194,350</u>

- 8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the trust deed at the following rates:

Net Assets (Rs.)	Tariff
up to Rs. 1,000 million	Rs. 0.7 million or 0.20% pa of NAV which ever is higher
from Rs.1,000 million and above	Rs. 2.0 million plus 0.10% per annum of NAV exceeding Rs. 1,000 million.

- 8.2 During the period, sales tax at the rate of 13% (December 31, 2022: 13%) on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011.

	Note	December 31, 2023 (Audited)	June 30, 2023 (Audited)
9 ANNUAL FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)			
		-----Rupees-----	
Annual fee payable	9.1	<u>142,707</u>	<u>263,605</u>

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

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

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

	Note	December 31, 2023 (Audited)	June 30, 2023 (Audited)
		----- (Rupees) -----	
10 ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration		293,757	481,473
Brokerage expense payable		2,946,580	1,094,706
Sales Tax On Brokerage Payable		383,056	-
Settlement charges		488,389	281,661
Withholding tax payable		6,226,293	1,397,972
Charity payable	10.1	2,593,989	2,593,989
Shariah advisory fee payable		457,378	735,708
Sales load payable		198,785	198,785
Printing charges payable		2,706	-
Other liabilities		603,958	1,696,382
		<u>14,194,891</u>	<u>8,480,676</u>

10.1 According to the instruction of the Shariah Advisory Board, if any income is earned by the Fund from investments, a portion of which has been made in non-shariah compliant avenues, such portion of the income of the Fund from that investee should be donated for charitable purposes directly by the Fund.

11 CONTINGENCIES AND COMMITMENTS

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

12 TOTAL EXPENSE RATIO (TER)

The Total Expense Ratio (TER) of the Fund as at December 31, 2023 is 4.48% which includes 0.33% representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, federal excise duties, annual fee to the SECP, etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an shariah compliant equity scheme.

13 TAXATION

The income of the Fund is exempt from income tax as per clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders as cash dividend. Furthermore, regulation 63 of the NBFC Regulations requires the Fund to distribute 90% of the net accounting income other than capital gains to the unit holders. The Fund is also exempt from the provisions of the section 113 (minimum tax) under clause 4A of Part IV of the Second Schedule of the Income tax Ordinance, 2001. Since the Management Company intends to distribute the income earned by the Fund for the year ending June 30, 2024 to the unit holders in the manner as explained above, accordingly no provision for taxation has been made in these condensed interim financial statements.

14 EARNINGS PER UNIT (EPU)

Earnings per unit has not been disclosed as in the opinion of the management determination of cumulative weighted average number of outstanding units for calculation of EPU is not practicable.

	Note	Half year ended (Un-audited)	
		December 31, 2023	December 31, 2022
----- Rupees -----			
15 CASH AND CASH EQUIVALENTS			
Bank Balances	4	39,663,571	45,967,684
		<u>39,663,571</u>	<u>45,967,684</u>

16 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include Alfalah Asset Management Limited being the Management Company, Funds under management of the Management Company, Bank Alfalah Limited, Alfalah CLSA Securities (Private) Limited and MAB Investment Incorporated being associated companies of Management Company, Bank Alfalah Limited - Employees' Provident Fund, Bank Alfalah Limited - Employees' Gratuity Fund, Alfalah GHP Investment Management Limited - Staff Provident Fund, directors and key management personnel of Alfalah GHP Investment Management Limited and Central Depository Company of Pakistan Limited (CDC) being the Trustee of the Fund, and other associated companies and connected persons. Connected persons also includes any person beneficially owing directly or indirectly 10% or more of the units in the issue / net assets of the Fund.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges, sale and purchase of investment and distribution payments to connected persons.

Remunerations to the Management Company and the Trustee of the Fund are determined in accordance with the provisions of the NBFC Regulations and the Trust Deed respectively.

Details of transactions and balances at period end with related parties / connected persons, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

16.1 Unit Holders' Fund

Note	Half Year ended December 31, 2023 (Unaudited)									
	As at July 01, 2023	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	As at December 31, 2023	As at July 01, 2023	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	As at December 31, 2023
	-----Units-----					-----Rupees-----				
Associated Companies / Undertakings	-	-	-	-	-	-	-	-	-	-
Key Management Personnel (Employees)										
Head of Corporate sales	12.1.1	-	-	-	-	-	-	-	-	-
Head of Equity	12.1.1	24,274	40	24,274	40	896,186	2,163	988,507	2,298	
Head of Research	12.1.1	8	8,760	-	8,768	295	500,000	-	503,691	
SEVP Portfolio		32,259	-	32,259	-	1,190,989	-	1,353,692	-	
Director Private Equity		11,628	-	-	11,628	429,301	-	-	667,988	
Chief Operating Officer	12.1.1	25	-	-	25	923	-	-	1,436	
Head of Compliance	12.1.1	9	-	-	9	332	-	-	517	
Head of Fixed Income		-	3,737	-	3,737	-	-	-	214,702	
Unit holder holding 10% or more units		23,066,756	-	-	23,066,756	851,615,405	-	-	1,325,104,400	

Note	Half Year ended December 31, 2022 (Unaudited)									
	As at July 01, 2022	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	As at December 31, 2022	As at July 01, 2022	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	As at December 31, 2022
	Units					(Rupees)				
Associated Companies / Undertakings	-	-	-	-	-	-	-	-	-	-
Key Management Personnel (Employees)										
Head of Corporate Sales	12.1.1	6,117	-	-	6,117	225,737	-	-	-	222,923
Chief Executive Officer	12.1.1	5,257	-	-	5,257	181,853	-	-	-	191,588
Head of Research	12.1.1	-	-	-	-	300	-	-	-	297
Head of Investment Advisory and Senior Portfolio Manager	12.1.1	37,534	72	-	37,606	1,385,115	2,708	-	-	1,370,457
Head of Administration	12.1.1	-	-	-	-	-	-	-	-	-
Chief Financial Officer	12.1.1	-	-	-	-	-	-	-	-	-
Chief Operating Officer	12.1.1	-	-	-	-	-	-	-	-	-
Unit holder holding 10% or more units		25,151,635	-	1,714,189	23,437,446	928,175,783	-	65,000,000	-	831,207,629

This reflects the position of related party / connected persons status as at December 31, 2023.

16.2 Transactions during the period

	Half year ended (Unaudited)	
	December 31, 2023	December 31, 2022
	----- (Rupees) -----	
Associated companies / undertakings		
Alfalah GHP Investment Management Limited - Management Company		
Remuneration of the Management Company	14,619,993	13,744,342
Sindh sales tax on remuneration of the Management Company	1,900,597	1,786,760
Allocated expenses	730,989	5,777,991
Selling and marketing expenses	8,678,590	7,276,931
Sales load	1,289	16
Bank Alfalah Limited - Islamic Banking Division		
Profit on bank balances	643	211
Sales Load	1,179,733	-
Alfalah CLSA Securities (Private) Limited		
Brokerage expenses	200,174	-
Other related party		
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	1,234,028	1,182,273
Sindh sales tax on remuneration of the Trustee	160,424	153,694
Alfalah Consumer Index Exchange Traded Fund (fund managed by the Management Company)		
Units redeemed: 1,005,000 units (December 31, 2022: 140,000 units)	8,297,910	5,166,448

16.3 Balances outstanding as at period end	2023 (Unaudited)	2023 (Audited)
Associated companies / undertakings	----- (Rupees) -----	
Alfalsh GHP Investment Management Limited - Management Company		
Management remuneration payable	3,809,281	2,190,049
Sindh sales tax payable on management remuneration	495,206	1,069,013
Federal excise duty payable on management remuneration	5,412,371	5,412,371
Payable against allocated expenses	695,394	454,086
Payable against selling and marketing expenses	8,678,590	10,079,700
Sales load payable	982,237	982,237
Bank Alfalah Limited		
Bank balances	37,389,583	16,586,334
Sales load payable	198,785	198,875
Alfalsh CLSA Securities (Private) Limited		
Brokerage expense payable	162,080	-
Other related party		
Central Depository Company of Pakistan Limited - Trustee		
Trustee remuneration payable	221,050	171,989
Sindh sales tax payable on trustee remuneration	28,740	22,361
Security deposit	100,000	100,000
Alfalsh Consumer Index Exchange Traded Fund (fund managed by the Management Company)		
Outstanding 840,000 units (June 30, 2023: 1,848,000 units)	9,256,140	14,487,725

17 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

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

- 17.1 The investments of the Fund in debt securities are valued on the basis of rates determined by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by SECP for valuation of debt securities. In the determination of the rates MUFAP takes into account the holding pattern of these securities and categorises them as traded, thinly traded and non-traded securities. The investments of the Fund in government securities are valued on the basis of rates announced by the Financial Markets Association of Pakistan. The investment of the Fund in equity securities is valued on the basis of rates quoted on Stock Exchange. The estimated fair values of all other financial assets and liabilities are considered not to be significantly different from carrying values.

Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3: inputs for the assets or liability that are not based on observable market data (i.e. unobservable inputs).

As at 31 December 2023 and 30 June 2023, the Fund held the following financial instruments measured at fair values:

December 31, 2023 (Un-audited)				
	Level 1	Level 2	Level 3	Total
----- (Rupees) -----				
Financial assets at fair value through profit or loss				
Investments				
Listed equity securities	1,616,177,057	-	-	1,616,177,057
Units of mutual funds	9,256,140	-	-	9,256,140
	<u>1,625,433,197</u>	<u>-</u>	<u>-</u>	<u>1,625,433,197</u>

June 30, 2023 (Audited)				
	Level 1	Level 2	Level 3	Total
----- (Rupees) -----				
Financial assets at fair value through profit or loss				
Investments				
Listed equity securities	1,252,060,760	-	-	1,252,060,760
Units of mutual funds	11,697,840	-	-	11,697,840
	<u>1,263,758,600</u>	<u>-</u>	<u>-</u>	<u>1,263,758,600</u>

18 GENERAL

Figures are rounded off to the nearest Rupee.

19 DATE OF AUTHORISATION FOR ISSUE

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



Alfalah GHP
Islamic Prosperity Planning Fund

FUND INFORMATION

Management Company:	Alfalal Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Board of Directors of the Management Company:	Mr. Atif Aslam Bajwa Mr. Khalid Khanfer Mr. Kabir Qureshi Mr. Sohail Sultan Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khaldoon Bin Latif (CEO)
Audit Committee:	Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khalid Khanfer
HR Committee:	Ms. Ayesha Aziz Mr. Kabir Qureshi Mr. Khaldoon Bin Latif (CEO)
Risk Committee:	Mr. Khalilullah Shaikh Mr. Khaldoon Bin Latif (CEO) Mr. Khalid Khanfer
Chief Operating Officer and Company Secretary:	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Mr. Faisal Ali Khan
Trustee:	Central Depository Company of Pakistan Limited CDC House, 99-B, Block 'B', SMCHS, Main Share-e-Faisal, Karachi
Bankers to the Fund:	Bank Alfalah Limited
Auditors:	A.F. Ferguson & Co. Chartered Accountants State Life Building No. 1-C I.I. Chundrigar Road, P.O.Box 4716 Karachi, Pakistan
Legal Advisor:	Haider Waheed House 188, Street 33, Khyaban-e-Qasim, DHA Pahse VIII, Karachi
Shariah Advisor:	Bank Islami Pakistan Limited 11th Floor, Dolmen Executive Towers, Marine Drive, Clifton, Block-4, Karachi
Registrar:	Alfalal Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Distributor:	Bank Alfalah Limited

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
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TRUSTEE REPORT TO THE UNIT HOLDERS

ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND

**Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance
Companies and Notified Entities Regulations, 2008**

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah GHP Islamic Prosperity Planning Fund (the Fund) are of the opinion that Alfalah Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2023 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 29, 2024



REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalah GHP Islamic Prosperity Planning Fund** (the Fund) as at December 31, 2023 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2023. The Management Company (Alfalah Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

The condensed interim financial statements of the Fund for the half year ended December 31, 2022 and the financial statements for the year ended June 30, 2023 were reviewed and audited respectively by another firm of Chartered Accountants who had expressed an unmodified conclusion and opinion thereon vide their reports dated March 01, 2023 and September 28, 2023 respectively.

A.F. Ferguson & Co.
Chartered Accountants
Engagement Partner: **Junaid Mesia**
Dated:
Karachi
UDIN:

ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2023

December 31, 2023								
(Un-audited)								
	Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan-II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total	
Note ----- (Rupees) -----								
ASSETS								
Bank balances	4	2,536,457	7,030,102	2,002,895	45,158	33,445	30,202	11,678,259
Investments	5	80,858,724	155,547,759	74,163,535	-	-	-	310,570,018
Advance, profit and other receivable	6	409,618	1,378,310	1,458,696	372,965	228,085	130,513	3,978,187
Total assets		83,804,799	163,956,171	77,625,126	418,123	261,530	160,715	326,226,464
LIABILITIES								
Payable to Alfalah Asset Management Limited - Management Company	7	203,387	326,279	150,736	347,236	132,128	160,715	1,320,481
Payable to Central Depository Company of Pakistan Limited - Trustee	8	146,701	124,843	186,461	-	1,900	-	459,905
Payable to the Securities and Exchange Commission of Pakistan	9	6,872	18,228	126,965	-	158	-	152,223
Accrued expenses and other liabilities	10	5,254,951	6,030,888	1,201,656	70,887	127,344	-	12,685,726
Total liabilities		5,611,911	6,500,238	1,665,818	418,123	261,530	160,715	14,618,335
NET ASSETS		78,192,888	157,455,933	75,959,308	-	-	-	311,608,129
UNIT HOLDERS' FUND		78,192,888	157,455,933	75,959,308	-	-	-	311,608,129
(as per statement attached)								
CONTINGENCIES AND COMMITMENTS	11							
		----- (Number of units) -----						
NUMBER OF UNITS IN ISSUE		637,246	1,353,534	706,384	-	-	-	
		----- (Rupees) -----						
NET ASSET VALUE PER UNIT		122.7044	116.3295	107.5326	-	-	-	

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2023

June 30, 2023								
(Audited)								
	Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -I	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total	
(Rupees)								
ASSETS								
Bank balances	4	1,908,473	867,300	1,001,842	999,637	705,488	28,990	5,511,730
Investments	5	75,368,089	190,787,855	83,936,076	-	17,539,828	-	367,631,848
Advance, profit and other receivable	6	363,750	1,323,215	1,324,255	372,965	258,401	130,513	3,773,099
Total assets		<u>77,640,312</u>	<u>192,978,370</u>	<u>86,262,173</u>	<u>1,372,602</u>	<u>18,503,717</u>	<u>159,503</u>	<u>376,916,677</u>
LIABILITIES								
Payable to Alfalah Asset Management Limited - Management Company	7	405,050	457,744	334,770	1,301,715	126,781	159,503	2,785,563
Payable to Central Depository Company of Pakistan Limited - Trustee	8	141,289	101,445	154,381	-	10,657	-	407,772
Payable to the Securities and Exchange Commission of Pakistan	9	13,790	36,205	115,409	-	5,903	-	171,307
Dividend payable		-	-	-	-	827,872	-	827,872
Accrued expenses and other liabilities	10	4,997,485	4,917,468	2,624,062	70,887	721,018	-	13,330,920
Total liabilities		<u>5,557,614</u>	<u>5,512,862</u>	<u>3,228,622</u>	<u>1,372,602</u>	<u>1,692,231</u>	<u>159,503</u>	<u>17,523,434</u>
NET ASSETS		<u>72,082,698</u>	<u>187,465,508</u>	<u>83,033,551</u>	<u>-</u>	<u>16,811,486</u>	<u>-</u>	<u>359,393,243</u>
UNIT HOLDERS' FUND (as per statement attached)		<u>72,082,698</u>	<u>187,465,508</u>	<u>83,033,551</u>	<u>-</u>	<u>16,811,486</u>	<u>-</u>	<u>359,393,243</u>
CONTINGENCIES AND COMMITMENTS	11							
		----- (Number of units) -----						
NUMBER OF UNITS IN ISSUE		<u>691,157</u>	<u>1,853,262</u>	<u>914,463</u>	<u>-</u>	<u>167,239</u>	<u>-</u>	
		----- (Rupees) -----						
NET ASSET VALUE PER UNIT		<u>104.2928</u>	<u>101.1543</u>	<u>90.8003</u>	<u>-</u>	<u>100.5237</u>	<u>-</u>	

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023**

Half year ended December 31, 2023						
	Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan - II	Islamic Capital Preservation Plan IV	Total	
Note ----- (Rupees) -----						
INCOME						
Profit on savings accounts with banks	11,998	49,055	145,767	4,353	211,173	
Dividend income	474,920	1,405,598	1,142,654	188,888	3,212,060	
Net realised gain on sale of investments	3,653,506	6,052,212	13,045,109	840,020	23,590,847	
	4,140,424	7,506,865	14,333,530	1,033,261	27,014,080	
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.2	8,571,031	16,908,133	306,674	-	25,785,838
Total income		12,711,455	24,414,998	14,640,204	1,033,261	52,799,918
EXPENSES						
Remuneration of Alfalah Asset Management Limited - Management Company	7.1	-	5,325	24,438	2,503	32,266
Sindh Sales Tax on remuneration of the Management Company	7.2	-	692	3,177	325	4,194
Allocated expenses	7.3	59,992	129,002	62,507	9,137	260,638
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	27,144	59,647	28,387	3,599	118,777
Sindh Sales Tax on remuneration of the Trustee	8.2	3,529	7,754	3,690	468	15,441
Fee to the Securities and Exchange Commission of Pakistan	9.1	24,180	52,706	11,556	909	89,351
Auditors' remuneration		46,047	120,589	233,535	8,526	408,697
Annual listing fee charges		962	3,387	6,407	3,808	14,564
Shariah advisory fee		3,272	11,620	23,930	2,155	40,977
Printing charges		1,396	3,702	1,397	-	6,495
Other charges		16,834	43,309	18,593	-	78,736
Total expenses		183,356	437,733	417,617	31,430	1,070,136
Net income for the period before taxation		12,528,099	23,977,265	14,222,587	1,001,831	51,729,782
Taxation	13	-	-	-	-	-
Net income for the period after taxation		12,528,099	23,977,265	14,222,587	1,001,831	51,729,782
Earnings per unit	15					
Allocation of net income for the period						
Net income for the period after taxation		12,528,099	23,977,265	14,222,587	1,001,831	51,729,782
Income already paid on units redeemed		(795,404)	(2,685,160)	(2,234,185)	(30,151)	(5,744,900)
		11,732,695	21,292,105	11,988,402	971,680	45,984,882
Accounting income available for distribution						
- Relating to capital gains		11,732,695	21,292,105	11,988,402	840,020	45,853,222
- Excluding capital gains		-	-	-	131,660	131,660
		11,732,695	21,292,105	11,988,402	971,680	45,984,882

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023**

Half year ended December 31, 2022							Total
Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V		
INCOME							
Profit on savings accounts with banks	20,115	17,618	106,033	68,061	19,676	29,608	261,111
Dividend income	23,640	75,668	47,521	-	9,259	-	156,088
Net realised gain on sale of investments	1,428,307	3,902,750	11,228,358	2,219,838	1,712,388	1,173,193	21,664,834
	1,472,062	3,996,036	11,381,912	2,287,899	1,741,323	1,202,801	22,082,033
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	1,970,567	4,967,459	893,291	-	311,278	-	8,142,595
Total income	3,442,629	8,963,495	12,275,203	2,287,899	2,052,601	1,202,801	30,224,628
EXPENSES							
Remuneration of Alfalah Asset Management Limited - Management Company	7.1	4,123	23,277	16,020	4,020	2,094	49,534
Sindh Sales Tax on remuneration of the Management Company	7.2	536	3,026	2,083	523	272	6,440
Allocated expenses	7.3	68,021	179,180	259,717	36,983	39,923	605,813
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	27,422	62,562	91,586	12,940	13,726	216,954
Sindh Sales Tax on remuneration of the Trustee	8.2	3,565	8,133	11,906	1,682	1,784	28,203
Fee to the Securities and Exchange Commission of Pakistan	9.1	6,794	17,912	25,963	3,963	4,007	60,976
Auditors' remuneration		44,291	120,576	233,526	48,134	16,008	470,079
Annual listing fee charges		925	3,370	6,624	3,331	2,024	17,716
Shariah advisory fee		3,360	12,355	23,928	926	4,048	44,988
Printing charges		1,313	3,675	6,303	1,241	1,521	14,620
Other charges		-	-	-	-	-	-
Total expenses		155,691	412,422	685,856	127,303	87,584	1,515,323
Net income for the period before taxation		3,286,938	8,551,073	11,589,347	2,160,596	1,965,017	28,709,305
Taxation	13	-	-	-	-	-	-
Net income for the period after taxation		3,286,938	8,551,073	11,589,347	2,160,596	1,965,017	28,709,305
Earnings per unit	15						
Allocation of net income for the period							
Net income for the period after taxation		3,286,938	8,551,073	11,589,347	2,160,596	1,965,017	28,709,305
Income already paid on units redeemed		-	(112,038)	(7,942,837)	(2,081,961)	(1,047,660)	(12,340,830)
		3,286,938	8,439,035	3,646,510	78,635	917,357	16,368,475
Accounting income available for distribution							
- Relating to capital gains		3,286,938	8,439,035	3,646,510	78,635	917,357	16,368,475
- Excluding capital gains		-	-	-	-	-	-
		3,286,938	8,439,035	3,646,510	78,635	917,357	16,368,475

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023**

Quarter ended December 31, 2023						
	Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan - II	Islamic Capital Preservation Plan IV	Total	
	(Rupees)					
INCOME						
Profit on savings accounts with banks	6,174	26,494	101,264	-	133,932	
Dividend income	-	-	191,416	-	191,416	
Net realised gain on sale of investments	3,568,278	5,027,450	12,617,576	809,089	22,022,393	
	3,574,452	5,053,944	12,910,256	809,089	22,347,741	
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5,343,638	9,729,587	2,829,760	-	17,902,985	
Total income	8,918,090	14,783,531	15,740,016	809,089	40,250,726	
EXPENSES						
Remuneration of Alfalah Asset Management Limited - Management Company	7.1	-	3,969	23,616	1,754	29,339
Sindh Sales Tax on remuneration of the Management Company	7.2	-	428	3,065	230	3,723
Allocated expenses	7.3	3,077	84,123	40,837	551	128,588
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	27,144	59,647	28,387	3,599	118,777
Sindh Sales Tax on remuneration of the Trustee	8.2	1,798	3,820	1,854	24	7,496
Fee to the Securities and Exchange Commission of Pakistan	9.1	14,802	31,547	7,530	55	53,934
Auditors' remuneration		42,884	60,299	116,769	522	220,474
Annual listing fee charges		487	1,699	3,171	2,796	8,153
Shariah advisory fee		1,655	6,180	11,967	131	19,933
Printing charges		736	1,853	(39)	-	2,550
Other charges		16,834	96	5	-	16,935
Total expenses		109,417	253,661	237,162	9,662	609,902
Net income for the period before taxation		8,808,673	14,529,870	15,502,854	799,427	39,640,824
Taxation	13	-	-	-	-	-
Net income for the period after taxation		8,808,673	14,529,870	15,502,854	799,427	39,640,824

Earnings per unit

15

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

Quarter ended December 31, 2022								
	Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total	
Note ----- (Rupees) -----								
INCOME								
Profit on savings accounts with banks	10,749	9,141	19,731	22,009	12,144	14,733	88,507	
Dividend income	-	-	-	-	-	-	-	
Net realised gain on sale of investments	1,110,035	3,863,403	4,351,889	227,661	1,655,772	1,173,193	12,381,953	
	1,120,784	3,872,544	4,371,620	249,670	1,667,916	1,187,926	12,470,460	
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	514,427	442,877	(1,800,334)	(149,968)	(848,994)	(622,491)	(2,464,483)	
Total income	1,635,211	4,315,421	2,571,286	99,702	818,922	565,435	10,005,977	
EXPENSES								
Remuneration of Alfalah Asset Management Limited - Management Company	7.1	-	2,088	7,060	7,241	4,020	970	21,379
Sindh Sales Tax on remuneration of the Management Company	7.2	-	264	927	925	532	141	2,789
Allocated expenses	7.3	34,678	89,972	87,979	2,339	39,923	10,304	265,195
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	13,438	31,351	30,851	612	13,726	4,302	94,280
Sindh Sales Tax on remuneration of the Trustee	8.2	1,756	4,060	4,000	86	1,793	550	12,245
Fee to the Securities and Exchange Commission of Pakistan	9.1	3,458	8,994	8,786	492	4,007	1,157	26,894
Auditors' remuneration		22,241	60,276	116,757	26,511	16,008	3,772	245,565
Annual listing fee charges		465	1,671	3,312	465	2,024	184	8,121
Shariah advisory fee		1,688	6,175	11,962	1,674	4,048	722	26,269
Printing charges		651	1,842	3,140	639	1,503	276	8,051
Other charges		-	-	-	-	-	-	-
Total expenses		78,375	206,693	274,774	40,984	87,584	22,378	710,788
Net income for the period before taxation		1,556,836	4,108,728	2,296,512	58,718	731,338	543,057	9,295,189
Taxation	13	-	-	-	-	-	-	-
Net income for the period after taxation		1,556,836	4,108,728	2,296,512	58,718	731,338	543,057	9,295,189
Earnings per unit	15							

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023**

	Half year ended December 31, 2023				Total
	Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan - II	Islamic Capital Preservation Plan IV	
	(Rupees)				
Net income for the period after taxation	12,528,099	23,977,265	14,222,587	1,001,831	51,729,782
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	12,528,099	23,977,265	14,222,587	1,001,831	51,729,782

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023**

Half year ended December 31, 2022							
Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total	
(Rupees)							
Net income for the period after taxation	3,286,938	8,551,073	11,589,347	2,160,596	1,965,017	1,156,334	28,709,305
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	3,286,938	8,551,073	11,589,347	2,160,596	1,965,017	1,156,334	28,709,305

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023**

Quarter ended December 31, 2023					
Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan - II	Islamic Capital Preservation Plan IV	Total	
----- (Rupees) -----					
Net income for the period after taxation	8,808,673	14,529,870	15,502,854	799,427	39,640,824
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	<u>8,808,673</u>	<u>14,529,870</u>	<u>15,502,854</u>	<u>799,427</u>	<u>39,640,824</u>

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023**

Quarter ended December 31, 2022							
Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total	
----- (Rupees) -----							
Net income for the period after taxation	1,556,836	4,108,728	2,296,512	58,718	731,338	543,057	9,295,189
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	1,556,836	4,108,728	2,296,512	58,718	731,338	543,057	9,295,189

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	Half year ended December 31, 2022								
	Islamic Moderate Allocation Plan			Islamic Balanced Allocation Plan			Islamic Active Allocation Plan-II		
	Capital value	Accumulated loss	Total	Capital value	Undistributed income	Total	Capital value	Accumulated loss	Total
	(Rupees)								
Net assets at the beginning of the period (audited)	96,006,680	(30,629,147)	65,377,533	95,366,211	80,482,415	175,848,626	529,935,086	(189,408,725)	340,526,361
Issuance of:									
Islamic Moderate Allocation Plan 1,129 units; Islamic Balanced Allocation Plan 291 units; Islamic Active Allocation Plan-II: 39 units; Islamic Active Allocation Plan III: 27 units; Islamic Capital Preservation Plan IV: 8 units; Islamic Capital Preservation Plan V: Nil units;									
- Capital value (at net asset value per unit at the beginning of the period)	117,066	-	117,066	29,329	-	29,329	3,550	-	3,550
- Element of income / (loss)	4,814	-	4,814	684	-	684	(50)	-	(50)
Total proceeds on issuance of units	121,880	-	121,880	30,013	-	30,013	3,500	-	3,500
Redemption of:									
Islamic Moderate Allocation Plan 1,902 units; Islamic Balanced Allocation Plan 51,022 units; Islamic Active Allocation Plan-II: 2,803,887 units; Islamic Active Allocation Plan III: 759,835 units; Islamic Capital Preservation Plan IV: 233,451 units; Islamic Capital Preservation Plan V: 227,724 units;									
- Capital value (at net asset value per unit at the beginning of the period)	197,309	-	197,309	5,136,087	-	5,136,087	252,789,046	-	252,789,046
- Element of (loss) / income	(93)	-	(93)	(747)	112,038	111,291	4	7,942,837	7,942,841
Total payments on redemption of units	197,216	-	197,216	5,135,340	112,038	5,247,378	252,789,050	7,942,837	260,731,887
Total comprehensive income for the period	-	3,286,938	3,286,938	-	8,551,073	8,551,073	-	11,589,347	11,589,347
Net assets at end of the period (un-audited)	95,931,544	(27,342,209)	68,589,335	90,280,884	88,921,450	179,202,334	277,189,536	(185,762,215)	91,427,321
Undistributed income brought forward									
- Realised (loss) / income	(26,628,630)			83,320,679			(160,244,635)		
- Unrealised (loss)	(2,000,517)			(2,838,264)			(29,164,090)		
	(30,629,147)			80,482,415			(189,408,725)		
Accounting income available for distribution									
- Relating to capital gains	3,286,938			8,438,035			3,646,510		
- Excluding capital gains	-			-			-		
	3,286,938			8,438,035			3,646,510		
Accumulated (loss) / undistributed income carried forward	(27,342,209)			88,921,450			(185,762,215)		
Accumulated (loss) / undistributed income carried forward									
- Realised (loss) / income	(29,312,776)			83,933,991			(186,655,506)		
- Unrealised income	1,970,567			4,967,459			893,291		
	(27,342,209)			88,921,450			(185,762,215)		
	(Rupees)			(Rupees)			(Rupees)		
Net asset value per unit at beginning of the period	103.7259			100.6639			90.1495		
Net asset value per unit at end of the period	108.9551			105.6401			93.8952		

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

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

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	Half year ended December 31, 2022									Total
	Islamic Active Allocation Plan III			Islamic Capital Preservation Plan IV			Islamic Capital Preservation Plan V			
	Capital value	Accumulated loss	Total	Capital value	Undistributed income	Total	Capital value	Accumulated loss	Total	
	(Rupees)									
Net assets at the beginning of the period (audited)	142,197,149	(73,134,902)	69,062,247	43,329,324	91,166	43,420,490	22,888,873	(27,758)	22,861,115	717,096,572
Issuance of:										
Islamic Moderate Allocation Plan I: 129 units; Islamic Balanced Allocation Plan: 291 units; Islamic Active Allocation Plan -II: 39 units; Islamic Active Allocation Plan III: 27 units; Islamic Capital Preservation Plan IV: 8 units; Islamic Capital Preservation Plan V: Nil units;										
- Capital value (at net asset value per unit at the beginning of the period)	2,377		2,377	771	-	771	-	-	-	153,083
- Element of income / (loss)	62		62	16	-	16	-	-	-	5,536
Total proceeds on issuance of units	2,439		2,439	787	-	787	-	-	-	158,619
Redemption of:										
Islamic Moderate Allocation Plan: 1,902 units; Islamic Balanced Allocation Plan: 51,022 units; Islamic Active Allocation Plan -II: 2,803,887 units; Islamic Active Allocation Plan III: 759,835 units; Islamic Capital Preservation Plan IV: 233,431 units; Islamic Capital Preservation Plan V: 227,724 units										
- Capital value (at net asset value per unit at the beginning of the period)	66,805,156		66,805,156	23,287,347	-	23,287,347	22,701,905	-	22,701,905	370,896,851
- Element of (loss) / income	2	2,081,961	2,081,963	-	1,047,860	1,047,860	19,586	1,156,334	1,175,920	12,359,592
Total payments on redemption of units	66,805,158	2,081,961	68,887,119	23,287,347	1,047,860	24,335,207	22,721,491	1,156,334	23,877,825	383,256,432
Total comprehensive income for the period	-	2,160,596	2,160,596	-	1,965,017	1,965,017	-	1,156,334	1,156,334	28,709,305
Net assets at end of the period (un-audited)	75,394,430	(73,056,267)	2,338,163	20,042,764	1,008,523	21,051,287	167,382	(27,758)	139,624	362,708,064
Undistributed income brought forward										
- Realised (loss) / income		(71,687,287)			1,134,948			238,415		
- Unrealised (loss)		(1,447,615)			(1,043,782)			(266,173)		
		(73,134,902)			91,166			(27,758)		
Accounting income available for distribution										
- Relating to capital gains		78,635			917,357			-		
- Excluding capital gains		-			-			-		
		78,635			917,357			-		
Accumulated (loss) / undistributed income carried forward		(73,056,267)			1,008,523			(27,758)		
Accumulated (loss) / undistributed income carried forward										
- Realised (loss) / income		(73,056,267)			887,245			(27,758)		
- Unrealised income		-			311,278			-		
		(73,056,267)			1,008,523			(27,758)		
				(Rupees)		(Rupees)		(Rupees)		
Net asset value per unit at beginning of the period		87.9206			99.7912			99.6905		
Net asset value per unit at end of the period		91.9813			104.3067			87.4195		

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

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

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	Half year ended December 31, 2023						Total
	Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan-II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	
	Note						(Rupees)
CASH FLOWS FROM OPERATING ACTIVITIES							
Net income for the period before taxation	12,528,099	23,977,265	14,222,587	-	1,001,831	-	51,729,782
Adjustments for:							
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.2 (8,571,031)	(16,908,133)	(306,674)	-	-	-	(25,785,838)
	3,957,068	7,069,132	13,915,913	-	1,001,831	-	25,943,944
Decrease / (increase) in assets							
Investments - net	3,080,396	52,148,229	10,079,215	-	17,539,828	-	82,847,668
Advance, profit and other receivable	(45,868)	(55,095)	(134,441)	-	30,316	-	(205,088)
	3,034,528	52,093,134	9,944,774	-	17,570,144	-	82,642,580
(Decrease) / increase in liabilities							
Payable to Alfalah Asset Management Limited - Management Company	(201,663)	(131,465)	(184,034)	(954,479)	5,347	1,212	(1,465,082)
Payable to Central Depository Company of Pakistan Limited - Trustee	5,412	23,398	32,080	-	(8,757)	-	52,133
Payable to the Securities and Exchange Commission of Pakistan	(6,918)	(17,977)	11,556	-	(5,745)	-	(19,084)
Accrued expenses and other liabilities	257,466	1,113,420	(1,422,406)	-	(593,674)	-	(645,194)
	54,297	987,376	(1,562,804)	(954,479)	(602,829)	1,212	(2,077,227)
Net cash generated from / (used in) operating activities	7,045,893	60,149,642	22,297,883	(954,479)	17,969,146	1,212	106,509,297
CASH FLOWS FROM FINANCING ACTIVITIES							
Amounts received against issuance of units	808	159	1,190	-	-	-	2,157
Payments made against redemption of units	(6,418,717)	(53,986,999)	(21,298,020)	-	(17,813,317)	-	(99,517,053)
Dividends paid	-	-	-	-	(827,872)	-	(827,872)
Net cash used in financing activities	(6,417,909)	(53,986,840)	(21,296,830)	-	(18,641,189)	-	(100,342,768)
Net increase / (decrease) in cash and cash equivalents during the period	627,984	6,162,802	1,001,053	(954,479)	(672,043)	1,212	6,166,529
Cash and cash equivalents at the beginning of the period	1,908,473	867,300	1,001,842	999,637	705,488	28,990	5,511,730
Cash and cash equivalents at the end of the period	14 2,536,457	7,030,102	2,002,895	45,158	33,445	30,202	11,678,259

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	Half year ended December 31, 2022						Total
	Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan - II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	
Note ----- (Rupees) -----							
CASH FLOWS FROM OPERATING ACTIVITIES							
Net loss for the period before taxation	3,286,938	8,551,074	11,589,347	2,160,597	1,965,017	1,156,334	28,709,307
Adjustments for:							
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(1,970,567)	(4,967,459)	(893,291)	-	(311,278)	-	(8,142,595)
	1,316,371	3,583,615	10,696,056	2,160,597	1,653,739	1,156,334	20,566,712
(Increase) / decrease in assets							
Investments - net	(453,289)	3,721,568	250,824,124	67,342,836	23,273,828	22,496,518	367,205,585
Advance and other receivable	(1,115,050)	(10,867)	(103,669)	(56,484)	(15,151)	(29,900)	(1,331,121)
	(1,568,339)	3,710,701	250,720,455	67,286,352	23,258,677	22,466,618	365,874,464
Increase / (decrease) in liabilities							
Payable to Alfalah Asset Management Limited - Management Company	7,250	46,695	59,055	2,916	(116,610)	(35,026)	(35,720)
Payable to Central Depository Company of Pakistan Limited - Trustee	135,621	46,886	103,475	1,867	(1,477)	18,313	304,685
Payable to the Securities and Exchange Commission of Pakistan	6,794	17,912	25,963	3,962	(5,466)	(2,705)	46,460
Accrued expenses and other liabilities	386,285	134,372	234,642	(223,457)	(49,586)	(191,717)	290,539
	535,950	245,865	423,135	(214,712)	(173,139)	(211,135)	605,964
Net cash generated from operating activities	283,982	7,540,181	261,839,646	69,232,237	24,739,277	23,411,817	387,047,140
CASH FLOWS FROM FINANCING ACTIVITIES							
Amounts received against issuance of units	121,881	30,014	3,501	2,439	787	-	158,622
Payments made against redemption of units	(197,216)	(5,247,378)	(260,711,887)	(68,887,119)	(24,335,007)	(23,877,825)	(383,256,432)
Dividends paid	-	-	-	-	-	-	-
Net cash used in financing activities	(75,335)	(5,217,364)	(260,708,386)	(68,884,680)	(24,334,220)	(23,877,825)	(383,097,810)
Net increase / (decrease) in cash and cash equivalents during the period	208,647	2,322,817	1,131,260	347,557	405,057	(466,008)	3,949,330
Cash and cash equivalents at the beginning of the period	1,063,706	854,716	239,473	2,248,534	506,486	962,265	5,875,180
Cash and cash equivalents at the end of the period	14 1,272,353	3,177,533	1,370,733	2,596,091	911,543	496,257	9,824,510

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND
NOTES TO AND FORMING PART OF THE CONDENSED
INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Alfalah GHP Islamic Prosperity Planning Fund (the Fund) is an open-end collective investment scheme established through a Trust Deed under the Trust Act, 1882, executed between Alfalah Asset Management Limited (the Management Company) and Central Depository Company of Pakistan Limited (the Trustee) on March 15, 2016. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), on April 25, 2016.

After promulgation of Provincial Trust Acts namely "Sindh Trusts Act, 2020" (the Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan, the abovementioned Trust Deeds have been registered under the Sindh Trust Act on 13 September, 2021.

1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules) through a certificate issued by the SECP on February 3, 2023 which is valid for a period of three years w.e.f March 9, 2023. The registered office of the Management Company is situated at 2nd Floor, Islamic Chambers of Commerce, Industry and Agriculture Building, Clifton, Karachi, Pakistan.

1.3 The Fund is categorised as a 'Fund of Funds scheme' pursuant to the provisions contained in Circular 7 of 2009. The units of the Fund are being offered for public subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.

1.4 According to the Trust Deed, the objective of the Fund is to generate returns on investment as per the respective Allocation Plan by investing in collective investment schemes in line with the risk tolerance of the investor. The duration of the Fund is perpetual, however, allocation plans may have a set time frame. The Fund invests in units of other mutual funds, bank deposits. The investment objectives and policy are explained in the Fund's offering document. Presently, the Fund offers the following allocation plans:

- a. Alfalah GHP Islamic Moderate Allocation Plan: The initial maturity of plan was two (2) years from the close of subscription period. However, the duration of the plan has been changed to perpetual.
- b. Alfalah GHP Islamic Balanced Allocation Plan is perpetual.
- c. Alfalah GHP Islamic Active Allocation Plan II: The initial maturity of plan was two (2) years from the close of subscription period. However the duration of the plan has been changed to perpetual.

1.5 VIS Credit Rating Limited has assigned an asset manager rating of AM1 (stable outlook) to the Management Company on December 29, 2023 [June 30, 2023: AM2+ dated March 3, 2023 by Pakistan Credit Rating Agency Limited (PACRA)].

1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

1.7 During the year ended June 30, 2023, Islamic Active Allocation Plan III and Islamic Capital Preservation Plan V matured on January 27, 2023 as per the provisions of the offering document. All the liabilities relating to these Plans have been settled and no amount is outstanding as at December 31, 2023.

1.8 During the current period, Islamic Capital Preservation Plan IV matured on October 6, 2023 as per the provisions of the offering document.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

- 2.2** The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2023.
- 2.3** These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at and for the half year ended December 31, 2023.

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

- 3.1** The accounting policies adopted and all the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.
- 3.2** The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2023. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund as at and for the year ended June 30, 2023.

3.3 Standards, interpretations and amendments to the published accounting and reporting standards that are effective in the current period

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

3.4 Standards, interpretations and amendments to the published accounting and reporting standards that are not yet effective

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2024. However, these are not expected to have any significant impact on the Fund's operations and, therefore, have been not detailed in these condensed interim financial statements.

		December 31, 2023 (Un-audited)							
		Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total	
4	BALANCES WITH BANKS	(Rupees)							
	Savings accounts	4.1	2,536,457	7,030,102	2,002,895	45,158	33,445	30,202	11,678,259

		June 30, 2023 (Audited)							
		Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total	
	Savings accounts	4.1	1,908,473	867,300	1,001,842	999,637	705,488	28,990	5,511,730

4.1 Deposits in savings accounts also include Rs. 9.83 million (June 30, 2023: Rs. 3.10 million) maintained with Bank Alfalah Limited, a related party, and carry profit at the rate of 19.50% (June 30, 2023: 20.50%) per annum.

		December 31, 2023 (Un-audited)							
		Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total	
5	INVESTMENTS	(Rupees)							
	At fair value through profit or loss								
	Units of open-end mutual funds	5.1	80,858,724	155,547,759	74,163,535	-	-	-	310,570,018

		June 30, 2023 (Audited)							
		Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total	
	At fair value through profit or loss								
	Units of open-end mutual funds	5.1	75,368,089	190,787,855	83,936,076	-	17,539,828	-	367,631,848

5.1 Units of open-end mutual funds

5.1.1 Islamic Moderate Allocation Plan

Name of investee	As at July 1, 2023	Purchased / reinvested during the period	Redeemed during the period	As at December 31, 2023	As at December 31, 2023			Market value as a percentage of net assets	Market value as a percentage of total investments
					Carrying value	Market value	Unrealised appreciation / (diminution)		
					(Rupees)				
Alfalalah GHP Islamic Income Fund	432,637	90,272	174,530	348,379	36,372,613	39,648,747	3,276,134	50.71	49.03
Alfalalah Islamic Rozana Amdani Fund	211,587	481	212,068	-	-	-	-	-	-
Alfalalah GHP Islamic Dedicated Equity Fund	154,079	192,520	128,463	218,136	16,636,788	20,398,297	3,761,509	26.09	25.23
Alfalalah Islamic Money Market Fund	-	216,031	23,756	192,275	19,278,292	20,811,680	1,533,388	26.62	25.74
Total as at December 31, 2023					72,287,693	80,858,724	8,571,031		
Total as at June 30, 2023					75,461,687	75,368,089	(93,598)		

* These represent investments held in related parties i.e. funds under common management.

5.1.2 Islamic Balanced Allocation Plan

Name of investee	As at July 1, 2023	Purchased / reinvested during the period	Redeemed during the period	As at December 31, 2023	As at December 31, 2023			Market value as a percentage of net assets	Market value as a percentage of total investments
					Carrying value	Market value	Unrealised appreciation / (diminution)		
					(Rupees)				
Alfalalah GHP Islamic Income Fund	998,867	90,272	364,035	725,104	75,163,827	82,523,441	7,359,614	52.41	53.05
Alfalalah Islamic Rozana Amdani Fund	677,299	1,538	678,837	-	-	-	-	-	-
Alfalalah GHP Islamic Dedicated Equity Fund	323,585	122,972	190,597	255,960	18,004,003	23,935,350	5,931,347	15.20	15.39
Alfalalah Islamic Money Market Fund	-	689,295	235,771	453,524	45,471,796	49,088,968	3,617,172	31.18	31.56
Total as at December 31, 2023					138,639,626	155,547,759	16,908,133		
Total as at June 30, 2023					190,886,285	190,787,855	(98,428)		

* These represent investments held in related parties i.e. funds under common management.

5.1.3 Islamic Active Allocation Plan -II

Name of investee	As at July 1, 2023	Purchased / reinvested during the period	Redeemed during the period	As at December 31, 2023	As at December 31, 2023			Market value as a percentage of net assets	Market value as a percentage of total investments
					Carrying value	Market value	Unrealised appreciation / (diminution)		
					(Rupees)				
Alfalalah GHP Islamic Income Fund	181,231	300,819	376,571	105,479	11,716,083	12,004,478	288,395	15.80	16.19
Alfalalah Islamic Rozana Amdani Fund	425,357	966	426,323	-	-	-	-	-	-
Alfalalah GHP Islamic Dedicated Equity Fund	360,719	656,693	525,804	491,608	46,159,717	45,971,256	(188,461)	60.52	61.99
Alfalalah Islamic Money Market Fund	-	433,551	400,728	32,823	3,289,645	3,552,673	263,028	4.68	4.79
AISF-Alfalalah Islamic Sovereign Plan-1	-	126,121	-	126,121	12,691,416	12,635,128	(56,288)	16.63	17.04
Total as at December 31, 2023					73,856,861	74,163,535	306,674		
Total as at June 30, 2023					84,446,718	83,936,076	(510,642)		

* These represent investments held in related parties i.e. funds under common management.

5.1.4 Islamic Capital Preservation Plan IV

Name of investee	As at July 1, 2023	Purchased / reinvested during the period	Redeemed during the period	As at December 31, 2023	As at December 31, 2023			Market value as a percentage of net assets	Market value as a percentage of total investments
					Carrying value	Market value	Unrealised diminution		
					Number of units				
Alfalalah GHP Islamic Income Fund	62,091	-	62,091	-	-	-	-	-	
Alfalalah Islamic Rozana Amdani Fund	82,890	188	83,078	-	-	-	-	-	
Alfalalah GHP Islamic Dedicated Equity Fund	45,422	-	45,422	-	-	-	-	-	
Alfalalah Islamic Money Market Fund	-	84,522	84,522	-	-	-	-	-	
Total as at December 31, 2023									
Total as at June 30, 2023					17,637,268	17,539,828	(97,440)		

* These represent investments held in related parties i.e. funds under common management.

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

Note		December 31, 2023 (Un-audited)						
		Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total
		(Rupees)						
Market value of investments	5.1	80,858,724	155,547,759	74,163,535	-	-	-	310,570,018
Less: carrying value of investments	5.1	72,287,693	138,639,626	73,856,861	-	-	-	284,784,180
		<u>8,571,031</u>	<u>16,908,133</u>	<u>306,674</u>	-	-	-	<u>25,785,838</u>
Note		June 30, 2023 (Audited)						
		Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total
		(Rupees)						
Market value of investments	5.1	75,368,089	190,787,855	83,936,075	-	17,539,828	-	367,631,847
Less: carrying value of investments	5.1	75,461,687	190,886,285	84,446,717	-	17,637,268	-	368,431,957
		<u>(93,598)</u>	<u>(98,430)</u>	<u>(510,642)</u>	-	<u>(97,440)</u>	-	<u>(800,110)</u>

6 ADVANCE AND OTHER RECEIVABLE

Note		December 31, 2023 (Un-audited)						
		Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total
		(Rupees)						
Advance tax		338,627	1,021,797	1,015,492	372,965	228,085	130,513	3,107,479
Profit receivable on bank balances		70,991	148,962	443,204	-	-	-	663,157
Others		-	207,551	-	-	-	-	207,551
		<u>409,618</u>	<u>1,378,310</u>	<u>1,458,696</u>	<u>372,965</u>	<u>228,085</u>	<u>130,513</u>	<u>3,978,187</u>

June 30, 2023						
(Audited)						
Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total
(Rupees)						
Advance tax	338,627	1,021,797	1,015,492	372,965	228,085	3,107,479
Profit receivable on bank balances	25,123	93,867	21,581	-	27,586	168,157
Others	-	207,551	287,182	-	2,730	497,463
	<u>363,750</u>	<u>1,323,215</u>	<u>1,324,255</u>	<u>372,965</u>	<u>258,401</u>	<u>3,773,099</u>

7 PAYABLE TO ALFALAH ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

December 31, 2023							
(Un-audited)							
Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total	
(Rupees)							
Management remuneration payable	7.1	-	43,843	55,498	-	1,755	101,096
Sindh Sales Tax payable on management remuneration	7.2	-	5,700	7,215	-	228	13,143
Allocated expenses payable	7.3	72,552	140,085	88,023	-	70,145	370,805
Provision for Federal Excise Duty and related sindh sales tax on management fee	7.4	83,821	83,234	-	-	-	167,055
Formation cost payable		-	-	-	60,000	-	60,000
Sales load payable		47,014	53,417	-	-	-	100,431
Other payable		-	-	347,236	-	160,715	507,951
		<u>203,387</u>	<u>326,279</u>	<u>150,736</u>	<u>347,236</u>	<u>132,128</u>	<u>1,320,481</u>

June 30, 2023							
(Audited)							
Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total	
(Rupees)							
Management remuneration payable	7.1	89,839	45,514	31,060	-	5,868	172,281
Sindh Sales Tax payable on management remuneration	7.2	11,679	5,917	4,038	-	763	22,397
Allocated expenses payable	7.3	34,256	287,872	299,672	-	60,150	681,950
Provision for Federal Excise Duty and related sindh sales tax on management fee	7.4	83,821	83,234	-	-	-	167,055
Formation cost payable		-	-	-	60,000	-	60,000
Sales load payable		185,455	35,207	-	-	-	220,662
Other payable		-	-	1,301,715	-	159,503	1,461,218
		<u>405,050</u>	<u>457,744</u>	<u>334,770</u>	<u>1,301,715</u>	<u>126,781</u>	<u>2,785,563</u>

- 7.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document, subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at the rate of 1.25% (June 2023: 1.25%) of the average net assets of the Fund. The remuneration is paid to the Management Company on a monthly basis in arrears.

- 7.2 During the period, an amount of Rs. 0.004 million (2022: Rs. 0.006 million) at the rate of 13% (June 30, 2023: 13%) per annum was charged on account of sales tax on management fee levied through the Sindh Sales Tax on Services Act, 2011.
- 7.3 In accordance with Regulation 60 of NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services accounting, operation and valuation services, related to a Collective Investment Scheme (CIS). Accordingly, the Management Company has charged allocated expenses to the Fund based on its discretion subject to not being higher than actual expense incurred.
- 7.4 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 0.17 million (June 30, 2023: Rs. 0.17 million) is being retained in the condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan.

Had the provision not been made, the Net Asset Value per unit of the Fund would have been higher by Re 0.05 (June 30, 2023: Re 0.06) per unit.

8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

		December 31, 2023						
		(Un-audited)						
		Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total
		ote (Rupees)						
Trustee remuneration payable	8.1	120,970	108,440	165,014	-	192	-	394,616
Sindh Sales Tax payable on								
Trustee remuneration	8.2	25,731	16,403	21,447	-	1,708	-	65,289
		146,701	124,843	186,461	-	1,900	-	459,905
		June 30, 2023						
		(Audited)						
		Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total
		ote (Rupees)						
Remuneration of the Trustee	8.1	116,179	87,741	136,628	-	9,418	-	349,966
Sindh Sales Tax payable on								
Trustee remuneration	8.2	25,110	13,704	17,753	-	1,239	-	57,806
		141,289	101,445	154,381	-	10,657	-	407,772

8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed based on the daily net asset value of the Fund. The remuneration is payable to the trustee at the rate of 0.07% (June 2023: 0.53%) per annum of the daily net assets of the Fund.

8.2 During the period, an amount of Rs. 0.02 million (June 30, 2023: Rs. 0.03 million) was charged on account of sales tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011.

9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

December 31, 2023						
(Un-audited)						
Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total

Note (Rupees)

Fee payable	9.1	6,872	18,228	126,965	-	158	-	152,223
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June 30, 2023						
(Audited)						
Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total

Note (Rupees)

Fee payable	9.1	13,790	36,205	115,409	-	5,903	-	171,307
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9.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay as annual fee to the Securities and Exchange Commission of Pakistan (SECP) an amount equal to 0.02% (June 30, 2023: 0.02%) of the average daily net assets of the Fund.

10 ACCRUED EXPENSES AND OTHER LIABILITIES

December 31, 2023						
(Un-audited)						
Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total

(Rupees)

Auditors' remuneration payable	78,435	131,367	609,447	54,579	62,614	-	936,442
Printing charges payable	87,208	120,179	35,684	-	15,759	-	258,830
Listing fee payable	40,987	45,129	4,895	-	-	-	91,011
Rating fee payable	92,130	142,752	157,451	-	17,705	-	410,038
Shariah advisory fee payable	67,962	4,915	37,344	-	31,266	-	141,487
Withholding tax payable	1,544,449	4,328,574	132	-	-	-	5,873,155
Capital gain tax payable	412,410	790,479	48,476	-	-	-	1,251,365
Sales load payable	2,832,827	131,134	-	-	-	-	2,963,961
Other payable	98,543	336,359	308,227	16,308	-	-	759,437
	5,254,951	6,030,888	1,201,656	70,887	127,344	-	12,685,726

June 30, 2023							
(Audited)							
Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total	
(Rupees)							
Auditors' remuneration payable	32,389	10,778	375,912	54,579	54,088	-	527,746
Printing charges payable	91,077	126,604	34,249	-	16,307	-	268,237
Listing fee payable	46,194	57,781	-	-	6,662	-	110,637
Rating fee payable	92,130	142,752	157,451	-	17,705	-	410,038
Shariah advisory fee payable	84,105	43,049	-	-	29,110	-	156,264
Withholding tax payable	1,957,206	4,387,161	2,056,450	-	597,146	-	8,997,963
Sales load payable	2,694,384	149,343	-	-	-	-	2,843,727
Other payable	-	-	-	16,308	-	-	16,308
	<u>4,997,485</u>	<u>4,917,468</u>	<u>2,624,062</u>	<u>70,887</u>	<u>721,018</u>	<u>-</u>	<u>13,330,920</u>

11 CONTINGENCIES AND COMMITMENTS

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

12 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at December 31, 2023 are 1.27%, 0.51%, 1.17% and 0.37% (June 30, 2023: 0.43%, 0.44%, 1.32%, and 0.81%) which includes 0.13%, 0.07%, 0.05% and 0.02% (June 30, 2023: 0.03%, 0.03%, 0.03%, and 0.03%) representing government levies on Islamic Moderate Allocation Plan, Islamic Balanced Allocation Plan, Islamic Active Allocation Plan II and Islamic Capital Preservation Plan IV respectively such as sales taxes, federal excise duties, annual fee to the SECP etc. This ratio is within the maximum limit of 2.5% (June 30, 2023: 2.5%) prescribed under the NBFC Regulations for a collective investment scheme categorised as a Shariah Compliant Fund of Funds scheme.

13 TAXATION

The income of the Fund is exempt from income tax as per Clause 99 of part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders.

Since the Management Company intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2024 to the unit holders in the manner as explained above, accordingly no provision for taxation has been made in these condensed interim financial statements, during the period.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of part IV of the Second Schedule of the Income Tax Ordinance, 2001.

14 CASH AND CASH EQUIVALENTS

December 31, 2023							
(Un-audited)							
Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total	
(Rupees)							
Balances with banks	2,536,457	7,030,102	2,002,895	45,158	33,445	30,202	11,678,259

December 31, 2022							
(Un-audited)							
Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total	
(Rupees)							
Balances with banks	1,272,353	3,177,533	1,370,733	2,596,091	911,543	496,257	9,824,510

15 EARNINGS PER UNIT

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

16 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons include Alfalah Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee of the Fund, Bank Alfalah Limited, MAB Investment Incorporation, Bank Alfalah Limited - Employees' Provident Fund, Bank Alfalah Limited - Employees' Gratuity Fund and Alfalah GHP Investment Management Limited - Staff Provident Fund being the associates of the Management Company, Funds under management of the Management Company and directors and their close family members and key management personnel of the Management Company. Connected persons also includes any person beneficially owning directly or indirectly 10% or more of the units in the issue / net assets of the Fund.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges, sale and purchase of investment and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

Remuneration of the Management Company and the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

Allocated expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

Details of transactions and balances at period end with related parties / connected persons, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

16.1 Unit holders' fund

		For the Half year ended December 31, 2023									
		(Un-audited)									
		As at July 01, 2023	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	As at December 31, 2023	As at July 01, 2023	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2023
		Units					Rupees				
	Islamic Moderate Allocation Plan										
	Unit holder holding 10% or more units	619,968	-	-	-	619,968	64,658,199	-	-	-	76,072,801
		For the Half year ended December 31, 2022									
		(Un-audited)									
		As at July 01, 2022	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	As at December 31, 2022	As at July 01, 2022	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2022
		Units					Rupees				
	Islamic Moderate Allocation Plan										
	Unit holder holding 10% or more units	565,973	-	-	-	565,973	58,474,576	-	-	-	61,665,645
		For the Half year ended December 31, 2023									
		(Un-audited)									
		As at July 01, 2023	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	As at December 31, 2023	As at July 01, 2023	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2023
		Units					Rupees				
	Islamic Balance Allocation Plan										
	Unit holder holding 10% or more units	550,163	-	-	-	550,163	55,651,353	-	-	-	64,000,187
		For the Half year ended December 31, 2022									
		(Un-audited)									
		As at July 01, 2022	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	As at December 31, 2022	As at July 01, 2022	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2022
		Units					Rupees				
	Islamic Balance Allocation Plan										
	Unit holder holding 10% or more units	913,359	-	-	-	913,359	91,611,735	-	-	-	96,487,336
		For the Half year ended December 31, 2023									
		(Un-audited)									
		As at July 01, 2023	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	As at December 31, 2023	As at July 01, 2023	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2023
		Units					Rupees				
	Islamic Active Allocation Plan -II										
	Unit holder holding 10% or more units	120,338	-	-	-	120,338	10,926,727	-	-	-	12,940,258

For the Half year ended December 31, 2022										
(Un-audited)										
As at July 01, 2022	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	As at December 31, 2022	As at July 01, 2022	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2022	
Islamic Active Allocation Plan -II					Units					Rupees
Bank Alfalah Limited - Employee Gratuity Fund	1,762,336	-	-	1,762,336	171,378,188	-	-	-	165,474,891	
Unit holder holding 10% or more units	1,592,911	-	-	1,592,911	154,902,471	-	-	-	149,566,697	

For the Half year ended December 31, 2023										
(Un-audited)										
As at July 01, 2023	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	As at December 31, 2023	As at July 01, 2023	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2023	
Islamic Capital Preservation Plan IV					Units					Rupees
Unit holder holding 10% or more units	107,034	-	-	107,034	10,759,454	-	-	11,238,570	-	

For the Half year ended December 31, 2022										
(Un-audited)										
As at July 01, 2022	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	As at December 31, 2022	As at July 01, 2022	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2022	
Islamic Capital Preservation Plan IV					Units					Rupees
Unit holder holding 10% or more units	337,164	-	-	337,164	33,618,121	-	-	-	35,168,464	

16.1.1 This reflects the position of related party / connected persons status as at December 31, 2023.

16.2 Transactions during the period

Half year ended December 31, 2023						
(Un-audited)						
Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total
(Rupees)						

Associated companies / undertakings

Alfalah Asset Management Limited -

Management Company

Remuneration of the Management Company	-	5,325	24,438	-	2,503	-	32,266
Sindh Sales Tax on remuneration of the Management Company	-	692	3,177	-	325	-	4,194
Allocated expenses	59,992	129,002	62,507	-	9,137	-	260,638

Bank Alfalah Limited

Profit on bank balances	20,586	65,664	240,383	-	4,352	-	330,985
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Other related party

Central Depository Company of

Pakistan Limited - Trustee

Remuneration of the Trustee	27,144	59,647	28,387	-	3,599	-	118,777
Sindh Sales Tax on remuneration of the Trustee	3,529	7,754	3,690	-	468	-	15,441

Half year ended December 31, 2022						
(Un-audited)						
Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total

(Rupees)

Associated companies / undertakings**Alfalah Asset Management Limited - Management Company**

Remuneration of the Management Company	-	4,123	23,277	16,020	4,020	2,094	49,534
Sindh Sales Tax on remuneration of the Management Company	-	536	3,026	2,083	523	272	6,440
Allocated expenses	68,021	179,180	259,717	36,983	39,923	21,989	605,813

Bank Alfalah Limited

Profit on bank balances	8,973	5,480	19,474	13,363	12,878	3,846	64,014
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Other related party**Central Depository Company of Pakistan Limited - Trustee**

Remuneration of the Trustee	27,422	62,562	91,586	12,940	13,726	8,718	216,954
Sindh Sales Tax on remuneration of the Trustee	3,565	8,133	11,906	1,682	1,784	1,133	28,203

16.3 Amounts outstanding as at period / year end

December 31, 2023						
(Un-audited)						
Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total

(Rupees)

Associated companies / undertakings**Alfalah Asset Management Limited - Management Company**

Remuneration payable to Management Company	-	43,843	55,498	-	1,755	-	101,096
Sindh Sales Tax on remuneration of Management Company	-	5,700	7,215	-	228	-	13,143
Allocated expenses payable	72,552	140,085	88,023	-	70,145	-	370,805
Provision for Federal Excise Duty and related sindh sales tax on management fee	83,821	83,234	-	-	-	-	167,055
Formation cost payable	-	-	-	-	60,000	-	60,000
Sales load payable	47,014	53,417	-	-	-	-	100,431
Other payable	-	-	-	1,301,715	-	159,503	1,461,218

Bank Alfalah Limited

Bank balances	2,240,951	5,881,544	1,629,097	45,158	-	30,202	9,826,952
Sales load payable	2,832,827	131,134	-	-	-	-	2,963,961
Profit receivable on bank balances	1,725	12,516	338,982	-	-	-	353,223

Other related party

Trustee remuneration payable	120,970	108,440	165,014	-	192	-	394,616
Sindh Sales Tax payable on Trustee remuneration	25,731	16,403	21,447	-	1,708	-	65,289

June 30, 2023						
(Audited)						
Islamic Moderate Allocation Plan	Islamic Balanced Allocation Plan	Islamic Active Allocation Plan -II	Islamic Active Allocation Plan III	Islamic Capital Preservation Plan IV	Islamic Capital Preservation Plan V	Total

(Rupees)

Associated companies / undertakings

Alfalah Asset Management Limited - Management Company

Remuneration payable to Management Company	89,839	45,514	31,060	-	5,868	-	172,281
Sindh Sales Tax on remuneration of Management Company	11,679	5,917	4,038	-	763	-	22,397
Payable against allocated expenses	34,256	287,872	299,672	-	60,150	-	681,950
Provision for Federal Excise							
Duty and related sindh sales tax on management fee	83,821	83,234	-	-	-	-	167,055
Formation cost payable	-	-	-	-	60,000	-	60,000
Sales load payable	185,455	35,207	-	-	-	-	220,662
Other payable	-	-	-	1,301,715	-	159,503	1,461,218

Bank Alfalah Limited

Bank balances	1,462,059	709,780	406,637	-	524,310	-	3,102,786
Profit receivable on bank balances	7,414	18,762	12,408	-	12,332	-	50,916

Other related party

Trustee remuneration payable	116,179	87,741	136,628	-	9,418	-	349,966
Sindh Sales Tax payable on Trustee remuneration	25,110	13,704	17,753	-	1,239	-	57,806

17 FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

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

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

17.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at December 31, 2023 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

Islamic Moderate Allocation Plan

	As at December 31, 2023				As at June 30, 2023			
	(Un-audited)				(Audited)			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	(Rupees)				(Rupees)			
Financial assets 'at fair value through profit or loss'								
Units of open-end mutual funds	-	80,858,724	-	80,858,724	-	75,368,089	-	75,368,089

Islamic Balanced Allocation Plan

	As at December 31, 2023				As at June 30, 2023			
	(Un-audited)				(Audited)			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	(Rupees)				(Rupees)			
Financial assets 'at fair value through profit or loss'								
Units of open-end mutual funds	-	155,547,759	-	155,547,759	-	190,787,855	-	190,787,855

Islamic Active Allocation Plan - II

	As at December 31, 2023				As at June 30, 2023			
	(Un-audited)				(Audited)			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	(Rupees)				(Rupees)			
Financial assets 'at fair value through profit or loss'								
Units of open-end mutual funds	-	74,163,535	-	74,163,535	-	83,936,076	-	83,936,076

Islamic Capital Preservation Plan IV

	As at December 31, 2023				As at June 30, 2023			
	(Un-audited)				(Audited)			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	(Rupees)				(Rupees)			
Financial assets 'at fair value through profit or loss'								
Units of open-end mutual funds	-	-	-	-	-	17,539,828	-	17,539,828

18 GENERAL

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

19 DATE OF AUTHORISATION FOR ISSUE

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



**Alfalah GHP
Islamic Dedicated Equity Fund**

FUND INFORMATION

Management Company:	Alfalsh Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Board of Directors of the Management Company:	Mr. Atif Aslam Bajwa Mr. Khalid Khanfer Mr. Kabir Qureshi Mr. Sohail Sultan Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khaldoon Bin Latif (CEO)
Audit Committee:	Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khalid Khanfer
HR Committee:	Ms. Ayesha Aziz Mr. Kabir Qureshi Mr. Khaldoon Bin Latif (CEO)
Risk Committee:	Mr. Khalilullah Shaikh Mr. Khaldoon Bin Latif (CEO) Mr. Khalid Khanfer
Chief Operating Officer and Company Secretary:	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Mr. Faisal Ali Khan
Trustee:	Central Depository Company of Pakistan Limited CDC House, 99-B, Block 'B', SMCHS, Main Share-e-Faisal, Karachi
Bankers to the Fund:	Bank Alfalah Limited
Auditors:	Yousuf Adil Chartered Accountants, Cavish Court, A-35 Shahrah-e-Faisal Road, Bangalore Town Block A Bangalore Town, Karachi
Legal Advisor:	Haider Waheed House 188, Street 33, Khyaban-e-Qasim, DHA Pahse VIII, Karachi
Shariah Advisor:	Bank Islami Pakistan Limited 11th Floor, Dolmen Executive Towers, Marine Drive, Clifton, Block-4, Karachi
Registrar:	Alfalsh Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Distributor:	Bank Alfalah Limited

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
Karachi - 74400, Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

ALFALAH GHP ISLAMIC DEDICATED EQUITY FUND

**Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance
Companies and Notified Entities Regulations, 2008**

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah GHP Islamic Dedicated Equity Fund (the Fund) are of the opinion that Alfalah Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2023 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 27, 2024





Yousuf Adil
Chartered Accountants

Cavish Court, A-35, Block 7 & 8
KCHSU, Shahrah-e-Faisal
Karachi-75350
Pakistan

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INDEPENDENT AUDITORS' REVIEW REPORT TO THE UNIT HOLDERS OF ALFALAH GHP ISLAMIC DEDICATED EQUITY FUND

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalaha GHP Islamic Dedicated Equity** (the Fund) as at **December 31, 2023**, and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund, condensed interim statement of cash flow and notes to the condensed interim financial statement for the six months period ended December 31, 2023 (here-in-after referred to as the condensed interim financial statement). **Alfalaha Asset Management Limited** (the Management Company) is responsible for the preparation and presentation of this condensed interim financial statement in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial statement based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Statement Performed by the Independent Auditor of the Entity". A review of condensed interim financial statement consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statement is not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

The figures of the condensed interim income statement and condensed interim statement of comprehensive income, for the quarter ended December 31, 2023 have not been reviewed, as we are required to review only the cumulative figures for the six months' period ended December 31, 2023.

The condensed interim financial statement for the six months' period ended December 31, 2022 and the annual financial statements of the Fund for the year ended June 30, 2023 were audited by another firm of chartered accountants, whose review report dated February 28, 2023 and audit report dated September 28, 2023, expressed an unmodified conclusion / opinion respectively.

The engagement partner on the review resulting in this independent auditor's review report is Arif Nazeer.

Chartered Accountants

Place: Karachi
Date: February 28, 2024
UDIN: RR202310099uVkJApzaHq

Independent Chartered Firm to
Deloitte Touche Tohmatsu Limited

**ALFALAH GHP ISLAMIC DEDICATED EQUITY FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2023**

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	----- (Rupees) -----	
ASSETS			
Bank balances	4	3,352,050	2,190,739
Investments	5	115,559,521	56,247,064
Security deposits	6	2,600,000	2,600,000
Advance and accrued profit	7	22,894	23,187
Total assets		121,534,465	61,060,990
LIABILITIES			
Payable to Alfalah Asset Management Limited - Management Company	8	338,273	452,699
Payable to Central Depository Company of Pakistan Limited - Trustee	9	30,720	21,381
Payable to the Securities and Exchange Commission of Pakistan	10	6,385	16,992
Accrued expenses and other liabilities	11	1,241,094	1,307,570
Total liabilities		1,616,472	1,798,642
NET ASSETS		119,917,993	59,262,348
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		119,917,993	59,262,348
CONTINGENCIES AND COMMITMENTS	13		
		----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		1,282,381	939,151
		----- (Rupees) -----	
NET ASSET VALUE PER UNIT		93.5120	63.1021

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC DEDICATED EQUITY FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	Half year ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
Note ----- (Rupees) -----				
INCOME				
Profit on savings accounts with banks	10,005	31,048	3,602	11,242
Dividend income	5,510,237	3,493,285	4,431,380	1,967,466
Gain / (loss) on sale of investments - net	18,463,196	2,205,169	17,494,071	(2,265,892)
Net unrealised appreciation / (diminution) on revaluation of investments classified as 'financial assets at fair value through profit or loss'	5.3 12,743,150	(3,498,769)	10,665,069	(1,981,384)
Total income	36,726,587	2,230,733	32,594,121	(2,268,568)
EXPENSES				
Remuneration of Alfalah Asset Management Limited - Management company	8.1 946,317	1,099,881	502,010	434,447
Sindh Sales Tax on remuneration of the Management Company	8.2 123,022	142,985	65,262	56,479
Allocated expenses	8.3 54,396	54,989	32,180	21,721
Selling and marketing expenses	8.4 -	8,856	-	(520,286)
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1 94,323	109,984	49,886	43,440
Sindh Sales Tax on remuneration of the Trustee	9.2 12,262	14,298	6,485	5,647
CDS Charges	3,470	-	1,732	-
Fee payable to the Securities and Exchange Commission of Pakistan	10.1 44,799	11,002	23,694	4,344
Brokerage and securities transaction costs	436,481	390,992	326,147	220,868
Auditors' remuneration	294,261	296,455	150,929	148,226
Printing charges	15,121	15,113	7,561	7,557
Bank and settlement charges	159,525	211,953	79,784	76,328
Total expenses	2,183,976	2,356,508	1,245,669	498,771
Net profit / (loss) for the period before taxation	34,542,611	(125,775)	31,348,452	(2,767,339)
Taxation	14 -	-	-	-
Net profit / (loss) for the period after taxation	34,542,611	(125,775)	31,348,452	(2,767,339)
Allocation of net income for the period				
Net income for the period after taxation	34,542,611	-	-	-
Income already paid on units redeemed	(21,634,608)	-	-	-
	12,908,003	-	-	-
Accounting income available for distribution				
- Relating to capital gain	12,908,003	-	-	-
- Excluding capital gain	-	-	-	-
	12,908,003	-	-	-
Earnings per unit	15			

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC DEDICATED EQUITY FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	Half year ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	----- (Rupees) -----			
Net profit / (loss) for the period after taxation	34,542,611	(125,775)	31,348,452	(2,767,339)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income / (loss) for the period	<u>34,542,611</u>	<u>(125,775)</u>	<u>31,348,452</u>	<u>(2,767,339)</u>

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



For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC DEDICATED EQUITY FUND
STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	Half year ended December 31, 2023			Half year ended December 31, 2022		
	Capital value	Accumulated loss	Total	Capital value	Accumulated loss	Total
	(Rupees)			(Rupees)		
Net assets at beginning of the period (audited)	379,038,134	(319,775,786)	59,262,348	492,750,346	(319,775,788)	172,974,558
Issuance of 1,567,997 units (June 2023: 957,138 units)						
- Capital value (at net asset value per unit at the beginning of the period)	98,943,891	-	98,943,891	57,132,380	-	57,132,380
- Element of income	31,056,109	-	31,056,109	2,267,620	-	2,267,620
Total proceeds on issuance of units	130,000,000	-	130,000,000	59,400,000	-	59,400,000
Redemption of 1,224,766 units (June 2023: 2,729,138 units)						
- Capital value (at net asset value per unit at the beginning of the period)	77,285,336	-	77,285,336	164,912,193	-	164,912,193
- Element of loss	4,967,022	21,634,608	26,601,630	3,125,355	-	3,125,355
Total payments on redemption of units	82,252,358	21,634,608	103,886,966	168,037,548	-	168,037,548
Total comprehensive income / (loss) for the period	-	34,542,611	34,542,611	-	(125,775)	(125,775)
Net assets at end of the period (un-audited)	426,785,776	(306,867,783)	119,917,993	384,112,798	(319,901,563)	64,211,235
	(Rupees)			(Rupees)		
Accumulated loss brought forward						
- Realised loss		(316,373,577)			(294,549,252)	
- Unrealised loss		(3,402,209)			(25,226,536)	
		(319,775,786)			(319,775,788)	
Accounting income available for distribution						
- Relating to capital gain	12,908,003				-	
- Excluding capital gain	-				-	
	12,908,003				-	
Net loss for the period after taxation		-			(125,775)	
Accumulated loss carried forward		(306,867,783)			(319,901,563)	
Accumulated loss carried forward						
- Realised loss		(319,610,933)			(316,402,794)	
- Unrealised income / (loss)		12,743,150			(3,498,769)	
		(306,867,783)			(319,901,563)	
	(Rupees)			(Rupees)		
Net asset value per unit at the beginning of the period		63.1021			63.8012	
Net asset value per unit at the end of the period		93.5120			62.8386	

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC DEDICATED EQUITY FUND
STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	Half year ended	
	December 31, 2023	December 31, 2022
Note	(Rupees)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit / (loss) for the period after taxation	34,542,611	(125,775)
Adjustments for:		
Net unrealised (appreciation) / diminution on revaluation of investments classified as 'financial assets at fair value through profit or loss'	(12,743,150)	3,498,769
	21,799,461	3,372,994
Decrease in assets		
Investments	(46,569,307)	97,219,263
Advance, dividend, profit and other receivables	293	1,492,906
	(46,569,014)	98,712,169
Decrease in liabilities		
Payable to Alfalah Asset Management Limited - Management Company	(114,426)	(2,189,118)
Payable to Central Depository Company of Pakistan Limited - Trustee	9,339	(18,078)
Payable to the Securities and Exchange Commission of Pakistan	(10,607)	(43,705)
Accrued expenses and other liabilities	(66,476)	(481,069)
	(182,170)	(2,731,970)
Net cash (used in) / generated from operating activities	(24,951,722)	99,353,193
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	130,000,000	59,400,000
Payment against redemption and conversion of units	(103,886,966)	(168,037,548)
Net cash generated from / (used in) financing activities	26,113,034	(108,637,548)
Net increase / (decrease) in cash and cash equivalents during the period	1,161,311	(9,284,355)
Cash and cash equivalents at the beginning of the period	2,190,739	11,427,257
Cash and cash equivalents at the end of the period	4 3,352,050	2,142,902

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC DEDICATED EQUITY FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Alfalah GHP Islamic Dedicated Equity Fund (the Fund) is an open-ended collective investment scheme established through a Trust Deed executed under the Trust Act, 1882, executed between Alfalah Asset Management Limited (formerly Alfalah GHP Investment Management Limited), the Management Company and Central Depository Company of Pakistan Limited, (the Trustee). The Trust Deed was executed on April 06, 2017, and was approved by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the Non Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules), on March 28, 2017.

The Trust Act, 1882 had been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund was required to be registered under the Sindh Trust Act. Accordingly, on September 9, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 through a certificate issued by the SECP on March 09, 2017. The registered office of the Management Company is situated at Islamic Chamber of Commerce , Industry & Agriculture Building, 2nd Floor, ST-2/A, Block 9, KDA Scheme 5, Clifton, Karachi.

1.3 The Fund is categorised as a 'Shariah Compliant Islamic Equity Scheme' pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the fund are being offered for public subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.

1.4 According to the Trust Deed, the objective of the Fund is to provide return through a combination of current income and long-term capital appreciation, consistent with reasonable investment risk in shariah compliant equity securities. The Fund invests in shariah compliant securities and profit bearing accounts.

1.5 The objective of fund is to provide equity exposure to "Funds-of-Funds". The Fund will not be actively marketed to retail or institutional investors, therefore, the fund size may decline to zero when there are no "Funds-of-Funds" invested in the fund. At any time when the Fund size declines to zero, the expenses of the Fund will be borne by the Management Company.

1.6 VIS Credit Rating Limited has assigned an asset manager rating of AM1 (stable outlook) to the Management Company on December 29, 2023 [June 30, 2023: AM2+ dated March 3, 2022 by Pakistan Credit Rating Agency Limited (PACRA)].

1.7 Title to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standards (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIII A of the repealed Companies Ordinance, 1984; and

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

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

- 2.2** The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the published information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2023.
- 2.3** These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at and for the half year ended December 31, 2023.

3 MATERIAL ACCOUNTING POLICY INFORMATION, RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES AND JUDGEMENTS

- 3.1** The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.
- 3.2** The preparation of the condensed interim financial statements in conformity with accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets, liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

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

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

3.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

During the period, the Company adopted Disclosure of Accounting Policies (Amendments to IAS 1) from January 01, 2023. The amendments require the disclosure of 'material', rather than 'significant', accounting policies. Although the amendments did not result in any changes to the accounting policies themselves.

3.4 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2024. However, these are not expected to have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	----- (Rupees) -----	
4 BANK BALANCES			
Balances with banks in:			
Savings accounts	4.1	128,354	170,821
Current accounts	4.2	<u>3,223,696</u>	<u>2,019,918</u>
		<u>3,352,050</u>	<u>2,190,739</u>

4.1 These accounts carry profit rates ranging between 11.00% to 19.0% (June 30, 2023: 10.22% to 19.5%) per annum. It includes bank balance of Rs. 4,599 (June 30, 2023: Rs. 4,055) maintained with Bank Alfalah Limited - Islamic Banking Division (a related party).

4.2 This current account is maintained with Bank Alfalah Limited (a related party).

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	----- (Rupees) -----	
5 INVESTMENTS			
At fair value through profit or loss			
Listed equity securities	5.1	115,252,081	55,753,324
Exchange traded fund	5.2	<u>307,440</u>	<u>493,740</u>
		<u>115,559,521</u>	<u>56,247,064</u>

5.1 Listed equity securities

Ordinary shares have a face value of Rs. 10 each unless stated otherwise.

Name of the investee company	Note	As at July 01, 2023	Purchases during the period	Bonus / right issue during the period	Sales during the period	As at December 31, 2023	Carrying value as at December 31, 2023	Market value as at December 31, 2023	Unrealised appreciation / (diminution) as at December 31, 2023	Market value as a percentage of net assets of the fund	Market value as a percentage of total investments of the fund	Holding as a percentage of paid-up capital of investee company
Commercial banks												
Meezan Bank Limited	5.1.3	48,879	78,000	-	86,200	40,679	5,414,152	6,563,963	1,149,811	5.47%	5.68%	0.002%
Faysal Bank Limited		27,000	82,500	-	71,500	38,000	949,201	1,238,040	288,839	1.03%	1.07%	0.003%
							<u>6,363,353</u>	<u>7,802,003</u>	<u>1,438,650</u>	<u>6.51%</u>	<u>6.75%</u>	
Textile composite												
Interloop Limited		16,101	23,500	-	13,800	25,801	1,573,480	1,857,672	284,192	1.55%	1.61%	0.003%
Kohinoor Textile Mills Limited		12,000	-	-	7,800	4,200	213,822	397,950	184,128	0.33%	0.34%	0.001%
Nishat Mills Limited	5.1.3	11,526	21,000	-	16,800	15,726	1,096,816	1,206,499	109,683	1.01%	1.04%	0.004%
							<u>2,884,118</u>	<u>3,462,121</u>	<u>578,003</u>	<u>2.89%</u>	<u>3.00%</u>	

Name of the investee company	Note	As at July 01, 2023	Purchases during the period	Bonus / right issue during the period	Sales during the period	As at December 31, 2023	Carrying value as at December 31, 2023	Market value as at December 31, 2023	Unrealised appreciation / (diminution) as at December 31, 2023	Market value as a percentage of net assets of the fund	Market value as a percentage of total investments of the fund	Holding as a percentage of paid-up capital of investee company			
													Number of shares		
Cement															
Attock Cement Pakistan Limited		-	13,500	-	-	13,500	1,189,350	1,298,970	109,620	1.08%	1.12%	0.007%			
Cherat Cement Company Limited		10,530	15,000	-	-	8,200	17,330	2,596,879	2,824,443	227,564	2.36%	2.44%	0.009%		
D. G. Khan Cement Company Limited	5.1.3	6,000	34,000	-	22,400	17,600	1,100,601	1,362,240	261,639	1.14%	1.18%	0.004%			
Fauji Cement Company Limited	5.1.3	10,000	95,000	-	2,500	102,500	1,883,835	1,939,300	55,465	1.62%	1.68%	0.023%			
Kohat Cement Company Limited	5.1.3	7,700	3,500	-	5,300	5,900	1,158,328	1,381,957	223,629	1.15%	1.20%	0.003%			
Lucky Cement Limited	5.1.3	9,298	4,600	-	6,300	7,598	5,139,302	5,979,474	840,172	4.99%	5.17%	0.002%			
Maple Leaf Cement Factory Limited	5.1.3	44,557	70,500	-	40,500	74,557	2,781,262	2,901,758	120,496	2.42%	2.51%	0.007%			
Pioneer Cement Limited		10,700	12,700	-	7,000	16,400	1,758,970	1,885,016	126,046	1.57%	1.63%	0.007%			
							<u>17,608,527</u>	<u>19,573,158</u>	<u>1,964,631</u>	<u>16.32%</u>	<u>16.94%</u>				
Power generation and distribution															
The Hub Power Company Limited	5.1.3	25,656	140,276	-	82,000	83,932	8,565,427	9,827,598	1,262,171	8.20%	8.50%	0.006%			
K-Electric Limited	5.1.1 & 5.1.3	-	650,000	-	-	650,000	3,025,029	3,419,000	393,971	2.85%	2.96%	0.050%			
Nishat Chunian Power Limited	5.1.3	-	51,000	-	36,500	14,500	328,654	405,565	76,911	0.34%	0.35%	0.001%			
Saif Power Limited	5.1.3	-	17,000	-	11,000	6,000	117,540	115,500	(2,040)	0.10%	0.10%	0.000%			
							<u>12,036,650</u>	<u>13,767,683</u>	<u>1,731,013</u>	<u>11.48%</u>	<u>11.91%</u>				
Oil and gas marketing companies															
Attock Petroleum Limited		1,000	-	-	650	350	105,088	132,479	27,391	0.11%	0.11%	0.000%			
Pakistan State Oil Company Limited	5.1.3	12,719	29,100	-	21,500	20,319	2,993,259	3,590,570	597,311	2.99%	3.11%	0.004%			
Shell Pakistan Limited		3,300	-	-	3,300	-	-	-	-	0.00%	0.00%	0.000%			
Sui Northern Gas Pipelines Limited		24,000	62,000	-	43,500	42,500	2,471,834	3,124,600	652,766	2.61%	2.70%	0.009%			
							<u>5,570,181</u>	<u>6,847,649</u>	<u>1,277,468</u>	<u>5.71%</u>	<u>5.93%</u>				
Oil and gas exploration companies															
Mari Petroleum Company Limited	5.1.3	3,114	2,000	-	2,100	3,014	5,698,600	6,317,645	659,045	5.27%	5.47%	0.002%			
Oil & Gas Development Company Limited	5.1.3	47,330	131,000	-	91,000	87,330	8,967,379	9,820,259	852,880	8.19%	8.50%	0.002%			
Pakistan Oilfields Limited	5.1.3	10,116	-	-	10,116	-	-	-	-	0.00%	0.00%	0.000%			
Pakistan Petroleum Limited	5.1.3	51,776	141,000	-	108,500	84,276	7,425,361	9,694,268	2,268,907	8.08%	8.39%	0.003%			
							<u>22,051,340</u>	<u>25,832,172</u>	<u>3,780,832</u>	<u>21.54%</u>	<u>22.35%</u>				
Engineering															
Agha Steel Industries Limited		350	-	-	350	-	-	-	-	-	-	-			
International Industries limited		83	-	-	83	-	-	-	-	-	-	-			
International Steels Limited		100	-	-	100	-	-	-	-	-	-	-			
Mughal Iron & Steel Industries Limited		-	37,200	-	18,000	19,200	1,256,407	1,270,656	14,249	-	-	-			
							<u>1,256,407</u>	<u>1,270,656</u>	<u>14,249</u>	<u>-</u>	<u>-</u>	<u>-</u>			
Automobile assembler															
Millat Tractors Limited		3,798	11,500	-	6,800	8,498	4,503,736	4,939,632	435,896	4.12%	4.27%	0.007%			
Pak Suzuki Motor Company Limited		-	5,900	-	3,100	2,800	1,447,987	1,563,408	-	-	-	-			
Sazgar Engineering Works Limited		11,000	14,500	-	11,000	14,500	2,809,144	2,578,970	(230,174)	2.15%	2.23%	0.012%			
							<u>8,760,867</u>	<u>9,082,010</u>	<u>205,722</u>	<u>6.27%</u>	<u>6.51%</u>				

Name of the investee company	Note	As at July 01, 2023	Purchases during the period	Bonus / right issue during the period	Sales during the period	As at December 31, 2023	Carrying value as at December 31, 2023	Market value as at December 31, 2023	Unrealised appreciation / (diminution) as at December 31, 2023	Market value as a percentage of net assets of the fund	Market value as a percentage of total investments of the fund	Holding as a percentage of paid-up capital of investee company
Fertilizer												
Engro Fertilizers Limited	5.1.3	17,179	73,000	-	52,200	37,979	5,850,917	6,614,500	763,583	5.52%	5.72%	0.003%
Engro Corporation Limited	5.1.3	38,137	20,500	-	29,600	29,037	2,161,426	2,382,578	221,152	1.99%	2.06%	0.005%
Fauji Fertilizer Company Limited	5.1.3	-	15,000	-	-	15,000	1,805,220	1,697,850	(107,370)	1.42%	1.47%	0.003%
							<u>9,817,563</u>	<u>10,694,928</u>	<u>877,365</u>	<u>8.92%</u>	<u>9.25%</u>	
Pharmaceuticals												
AGP Limited		11,052	-	-	11,052	-	-	-	-	0.00%	0.00%	0.000%
Citi Pharma Limited		23,117	69,000	-	50,500	41,617	945,787	987,988	42,201	0.82%	0.85%	0.018%
Highnoon Laboratories Limited		1,484	2,000	-	1,900	1,584	632,139	799,223	167,084	0.67%	0.69%	0.004%
The Searle Company Limited	5.1.2	14,688	-	4,132	13,632	5,188	198,804	267,078	68,274	0.22%	0.23%	0.001%
							<u>1,776,730</u>	<u>2,054,289</u>	<u>277,559</u>	<u>1.71%</u>	<u>1.78%</u>	
Chemicals												
Descon Oxychem Limited		-	40,000	-	5,500	34,500	874,393	779,700	(94,693)	0.65%	0.67%	0.020%
Engro Polymer & Chemicals Limited	5.1.3	13,000	-	-	13,000	-	-	-	-	-	-	-
							<u>874,393</u>	<u>779,700</u>	<u>(94,693)</u>	<u>0.65%</u>	<u>0.67%</u>	
Technology and communication												
Air Link Communication Limited		-	55,000	-	32,000	23,000	724,187	1,397,480	673,293	1.17%	1.21%	0.708%
Avanceon Limited		12,190	-	-	12,190	-	-	-	-	0.00%	0.00%	0.000%
Systems Limited	5.1.3	9,948	2,600	-	8,400	4,148	1,770,201	1,756,927	(13,274)	1.47%	1.52%	0.001%
							<u>2,494,388</u>	<u>3,154,407</u>	<u>660,019</u>	<u>2.63%</u>	<u>2.73%</u>	
Miscellaneous												
Synthetic Products Enterprises Limited	5.1.1, 5.1.2 & 5.1.3	1,502	-	-	-	1,502	15,621	20,052	4,431	0.02%	0.02%	0.001%
Pakistan Aluminium Beverage Cans Limited		8,500	-	-	8,500	-	-	-	-	0.00%	0.00%	0.00%
							<u>15,621</u>	<u>20,052</u>	<u>4,431</u>	<u>0.02%</u>	<u>0.02%</u>	
Food & Personal Care Products												
National Foods Limited	5.1.1	6,500	-	-	5,000	1,500	147,600	217,500	69,900	0.2%	0.1%	0.0%
The Organic Meat Company Limited		22	-	2	-	24	457	521	64	0.0%	0.0%	0.0%
Unity Foods Limited		-	117,500	-	-	117,500	3,158,963	2,776,525	(382,438)	2.3%	-0.3%	0.0%
							<u>3,307,020</u>	<u>2,994,546</u>	<u>(312,474)</u>	<u>2%</u>	<u>-0.3%</u>	
Glass & Ceramics												
Tariq Glass Industries Limited		10,850	67,000	-	49,500	28,350	2,534,171	2,827,062	292,891	2.36%	2.45%	0.016%
							<u>2,534,171</u>	<u>2,827,062</u>	<u>292,891</u>	<u>2.36%</u>	<u>2.45%</u>	
SYNTHETIC & RAYON												
Image Pakistan Limited		-	122,500	-	51,000	71,500	1,299,830	1,212,640	(87,190)	1.01%	1.05%	0.042%
							<u>1,299,830</u>	<u>1,212,640</u>	<u>(87,190)</u>	<u>1.01%</u>	<u>1.05%</u>	
TRANSPORT												
Pakistan National Shipping Corporation		-	6,500	-	-	6,500	1,778,297	1,719,185	(59,112)	1.43%	1.49%	0.004%
							<u>1,778,297</u>	<u>1,719,185</u>	<u>(59,112)</u>	<u>1.43%</u>	<u>1.49%</u>	
PAPER & BOARD												
Century Paper		-	30,000	-	-	30,000	915,900	976,800	60,900	0.81%	0.85%	0.017%
Cherat Pack		-	10,500	-	-	10,500	1,293,775	1,181,040	(112,735)	0.98%	1.02%	0.006%
							<u>2,209,675</u>	<u>2,157,840</u>	<u>(51,835)</u>	<u>1.80%</u>	<u>1.87%</u>	
As at December 31, 2023							<u>102,639,131</u>	<u>115,252,081</u>	<u>12,497,529</u>			
As at June 30, 2023							<u>59,044,700</u>	<u>55,753,324</u>	<u>(3,291,376)</u>			

5.1.1 All shares are fully paid up ordinary shares of Rs.10 each except Synthetic Products Enterprise Limited and National Foods Limited which has fully paid up ordinary shares of Rs 5 each and K-Electric Limited which has fully paid-up ordinary shares of Rs 3.5 each.

5.1.2 The Finance Act, 2014 introduced amendments to the Income Tax Ordinance 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the issuing company.

In this regard, a constitutional petition had been filed by Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs. The petition was based on the fact that because CISs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs. A stay order had been granted by the Honourable High Court of Sindh in favour of CISs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgement on June 27, 2018 whereby the suits which were already pending or were to be filed in future could only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities was deposited with the authorities. Accordingly, the CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to continue. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically. The CISs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019 and, on July 15, 2019, the Honourable High Court of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs.

Further, the Finance Act, 2018 effective from July 1, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on stock exchange issuing bonus shares to the shareholders of the company, to withhold five percent of the bonus shares to be issued. Therefore, bonus shares issued to the Fund during the period were not withheld by the investee companies, except for bonus / right on shares already withheld by the investee companies.

As at December 31, 2023, the following bonus shares of the Fund were withheld by certain companies at the time of declaration of the bonus shares.

Name of the investee company	December 31, 2023		June 30, 2023	
	Bonus shares		Bonus shares	
	Number of shares	Market value (Rupees)	Number of shares	Market value (Rupees)
Pakistan State Oil Company Limited	591	104,436	591	65,607
The Searle Company Limited	1,412	72,690	1,412	54,108
	2,003	177,126	2,003	119,715

5.1.3 The below investments include shares having a market value (in aggregate) amounting to Rs. 9.073 million (June 30, 2023: Rs.10.172 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with circular no. 11 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan. The details of shares which have been pledged are as follows:

Name of Security	December 31, 2023		June 30, 2023	
	Number of Shares	Market value	Number of Shares	Market value
		(Rupees)		(Rupees)
Lucky Cement Limited	-	-	730	381,126
Meezan Bank Limited	7,645	1,233,597	7,645	660,299
The Searle Company Limited	1,090	56,113	1,090	41,769
Engro Fertilizers Limited	14,500	1,627,335	14,500	1,196,685
Pakistan State Oil Company Limited	447	78,989	447	49,621
Oil & Gas Development Company Limited	32,000	3,598,400	12,000	936,000
The Hub Power Company Limited	-	-	15,370	1,069,445
Pakistan Petroleum Limited	6,740	775,302	6,740	398,604
Pakistan Oilfields Limited	-	-	1,140	458,018
Nishat Mills Limited	3,220	247,038	3,220	182,799
Engro Corporation Limited	4,775	1,408,195	4,775	1,240,975
Kohat Cement Company Limited	-	-	890	154,388
Maple Leaf Cement Factory Limited	1,245	48,455	1,245	35,271
Mari Petroleum Company Limited	-	-	775	1,173,846
Systems Limited	-	-	5,430	2,190,082
International Industries Limited	-	-	40	2,930
		9,073,424		10,171,858

5.2 Exchange Traded Fund

Name of the fund	As at July 01, 2023	Issued during the period	Redeemed during the period	As at December 31, 2023	As at December 31, 2023			Market Value as a percentage of	
					Carrying value	Market value	Unrealised loss	Net assets of the Fund	Total investments
Alfalah Consumer Index Exchange Traded Fund	78,000	-	50,000	28,000	177,240	307,440	130,200	0.18%	0.19%
Total as at December 31, 2023					177,240	307,440	130,200		
Total as at June 30, 2023					604,573	493,740	(110,833)		

5.3 Net unrealised diminution on revaluation of investments classified as at 'financial assets fair value through profit or loss'	Note	December 31, 2023	June 30, 2023
		(Un-audited)	(Audited)
		----- (Rupees) -----	
Market value of investments	5.1 & 5.2	115,559,521	56,247,064
Less: carrying value of investments	5.1 & 5.2	(102,816,371)	(59,649,273)
		12,743,150	(3,402,209)
6 SECURITY DEPOSITS			
Central Depository Company of Pakistan Limited		100,000	100,000
National Clearing Company of Pakistan Limited		2,500,000	2,500,000
		2,600,000	2,600,000

		December 31, 2023	June 30, 2023
		(Un-audited)	(Audited)
		----- (Rupees) -----	
7	ADVANCE AND ACCRUED PROFIT		
	Profit receivable on bank balances	13,845	14,213
	Advance tax	9,049	8,974
		<u>22,894</u>	<u>23,187</u>
8	PAYABLE TO ALFALAH GHP INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY		
	Management remuneration payable	231,832	190,899
	Sindh Sales Tax payable on management remuneration	30,140	24,817
	Preliminary expenses and floatation cost payable	57,500	57,500
	Allocated expenses payable	18,801	179,483
	Selling and marketing expenses payable	-	-
		<u>338,273</u>	<u>452,699</u>
8.1	As per regulation 61 of NBFC regulations, the management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering document, subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at the rate of 2% (June 30, 2023: 2%) of average annual net assets of the Fund. The remuneration is paid to the Management Company on a monthly basis in arrears.		
8.2	During the period, an amount of Rs. 0.12 million (June 30, 2023: Rs. 0.14 million) was charged on account of Sales Tax on management fee at the rate of 13% (June 30, 2023: 13%) per annum levied through the Sindh Sales Tax on Services Act, 2011.		
8.3	In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS). Accordingly, the Management Company has charged allocated expenses to the Fund based on its discretion subject to not being higher than the actual expense incurred.		
8.4	The SECP has allowed the Asset Management companies to charge selling and marketing in all categories of open-end mutual funds upto a maximum limit approved by the Board of Directors of Management Company as part of annual plan. Accordingly, the Management Company has charged selling and marketing expenses to the Fund based on its discretion subject to not being higher than actual expense. The Board of Directors of the Management Company has also approved the annual plan for charging of selling and marketing expenses to the funds under the management of the Management Company.		
9	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE		
	Trustee remuneration payable	22,706	18,922
	Sindh Sales Tax payable on trustee remuneration	2,950	2,459
	CDS Charges	5,064	-
		<u>30,720</u>	<u>21,381</u>

- 9.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the trust Deed as follows

Net Assets (Rs.)	Tariff
Up to Rs 1,000 million	0.20% per annum of net assets
From Rs 1,000 million and above	Rs 2.0 million plus 0.10% per annum of net assets exceeding Rs 1 billion

- 9.2 During the period, an amount of Rs. 0.012 million (June 30, 2023: Rs. 0.022 million) was charged on account of Sales Tax on Trustee fee at the rate of 13% (June 30, 2023: 13%) per annum levied through the Sindh Sales Tax on Services Act, 2011.

	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	----- (Rupees) -----	
10 FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN		
Fee payable	<u>6,385</u>	<u>16,992</u>

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

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

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

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
		----- (Rupees) -----	
11 ACCRUED EXPENSES AND OTHER LIABILITIES	Note		
Auditors' remuneration payable		293,667	577,848
Brokerage expense payable		456,609	150,097
Settlement charges payable		27,382	30,094
Printing charges payable		117,767	102,645
Withholding tax payable		99,133	103,549
Charity payable		146,329	146,329
Shariah advisory fee payable	11.1	100,208	197,008
		<u>1,241,094</u>	<u>1,307,570</u>

- 11.1 According to the instructions of the Shariah Advisory Board, any income earned by the Fund from investments, a portion of which has been held in non-shariah compliant avenues, such portion of the income of the Fund should be donated for charitable purposes directly by the Fund. Accordingly, the dividend income is recorded net of charity portion.

12 TOTAL EXPENSE RATIO (TER)

The annualised total expense ratio (TER) of the Fund based on current period results is 4.13% (2022: 3.88%) excluding government levies on the fund such as provision for sales tax, annual fee to the SECP etc. which are 0.49% (2022: 0.39%) The ratio is within the maximum limit of 4.5% (excluding government levies) prescribed under NBFC Regulations for a collective investment scheme categorised as an equity scheme.

13 CONTINGENCIES AND COMMITMENTS

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

14 TAXATION

The income of the Fund is exempt from income tax as per Clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders as cash dividend. Furthermore, regulation 63 of the NBFC Regulations requires the Fund to distribute 90% of the net accounting income other than capital gains to the unit holders.

The Fund is also exempt from the provisions of the section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule of the Income tax Ordinance, 2001.

Since the Management Company intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2024 to the unit holders in the manner as explained above, accordingly no provision for taxation has been made in these financial statements.

15. EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, determination of the cumulative weighted average outstanding number of units for calculating EPU is not practicable.

16 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons include Alfalah Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee of the Fund, GHP Beteiligungen Holding Limited, Bank Alfalah Limited, MAB Investment Incorporation, Bank Alfalah Limited - Employees' Provident Fund, Bank Alfalah Limited - Employees' Gratuity Fund and Alfalah Asset Management Limited - Staff Provident Fund being the associates of the Management Company, Funds under management of the Management Company and directors and their close family members and key management personnel of the Management Company. Connected persons also includes any person beneficially owning directly or indirectly 10% or more of the units in the issue / net assets of the Fund.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges, sale and purchase of investment and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates duly approved by the Board of Directors. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

Remuneration of the Management Company and the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

Details of transactions and balances at period end with related parties / connected persons, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

16.1 Unit Holders' Fund

Period ended December 31, 2023 (Un-audited)									
	As at July 01, 2023	Issued for cash / conversion in / transfer in	Redeemed / conversion out / transfer out	As at December 31, 2023	Net asset value as at July 01, 2023	Issued for cash / conversion in / transfer in	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2023	
Note	(Number of Units)				(Rupees)				
Associated Undertaking									
Alfalah GHP Islamic Prosperity Planning Fund	16.1.1	883,804	972,185	890,286	965,704	55,769,888	90,673,358	75,386,966	90,304,891
Alfalah GHP Islamic Prosperity Planning Fund-2	16.1.1	55,347	595,812	334,482	316,677	3,492,512	46,000,000	28,500,000	29,613,104

Period ended December 31, 2022 (Un-audited)									
	As at July 01, 2022	Issued for cash / conversion in / transfer in	Redeemed / conversion out / transfer out	As at December 31, 2022	Net asset value as at July 01, 2022	Issued for cash / conversion in / transfer in	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2022	
Note	(Number of Units)				(Rupees)				
Associated Undertaking									
Alfalah GHP Islamic Prosperity Planning Fund	16.1.1	2,711,151	527,637	2,341,007	897,781	172,974,558	35,000,000	152,537,552	56,415,228
Alfalah GHP Islamic Prosperity Planning Fund-2	16.1.1	-	367,838	243,774	124,064	-	24,400,000	15,500,000	7,786,007

16.1.1 This reflects the position of related party / connected persons status as at December 31, 2023.

16.2 The details of significant transactions carried out by the Fund with connected persons and balances with them at the period end are as follows:

Transactions during the period

**Half year ended (Unaudited)
December 31, December 31,
2023 2022
----- (Rupees) -----**

Associated companies / undertakings

Alfalah Asset Management Limited - Management Company

Remuneration of the Management Company	946,317	1,099,881
Sindh Sales Tax on remuneration of the Management Company	123,022	142,985
Allocated expenses	54,396	54,989
Selling and marketing expenses	-	8,856

Bank Alfalah Limited

Profit on bank balances	256	-
-------------------------	-----	---

Alfalah Consumer Index Exchange Traded Fund

Purchase of nil units (June 2023: 40,000 units)	-	302,400
Sale of 50,000 units (June 2023: 250,000 Units)	417,000	1,636,300

Alfalah Securities (Private) Limited

Brokerage expense	3,543	16,647
Sindh Sales Tax on brokerage	461	2,164

	Half year ended (Unaudited)	
	December 31, 2023	December 31, 2022
	----- (Rupees) -----	
Other related party		
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	<u>94,323</u>	<u>109,984</u>
Sindh Sales Tax on remuneration of the Trustee	<u>12,262</u>	<u>14,298</u>
CDS charges	<u>3,470</u>	<u>-</u>
16.3 Amount outstanding as at period / year end	December 31, 2023	June 30, 2023
	(Un-audited)	(Audited)
	----- (Rupees) -----	
Associated companies / undertakings		
Alfalah Asset Management Limited - Management Company		
Management remuneration payable	<u>231,832</u>	<u>190,899</u>
Sindh Sales Tax Payable on remuneration of the Management Company	<u>30,140</u>	<u>24,817</u>
Preliminary expenses and floatation cost payable	<u>57,500</u>	<u>57,500</u>
Allocated expenses payable	<u>18,801</u>	<u>179,483</u>
Bank Alfalah Limited		
Bank balances	<u>3,223,698</u>	<u>2,023,973</u>
Profit receivable	<u>2,280</u>	<u>2,906</u>
Alfalah Consumer Index Exchange Traded Fund		
Investment in 28,000 units (June 2023: 78,000 units)	<u>307,440</u>	<u>493,740</u>
Other related party		
Central Depository Company of Pakistan Limited (Trustee)		
Trustee remuneration payable	<u>22,706</u>	<u>18,922</u>
Sindh Sales Tax payable on Trustee remuneration	<u>5,064</u>	<u>-</u>
Security deposit	<u>100,000</u>	<u>100,000</u>

17 FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

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

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

17.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at December 31, 2023 and June 30, 2023 the Fund held the following financial instruments measured at fair value:

					December 31, 2023 (Un-audited)			
					Level 1	Level 2	Level 3	Total
					(Rupees)			
Investments 'at fair value through profit or loss'								
	Note							
Listed equity securities	5.1	115,252,081	-	-	115,252,081			
Exchange traded fund	5.2	307,440	-	-	307,440			
		<u>115,559,521</u>	<u>-</u>	<u>-</u>	<u>115,559,521</u>			

					June 30, 2023 (Audited)			
					Level 1	Level 2	Level 3	Total
					(Rupees)			
Investments 'at fair value through profit or loss'								
Listed equity securities	5.1	55,753,324	-	-	55,753,324			
Exchange traded fund	5.2	493,740	-	-	493,740			
		<u>56,247,064</u>	<u>-</u>	<u>-</u>	<u>56,247,064</u>			

During the period ended December 31, 2023, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurements.

18 GENERAL

Figures have been rounded off to the nearest Pakistani rupee.

19 DATE OF AUTHORISATION FOR ISSUE

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



**Alfalah GHP
Islamic Value Fund**

FUND INFORMATION

Management Company:	Alfalsh Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Board of Directors of the Management Company:	Mr. Atif Aslam Bajwa Mr. Khalid Khanfer Mr. Kabir Qureshi Mr. Sohail Sultan Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khaldoon Bin Latif (CEO)
Audit Committee:	Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khalid Khanfer
HR Committee:	Ms. Ayesha Aziz Mr. Kabir Qureshi Mr. Khaldoon Bin Latif (CEO)
Risk Committee:	Mr. Khalilullah Shaikh Mr. Khaldoon Bin Latif (CEO) Mr. Khalid Khanfer
Chief Operating Officer and Company Secretary:	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Mr. Faisal Ali Khan
Trustee:	Central Depository Company of Pakistan Limited CDC House, 99-B, Block 'B', SMCHS, Main Share-e-Faisal, Karachi
Bankers to the Fund:	Bank Alfalah Limited
Auditors:	A.F. Ferguson & Co. Chartered Accountants State Life Building No. 1-C I.I. Chundrigar Road, P.O.Box 4716 Karachi, Pakistan
Legal Advisor:	Haider Waheed House 188, Street 33, Khyaban-e-Qasim, DHA Pahse VIII, Karachi
Shariah Advisor:	Bank Islami Pakistan Limited 11th Floor, Dolmen Executive Towers, Marine Drive, Clifton, Block-4, Karachi
Registrar:	Alfalsh Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Distributor:	Bank Alfalah Limited
Rating:	Not Yet Rated

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
Karachi - 74400, Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

ALFALAH GHP ISLAMIC VALUE FUND

**Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance
Companies and Notified Entities Regulations, 2008**

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah GHP Islamic Value Fund (the Fund) are of the opinion that Alfalah Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2023 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 27, 2024



REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalah GHP Islamic Value Fund** (the Fund) as at December 31, 2023 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2023. The Management Company (Alfalah Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

The condensed interim financial statements of the Fund for the half year ended December 31, 2022 and the financial statements for the year ended June 30, 2023 were reviewed and audited respectively by another firm of Chartered Accountants who had expressed an unmodified conclusion and opinion thereon vide their reports dated March 01, 2023 and September 28, 2023 respectively.

A.F. Ferguson & Co.
Chartered Accountants
Engagement Partner: **Junaid Mesia**
Dated:
Karachi
UDIN:

ALFALAH GHP ISLAMIC VALUE FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)
AS AT DECEMBER 31, 2023

	Note	December 31, 2023 (Un-audited) ------(Rupees)-----	June 30, 2023 (Audited)
ASSETS			
Bank balances	4	858,452,944	350,743,103
Investments	5	2,482,444,159	2,025,915,091
Advances, deposits, prepayments and profit receivables	6	77,915,791	76,290,134
Receivable against sale of investments		80,807,924	-
Total assets		3,499,620,818	2,452,948,328
LIABILITIES			
Payable to Alfalah Asset Management Limited - Management Company	7	474,283	106,978
Payable to Central Depository Company of Pakistan Limited - Trustee	8	675,620	402,216
Payable to the Securities and Exchange Commission of Pakistan	9	201,871	426,741
Payable against purchase of investments		91,905,608	-
Accrued expenses and other liabilities	10	2,540,565	3,161,474
Total liabilities		95,797,947	4,097,409
NET ASSETS		<u>3,403,822,871</u>	<u>2,448,850,919</u>
UNIT HOLDERS' FUND (AS PER THE STATEMENT ATTACHED)		<u>3,403,822,871</u>	<u>2,448,850,919</u>
CONTINGENCIES AND COMMITMENTS	11		
		------(Number of units)-----	
NUMBER OF UNITS IN ISSUE		<u>34,018,252</u>	<u>27,374,558</u>
		------(Rupees)-----	
NET ASSET VALUE PER UNIT		<u>100.0587</u>	<u>89.4572</u>

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC VALUE FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	Note	Half year ended		Quarter ended	
		December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
----- (Rupees) -----					
INCOME					
Profit on savings account with banks	4.1	56,738,755	26,994,270	33,742,160	12,240,815
Profit on Government of Pakistan Ijara sukuku		49,471,307	-	21,402,673	-
Profit on sukuk certificates		239,058,528	137,482,812	127,676,092	74,695,544
Net unrealised loss on revaluation of investments classified 'at fair value through profit or loss'	5.3	(3,950,038)	(12,218,357)	(7,968,295)	(13,196,822)
Capital gain / (loss) on sale of investments - net		2,970,158	(4,317,555)	2,091,742	-
Total income		344,288,710	147,941,170	176,944,372	73,739,537
EXPENSES					
Remuneration of Alfalah Asset Management Limited - Management Company	7.1	2,277,261	1,545,035	1,197,276	782,867
Sindh sales tax on remuneration of the Management Company	7.2	296,044	200,855	155,646	101,773
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	1,138,573	772,526	598,644	391,442
Sindh sales tax on remuneration of the Trustee	8.2	148,014	100,428	77,823	50,887
Annual fee to the Securities and Exchange Commission of Pakistan	9.1	1,178,263	206,002	758,275	104,384
Bank and settlement charges		327,457	325,315	165,356	220,830
Auditors' remuneration		373,063	361,496	191,840	223,680
Printing and publication charges		15,120	15,092	7,560	7,545
Brokerage expense		276,795	335,551	103,243	278,296
Fees and subscriptions		41,267	11,067	20,633	5,534
Shariah advisor fee		181,473	181,452	90,740	89,799
Total expenses		6,253,330	4,054,819	3,367,036	2,257,037
Net income for the period before taxation		338,035,380	143,886,351	173,577,336	71,482,500
Taxation	13	-	-	-	-
Net income for the period after taxation		338,035,380	143,886,351	173,577,336	71,482,500
Earnings per unit	14				
Allocation of net income for the period					
Net income for the period after taxation		338,035,380	143,886,351		
Income already paid on units redeemed		(13,230,955)	(24,011,285)		
		<u>324,804,425</u>	<u>119,875,066</u>		
Accounting income available for distribution					
- Relating to capital gains		-	-		
- Excluding capital gains		324,804,425	119,875,066		
		<u>324,804,425</u>	<u>119,875,066</u>		

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC VALUE FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023**

	Half year ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	----- (Rupees) -----			
Net income for the period after taxation	338,035,380	143,886,351	173,577,336	71,482,500
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>338,035,380</u>	<u>143,886,351</u>	<u>173,577,336</u>	<u>71,482,500</u>

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



For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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

	For the half year ended December 31, 2023			For the half year ended December 31, 2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)		
Net assets at the beginning of the period (audited)	2,467,936,855	(19,085,936)	2,448,850,919	2,004,117,924	(24,139,884)	1,979,978,040
Issuance of 36,668,341 (2022: 5,356,335) units						
- Capital value (at net asset value per unit at the beginning of the period)	3,280,247,115	-	3,280,247,115	477,043,765	-	477,043,765
- Element of income	31,406,344	-	31,406,344	23,016,086	-	23,016,086
Total proceeds on issuance of units	3,311,653,459	-	3,311,653,459	500,059,851	-	500,059,851
Redemption of 30,024,647 (2022: 5,573,060) units						
- Capital value (at net asset value per unit at the beginning of the period)	2,685,920,852	-	2,685,920,852	496,345,640	-	496,345,640
- Element of loss	(4,434,920)	13,230,955	8,796,035	353	24,011,285	24,011,638
Total payments on redemption of units	2,681,485,932	13,230,955	2,694,716,887	496,345,993	24,011,285	520,357,278
Total comprehensive income for the period	-	338,035,380	338,035,380	-	143,886,351	143,886,351
Net assets at end of the period (un-audited)	3,098,104,382	305,718,489	3,403,822,871	2,007,831,782	95,735,182	2,103,566,964
	(Rupees)			(Rupees)		
Accumulated loss brought forward						
- Realised loss		(10,810,548)			(37,320,455)	
- Unrealised (loss) / gain		(8,275,388)			13,180,571	
		<u>(19,085,936)</u>			<u>(24,139,884)</u>	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		324,804,425			119,875,066	
		<u>324,804,425</u>			<u>119,875,066</u>	
Undistributed income carried forward		<u>305,718,489</u>			<u>95,735,182</u>	
Undistributed income carried forward						
- Realised income		309,668,527			107,953,539	
- Unrealised loss		(3,950,038)			(12,218,357)	
		<u>305,718,489</u>			<u>95,735,182</u>	
	(Rupees)			(Rupees)		
Net asset value per unit at the beginning of the period	<u>89.4572</u>			<u>89.0616</u>		
Net asset value per unit at the end of the period	<u>100.0587</u>			<u>95.5523</u>		

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC VALUE FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Note	Half year ended	
		December 31, 2023	December 31, 2022
----- (Rupees) -----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		338,035,380	143,886,351
Adjustments for:			
Net unrealised loss on revaluation of investments classified 'at fair value through profit or loss'	5,3	3,950,038	12,218,357
		341,985,418	156,104,708
Increase in assets			
Investments - net		(460,479,106)	(170,269,914)
Advances, deposits, prepayments and profit receivables		(1,625,657)	(2,273,103)
Receivable against sale of investments		(80,807,924)	-
		(542,912,687)	(172,543,017)
Increase / (decrease) in liabilities			
Payable to Alfalah Asset Management Limited - Management Company		367,305	34,000
Payable to Central Depository Company of Pakistan Limited - Trustee		273,404	17,006
Payable to the Securities and Exchange Commission of Pakistan		(224,870)	(253,020)
Accrued expenses and other liabilities		(620,909)	(477,428)
Payable against purchase of investments		91,905,608	-
		91,700,538	(679,442)
Net cash used in operating activities		(109,226,731)	(17,117,751)
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance and conversion of units		3,311,653,459	500,059,851
Payments against redemption and conversion of units		(2,694,716,887)	(520,357,278)
Net cash generated from / (used in) financing activities		616,936,572	(20,297,427)
Net increase / (decrease) in cash and cash equivalents during the period		507,709,841	(37,415,178)
Cash and cash equivalents at the beginning of the period		350,743,103	459,955,584
Cash and cash equivalents at the end of the period	15	858,452,944	422,540,406

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Alfalah GHP Islamic Value Fund (the Fund) is an open-end collective investment scheme established through a Trust Deed registered under the Sindh Trusts Act, 2020 executed between between Alfalah Asset Management Limited [Management Company] and Central Depository Company of Pakistan Limited (the Trustee), on July 3, 2008 and was approved by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the NBFC (Establishment and Regulation) Rules, 2003 (NBFC Rules).
- 1.2 The Trust Act, 1882 had been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund was required to be registered under the Sindh Trust Act. Accordingly, on September 13, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.
- 1.3 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate issued by the SECP on February 23, 2023 which is valid for a period of three years w.e.f. March 9, 2023. The registered office of the Management Company is situated at Islamic Chamber of Commerce, Industry & Agricultural Building, 2nd floor, ST-2/A, Block-9, KDA Scheme 5, Clifton Karachi.
- 1.4 The Fund is categorised as a 'Shari'ah Compliant Islamic Asset Allocation Scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in circular 7 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.
- 1.5 The objective of the Fund is to earn a potentially high return through allocation of assets between Shari'ah Compliant equity instruments, Shari'ah Compliant fixed income instruments and any other Shari'ah Compliant instrument as permitted by the SECP and Shari'ah advisor.
- 1.6 VIS Credit Rating Limited has assigned an asset manager rating of AM1 (stable outlook) to the Management Company on December 29, 2023 [June 30, 2023: AM2+ dated March 3, 2023 by Pakistan Credit Rating Agency Limited (PACRA)].
- 1.7 The title to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standards (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIII A of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the requirements of IAS 34 Interim Financial Reporting, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

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

2.1.3 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at and for the half year ended December 31, 2023.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGEMENTS AND RISK MANAGEMENT POLICIES

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

3.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by the management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2023. The Funds' financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2023.

3.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

3.4 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2024. However, these are not expected to have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
		------(Rupees)-----	
4 BANK BALANCES			
Balances with banks in:			
Saving accounts	4.1	856,818,745	341,428,667
Current accounts	4.2	1,634,199	9,314,436
		<u>858,452,944</u>	<u>350,743,103</u>

4.1 These accounts carry profit rates ranging between 18.50% to 21.20% (June 30, 2023: 8.50% to 20.50%) per annum. These include bank balance of Rs 0.01 million (June 30, 2023: 0.12 million) maintained with Bank Alfalah Limited (a related party), carrying profit at the rate of 20.75% (June 30, 2023: 20.50%) per annum.

4.2 These include an amount held with Bank Alfalah Limited (a related party) amounting to Rs. 1.63 million (June 30, 2023: Rs. 9.31 million).

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
5 INVESTMENTS			
At fair value through profit or loss			
Sukuk certificates	5.1	1,964,671,759	1,700,373,591
Government of Pakistan Ijara sukuks	5.2	517,772,400	325,541,500
		<u>2,482,444,159</u>	<u>2,025,915,091</u>

5.1 Sukuk certificates

Name of the investee company	Profit payments / principal redemptions	Profit rate	Issue date	Maturity date	As at July 01, 2023	Purchased during the period	Sold / Matured during the period	As at December 31, 2023	Balance as at December 31, 2023			Market value as a percentage of		Investment as a percentage of issue size
									Carrying value	Market value	Unrealised (diminution) / appreciation	Net assets of the Fund	Total investments of the Fund	
Commercial Banks														
Dubai Islamic Bank Limited (AA-, VIS) (Face value: Rs. 5,000)	Monthly / N/A	3 Months KIBOR + 1.75%	August 24, 2018	Perpetual	36,000	31,600	-	67,600	338,000,000	338,000,000	-	9.93	13.62	10.24
Meezan Bank Limited (AA+, VIS) (Face value: Rs. 1,000,000)	Monthly / N/A	3 months KIBOR + 1.75%	August 1, 2018	Perpetual	360	125	25	460	460,025,000	460,000,000	(25,000)	13.51	18.53	9.20
Bank Islami Pakistan Limited Sukuk - IV (AA-, VIS) (Face value: Rs. 5,000)	Monthly / N/A	3 months KIBOR + 2.75%	May 1, 2020	Perpetual	50,300	3,000	-	53,300	266,500,000	266,500,000	-	7.83	10.74	13.33
Bank Islami Pakistan Limited Sukuk - II (AA-, VIS) (Face value: Rs. 5,000)	Semi-annually / At maturity	6 months KIBOR + 2.8%	December 29, 2022	December 29, 2023	10,000	-	10,000	-	-	-	-	-	-	-
Power Generation and Distribution														
The Hub Power Company Limited (AA+, PACRA) (Face value Rs. 25,000)	Quarterly	3 Months Kibor + 1.9%	August 22, 2019	August 22, 2023	3,070	-	3,070	-	-	-	-	-	-	-
The Hub Power Company Limited (AA+, PACRA) (Face value Rs. 25,000)	Semi-annually	12 months KIBOR + 1.9%	March 19, 2020	March 19, 2024	1,750	-	-	1,750	43,968,750	43,818,906	(149,844)	1.29	1.77	0.88
Hub Power Holdings Limited (AA+, PACRA) (Face value Rs. 100,000)	Semi-annually	6 months KIBOR + 2.5%	November 12, 2020	November 12, 2025	-	1,110	-	1,110	113,165,000	113,208,900	43,900	3.33	4.56	1.89
K-Electric Limited (AA+, VIS) (Face value Rs. 100,000)	Quarterly	3 months KIBOR + 1.7%	November 23, 2022	November 23, 2029	-	700	-	700	71,750,000	70,840,000	(910,000)	2.08	2.85	1.06
K-Electric Limited (AA+, VIS) (Face value Rs. 3,750)	Quarterly	3 months KIBOR + 1.7%	August 3, 2020	August 3, 2027	69,400	31,620	-	101,020	385,986,228	382,506,043	(3,480,185)	11.24	15.41	1.53
The Hub Power Company Limited STS (AA, VIS) (Face value: Rs. 1,000,000)	At maturity	6 months KIBOR + 0.50%	May 17, 2023	November 18, 2023	75	65	140	-	-	-	-	-	-	-
Pharmaceuticals														
OBS AGP (Pvt.) Limited (AA+, VIS) (Face value Rs. 500,000)	Quarterly	3 months KIBOR + 1.55%	July 15, 2021	July 15, 2026	2,704	365	632	2,437	168,234,963	168,549,013	314,050	4.95	6.79	6.48

Name of the investee company	Profit payments / principal redemptions	Profit rate	Issue date	Maturity date	As at July 01, 2023	Purchased during the period	Sold / Matured during the period	As at December 31, 2023	Balance as at December 31, 2023			Market value as a percentage of		Investment as a percentage of issue size
									Carrying value	Market value	Unrealised (diminution) / appreciation	Net assets of the Fund	Total investments of the Fund	
									(Rupees)			(Percentage)		
Technology and Communication														
TPL Tracker Limited (AA+, VIS) (Face value Rs. 500,000)	Quarterly	3 months KIBOR + 3.0%	March 30, 2021	March 30, 2026	-	81	-	81	41,310,036	41,250,501	(58,535)	1.21	1.66	2.95
Engineering														
Crescent Steel and Allied Products Ltd. (A-, VIS) (Face value Rs. 500,000)	Quarterly	3 Months KIBOR + 1.30%	October 11, 2022	March 2, 2026	1,200	-	-	1,200	78,767,620	79,998,396	1,230,776	2.35	3.22	10.00
Total as at December 31, 2023									<u>1,967,707,597</u>	<u>1,964,671,759</u>	<u>(3,035,838)</u>			
Total as at June 30, 2023									<u>1,708,677,279</u>	<u>1,700,373,591</u>	<u>(8,303,688)</u>			

5.2 Government of Pakistan Ijara sukuks

Certificates have a face value of Rs. 100,000 each.

Particulars	Issue Date	As at July 01, 2023	Purchased during the period	Sold during the period	As at December 31, 2023	Balance as at December 31, 2023			Market value as a percentage of	
						Carrying value	Market value	Unrealised (diminution) / appreciation	Net assets of the Fund	Total investment of the Fund
						(Face Value)			(Rupees)	
Variable rate										
GoP Ijara sukuk-1 year*	April 17, 2023	323,500,000	387,000,000	323,500,000	387,000,000	390,214,200	389,283,300	(930,900)	11.44	15.68
GoP Ijara sukuk-1 year*	May 22, 2023	-	484,500,000	484,500,000	-	-	-	-	-	-
GoP Ijara sukuk-1 year*	August 7, 2023	-	350,000,000	225,000,000	125,000,000	126,625,000	126,712,500	87,500	3.72	5.10
Fixed rate										
GoP Ijara sukuk-5 years*	April 27, 2022	2,000,000	-	-	2,000,000	1,847,400	1,776,600	(70,800)	0.05	0.07
Total as at December 31, 2023						<u>518,686,600</u>	<u>517,772,400</u>	<u>(914,200)</u>		
Total as at June 30, 2023						<u>325,513,200</u>	<u>325,541,500</u>	<u>28,300</u>		

* These will mature latest by April 17, 2024 and carry profit rates ranging from 12.49% to 23.71%.

5.3	Net unrealised loss on revaluation of investments classified as 'financial assets at fair value through profit or loss'	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
			------(Rupees)-----	
	Market value of investments	5.1 & 5.2	2,482,444,159	2,025,915,091
	Less: carrying value of investments	5.1 & 5.2	(2,486,394,197)	(2,034,190,479)
			<u>(3,950,038)</u>	<u>(8,275,388)</u>

6	ADVANCE, DEPOSITS, PREPAYMENTS AND PROFIT RECEIVABLE	Note	December 31, 2023 (Un-audited) ------(Rupees)-----	June 30, 2023 (Audited)
	Profit receivable on:			
	Bank balances		16,488,053	5,044,524
	Sukuk certificates		26,311,140	53,047,114
	Government of Pakistan Ijara sukuks		31,502,043	14,607,896
	Advance tax		817,939	817,939
	Dividend receivable		44,413	44,413
	Prepaid legal charges		130,012	128,248
	Prepaid listing fee		22,191	-
	Security deposit with the National Clearing Company of Pakistan Limited		2,500,000	2,500,000
	Security deposit with the Central Depository Company of Pakistan Limited		100,000	100,000
			<u>77,915,791</u>	<u>76,290,134</u>
7	PAYABLE TO ALFALAH ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY			
	Management remuneration payable	7.1	419,719	94,671
	Sindh sales tax payable on management remuneration	7.2	54,564	12,307
			<u>474,283</u>	<u>106,978</u>
7.1	As per Regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 0.15% (June 30, 2023: 0.15%) per annum of the average annual net assets of the Fund during the period ended November 23, 2023. The remuneration is payable to the Management Company monthly in arrears.			
7.2	During the period, an amount of Rs. 0.30 million (December 31, 2022: Rs. 0.20 million) was charged on account of sales tax at the rate of 13% (June 30, 2023: 13%) on management fee levied through the Sindh Sales Tax on Services Act, 2011.			
8	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	December 31, 2023 (Un-audited) ------(Rupees)-----	June 30, 2023 (Audited)
	Remuneration payable to the Trustee	8.1	232,001	175,091
	Sindh sales tax payable on Trustee remuneration	8.2	30,160	25,732
	CDS charges payable		413,459	201,393
			<u>675,620</u>	<u>402,216</u>
8.1	The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per the tariff specified therein, based on the daily net assets of the Fund at the rate of 0.075% (June 30, 2023: 0.075%) per annum of the net assets of the Fund.			
8.2	During the period, an amount of Rs. 0.15 million (December 31, 2022: 0.10 million) was charged at the rate of 13% (June 30, 2023: 13%) on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011.			

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
		----- (Rupees) -----	
9	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN		
	Annual fee payable	201,871	426,741

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

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

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

	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)	
		----- (Rupees) -----	
10	ACCRUED EXPENSES AND OTHER LIABILITIES		
	Auditors' remuneration payable	320,698	552,586
	Settlement charges payable	926,178	1,287,176
	Brokerage expense payable	296,497	77,064
	Withholding tax payable	13,469	147,998
	Printing charges payable	63,909	67,897
	Shariah advisory fee payable	616,493	725,420
	Charity payable	4,776	4,776
	Dividend payable	7,650	7,662
	Sales load payable	290,895	290,895
		<u>2,540,565</u>	<u>3,161,474</u>

11 CONTINGENCIES AND COMMITMENTS

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

12 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund as at December 31, 2023 based on the current period results is 0.41% (2022: 0.35%) which includes 0.11% (2022: 0.05%) representing Government levies on the fund such as provision for sales taxes, federal excise duties, annual fee to the SECP, etc. This ratio is within the maximum limit of 4.50% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as an asset allocation scheme.

13 TAXATION

The income of the Fund is exempt from income tax as per Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non Banking Finance Companies Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the

year derived from sources other than capital gains as reduced by such expense as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

14 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, determination of the cumulative weighted average outstanding number of units for calculating EPU is not practicable.

	December 31, 2023	June 30, 2023
	(Un-audited)	
	----- (Rupees) -----	
15 CASH AND CASH EQUIVALENTS		
Bank balances	<u>858,452,944</u>	<u>422,540,406</u>

16 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons include Alfalah Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee of the Fund, Bank Alfalah Limited, MAB Investment Incorporation, Bank Alfalah Limited - Employees' Provident Fund, Bank Alfalah Limited - Employees' Gratuity Fund and Alfalah GHP Investment Management Limited - Staff Provident Fund being the associates of the Management Company, Funds under management of the Management Company and directors and their close family members and key management personnel of the Management Company. Connected persons also includes any person beneficially owning directly or indirectly 10% or more of the units in the issue / net assets of the Fund.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges, sale and purchase of investment and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

Remuneration of the Management Company and the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

Details of transactions and balances at period end with related parties / connected persons, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

16.1 Unit holders' fund

Note	Half year ended December 31, 2023 (Un-audited)										
	As at July 01, 2023	Issued for cash / conversion in / transfer in	Bonus/ Dividend Reinvestment	Redeemed/ conversion out / transfer out	As at December 31, 2023	As at July 01, 2023	Issued for cash / conversion in / transfer in	Bonus/ Dividend Reinvestment	Redeemed / conversion out / transfer out	As at December 31, 2023	
	Units					Rupees					
Unit holder holding 10% or more units	16.1.1	27,315,289	9,291,136	-	2,646,819	33,959,606	2,443,549,271	870,504,549	-	250,000,000	3,397,954,029

Half year ended December 31, 2022 (Un-audited)											
As at July 01, 2022	Issued for cash / conversion in / transfer in	Bonus/ Dividend Reinvest-ment	Redeemed/ conversion out / transfer out	As at December 31, 2022	As at July 01, 2022	Issued for cash / conversion in / transfer in	Bonus/ Dividend Reinvest-ment	Redeemed / conversion out / transfer out	As at December 31, 2022		
Units					Rupees						
Unit holder holding 10% or more units	16.1.1	21,957,812	5,355,679	-	5,351,858	21,961,633	1,955,597,870	500,000,000	-	500,000,000	2,098,483,745

16.1.1 This reflects the position of related party / connected persons status as at December 31, 2023.

16.2 Transactions during the period

	Half year ended (Un-audited)	
	December 31, 2023	December 31, 2022
Associated companies / undertakings	------(Rupees)-----	
Alfalsh Asset Management Limited - Management Company		
Remuneration of the Management Company	2,277,261	1,545,035
Sindh sales tax on remuneration of the Management Company	296,044	200,855
Bank Alfalah Limited		
Profit on bank deposit	885	-
Other related party		
Central Depository Company of Pakistan Limited		
Remuneration of the Trustee	1,138,573	772,526
Sindh sales tax on remuneration of the Trustee	148,014	100,428
CDS charges	141,312	141,312

16.3 Other balances

	December 31, 2023	June 30, 2023
	(Un-audited)	(Audited)
Associated companies / undertakings	------(Rupees)-----	
Alfalsh Asset Management Limited - Management Company		
Management remuneration payable	419,719	94,671
Sindh sales tax payable on management remuneration	54,564	12,307
Bank Alfalah Limited		
Bank balances	1,447,278	9,438,446
Sales load payable	290,895	290,895
Other related party		
Central Depository Company of Pakistan Limited		
Remuneration payable to the Trustee	232,001	175,091
Sindh sales tax payable on Trustee remuneration	30,160	25,732
CDS charges payable	413,459	201,393
Security deposit	100,000	100,000

17 FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

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

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

17.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at December 31, 2023 and June 30, 2023 the Fund held the following financial instruments measured at fair value:

	December 31, 2023 (Un-audited)			
	Level 1	Level 2	Level 3	Total
	(Rupees)			
Investments 'at fair value through profit or loss'				
Sukuk certificates	-	1,964,671,759	-	1,964,671,759
Government of Pakistan Ijara sukukuks	-	517,772,400	-	517,772,400
	<u>-</u>	<u>2,482,444,159</u>	<u>-</u>	<u>2,482,444,159</u>
	June 30, 2023 (Audited)			
	Level 1	Level 2	Level 3	Total
	(Rupees)			
Investments 'at fair value through profit or loss'				
Sukuk certificates	-	1,700,373,591	-	1,700,373,591
Government of Pakistan Ijara sukukuks	-	325,541,500	-	325,541,500
	<u>-</u>	<u>2,025,915,091</u>	<u>-</u>	<u>2,025,915,091</u>

During the half year ended December 31, 2023, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurements.

18 GENERAL

18.1 Figures have been rounded off to the nearest Pakistani rupee.

19 DATE OF AUTHORISATION FOR ISSUE

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



**Alfalah GHP
Islamic Rozana Amdani Fund**

FUND INFORMATION

Management Company:	Alfalah Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Board of Directors of the Management Company:	Mr. Atif Aslam Bajwa Mr. Khalid Khanfer Mr. Kabir Qureshi Mr. Sohail Sultan Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khaldoon Bin Latif (CEO)
Audit Committee:	Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khalid Khanfer
HR Committee:	Ms. Ayesha Aziz Mr. Kabir Qureshi Mr. Khaldoon Bin Latif (CEO)
Risk Committee:	Mr. Khalilullah Shaikh Mr. Khaldoon Bin Latif (CEO) Mr. Khalid Khanfer
Chief Operating Officer and Company Secretary:	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Mr. Faisal Ali Khan
Trustee:	Central Depository Company of Pakistan Limited CDC House, 99-B, Block 'B', SMCHS, Main Share-e-Faisal, Karachi
Bankers to the Fund:	Bank Alfalah Limited
Auditors:	A.F. Ferguson & Co. Chartered Accountants State Life Building No. 1-C I.I. Chundrigar Road, P.O.Box 4716 Karachi, Pakistan
Legal Advisor:	Haider Waheed House 188, Street 33, Khyaban-e-Qasim, DHA Pahse VIII, Karachi
Shariah Advisor:	Bank Islami Pakistan Limited 11th Floor, Dolmen Executive Towers, Marine Drive, Clifton, Block-4, Karachi
Registrar:	Alfalah Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Distributor:	Bank Alfalah Limited
Rating:	AA(f)

CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED

Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

ALFALAH ISLAMIC ROZANA AMDANI FUND

Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah Islamic Rozana Amdani Fund (the Fund) are of the opinion that Alfalah Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2023 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 29, 2024



REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalah Islamic Rozana Amdani Fund** (the Fund) as at December 31, 2023 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2023. The Management Company (Alfalah Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

A.F. Ferguson & Co.
Chartered Accountants
Engagement Partner: **Junaid Mesia**
Dated:
Karachi
UDIN:

ALFALAH ISLAMIC ROZANA AMDANI FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)
AS AT DECEMBER 31, 2023

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
		----- (Rupees) -----	
ASSETS			
Bank balances	4	24,038,983,340	17,510,778,220
Investments	5	16,080,085,615	13,095,260,239
Advance, deposit, and profit receivable	6	761,441,808	636,332,802
Preliminary expenses and floatation costs	7	1,109,717	1,436,019
Total assets		40,881,620,480	31,243,807,280
LIABILITIES			
Payable to Alfalah Asset Management Limited - Management Company	8	83,114,239	45,780,910
Payable to Central Depository Company of Pakistan Limited - Trustee	9	1,828,586	1,551,838
Payable to the Securities and Exchange Commission of Pakistan	10	2,295,732	3,367,420
Accrued expenses and other liabilities	11	1,203,900,701	76,474,812
Dividend payable		42,577,680	-
Total liabilities		1,333,716,938	127,174,980
NET ASSETS		39,547,903,542	31,116,632,300
UNIT HOLDERS' FUND (AS PER THE STATEMENT ATTACHED)		39,547,903,542	31,116,632,300
CONTINGENCIES AND COMMITMENTS			
	12		
		----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		395,479,035	311,166,323
		----- (Rupees) -----	
NET ASSET VALUE PER UNIT		100.0000	100.0000

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC ROZANA AMDANI FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	Note	Half year ended		Quarter ended	
		December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
(Rupees)					
INCOME					
Profit on savings accounts with banks	4.1	1,800,176,454	586,827,523	866,282,939	333,881,614
Income on term deposits receipts		78,233,219	79,183,280	40,589,041	50,379,165
Income on Musharakah certificates		407,606,301	-	199,090,137	-
Income on Mudaraba certificates		106,744,932	-	50,152,885	-
Income on Bai Muajjal		544,043,727	100,346,299	255,651,187	91,044,397
Income on short term sukuk certificates		605,130,006	78,824,371	301,656,478	29,235,336
Income on GOP Ijara sukuk certificates		61,481,595	-	61,481,595	-
Unrealised loss on revaluation of remeasurement of investments classified as 'fair value through profit or loss' - net	5.6	(5,148,568)	-	(5,148,568)	-
Gain on sale of investments - net		4,574,044	72,500	4,762,371	85,000
Total income		3,602,841,710	845,253,973	1,774,518,065	504,625,512
EXPENSES					
Remuneration of the Management Company	8.1	98,256,646	19,995,897	50,663,383	12,855,539
Sindh Sales Tax on remuneration of the Management Company	8.2	12,773,364	2,599,467	6,586,238	1,671,219
Allocated expenses	8.3	12,829,093	1,698,000	12,829,093	1,698,000
Selling and marketing expenses	8.4	33,782,522	3,410,000	7,245,714	439,500
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	9,298,343	3,099,742	4,538,959	1,844,541
Sindh Sales Tax on remuneration of the Trustee	9.2	1,208,785	402,966	590,064	239,787
Annual fee to the Securities and Exchange Commission of Pakistan	10.1	12,679,351	1,127,172	6,189,362	670,738
Bank and settlement charges		2,406,999	1,540,500	844,914	1,287,500
Auditors' remuneration		266,697	130,459	172,393	65,228
Printing and publication charges		32,643	32,725	16,312	16,367
Brokerage expense		685,137	235,527	280,585	194,521
Amortisation of preliminary expenses and floatation costs		326,302	326,355	163,143	163,177
Fees and subscriptions		212,074	212,126	106,032	106,067
Shariah advisor fee		130,489	130,459	65,248	65,228
Total expenses		184,888,445	34,941,395	90,291,440	21,317,412
Net income for the period before taxation		3,417,953,265	810,312,578	1,684,226,625	483,308,100
Taxation	14	-	-	-	-
Net income for the period after taxation		3,417,953,265	810,312,578	1,684,226,625	483,308,100
Earnings per unit	16				
Allocation of net income for the period					
Net income for the period after taxation		3,417,953,265	810,312,578		
Income already paid on units redeemed		-	-		
		<u>3,417,953,265</u>	<u>810,312,578</u>		
Accounting income available for distribution					
- Relating to capital gains		-	72,500		
- Excluding capital gains		<u>3,417,953,265</u>	<u>810,240,078</u>		
		<u>3,417,953,265</u>	<u>810,312,578</u>		

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH ISLAMIC ROZANA AMDANI FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023**

	Half year ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	----- (Rupees) -----			
Net income for the period after taxation	3,417,953,265	810,312,578	1,684,226,632	483,308,100
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>3,417,953,265</u>	<u>810,312,578</u>	<u>1,684,226,632</u>	<u>483,308,100</u>

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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

	For the half year ended December 31, 2023			For the half year ended December 31, 2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)		
Net assets at the beginning of the period (audited)	31,116,632,300	-	31,116,632,300	6,698,197,410	-	6,698,197,410
Issuance of 579,921,917 (2022: 319,456,951) units						
- Capital value (at net asset value per unit at the beginning of the period)	57,992,191,708	-	57,992,191,708	31,945,695,139	-	31,945,695,139
- Element of income	-	-	-	-	-	-
Total proceeds on issuance of units	57,992,191,708	-	57,992,191,708	31,945,695,139	-	31,945,695,139
Redemption of 495,609,205 (2022: 236,363,146) units						
- Capital value (at net asset value per unit at the beginning of the period)	(49,560,920,466)	-	(49,560,920,466)	(23,636,314,655)	-	(23,636,314,655)
- Element of income	-	-	-	-	-	-
Total payments on redemption of units	(49,560,920,466)	-	(49,560,920,466)	(23,636,314,655)	-	(23,636,314,655)
Total comprehensive income for the period	-	3,417,953,265	3,417,953,265	-	810,312,578	810,312,578
Total distributions made during the period*	-	(3,417,953,265)	(3,417,953,265)	-	(810,312,578)	(810,312,578)
Net assets at end of the period (un-audited)	39,547,903,542	-	39,547,903,542	15,007,577,894	-	15,007,577,894
	(Rupees)			(Rupees)		
Undistributed income brought forward						
- Realised income		-			-	
- Unrealised income		-			-	
		<u>-</u>			<u>-</u>	
Accounting income available for distribution						
- Relating to capital gains		-			72,500	
- Excluding capital gains		3,417,953,265			810,240,078	
		<u>3,417,953,265</u>			<u>810,312,578</u>	
Distributions during the period*		<u>(3,417,953,265)</u>			<u>(810,312,578)</u>	
Undistributed income carried forward		<u>-</u>			<u>-</u>	
Undistributed income carried forward						
- Realised income		-			-	
- Unrealised income		-			-	
		<u>-</u>			<u>-</u>	
	(Rupees)			(Rupees)		
Net asset value per unit at the beginning of the period		<u>100.0000</u>			<u>100.0000</u>	
Net asset value per unit at the end of the period		<u>100.0000</u>			<u>100.0000</u>	

*Alfalah Islamic Rozana Amdani Fund is required to distribute dividend on a daily basis on each business day. The cumulative distribution per unit for the half year ended December 31, 2023 amounted to Rs. 10.17 (December 31, 2022: Rs. 7.21) per unit.

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH ISLAMIC ROZANA AMDANI FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	Half year ended	
	December 31, 2023	December 31, 2022
Note	(Rupees)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	3,417,953,265	810,312,578
Adjustments for:		
Amortisation of preliminary expenses and floatation costs	326,302	326,355
Unrealised loss on revaluation of remeasurement of investments classified as 'fair value through profit or loss' - net	5,148,568	-
	<u>3,423,428,135</u>	<u>810,638,933</u>
(Increase) / decrease in assets		
Investments - net	(8,752,234,183)	275,000,000
Advance, deposit, and profit receivable	(125,109,006)	(48,693,276)
	<u>(8,877,343,189)</u>	<u>226,306,724</u>
Increase / (decrease) in liabilities		
Payable to Alfalah Asset Management Limited - Management Company	37,333,329	7,404,919
Payable to Central Depository Company of Pakistan Limited - Trustee	276,748	406,364
Payable to the Securities and Exchange Commission of Pakistan	(1,071,688)	92,199
Accrued expenses and other liabilities	1,127,088,794	24,758,401
	<u>1,163,627,183</u>	<u>32,661,883</u>
Net cash (used in) / generated from operating activities	<u>(4,290,287,871)</u>	<u>1,069,607,540</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(3,375,375,585)	(810,312,578)
Receipts against issuance and conversion of units	57,992,191,708	31,945,695,139
Payments against redemption and conversion of units	(49,560,583,371)	(23,636,314,655)
Net cash generated from financing activities	<u>5,056,232,752</u>	<u>7,499,067,906</u>
Net increase in cash and cash equivalents during the period	<u>765,944,881</u>	<u>8,568,675,446</u>
Cash and cash equivalents at the beginning of the period	25,273,038,459	5,270,159,471
Cash and cash equivalents at the end of the period	<u>15</u> <u>26,038,983,340</u>	<u>13,838,834,917</u>

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Alfalah Islamic Rozana Amdani Fund (the Fund) is an open-end collective investment scheme established through a Trust Deed under the Trust Act, 1882, between Alfalah Asset Management Limited, (the Management Company) and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed under the Trust Act, 1882 on May 19, 2020, and was approved by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the Non Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) on June 25, 2020.
- 1.2 The Trust Act, 1882 had been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund was required to be registered under the Sindh Trust Act. Accordingly, on September 13, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.
- 1.3 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non- Banking Finance Companies Rules through a certificate issued by the SECP on February 23, 2023 which is valid for a period of three years w.e.f March 9, 2023. The registered office of the Management Company is situated at Islamic Chamber of Commerce, Industry & Agriculture Building, 2nd Floor, ST-2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
- 1.4 The Fund has been categorised as a 'Shari'ah Compliant Money Market Scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in circular 7 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from September 21, 2020 and are transferable and redeemable by surrendering them to the Fund.
- 1.5 The objective of the Fund is to provide competitive returns and to meet liquidity needs of investors by providing investors a daily payout by investing in low risk and highly liquid Shariah Compliant money market instruments. The Management Company has appointed Mufti Shaikh Noman as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.
- 1.6 **The Fund has the following specific features:**
- (a) Dividend will be distributed to the entitled unit holders on daily basis (i.e. each business day).
- (b) Daily dividend received by the unit holder shall be reinvested.
- By distributing dividend on a daily basis, the Management Company is required to ensure that total distribution in an accounting period accumulates to an amount that is required under the tax laws and other regulations in force.
- 1.7 VIS Credit Rating Limited has assigned an asset manager rating of AM1 (stable outlook) to the Management Company dated December 29, 2023 [June 30, 2023: AM2+ dated March 3, 2023 by Pakistan Credit Rating Agency Limited(PACRA)]. PACRA has assigned a stability rating of AA(f) to the Fund in its credit rating report dated October 13, 2023 (June 30, 2023: AA(f) dated April 14, 2023).
- 1.8 The title to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

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- Provisions of and directives issued under the Companies Act, 2017 along with part VIII A of the repealed Companies Ordinance, 1984; and
 - Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.
- Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the requirements of IAS 34 Interim Financial Reporting, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.
- 2.1.2** The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2023.

2.1.3 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at and for the half year ended December 31, 2023.

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

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

3.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by the management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2023. The Funds' financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2023.

3.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

3.4 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2024. However, these are not expected to have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
		------(Rupees)-----	
4	BANK BALANCES		
Balances with banks in:			
	Savings accounts	4.1	24,038,973,340
	Current accounts		17,355,768,220
			10,000
		<u>24,038,983,340</u>	<u>17,510,778,220</u>

- 4.1 These accounts carry profit rates ranging between 18.50% to 21.50% (June 30, 2023: 5.50% to 20.50%) per annum. These include bank balance of Rs 6,357.93 million (June 30, 2023: 2,686.34 million) which is maintained with Bank Alfalah Limited (a related party), having profit rate of 19.50% (June 30, 2023: 20.25%) per annum.

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
		------(Rupees)-----	
5	INVESTMENTS		
At fair value through profit or loss			
	Bai muajjal receivable	5.1	3,560,766,220
	Term deposit receipts	5.2	4,337,260,239
	Short term sukuks	5.3	2,000,000,000
	Musharakah certificates	5.4	6,860,000,000
	Mudaraba certificates	5.5	-
	GOP ijara sukuks	5.6	-
		<u>3,659,319,395</u>	<u>-</u>
		<u>16,080,085,615</u>	<u>13,095,260,239</u>

5.1 Bai muajjal receivable

Name of investee company	Maturity date	Profit rate	Total transaction price	Deferred income	Accrued profit for the period	Carrying value as at December 31, 2023	Market value as a percentage of	
							Net assets of the fund	Total investments of the fund
		%	-----Rupees-----					
Pak Brunei Investment Company Limited	August 10, 2023	20.40%	834,509,491	18,070,645	18,070,645	-	-	-
Pak Brunei Investment Company Limited	August 15, 2023	20.40%	551,908,116	13,408,733	13,408,733	-	-	-
Pak Brunei Investment Company Limited	August 15, 2023	20.40%	833,919,434	20,260,262	20,260,262	-	-	-
Pak Kuwait Investment Company (Pvt) Ltd.	August 10, 2023	20.40%	834,546,867	18,081,243	18,081,243	-	-	-
Pak Kuwait Investment Company (Pvt) Ltd.	August 15, 2023	20.40%	551,933,579	13,416,595	13,416,595	-	-	-
Pak Kuwait Investment Company (Pvt) Ltd.	August 15, 2023	20.40%	833,952,234	20,272,004	20,272,004	-	-	-
Pak Kuwait Investment Company (Pvt) Ltd.	August 10, 2023	21.40%	278,677,004	4,816,936	4,816,936	-	-	-
Pak Kuwait Investment Company (Pvt) Ltd.	August 10, 2023	21.40%	833,025,710	14,398,861	14,398,861	-	-	-
Pak Oman Investment Company Limited	September 15, 2023	21.35%	850,230,858	21,333,324	21,333,324	-	-	-
Pak Oman Investment Company Limited	September 15, 2023	21.35%	369,873,017	9,074,816	9,074,816	-	-	-
Pak Oman Investment Company Limited	September 15, 2023	21.35%	566,816,401	13,906,812	13,906,812	-	-	-
Pak Oman Investment Company Limited	September 15, 2023	21.35%	562,889,086	13,810,456	13,810,456	-	-	-
Pak Oman Investment Company Limited	September 15, 2023	21.35%	283,408,201	6,953,406	6,953,406	-	-	-
Pak Oman Investment Company Limited	September 15, 2023	21.35%	267,217,133	6,556,159	6,556,159	-	-	-
Pak Brunei Investment Company Limited	September 18, 2023	21.30%	567,748,552	14,527,730	14,527,730	-	-	-
Pak Oman Investment Company Limited	September 15, 2023	21.35%	562,888,195	13,496,962	13,496,962	-	-	-
Pak Brunei Investment Company Limited	September 18, 2023	21.30%	283,874,276	7,263,865	7,263,865	-	-	-
Pak Brunei Investment Company Limited	September 18, 2023	21.30%	267,664,992	6,849,097	6,849,097	-	-	-
Pak Brunei Investment Company Limited	September 18, 2023	21.30%	356,020,435	7,922,331	7,922,331	-	-	-
Pak Brunei Investment Company Limited	September 18, 2023	21.30%	563,813,078	12,546,229	12,546,229	-	-	-
Pak Kuwait Investment Company (Pvt) Ltd.	October 30, 2023	21.30%	397,119,398	10,161,617	10,161,617	-	-	-

Name of investee company	Maturity date	Profit rate	Total transaction price	Deferred income	Accrued profit for the period	Carrying value as at December 31, 2023	Market value as a percentage of			
							Net assets of the fund	Total investments of the fund		
		%	Rupees							
Pak Kuwait Investment Company (Pvt) Ltd.	October 30, 2023	21.30%	471,914,315	12,075,493	12,075,493	-	-	-		
Pak Kuwait Investment Company (Pvt) Ltd.	October 30, 2023	21.30%	559,323,096	14,312,137	14,312,137	-	-	-		
Pak Kuwait Investment Company (Pvt) Ltd.	October 30, 2023	21.30%	783,114,784	18,299,003	18,299,003	-	-	-		
Pak Kuwait Investment Company (Pvt) Ltd.	October 30, 2023	21.30%	783,129,083	17,863,193	17,863,193	-	-	-		
Pak Brunei Investment Company Limited	October 30, 2023	21.30%	397,165,306	8,837,906	8,837,906	-	-	-		
Pak Brunei Investment Company Limited	October 30, 2023	21.30%	471,939,576	10,501,818	10,501,818	-	-	-		
Pak Brunei Investment Company Limited	October 30, 2023	21.30%	559,387,755	12,447,755	12,447,755	-	-	-		
Pak Brunei Investment Company Limited	November 3, 2023	21.28%	398,138,817	6,843,909	6,843,909	-	-	-		
Pak Brunei Investment Company Limited	November 3, 2023	21.28%	611,227,198	10,506,846	10,506,846	-	-	-		
Pak Brunei Investment Company Limited	November 3, 2023	21.28%	441,871,718	7,595,667	7,595,667	-	-	-		
Pak Oman Investment Company Limited	November 17, 2023	21.25%	401,324,666	9,801,488	9,801,488	-	-	-		
Pak Oman Investment Company Limited	November 17, 2023	21.25%	401,330,576	9,579,128	9,579,128	-	-	-		
Pak Oman Investment Company Limited	November 17, 2023	21.25%	616,127,222	14,705,985	14,705,985	-	-	-		
Pak Oman Investment Company Limited	April 26, 2024	21.10%	1,277,648,720	119,809,406	42,167,556	1,200,006,870	3.03%	7.46%		
Pak Oman Investment Company Limited	April 26, 2024	21.10%	255,529,744	23,961,881	8,433,511	240,001,374	0.61%	1.49%		
Pak Oman Investment Company Limited	April 26, 2024	21.10%	564,458,949	52,931,209	18,629,420	530,157,160	1.34%	3.30%		
Pak Brunei Investment Company Limited	May 3, 2024	21.15%	1,700,096,769	163,798,824	54,302,871	1,590,600,816	4.02%	9.89%		
Total as at December 31, 2023						780,999,731	544,031,769	3,560,766,220	9.00%	22.14%
Total as at June 30, 2023						558,622,302	455,112,820	4,337,260,239	13.92%	33.10%

5.1.1 These Bai Muajjal transactions are carried out against the short-term sukuk of the K-Electric Limited, Lucky Electric Power Company Limited and Government of Pakistan Ijara Sukuk.

5.2 Term deposit receipts

Name of investee company	Profit rate	Issue Date	Maturity date	Face value				Market value as at December 31, 2023	Market value as a percentage of	
				As at July 1, 2023	Placed during the period	Matured during the period	As at December 31, 2023		Net assets of the Fund	Total investments of the Fund
				Rupees						
Bank Alfalah Limited (A1+, PACRA)	20.45%	May 23, 2023	July 11, 2023	2,650,000,000	-	2,650,000,000	-	-	-	-
Bank Alfalah Limited (A1+, PACRA)	20.45%	June 1, 2023	July 11, 2023	250,000,000	-	250,000,000	-	-	-	-
Bank Alfalah Limited (A1+, PACRA)	20.45%	June 15, 2023	July 11, 2023	350,000,000	-	350,000,000	-	-	-	-
Bank Alfalah Limited (A1+, PACRA)	20.45%	June 20, 2023	July 11, 2023	175,000,000	-	175,000,000	-	-	-	-
Bank Alfalah Limited (A1+, PACRA)	21.05%	September 15, 2023	October 16, 2023	-	2,000,000,000	2,000,000,000	-	-	-	-
Bank Alfalah Limited (A1+, PACRA)	21.25%	December 12, 2023	March 12, 2024	-	2,000,000,000	-	2,000,000,000	2,000,000,000	5.06%	12.44%
Total as at December 31, 2023							2,000,000,000	2,000,000,000	5.06%	12.44%
Total as at June 30, 2023							3,425,000,000	11.00%	0.00%	

5.2.1 The profit payments and principal redemptions of term deposit receipts are receivable at maturity and these TDRs are placed with Bank Alfalah Limited (a related party).

5.3 Short term sukus

Name of the security	Profit rate	Maturity date	As at July	Purchased	Sold /	As at	Carrying value as	Market value as	Unrealised	Market value as a percentage				
			01, 2023	during	matured					December	at December 31,	at December 31,	Net assets of	Total
			2023	the period	the period					31, 2023	2023	December 31,		
			Number of certificates			(Rupees)								
K-Electric Limited - Short term Sukuk XIII (A1+, PACRA) Face value of Rs. 1,000,000 each	6M Kibor + 1.00%	August 9, 2023	750	250	1,000	-	-	-	-	-	-			
K-Electric Limited - Short term Sukuk XIV (A1+, PACRA) Face value of Rs. 1,000,000 each	6M Kibor + 0.75%	August 28, 2023	500	1,500	2,000	-	-	-	-	-	-			
K-Electric Limited - Short term Sukuk XV (A1+, VIS) Face value of Rs. 1,000,000 each	6M Kibor + 0.50%	September 21, 2023	333	2,483	2,816	-	-	-	-	-	-			
K-Electric Limited - Short term Sukuk XVI (A1+, VIS) Face value of Rs. 1,000,000 each	6M Kibor + 0.30%	October 11, 2023	300	2,079	2,379	-	-	-	-	-	-			
K-Electric Limited - Short term Sukuk XVII (A1+, VIS) Face value of Rs. 1,000,000 each	6M Kibor + 0.45%	November 18, 2023	500	406	906	-	-	-	-	-	-			
K-Electric Limited - Short term Sukuk XVIII (A1+, PACRA) Face value of Rs. 1,000,000 each	6M Kibor + 0.30%	February 09, 2024	-	316	150	166	166,000,000	166,000,000	-	0.42%	1.03%			
K-Electric Limited - Short term Sukuk XXI (A1+, VIS) Face value of Rs. 1,000,000 each	3M Kibor + 0.50%	April 24, 2024	-	750	-	750	750,000,000	750,000,000	-	1.90%	4.66%			
Lucky Electric Power Co Limited - Short term Sukuk VII (A1+, PACRA) Face value of Rs. 1,000,000 each	6M Kibor + 0.65%	August 15, 2023	750	3,000	3,750	-	-	-	-	-	-			
Lucky Electric Power Co Limited - Short term Sukuk VIII (A1+, PACRA) Face value of Rs. 1,000,000 each	6M Kibor + 0.55%	September 27, 2023	300	-	300	-	-	-	-	-	-			
Lucky Electric Power Co Limited - Short term Sukuk X (A1+, PACRA) Face value of Rs. 1,000,000 each	6M Kibor + 0.50%	October 31, 2023	700	6,365	7,065	-	-	-	-	-	-			
Lucky Electric Power Co Limited - Short term Sukuk XI (A1+, PACRA) Face value of Rs. 1,000,000 each	6M Kibor + 0.50%	December 13, 2023	150	-	150	-	-	-	-	-	-			
Lucky Electric Power Co Limited - Short term Sukuk XII (A1+, PACRA) Face value of Rs. 1,000,000 each	6M Kibor + 0.50%	February 15, 2024	-	1,000	-	1,000	1,000,000,000	1,000,000,000	-	2.53%	6.22%			
Lucky Electric Power Co Limited - Short term Sukuk XIII (A1+, PACRA) Face value of Rs. 1,000,000 each	3M Kibor + 0.50%	March 27, 2024	-	750	-	750	750,000,000	750,000,000	-	1.90%	4.66%			
Lucky Electric Power Co Limited - Short term Sukuk XIV (A1+, PACRA) Face value of Rs. 1,000,000 each	3M Kibor + 0.45%	April 11, 2024	-	1,050	-	1,050	1,050,000,000	1,050,000,000	-	2.66%	6.53%			

Name of the security	Profit rate	Maturity date	Number of certificates			As at December 31, 2023	Carrying value as at December 31, 2023	Market value as at December 31, 2023	Unrealised appreciation / (diminution) as at December 31, 2023	Market value as a percentage of	
			As at July 01, 2023	Purchased during the period	Sold / matured during the period					Net assets of the fund	Total investments of the fund
Lucky Electric Power Co Limited - Short term Sukuk IV (A1+, PACRA) Face value of Rs. 1,000,000 each	6M Kibor + 0.30%	June 28, 2024	-	244	-	244	244,000,000	244,000,000	-	0.62%	1.52%
The Hub Power Company Limited - Short Term Sukuk I (A1+, PACRA) Face value of Rs. 100,000 each	6M Kibor + 1.30%	November 17, 2023	300	-	300	-	-	-	-	-	-
The Hub Power Company Limited - Short term Sukuk XII (A1+, PACRA) Face value of Rs. 1,000,000 each	6M Kibor + 0.25%	May 08, 2024	-	700	-	700	700,000,000	700,000,000	-	1.77%	4.35%
China Power Hub Generation Company Limited- Short Term Sukuk (A1+, PACRA) Face value of Rs. 1,000,000 each	6M Kibor + 0.76%	September 28, 2023	750	500	1,250	-	-	-	-	-	-
Nishat Mills Limited - Short term Sukuk III (A1+, PACRA) Face value of Rs. 1,000,000 each	3M Kibor + 0.15%	May 23, 2024	-	700	-	700	700,000,000	700,000,000	-	1.77%	4.35%
JDW Sughar Mills Limited - Short term Sukuk (A1+, PACRA) Face value of Rs. 1,000,000 each	6M Kibor + 0.90%	June 18, 2024	-	1,200	-	1,200	1,200,000,000	1,200,000,000	-	3.03%	7.46%
Pakistan Telecommunication (Pvt.) Limited - Short term Sukuk (A1+, PACRA) Face value of Rs. 1,000,000 each	6M Kibor + 0.20%	June 20, 2024	-	300	-	300	300,000,000	300,000,000	-	0.76%	1.87%
Total as at December 31, 2023							6,860,000,000	6,860,000,000	-	17.35%	42.66%
Total as at June 30, 2023							5,333,000,000	5,333,000,000	-	17.13%	40.47%

5.3.1 The profit payment and principal redemptions of these Sukuk certificates are receivable at maturity.

5.4 Musharakah Certificates

Name of investee company	Profit rate	Issue Date	Maturity date	Face value				Market Value as at December 31, 2023	Market value as a percentage of	
				As at July 1, 2023	Purchased during the period	Matured during the period	As at December 31, 2023		Net assets of the fund	Total investments of the fund
Faysal Bank Limited (A1+, PACRA)	21.10%	July 12, 2023	July 21, 2023	-	3,200,000,000	3,200,000,000	-	-	-	-
United Bank Limited (A1+, VIS)	21.50%	July 14, 2023	August 3, 2023	-	3,000,000,000	3,000,000,000	-	-	-	-
United Bank Limited (A1+, VIS)	21.50%	August 3, 2023	September 4, 2023	-	2,000,000,000	2,000,000,000	-	-	-	-
United Bank Limited (A1+, VIS)	21.50%	August 4, 2023	September 4, 2023	-	1,000,000,000	1,000,000,000	-	-	-	-
United Bank Limited (A1+, VIS)	21.00%	August 7, 2023	September 5, 2023	-	400,000,000	400,000,000	-	-	-	-
Habib Bank Limited (A1+, VIS)	21.15%	August 10, 2023	August 17, 2023	-	2,000,000,000	2,000,000,000	-	-	-	-
Faysal Bank Limited (A1+, PACRA)	21.15%	August 16, 2023	August 23, 2023	-	3,000,000,000	3,000,000,000	-	-	-	-
Faysal Bank Limited (A1+, PACRA)	21.15%	August 17, 2023	August 25, 2023	-	600,000,000	600,000,000	-	-	-	-
Habib Metropolitan Bank Limited (A1+, PACRA)	21.20%	August 18, 2023	August 28, 2023	-	1,700,000,000	1,700,000,000	-	-	-	-
Faysal Bank Limited (A1+, PACRA)	21.10%	August 23, 2023	August 31, 2023	-	2,800,000,000	2,800,000,000	-	-	-	-
United Bank Limited (A1+, VIS)	21.50%	September 4, 2023	September 15, 2023	-	2,900,000,000	2,900,000,000	-	-	-	-

Name of investee company	Profit rate	Issue Date	Maturity date	Face value				Market Value as at December 31, 2023	Market value as a percentage of	
				As at July 1, 2023	Purchased during the period	Matured during the period	As at December 31, 2023		Net assets of the fund	Total investments of the fund
				Rupees				%		
United Bank Limited (A1+,VIS)	21.50%	September 15, 2023	October 31, 2023	-	3,100,000,000	3,100,000,000	-	-	-	-
Faysal Bank Limited (A1+,PACRA)	21.10%	October 26, 2023	October 27, 2023	-	2,000,000,000	2,000,000,000	-	-	-	-
United Bank Limited (A1+,VIS)	21.50%	October 31, 2023	December 13, 2023	-	3,100,000,000	3,100,000,000	-	-	-	-
Faysal Bank Limited (A1+,PACRA)	21.00%	November 7, 2023	November 10, 2023	-	2,300,000,000	2,300,000,000	-	-	-	-
Faysal Bank Limited (A1+,PACRA)	21.10%	November 10, 2023	November 17, 2023	-	1,700,000,000	1,700,000,000	-	-	-	-
Faysal Bank Limited (A1+,PACRA)	21.10%	November 17, 2023	November 24, 2023	-	2,500,000,000	2,500,000,000	-	-	-	-
Faysal Bank Limited (A1+,PACRA)	21.10%	December 4, 2023	December 14, 2023	-	2,500,000,000	2,500,000,000	-	-	-	-
United Bank Limited (A1+,VIS)	21.50%	December 13, 2023	December 29, 2023	-	3,100,000,000	3,100,000,000	-	-	-	-
Total as at December 31, 2023								-	-	-
Total as at June 30, 2023								-	-	-

5.5 Mudaraba Certificates

Name of investee company	Profit rate	Issue Date	Maturity date	Face value				Market Value as at December 31, 2023	Market value as a percentage of	
				As at July 1, 2023	Purchased during the period	Matured during the period	As at December 31, 2023		Net assets of the Fund	Total investments of the Fund
				Rupees				%		
Zarai Taraqati Bank Limited (A1+,VIS)	21.10%	July 5, 2023	July 6, 2023	-	1,650,000,000	1,650,000,000	-	-	-	
Zarai Taraqati Bank Limited (A1+,VIS)	20.90%	July 6, 2023	July 7, 2023	-	2,750,000,000	2,750,000,000	-	-	-	
Zarai Taraqati Bank Limited (A1+,VIS)	21.10%	July 10, 2023	July 21, 2023	-	3,200,000,000	3,200,000,000	-	-	-	
Zarai Taraqati Bank Limited (A1+,VIS)	21.00%	August 7, 2023	August 18, 2023	-	3,400,000,000	3,400,000,000	-	-	-	
Zarai Taraqati Bank Limited (A1+,VIS)	21.20%	August 24, 2023	August 28, 2023	-	3,000,000,000	3,000,000,000	-	-	-	
Zarai Taraqati Bank Limited (A1+,VIS)	21.20%	August 28, 2023	August 31, 2023	-	3,000,000,000	3,000,000,000	-	-	-	
Zarai Taraqati Bank Limited (A1+,VIS)	21.15%	October 9, 2023	October 10, 2023	-	1,000,000,000	1,000,000,000	-	-	-	
Zarai Taraqati Bank Limited (A1+,VIS)	21.15%	October 9, 2023	October 13, 2023	-	1,000,000,000	1,000,000,000	-	-	-	
Zarai Taraqati Bank Limited (A1+,VIS)	21.25%	October 10, 2023	October 13, 2023	-	1,000,000,000	1,000,000,000	-	-	-	
Zarai Taraqati Bank Limited (A1+,VIS)	21.00%	October 16, 2023	October 20, 2023	-	1,550,000,000	1,550,000,000	-	-	-	
Zarai Taraqati Bank Limited (A1+,VIS)	21.25%	October 23, 2023	October 26, 2023	-	1,300,000,000	1,300,000,000	-	-	-	
Zarai Taraqati Bank Limited (A1+,VIS)	21.25%	November 17, 2023	November 24, 2023	-	1,000,000,000	1,000,000,000	-	-	-	
Zarai Taraqati Bank Limited (A1+,VIS)	21.25%	November 27, 2023	November 30, 2023	-	1,500,000,000	1,500,000,000	-	-	-	
Zarai Taraqati Bank Limited (A1+,VIS)	21.25%	December 4, 2023	December 11, 2023	-	2,500,000,000	2,500,000,000	-	-	-	
Zarai Taraqati Bank Limited (A1+,VIS)	21.50%	December 13, 2023	December 18, 2023	-	2,500,000,000	2,500,000,000	-	-	-	
Zarai Taraqati Bank Limited (A1+,VIS)	21.50%	December 18, 2023	December 22, 2023	-	3,500,000,000	3,500,000,000	-	-	-	
Zarai Taraqati Bank Limited (A1+,VIS)	21.75%	December 21, 2023	December 22, 2023	-	400,000,000	400,000,000	-	-	-	
Zarai Taraqati Bank Limited (A1+,VIS)	21.65%	December 26, 2023	December 29, 2023	-	3,900,000,000	3,900,000,000	-	-	-	
Total as at December 31, 2023								-	-	-
Total as at June 30, 2023								-	-	-

5.6 Government of Pakistan Ijara Sukuks

Name of security	Issue date	Face value				Balance as at December 31, 2023			Market value as percentage of	
		As at July 1, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the fund	Total investments
Rupees										
GOP Ijara Sukuk (1 year)	March 8, 2023	-	3,140,000,000	3,140,000,000	-	-	-	-	-	-
GOP Ijara Sukuk (1 year)	April 17, 2023	-	8,110,000,000	6,525,000,000	1,585,000,000	1,597,499,238	1,594,351,500	(3,147,738)	4.03%	9.92%
GOP Ijara Sukuk (1 year)	May 22, 2023	-	3,092,400,000	1,480,000,000	1,612,400,000	1,626,835,641	1,624,170,520	(2,665,121)	4.11%	10.10%
GOP Ijara Sukuk (1 year)	June 26, 2023	-	400,000,000	-	400,000,000	402,360,000	403,000,000	640,000	1.02%	2.51%
GOP Ijara Sukuk (1 year)	December 4, 2023	-	150,000,000	150,000,000	-	-	-	-	-	-
GOP Ijara Sukuk (1 year)	December 11, 2023	-	44,625,000	-	44,625,000	37,773,084	37,797,375	24,291	0.10%	0.24%
Total as at December 31, 2023						3,664,467,963	3,659,319,395	(5,148,568)	9.25%	22.76%
Total as at June 30, 2023						-	-	-	-	-

5.6.1 These sukuks carry an effective yield between 19.52% to 23.60% per annum.

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
----- (Rupees) -----			
6 ADVANCE, DEPOSIT, AND PROFIT RECEIVABLE			
Profit receivable on:			
Bank balances		325,664,561	252,372,845
Term deposit receipts		23,287,672	66,322,432
Short term sukuk certificates		289,404,219	313,774,509
GOP Ijara sukuk certificates		119,222,340	-
Advance tax		3,763,016	3,763,016
Security deposit with the Central Depository Company of Pakistan Limited		100,000	100,000
		761,441,808	636,332,802
7 PRELIMINARY EXPENSES AND FLOATATION COSTS			
Balance at the beginning of the period/year	7.1	1,436,019	2,083,404
Less: amortised during the period/year		326,302	647,385
Balance as at period/year end		1,109,717	1,436,019
7.1 Preliminary expenses and floatation costs represents expenditure incurred prior to the commencement of operations of the Fund. These costs are being amortised over a period of five years in accordance with the requirements set out in the Trust Deed of the Fund and the NBFC Regulations.			
8 PAYABLE TO ALFALAH ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY			
Management remuneration payable	8.1	32,306,437	14,897,183
Sindh Sales Tax payable on management remuneration	8.2	4,199,837	1,936,634
Allocated expenses payable	8.3	12,722,268	13,842,046
Selling and marketing expenses payable	8.4	33,782,524	15,000,000
Payable against preliminary expenses and floatation costs		20,000	20,000
Sale load payable		3,173	5,047
Other payable		80,000	80,000
		83,114,239	45,780,910

8.1 The Management Company has charged its remuneration at the following rates:

Rate applicable from July 1, 2023 to November 30, 2023		Rate applicable from December 1, 2023 to December 31, 2023	
0.550% per annum of the average annual net assets		0.723% per annum of the average annual net assets	

Rate applicable from July 01, 2022 to August 25, 2022	Rate applicable from August 26, 2022 to November 30, 2022	Rate applicable from December 1, 2022 to April 4, 2023	Rate applicable from April 5, 2023 to June 30, 2023
0.25% per annum of the average annual net assets	0.38% per annum of the average annual net assets	0.45% per annum of the average annual net assets	0.55% per annum of the average annual net assets

8.2 During the period, an amount of Rs. 12.773 million (June 30, 2023: Rs. 9.994 million) at the rate of 13% (June 30, 2023: 13%) per annum was charged on account of sales tax on management fee levied through the Sindh Sales Tax on Services Act, 2011.

8.3 In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

Accordingly, the Management Company has charged allocated expenses at the rate of 0.200% (2022: 0.060%) per annum to the Fund based on its discretion subject to not being higher than actual expense incurred.

8.4 The SECP has allowed the Asset Management companies to charge selling and marketing expense in all categories of open-end mutual funds up to a maximum limit approved by the Board of Directors of Management Company as part of annual plan.

Accordingly, Management Company has charged allocated expense at the rate of 0.076% (2022: 0.030%) per annum to the Fund based on its discretion subject to not being higher than actual expense. The Board of Directors of the Management Company have also approved the annual plan for charging of selling and marketing expenses to the funds under the management of the Management Company.

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
		----- (Rupees) -----	
9	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE		
	Trustee remuneration payable	9.1 1,618,218	1,373,308
	Sindh Sales Tax payable on Trustee remuneration	9.2 210,368	178,530
		<u>1,828,586</u>	<u>1,551,838</u>

9.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. During the period, the Trustee has charged remuneration at the rate of 0.055% per annum (June 30, 2023: 0.055%) of average daily net assets of the Fund.

9.2 During the period, an amount of Rs. 1.208 million (June 30, 2023: 1.207 million) at the rate of 13% (June 30, 2023: 13%) per annum was charged on account of sales tax on trustee fee levied through the Sindh Sales Tax on Services Act, 2011.

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
		----- (Rupees) -----	
10	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN		
	Annual fee payable	10.1 2,295,732	3,367,420

10.1 Under the provisions of the NBFC Regulations, a collective investment scheme (CIS) is required to pay as annual fee to the Securities and Exchange Commission of Pakistan (SECP).

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

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

	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	------(Rupees)-----	
11 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration payable	188,417	374,154
Settlement charges payable	1,086,951	1,474,568
Listing fee payable	21,130	35,559
Brokerage expense payable	1,994,495	1,281,245
Withholding tax payable	143,836,851	69,937,428
Capital gain tax	42,245	42,245
Printing charges payable	160,304	149,602
Rating fee payable	333,836	138,086
Shariah advisory fee payable	274,566	337,677
Sales load payable	1,229,420	2,704,248
Payable against investment	1,054,395,391	-
Payable against redemption of units	337,095	-
	<u>1,203,900,701</u>	<u>76,474,812</u>
12 CONTINGENCIES AND COMMITMENTS		

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

13 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund as at December 31, 2023 based on the current period results is 1.09% (December 31, 2022: 0.62%) which includes 0.21% (December 31, 2022: 0.07%) representing Government levies on the fund such as provision for sales taxes, federal excise duties, annual fee to the SECP, etc. This ratio is within the maximum limit of 2% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as a money market scheme.

14 TAXATION

The income of the Fund is exempt from income tax as per Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non Banking Finance Companies Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expense as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

	Note	December 31, 2023 (Un-audited)	December 31, 2022 (Un-audited)
		------(Rupees)-----	
15 CASH AND CASH EQUIVALENTS			
Bank balances	4	24,038,983,340	12,538,834,917
Term deposit receipts (original maturity of 3 months or less)	5.2	2,000,000,000	1,300,000,000
		<u>26,038,983,340</u>	<u>13,838,834,917</u>

16 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, determination of the cumulative weighted average outstanding number of units for calculating EPU is not practicable.

17 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons include Alfalah Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee of the Fund, Bank Alfalah Limited, MAB Investment Incorporation, Bank Alfalah Limited - Employees' Provident Fund, Bank Alfalah Limited - Employees' Gratuity Fund and Alfalah GHP Investment Management Limited - Staff Provident Fund being the associates of the Management Company, Funds under management of the Management Company and directors and their close family members and key management personnel of the Management Company. Connected persons also includes any person beneficially owning directly or indirectly 10% or more of the units in the issue / net assets of the Fund.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges, sale and purchase of investment and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

Remuneration of the Management Company and the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

Allocated expenses and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

Details of transactions and balances at period end with related parties / connected persons, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

17.1 Unit holders' fund

Half year ended December 31, 2023 (Un-audited)									
As at July 01, 2023	Issued for cash / conversion in / transfer in	Bonus/ Dividend Reinvest-ment	Redeemed/ conversion out / transfer out	As at December 31, 2023	As at July 01, 2023	Issued for cash / conversion in / transfer in	Bonus/ Dividend Reinvest-ment	Redeemed / conversion out / transfer out	As at December 31, 2023
Units					Rupees				
Associated companies / undertakings									
Alfalah GHP Investment Management Limited	-	-	-	-	-	-	-	-	-
Alfalah GHP Islamic Prosperity Planning Fund - Islamic Moderate Allocation Plan	211,588	-	481	212,068	-	21,158,768	-	48,063	21,206,831
Alfalah GHP Islamic Prosperity Planning Fund - Islamic Balanced Allocation Plan	677,299	-	1,538	678,837	-	67,729,871	-	153,850	67,883,721
Alfalah GHP Islamic Prosperity Planning Fund - Islamic Active Allocation Plan II	425,357	-	966	426,323	-	42,535,668	-	96,621	42,632,289
Alfalah GHP Islamic Prosperity Planning Fund - Islamic Capital Preservation Plan IV	82,890	-	188	83,078	-	8,289,002	-	18,829	8,307,831

Half year ended December 31, 2023 (Un-audited)									
As at July 01, 2023	Issued for cash / conversion in / transfer in	Bonus/ Dividend Reinvest-ment	Redeemed/ conversion out / transfer out	As at December 31, 2023	As at July 01, 2023	Issued for cash / conversion in / transfer in	Bonus/ Dividend Reinvest-ment	Redeemed / conversion out / transfer out	As at December 31, 2023

	Units				Rupees				
Key management personnel									
Head of Research	39,271	6,500	2,463	48,234	-	3,927,100	650,000	246,295	4,823,400
Head of Fix Income	5	-	1	-	6	500	-	100	-
AVP Corporate & Institutional Sales	1	-	-	-	1	100	-	-	100

Unit holder holding 10% or more units	77,105,338	37,000,000	5,535,983	65,000,000	54,641,321	511,280,500	3,700,000,000	553,598,301	6,500,000,000	5,464,132,122
----------------------------------------------	------------	------------	-----------	------------	------------	-------------	---------------	-------------	---------------	---------------

Half year ended December 31, 2022 (Un-audited)									
As at July 01, 2022	Issued for cash / conversion in / transfer in	Bonus/ Dividend Reinvest-ment	Redeemed/ conversion out / transfer out	As at December 31, 2022	As at July 01, 2022	Issued for cash / conversion in / transfer in	Bonus/ Dividend Reinvest-ment	Redeemed / conversion out / transfer out	As at December 31, 2022

	Units				Rupees					
Associated companies / undertakings										
Alfalalah Asset Management Limited	-	1,497,526	21,120	500,000	1,018,646	-	149,752,600	2,112,000	50,000,000	101,864,600
Alfalalah GHP Islamic Prosperity Planning Fund - Islamic Moderate Allocation Plan	-	194,000	157	-	194,157	-	19,400,000	15,700	-	19,415,700
Alfalalah GHP Islamic Prosperity Planning Fund - Islamic Balanced Allocation Plan	-	621,000	501	-	621,501	-	62,100,000	50,100	-	62,150,100
Alfalalah GHP Islamic Prosperity Planning Fund - Islamic Active Allocation Plan II	-	390,000	315	-	390,315	-	39,000,000	31,500	-	39,031,500
Alfalalah GHP Islamic Prosperity Planning Fund - Islamic Capital Preservation Plan IV	-	76,000	61	-	76,061	-	7,600,000	6,100	-	7,606,100
Alfalalah GHP Islamic Prosperity Planning Fund II - Capital Preservation Plan 6	-	1,470,000	59,313	1,528,000	1,313	-	147,000,000	5,931,300	152,800,000	131,300
Key management personnel										
Head of Fund & AMC accounting	106	-	-	106	-	10,600	-	-	10,600	-
Head of Research	11,084	7,500	950	-	19,534	1,108,400	750,000	95,000	-	1,953,400
Head of SMA	27,014	39,720	1,349	49,100	18,983	2,701,400	3,972,000	134,900	4,910,000	1,898,300
Unit holder holding 10% or more units										
Artistic Milliners (Private) Limited	20,092,005	5,102,869	505,971	14,547,539	11,153,306	2,009,200,500	510,286,860	50,597,203	1,454,753,931	1,115,330,211
Pakistan Defence Officers Housing Authority	8,188,527	6,000,000	282,255	2,000,000	12,470,782	818,852,700	600,000,000	28,225,496	200,000,000	1,247,077,778

17.2 Transactions during the period

Associated companies / undertakings	Half year ended (Un-audited)	
	December 31, 2023	December 31, 2022
	------(Rupees)-----	
Alfalalah Asset Management Limited - Management Company		
Remuneration of the Management Company	98,256,646	19,995,897
Sindh Sales Tax on remuneration of the Management Company	12,773,364	2,599,467
Selling and marketing expenses	33,782,522	3,410,000
Allocated expenses	12,829,093	1,698,000
Sales load	70,041	5,299

	Half year ended (Un-audited)	
	December 31, 2023	December 31, 2022
	------(Rupees)-----	
Bank Alfalah Limited		
Term deposit receipts	4,000,000,000	6,650,000,000
Profit on term deposit receipts	78,233,219	70,761,370
Profit on bank deposit	60,397,328	5,632,632
Sales load	1,229,420	8,705,526
Alfalah GHP Money Market Fund		
Sukuk certificates - purchased	457,000,000	-
Alfalah CLSA Securities Private Limited		
Brokerage expense	227,480	-
Other related party		
Central Depository Company of Pakistan Limited		
Remuneration of the Trustee	9,298,343	3,099,742
Sindh Sales Tax on remuneration of the Trustee	1,208,785	402,966
CDS charges	2,406,999	1,494,500
17.3 Amounts outstanding as at period / year end	December 31, 2023	June 30, 2023
Associated companies / undertakings	(Un-audited)	(Audited)
	------(Rupees)-----	
Alfalah Asset Management Limited - Management Company		
Management remuneration payable	32,306,437	14,897,183
Sindh Sales Tax payable on management remuneration	4,199,837	1,936,634
Payable against preliminary expenses and floatation costs	20,000	20,000
Selling and marketing	33,782,524	15,000,000
Allocated expenses	12,722,268	13,842,046
Sale load payable	3,173	5,047
Other payable	80,000	80,000
Bank Alfalah Limited		
Bank balances	6,346,433,819	4,191,903,855
Term deposit receipts	2,000,000,000	3,425,000,000
Sales load payable	1,229,420	1,216,284
Other related party		
Central Depository Company of Pakistan Limited		
Trustee remuneration payable	1,618,218	1,373,308
Sindh Sales Tax payable on trustee remuneration	210,368	178,530
CDS charges payable	1,086,951	1,474,568
Security deposit	100,000	100,000

18 FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

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

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

18.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at December 31, 2023 and June 30, 2023 the Fund held the following financial instruments measured at fair value:

	December 31, 2023 (Un-audited)			
	Level 1	Level 2	Level 3	Total
Investments 'at fair value through profit or loss'	(Rupees)			
Bai Muajjal receivable*	-	3,560,766,220	-	2,000,000,000
Term Deposit Receipts**	-	2,000,000,000	-	6,860,000,000
Short term sukuks**	-	6,860,000,000	-	3,659,319,395
GOP ijara sukuks	-	3,659,319,395	-	16,080,085,615
	-	16,080,085,615	-	8,860,000,000

	June 30, 2023 (Audited)			
	Level 1	Level 2	Level 3	Total
Investments 'at fair value through profit or loss'	(Rupees)			
Bai Muajjal receivable*	-	4,337,260,239	-	4,337,260,239
Term deposit receipts**	-	3,425,000,000	-	3,425,000,000
Short term sukuk certificates**	-	5,333,000,000	-	13,095,260,239
	-	13,095,260,239	-	7,762,260,239

* The valuation of Bai Muajjal receivable has been carried out based on amortisation to their face values / sale price as per the guidelines given in Circular 33 of 2012 since the residual maturity of these investments is less than six months and they are placed with counterparties which have high credit ratings.

** The carrying value of these securities approximate their fair value since these are short term in nature and are placed with counter parties which have high credit ratings.

The carrying value of these securities approximate their fair value since these are short term in nature and are placed with counter parties which have high credit ratings.

During the half year ended December 31, 2023, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurements.

19 GENERAL

19.1 Figures have been rounded off to the nearest Pakistani rupee.

20 DATE OF AUTHORISATION FOR ISSUE

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



**Alfalah GHP
Islamic Stable Return Fund**

FUND INFORMATION

Management Company:	Alfalsh Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Board of Directors of the Management Company:	Mr. Atif Aslam Bajwa Mr. Khalid Khanfer Mr. Kabir Qureshi Mr. Sohail Sultan Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khaldoon Bin Latif (CEO)
Audit Committee:	Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khalid Khanfer
HR Committee:	Ms. Ayesha Aziz Mr. Kabir Qureshi Mr. Khaldoon Bin Latif (CEO)
Risk Committee:	Mr. Khalilullah Shaikh Mr. Khaldoon Bin Latif (CEO) Mr. Khalid Khanfer
Chief Operating Officer and Company Secretary:	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Mr. Faisal Ali Khan
Trustee:	Central Depository Company of Pakistan Limited CDC House, 99-B, Block 'B', SMCHS, Main Share-e-Faisal, Karachi
Bankers to the Fund:	Bank Alfalah Limited
Auditors:	A.F. Ferguson & Co. Chartered Accountants State Life Building No. 1-C I.I. Chundrigar Road, P.O.Box 4716 Karachi, Pakistan
Legal Advisor:	Haider Waheed House 188, Street 33, Khyaban-e-Qasim, DHA Pahse VIII, Karachi
Registrar:	Alfalsh Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Distributor:	Bank Alfalah Limited
Rating:	Not Yet Rated

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
Karachi - 74400, Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcPakistan.com
Email: info@cdcpak.com



**TRUSTEE REPORT TO THE UNIT HOLDERS
ALFALAH ISLAMIC STABLE RETURN FUND**

**Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance
Companies and Notified Entities Regulations, 2008**

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah Islamic Stable Return Fund (the Fund) are of the opinion that Alfalah Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2023 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 27, 2024



REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalah Islamic Stable Return Fund** (the Fund) as at December 31, 2023 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2023. The Management Company (Alfalah Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

A.F. Ferguson & Co.
Chartered Accountants
Engagement Partner: **Junaid Mesia**
Dated:
Karachi
UDIN:

**ALFALAH GHP ISLAMIC STABLE RETURN FUND
INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2023**

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
		AISRP-I	
		------(Rupees)-----	
Assets			
Bank balances	4	1,705,587	1,161,634
Investments	5	-	564,376,188
Advance and profit receivable	6	126,416	14,422,110
Preliminary expenses and floatation costs	7	-	962,952
Total assets		1,832,003	580,922,884
Liabilities			
Payable to Alfalah Asset Management Limited - Management Company	8	1,552,015	423,165
Payable to Central Depository Company of Pakistan Limited - Trustee	9	-	22,550
Annual fee payable to the Securities and Exchange Commission of Pakistan	10	-	7,257
Accrued expenses and other liabilities	11	279,988	1,949,912
Total liabilities		1,832,003	2,402,884
Net assets attributable to the unit holders		-	578,520,000
Unit holders' fund (as per the statement attached)		-	578,520,000
Contingencies and commitments	12		
		------(Number of units)-----	
Number of units in issue		-	5,785,200
		------(Rupees)-----	
Net asset value per unit		-	100.0000

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC STABLE RETURN FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023**

		Half year ended December 31, 2023	Quarter ended December 31, 2023
		AISRP-I	
	Note	------(Rupees)-----	
Income			
Profit on bank deposits and investments	13	50,431,058	18,258,725
Net unrealised diminution on remeasurement of investments classified at fair value through profit or loss	5.2	-	(1,699,677)
Net realized gain on sale of investments		2,370,688	2,370,688
Total income		52,801,746	18,929,736
Expenses			
Remuneration of Alfalah Asset Management Limited - Management Company	8.1	2,402,723	896,098
Sindh sales tax on remuneration of the Management Company	8.2	312,354	116,493
Selling and marketing expenses	8.3	383,181	274,345
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	131,279	49,287
Sindh sales tax on remuneration of the Trustee	9.2	17,066	6,407
Annual fee to the Securities and Exchange Commission of Pakistan	10	179,014	67,209
Auditors' remuneration		213,840	132,144
Printing charges		18,710	17,146
Ammortization of formation cost	7	962,952	475,444
Bank charges		10,577	10,577
Total expenses		4,631,696	2,045,150
Net income for the period before taxation		48,170,050	16,884,586
Taxation	15	-	-
Net income for the period after taxation		48,170,050	16,884,586
Earnings per unit	17		
Allocation of net income for the period			
Net income for the period after taxation		48,170,050	
Income already paid on units redeemed		(48,170,050)	
		-	
Accounting income available for distribution			
- Relating to capital gains		-	
- Excluding capital gains		-	
		-	

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC STABLE RETURN FUND
INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023**

	Half year ended December 31, 2023	Quarter ended December 31, 2023
	AISRP-I	
	----- (Rupees) -----	
Net income for the period after taxation	48,170,050	16,884,586
Other comprehensive income for the period	-	-
Total comprehensive income for the period	<u>48,170,050</u>	<u>16,884,586</u>

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



For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC STABLE RETURN FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

For the half year ended December 31, 2023			
Capital value	Undistributed income	Total	
AISRP-I			
(Rupees)			
Net assets at beginning of the period (audited)	578,516,061	3,939	578,520,000
Issuance of 1,018 units			
- Capital value (at net asset value per unit at the beginning of the period)	101,800	-	101,800
- Element of income	7,250	-	7,250
Total proceeds on issuance of units	109,050	-	109,050
Redemption of 5,786,218 units			
- Capital value (at net asset value per unit at the beginning of the period)	578,621,800	-	578,621,800
- Element of loss	7,250	48,170,050	48,177,300
Total payments on redemption of units	578,629,050	48,170,050	626,799,100
Total comprehensive income for the period	-	48,170,050	48,170,050
Net assets at the end of the period (un-audited)	(3,939)	3,939	-
		(Rupees)	
Undistributed income brought forward			
- Realised loss		(90,249)	
- Unrealised income		94,188	
		3,939	
Accounting income available for distribution			
- Relating to capital gains		-	
- Excluding capital gains		-	
		-	
Undistributed income carried forward		3,939	
Undistributed income carried forward			
- Realised income		3,939	
- Unrealised income		-	
		3,939	
		(Rupees)	
Net assets value per unit at the beginning of the period		100.0000	
Net assets value per unit at end of the period		-	

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC STABLE RETURN FUND
INTERIM STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	Note	Half year ended December 31, 2023 <u>AISRP-I</u> (Rupees)
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation		48,170,050
Adjustments for:		
Amortisation of formation cost	7	<u>962,952</u> 49,133,002
Decrease in assets		
Investments - net		<u>564,376,188</u>
Advance and profit receivable		<u>14,295,694</u> 578,671,882
Increase in liabilities		
Payable to Alfalah Asset Management Limited - Management Company		<u>1,128,850</u>
Payable to Central Depository Company of Pakistan Limited - Trustee		<u>(22,550)</u>
Annual fee payable to the Securities and Exchange Commission of Pakistan		<u>(7,257)</u>
Accrued expenses and other liabilities		<u>(1,669,924)</u> (570,881)
Net cash generated from operating activities		<u>627,234,003</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Amounts received against issuance of units - net of refund of capital		<u>109,050</u>
Payments made against redemption of units		<u>(626,799,100)</u>
Net cash used in financing activities		<u>(626,690,050)</u>
Net increase in cash and cash equivalents during the period		543,953
Cash and cash equivalents at beginning of the period		1,161,634
Cash and cash equivalents at end of the period	16	<u><u>1,705,587</u></u>

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC STABLE RETURN FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Alfalah Islamic Stable Return Fund (the Fund) was established under a Trust Deed executed between Alfalah Asset Management Limited Company as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The offering document was executed on March 3, 2023 under Sindh Trusts Act, 2020 and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The Management Company has been granted license by the SECP to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at A, Islamic Chamber of Commerce, Industry & Agriculture Building, 2nd floor, Street 2, KDA Scheme 5 Block 9 Clifton, Karachi.
- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non Banking Finance Companies Rules through a certificate issued by the SECP on February 23, 2023 which is valid for a period of three years w.e.f March 9, 2023.
- 1.3 The Fund is categorized as a Fixed Return Scheme pursuant to the provisions contained in Circular 7 of 2009 issued by the SECP and is listed on the Pakistan Stock Exchange Limited. The units of the Fund are being offered for public subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.
- 1.4 Alfalah Islamic Stable Return Fund (AISRF) is an Open-ended Shariah Compliant Fixed Return Fund that aims to generate returns on shariah compliant investments as per the respective Investment Plan by investing in avenues such as government securities, cash in bank account, Islamic money market placements, deposits, certificate of deposits, and certificate of musharaka.
- 1.5 VIS Credit Rating Limited has assigned an asset manager rating of AM1 (stable outlook) to the Management Company on December 29, 2023.
- 1.6 Title to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.7 During the current period, Alfalah Islamic Stable Return Fund Plan I (AISRP-I) matured on November 23, 2023 as per the provisions of the offering document.

2 BASIS OF PREPARATION

2.1 Statement of compliance

- 2.1.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:
- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
 - Provisions of and directives issued under the Companies Act, 2017 along with part VIII A of the repealed Companies Ordinance, 1984; and
 - Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the requirements of IAS 34 Interim Financial Reporting, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

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

2.1.3 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at and for the period ended December 31, 2023.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGEMENTS AND RISK MANAGEMENT POLICIES

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

3.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by the management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2023. The Funds' financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2023.

3.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

3.4 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2024. However, these are not expected to have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
		AISRP-I	
		------(Rupees)-----	
4 BANK BALANCES	Note		
Balances with bank in:			
Savings account	4.1	1,705,587	1,161,634
		<u>1,705,587</u>	<u>1,161,634</u>

4.1 These accounts carry a profit rate of 19.50% to 21.25% (June 30, 2023: 20.25% to 19.24%) per annum. These include bank balance of Rs. 1.21 million (June 30, 2023: Rs. 0.01 million) which is maintained with Bank Alfalah Limited (a related party), having a profit rate of 19.50% (June 30, 2023: 20.25%) per annum.

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
		AISRP-I	
		----- (Rupees) -----	
5 INVESTMENTS	Note		
At fair value through profit or loss			
GoP Ijara sukuku	5.1	-	564,376,188
		-	564,376,188

5.1 GoP Ijara sukuku

Certificates have a face value of Rs. 100,000 each.

Name of security	Date of issue	Profit rate	Face value				Balance as at December 31, 2023			Market value as percentage of	
			As at July 1, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	carrying value	market value	unrealised appreciation	net assets of the fund	total investments
			----- Rupees -----				----- Rupees -----			----- (%) -----	
Variable rate											
GoP Ijara sukuk (1 year)	May 22, 2023	22.67%	99,000,000	-	99,000,000	-	-	-	-	-	-
GoP Ijara sukuk (1 year)	May 22, 2023	22.67%	465,000,000	-	465,000,000	-	-	-	-	-	-
Total as at December 31, 2023							-	-	-	-	-
Total as at June 30, 2023							564,282,000	564,376,188	94,188		

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
		AISRP-I	
		----- (Rupees) -----	
5.2 Net unrealised appreciation on remeasurement of investments classified at fair value through profit or loss	Note		
Market value of investments	5.1	-	564,376,188
Less: carrying value of investments	5.1	-	564,282,000
		-	94,188

6 ADVANCE AND PROFIT RECEIVABLE

Profit receivable on:			
GoP Ijara sukuk		-	14,009,270
Bank balances		-	412,840
Advance tax		126,416	-
		126,416	14,422,110

7 PRELIMINARY EXPENSES AND FLOATATION COSTS

Preliminary expenses and floatation costs incurred	7.1	962,952	1,095,525
Less: amortised during the period		(962,952)	(132,573)
Balance as at period end		-	962,952

7.1 Preliminary expenses and flotation costs represent expenditure incurred prior to the commencement of operations of the Fund. These costs are amortised over a period of not less than five years or within the maturity of the fund whichever is lower in accordance with the requirements set out in the Trust Deed of the Fund and the Non-Banking Finance Companies and Notified Entities Regulation, 2008.

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
8 PAYABLE TO ALFALAH ASSET MANAGEMENT LIMITED - THE MANAGEMENT COMPANY		AISRP-I ------(Rupees)-----	
Management remuneration payable	8.1	23,714	369,248
Sindh sales tax payable on management remuneration	8.2	3,083	48,002
Selling and marketing expenses payable	8.3	389,096	5,915
Formation cost payable	7.1	1,095,525	1,095,525
Other payable		40,597	10,530
		<u>1,552,015</u>	<u>1,529,220</u>
<p>8.1 As per Regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 1.00% (June 30, 2023: 1.00%) per annum of the average annual net assets of the Fund during the half year ended December 31, 2023. The remuneration is payable to the Management Company monthly in arrears.</p> <p>8.2 During the period, an amount of Rs. 0.31 million was charged on account of sales tax at the rate of 13% (June 30, 2023: 13%) on management fee levied through the Sindh Sales Tax on Services Act, 2011.</p> <p>8.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at rate of 0.16% (June 30, 2023: 0.046%) of the average annual net assets of the Fund during the half year ended December 31, 2023 while keeping in view the overall return and total expense ratio limit of the Fund as defined under the NBFC Regulations, subject to total expense charged being lower than actual expense incurred.</p>			
	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE		AISRP-I ------(Rupees)-----	
Remuneration payable to the Trustee	9.1	-	19,956
Sindh sales tax payable on Trustee remuneration	9.2	-	2,594
		<u>-</u>	<u>22,550</u>
<p>9.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per the tariff specified therein, based on the daily net assets of the Fund at the rate of 0.055% (June 30, 2023: 0.055%) per annum of the net assets of the Fund.</p> <p>9.2 During the period, an amount of Rs. 0.13 million was charged at the rate of 13% on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011.</p>			
	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
10 ANNUAL FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN		AISRP-I ------(Rupees)-----	
Annual fee payable	10.1	<u>-</u>	<u>7,257</u>

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

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

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

	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	AISRP-I	
	----- (Rupees) -----	
11 ACCRUED EXPENSES AND OTHER LIABILITIES		
Withholding tax payable	145,528	576,930
Capital gain tax payable	-	77,036
Brokerage and settlement charges payable	-	11,300
Auditors' remuneration payable	134,460	178,200
Printing charges payable	-	391
	<u>279,988</u>	<u>843,857</u>

12 CONTINGENCIES AND COMMITMENTS

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

	December 31, 2023 (Un-audited)
	AISRP-I
	(Rupees)
13 PROFIT ON BANK DEPOSITS AND INVESTMENT	
Profit on:	
Bank balances	202,001
GoP Ijara sukuks	50,229,057
	<u>50,431,058</u>

14 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at December 31, 2023 is 1.95% (June 30, 2023: 2.17%) which includes 0.23% (June 30, 2023: 0.2%) representing government levies on the Fund such as sales taxes and annual fee to the SECP etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as a fixed return scheme.

15 TAXATION

The income of the Fund is exempt from income tax as per clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders as cash dividend. Furthermore, regulation 63 of the NBFC Regulations requires the Fund to distribute 90% of the net accounting income other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders.

Since the Management Company has distributed the required minimum percentage of income earned by the Fund for the half year ended December 31, 2023 to the unit holders in the manner as explained above, therefore, no provision for taxation has been made in these condensed interim financial statements.

The Fund is also exempt from the provisions of the Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

**December 31,
2023
(Un-audited)
AISRP-I
(Rupees)**

16 CASH AND CASH EQUIVALENTS

Bank balances	1,705,587
	1,705,587

17 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, determination of the cumulative weighted average outstanding number of units for calculating EPU is not practicable.

18 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties include Alfalah Asset Management Limited being the Management Company, funds under management of the Management Company, Bank Alfalah Limited and MAB Investment Incorporated being associated companies of the Management Company, Bank Alfalah Limited - Employees' Provident Fund, Bank Alfalah Limited - Employees' Gratuity Fund, Alfalah GHP Investment Management Limited - Staff Provident Fund, directors and key management personnel of Alfalah GHP Investment Management Limited and Central Depository Company of Pakistan Limited being the Trustee of the Fund, and other associated companies and connected persons. Connected persons also include any person beneficially owing directly or indirectly 10% or more of the units in the issue / net assets of the Fund.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges, sale and purchase of investment and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with the market rates.

Remuneration of the Management Company and the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

Selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

Details of transactions and balances at period / year end with related parties / connected persons, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

18.1 Unit Holders' Fund

Half year ended December 31, 2023 (Un-audited)										
AISRP-I										
Note	As at July 1, 2023	Issued for cash	Dividend reinvested	Redeemed	As at December 31, 2023	As at July 1, 2023	Issued for cash	Dividend reinvested	Redeemed	As at December 31, 2023
(Units)					(Rupees)					

Unit holder holding 10% or more units	18.1.1	4,174,039	-	-	4,174,039	-	417,403,900	-	-	452,277,578	-
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18.1.1 This reflects the position of related party / connected persons status as at December 31, 2023.

18.2 Other transactions	Half year ended December 31, 2023 (Un-audited) AISRP-I (Rupees)	
Associated companies / undertakings		
Alfalah Asset Management Limited - Management Company		
Remuneration of Alfalah Asset Management Limited - Management Company		2,402,723
Sindh sales tax on remuneration of the Management Company		312,354
Selling and marketing expenses		383,181
Alfalah Islamic Income Fund		
GoP Ijara sukuks - sold		102,791
Bank Alfalah Limited		
Profit on bank deposit		8,069
Other related party		
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of Central Depository Company of Pakistan Limited - Trustee		131,279
Sindh sales tax on remuneration of the Trustee		17,066
18.3 Other balances	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
Associated companies / undertakings AISRP-I ------(Rupees)-----		
Alfalah Asset Management Limited - Management Company		
Management remuneration payable	23,714	369,248
Sindh sales tax payable on management remuneration	3,083	48,002
Selling and marketing expenses	389,096	5,915
Formation cost payable	1,095,525	1,095,525
Other payable	40,597	10,530
Bank Alfalah Limited		
Bank balances	1,214,834	10,000
Profit receivable	-	11
Other related party		
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee	-	19,956
Sindh sales tax payable on Trustee remuneration	-	2,594

19 FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

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

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the "Condensed Interim Statement of Assets and Liabilities" date. The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at December 31, 2023 the Fund held the following financial instruments measured at fair values:

	December 31, 2023 (Un-audited)		
	Level 1	Level 2	Level 3
At fair value through profit or loss	----- (Rupees) -----		
GoP Ijara sukuks	-	-	-
	-	-	-
	-	-	-
	June 30, 2023 (Audited)		
	Level 1	Level 2	Level 3
At fair value through profit or loss	----- (Rupees) -----		
GoP Ijara sukuks	-	564,376,188	-
	-	564,376,188	-

During the half year ended December 31, 2023, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurements.

20 GENERAL

20.1 Figures have been rounded off to the nearest rupee, unless otherwise specified.

21 DATE OF AUTHORISATION FOR ISSUE

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



**Alfalah GHP
Islamic Prosperity Planning
Fund II**

FUND INFORMATION

Management Company:	Alfalsh Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Board of Directors of the Management Company:	Mr. Atif Aslam Bajwa Mr. Khalid Khanfer Mr. Kabir Qureshi Mr. Sohail Sultan Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khaldoon Bin Latif (CEO)
Audit Committee:	Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khalid Khanfer
HR Committee:	Ms. Ayesha Aziz Mr. Kabir Qureshi Mr. Khaldoon Bin Latif (CEO)
Risk Committee:	Mr. Khalilullah Shaikh Mr. Khaldoon Bin Latif (CEO) Mr. Khalid Khanfer
Chief Operating Officer and Company Secretary:	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Mr. Faisal Ali Khan
Trustee:	Central Depository Company of Pakistan Limited CDC House, 99-B, Block 'B', SMCHS, Main Share-e-Faisal, Karachi
Bankers to the Fund:	Bank Alfalah Limited
Auditors:	A.F. Ferguson & Co. Chartered Accountants State Life Building No. 1-C I.I. Chundrigar Road, P.O.Box 4716 Karachi, Pakistan
Legal Advisor:	Haider Waheed House 188, Street 33, Khyaban-e-Qasim, DHA Pahse VIII, Karachi
Shariah Advisor:	Bank Islami Pakistan Limited 11th Floor, Dolmen Executive Towers, Marine Drive, Clifton, Block-4, Karachi
Registrar:	Alfalsh Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Distributor:	Bank Alfalah Limited
Rating:	Not Yet Rated

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
Karachi - 74400, Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND - 2

**Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance
Companies and Notified Entities Regulations, 2008**

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah GHP Islamic Prosperity Planning Fund - 2 (the Fund) are of the opinion that Alfalah Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2023 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 29, 2024



REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalah GHP Islamic Prosperity Planning Fund II** (the Fund) as at December 31, 2023 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2023. The Management Company (Alfalah Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

A.F. Ferguson & Co.
Chartered Accountants
Engagement Partner: **Junaid Mesia**
Dated:
Karachi
UDIN:

ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND -II
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)
AS AT DECEMBER 31, 2023

	December 31, 2023 (Un-audited) AICPP-6	December 31, 2023 (Un-audited) KTIP-7	Total	June 30, 2023 (Audited) AICPP-6
Note ----- (Rupees) -----				
ASSETS				
Bank balances	4 268,906	390,653	659,559	133,702
Investments	5 194,147,572	312,918,408	507,065,980	174,497,749
Advances and profit receivable	6 356,884	345,967	702,851	189,375
Preliminary expenses and floatation costs	7 165,614	-	165,614	569,351
Total assets	194,938,976	313,655,028	508,594,004	175,390,177
LIABILITIES				
Payable to Alfalah Asset Management Limited - Management Company	8 57,415	28,669	86,084	101
Payable to Central Depository Company of Pakistan Limited - Trustee	9 83,414	19,108	102,522	11,259
Payable to the Securities and Exchange Commission of Pakistan	10 17,886	7,678	25,564	32,912
Accrued expenses and other liabilities	11 598,613	102,796	701,409	2,111,968
Total liabilities	757,328	158,251	915,579	2,156,240
NET ASSETS	<u>194,181,648</u>	<u>313,496,777</u>	<u>507,678,425</u>	<u>173,233,937</u>
UNIT HOLDERS' FUND (as per statement attached)	<u>194,181,648</u>	<u>313,496,777</u>	<u>507,678,425</u>	<u>173,233,937</u>
CONTINGENCIES AND COMMITMENTS				
	12	----- (Number of units) -----		
NUMBER OF UNITS IN ISSUE	<u>1,694,878</u>	<u>2,919,602</u>		<u>1,721,726</u>
		----- (Rupees) -----		
NET ASSET VALUE PER UNIT	<u>114.5696</u>	<u>107.3766</u>		<u>100.6164</u>

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND -II
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	For the Half year ended December 31, 2023	For the period from August 22, 2023 to December	Total	For the Half year ended December 31, 2022	For the Quarter ended December 31, 2023	For the Quarter ended December 31, 2022	Total	For the Quarter ended December 31, 2022
	AICPP-6	KTIP-7		AICPP-6	AICPP-6	KTIP-7		AICPP-6
Note ----- (Rupees) -----								
INCOME								
Profit on savings account with banks	87,888	287,639	375,527	6,678	85,059	177,454	262,513	3,514
Dividend income	6,020,913	575,159	6,596,072	6,052,033	2,319,229	150,960	2,470,189	3,792,567
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	4,912,146	849,615	5,761,761	952,278	4,586,517	(1,053,368)	3,533,149	(790,607)
Net realised gain on sale of investments	13,595,575	2,702,922	16,298,497	2,407,909	10,873,214	2,702,922	13,576,136	1,293,872
Other income	27,305	-	27,305	36,241	-	-	-	10,606
Total income	24,643,827	4,415,335	29,059,162	9,455,139	17,864,019	1,977,968	19,841,987	4,309,952
EXPENSES								
Remuneration of Alfalah Asset Management Limited - Management Company	66,104	25,370	91,474	-	65,814	20,782	86,596	-
Sindh Sales Tax on remuneration of the Management Company	8,594	3,299	11,893	-	8,556	2,703	11,259	-
Remuneration of Central Depository Company of Pakistan - Trustee	63,855	16,910	80,765	56,752	32,859	8,403	41,262	28,649
Sindh Sales Tax on remuneration of the Trustee	8,300	2,198	10,498	7,379	4,271	1,092	5,363	3,727
Fee to the Securities and Exchange Commission of Pakistan	26,914	7,678	34,592	16,212	18,058	5,247	23,305	8,181
Auditors' remuneration	303,859	84,345	388,204	165,783	65,795	58,786	124,581	55,331
Amortisation of formation cost	403,737	-	403,737	414,155	207,092	-	207,092	207,078
Annual listing fee	22,053	5,799	27,852	41,425	12,407	4,042	16,449	34,493
Printing and publication charges	9,656	2,109	11,765	24,843	6,256	1,470	7,726	12,420
Shariah advisory fee	26,132	10,543	36,675	41,425	6,326	7,348	13,674	34,493
Total expenses	939,204	158,251	1,097,455	767,974	427,434	109,873	537,307	384,372
Net income for the period before taxation	23,704,623	4,257,084	27,961,707	8,687,165	17,436,585	1,868,095	19,304,680	3,925,580
Taxation	-	-	-	-	-	-	-	-
Net income for the period after taxation	23,704,623	4,257,084	27,961,707	8,687,165	17,436,585	1,868,095	19,304,680	3,925,580
Earnings per unit	15							
Allocation of net income for the period								
Net income for the period after taxation	23,704,623	4,257,084	27,961,707	8,687,165				
Income already paid on units redeemed	(55,131)	(3,041,407)	-	(47,189)				
	<u>23,649,492</u>	<u>1,215,677</u>	<u>27,961,707</u>	<u>8,639,976</u>				
Accounting income available for distribution								
- Relating to capital gains	18,507,721	1,215,677	22,060,258	3,360,187				
- Excluding capital gains	5,141,771	-	5,901,449	5,279,789				
	<u>23,649,492</u>	<u>1,215,677</u>	<u>27,961,707</u>	<u>8,639,976</u>				

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND -II
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

For the Half year ended December 31, 2023	For the period from August 22, 2023 to December 31, 2023	Total	For the Half year ended December 31, 2022	For the Quarter ended December 31, 2023	For the Quarter ended December 31, 2023	Total	For the Quarter ended December 31, 2022	
AICPP-6	KTIP-7		AICPP-6	AICPP-6	KTIP-7		AICPP-6	
(Rupees)								
Net income for the period after taxation	23,704,623	4,257,084	27,961,707	8,687,165	17,436,585	1,868,095	19,304,680	3,925,580
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	23,704,623	4,257,084	27,961,707	8,687,165	17,436,585	1,868,095	19,304,680	3,925,580

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND -II
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	For the half year ended December 31, 2023			For the half year ended December 31, 2023			Total		
	AICPP-6			KTIP-7					
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
	(Rupees)			(Rupees)			(Rupees)		
Net assets at the beginning of the period (audited)	172,206,952	1,026,985	173,233,937	-	-	-	172,206,952	1,026,985	173,233,937
Issuance of units:									
- AICPP-6: 29 units (2022: Nil units)									
- KTIP-7: 3,896,791 units									
- Capital value (at net asset value per unit at the beginning of the period)	2,918	-	2,918	389,679,100	-	389,679,100	389,682,018	-	389,682,018
- Element of income	284	-	284	20,320,900	-	20,320,900	20,321,184	-	20,321,184
Total proceeds on issuance of units	3,202	-	3,202	410,000,000	-	410,000,000	410,003,202	-	410,003,202
Redemption of units:									
- AICPP-6: 26,877 units (2022: 17,609 units)									
- KTIP-7: 977,189 units									
- Capital value (at net asset value per unit at the beginning of the period)	2,704,267	-	2,704,267	97,718,900	-	97,718,900	100,423,167	-	100,423,167
- Element of loss / (income)	716	55,131	55,847	-	3,041,407	3,041,407	716	3,096,538	3,097,254
Total payments on redemption of units	2,704,983	55,131	2,760,114	97,718,900	3,041,407	100,760,307	100,423,883	3,096,538	103,520,421
Total comprehensive income for the period	-	23,704,623	23,704,623	-	4,257,084	4,257,084	-	27,961,707	27,961,707
Net assets at end of the period (un-audited)	169,505,171	24,676,477	194,181,648	312,281,100	1,215,677	313,496,777	481,786,271	5,892,154	507,678,425
Distribution for the period									
Undistributed income brought forward									
- Realised income		1,290,146			-			-	
- Unrealised loss		(263,161)			-			-	
		1,026,985			-			-	
Accounting income available for distribution									
- Relating to capital gains		18,507,721			1,215,677			1,215,677	
- Excluding capital gains		5,141,771			-			-	
		23,649,492			1,215,677			1,215,677	
Undistributed income carried forward		24,676,477			1,215,677				
Undistributed income carried forward									
- Realised gain		19,797,867			1,215,677			1,215,677	
- Unrealised gain		4,878,610			-			-	
		24,676,477			1,215,677			1,215,677	
		(Rupees)			(Rupees)				
Net assets value per unit at beginning of the period		100.6164			-			-	
Net assets value per unit at end of the period		114.5696			107.3766				

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND -II
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	For the half year ended December 31, 2022		
	AICPP-6		
	Capital Value	Undistributed income	Total
	(Rupees)		
Net assets at the beginning of the period (audited)	156,789,072	349,686	157,138,758
Issuance of units:			
- Capital value (at net asset value per unit at the beginning of the period)	-	-	-
- Element of income	-	-	-
Total proceeds on issuance of units	-	-	-
Redemption of 17,609 units:			
- Capital value (at net asset value per unit at the beginning of the period)	1,764,827	-	1,764,827
- Element of (income) / loss	(20)	47,189	47,169
Total payments on redemption of units	1,764,807	47,189	1,811,996
Total comprehensive income for the period	-	8,687,165	8,687,165
Net assets at end of the period (un-audited)	155,024,265	8,989,662	164,013,927
Distribution for the period			
Undistributed income brought forward			
- Realised income		1,529,609	
- Unrealised loss		(1,179,923)	
		349,686	
Accounting income available for distribution			
- Relating to capital gains		3,331,078	
- Excluding capital gains		5,308,898	
		8,639,976	
Net income for the period after taxation		-	
Distribution for the period		-	
Undistributed income carried forward		8,989,662	
Undistributed income carried forward			
- Realised gain		8,037,384	
- Unrealised gain		952,278	
		8,989,662	
		(Rupees)	
Net assets value per unit at beginning of the period		100.2230	
Net assets value per unit at end of the period		105.7962	

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND -II
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	For the Half year ended December 31, 2023	For the Half year ended December 31, 2023	Total	For the Half year ended December 31, 2022
	AICPP-6	KTIP-7		AICPP-6
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income for the period before taxation	23,704,623	4,257,084	27,961,707	8,687,165
Adjustments for:				
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(4,912,146)	(849,615)	(5,761,761)	(952,278)
Amortisation of formation cost	403,737	-	403,737	414,155
	19,196,214	3,407,469	22,603,683	8,149,042
Increase in assets				
Investments - net	(14,737,677)	(312,068,793)	(326,806,470)	(6,124,414)
Advances and profit receivable	(167,509)	(345,967)	(513,476)	-
	(14,905,186)	(312,414,760)	(327,319,946)	(6,124,414)
Decrease / (increase) in liabilities				
Payable to Alfalah Asset Management Limited - Management Company	57,314	28,669	85,983	(300)
Payable to Central Depository Company of Pakistan Limited - Trustee	72,155	19,108	91,263	770
Payable to the Securities and Exchange Commission of Pakistan	(15,026)	7,678	(7,348)	6,610
Accrued expenses and other liabilities	(1,513,355)	102,796	(1,410,559)	(41,120)
	(1,398,912)	158,251	(1,240,661)	(34,040)
Net cash generated from / (used in) operating activities	2,892,116	(308,849,040)	(305,956,924)	1,990,588
CASH FLOWS FROM FINANCING ACTIVITIES				
Receipts against issuance and conversion of units	3,202	410,000,000	410,003,202	-
Payments against redemption and conversion of units	(2,760,114)	(100,760,307)	(103,520,421)	(1,811,996)
Net cash (used in) / generated from financing activities	(2,756,912)	309,239,693	306,482,781	(1,811,996)
Net increase in cash and cash equivalents during the period	135,204	390,653	525,857	178,592
Cash and cash equivalents at beginning of the period	133,702	-	133,702	248,711
Cash and cash equivalents at the end of the period	268,906	390,653	659,559	427,303

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND -II
NOTES TO AND FORMING PART OF THE CONDENSED
INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Alfalah GHP Islamic Prosperity Planning Fund II was established under a Trust Deed under the Sindh Trust Act, 2020 between Alfalah Asset Management Limited (the Management Company) and Central Depository Company of Pakistan Limited (the Trustee). The Trust Deed was executed on August 24, 2021 and was approved by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the NBFC (Establishment and Regulation) Rules, 2003 (NBFC Rules).

The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate issued by the SECP on March 9, 2017. The registered office of the Management Company is situated at Islamic Chamber of Commerce, Industry and Agricultural Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.

- 1.2 The objective of the Fund is to generate returns on investment as per the respective Allocation Plan by investing in collective investment schemes in line with the risk tolerance of the investor. The duration of the fund is perpetual, however, allocation plans may have a set time frame. Presently, the fund offers following allocation plans :
- a. Alfalah Islamic Capital Preservation Plan – 6 (AICPP-6) : The initial maturity of plan is two (2) years from the close of subscription period.
- b. Alfalah KTrade Islamic Plan 7 (KTIP-7) is perpetual.
- 1.3 The Fund commenced its operations from March 11, 2022. The Fund is categorised as a 'Shariah Compliant Fund of Funds Scheme' pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund are being offered for public subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.
- 1.4 VIS Credit Rating Limited has assigned an asset manager rating of AM1 (stable outlook) to the Management Company on December 29, 2023 [June 30, 2023: AM2+ dated March 3, 2023 by Pakistan Credit Rating Agency Limited (PACRA)].
- 1.5 The title to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIII A of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

- 2.2 Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust

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

- 2.3 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declared that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at and for the half year ended December 31, 2023 .

3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES AND JUDGMENTS

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

- 3.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets, liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are revised on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

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

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

3.3 Amendments to the published accounting and reporting standards that are effective in the current period

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these do not have any material impact on the Fund's financial statements and, therefore, have not been detailed in these condensed interim financial statements.

3.4 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective

There are certain new amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2024. However, these are not expected to have any material impact on the Fund's financial statements and, therefore, have not been detailed in these condensed interim financial statements.

Note	December 31, 2023 (Un-audited) AICPP-6	December 31, 2023 (Un-audited) KTIP-7	Total	June 30, 2023 (Audited) AICPP-6
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4 BANK BALANCES

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

Balances with banks in:
Savings accounts

4.1	268,906	390,653	659,559	133,702
	<u>268,906</u>	<u>390,653</u>	<u>659,559</u>	<u>133,702</u>

- 4.1 These accounts carry profit rates ranging between 20.50% to 20.85% (June 30, 2023: 19.5% to 22.95%) per annum. These include bank balance of Rs. 0.63 million (June 30, 2023: 0.055 million) which is maintained with Bank Alfalah Limited (a related party), carrying profit rates at the rate of 20.85% (June 30, 2023: 22.95%) per annum.

Note	December 31, 2023	December 31, 2023	Total	June 30, 2023
	(Un-audited)	(Un-audited)		(Audited)
	AICPP-6	KTIP-7		AICPP-6

5 INVESTMENTS

(Rupees)

At fair value through profit or loss

Units of open-ended mutual funds	5.1	194,147,572	312,918,408	507,065,980	174,497,749
		<u>194,147,572</u>	<u>312,918,408</u>	<u>507,065,980</u>	<u>174,497,749</u>

5.1 Investments at fair value through profit or loss¹ - units of open-ended mutual funds

5.1.1 Alfalah Islamic Capital Preservation Plan – 6

Name of investee	As at July 1, 2023	Purchased / reinvested during the period	Redeemed during the period	As at December 31, 2023	As at December 31, 2023			Market value as a percentage of net assets	Market value as a percentage of total investments
					Carrying value	Market value	Unrealised (diminution) / appreciation		
					Number of units				
Alfalah GHP Islamic Income Fund*	-	257,274	132,112	125,162	13,865,466	14,244,606	379,140	7.00%	7.00%
Alfalah GHP Islamic Dedicated Equity Fund*	55,346	595,812	334,481	316,677	25,509,504	29,613,321	4,103,817	15.00%	15.00%
Alfalah Islamic Money Market Fund*	1,710,053	37,017	1,673,433	73,637	7,363,711	7,970,415	606,704	4.00%	4.00%
Pak Qatar Daily Dividend Plan	-	1,423,192	-	1,423,192	142,496,745	142,319,230	(177,515)	73.00%	73.00%
As at December 31, 2023					<u>189,235,426</u>	<u>194,147,572</u>	<u>4,912,146</u>		
As at June 30, 2023					<u>174,760,910</u>	<u>174,497,749</u>	<u>(263,161)</u>		

* These represent investments held in related parties i.e. funds under common management.

Alfalah KTrade Islamic Plan 7

Name of investee	As at July 1, 2023	Purchased / reinvested during the period	Redeemed during the period	As at December 31, 2023	As at December 31, 2023			Market value as a percentage of net assets	Market value as a percentage of total investments
					Carrying value	Market value	Unrealised (diminution) / appreciation		
					Number of units				
Alfalah Islamic Money Market Fund*	-	1,091,661	972,310	119,351	12,068,793	12,918,408	849,615	4.00%	4.00%
Alfalah Islamic Rozana Amdani Fund*	-	1,104,241	1,104,241	-	-	-	-	-	-
Pak Qatar Daily Dividend Plan	-	3,000,000	-	3,000,000	300,000,000	300,000,000	-	96.00%	96.00%
As at December 31, 2023					<u>312,068,793</u>	<u>312,918,408</u>	<u>849,615</u>		

* These represent investments held in related parties i.e. funds under common management.

	Note	December 31, 2023	December 31, 2023	Total	June 30, 2023
		(Un-audited)	(Un-audited)		(Audited)
		AICPP-6	KTIP-7		AICPP-6
----- (Rupees) -----					
5.2	Net unrealised appreciation / (diminution) on re-measurement of investments classified as financial assets at fair value through profit or loss				
	Market value of investments	5.1 194,147,572	312,918,408	507,065,980	174,497,749
	Less: carrying value of investments	5.1 (189,235,426)	(312,068,793)	(501,304,219)	(174,760,910)
		<u>4,912,146</u>	<u>849,615</u>	<u>5,761,761</u>	<u>(263,161)</u>
6	ADVANCES AND PROFIT RECEIVABLE				
	Profit receivable on:				
	Bank balances	231,305	345,866	577,171	63,796
	Advance tax	125,579	101	125,680	125,579
		<u>356,884</u>	<u>345,967</u>	<u>702,851</u>	<u>189,375</u>
----- (Rupees) -----					
7	PRELIMINARY EXPENSES AND FLOATION COSTS				
	Preliminary expenses and floatation costs incurred prior to commencement of operations	7.1 569,351	-	569,351	1,390,907
	Less: amortised during the period	(403,737)	-	(403,737)	(821,556)
	Balance as at period end / year	<u>165,614</u>	<u>-</u>	<u>165,614</u>	<u>569,351</u>
7.1	Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund. These costs are being amortised over a period of two years in accordance with the requirements set out in the Trust Deed of the Fund and the NBFC Regulations.				
----- (Rupees) -----					
8	PAYABLE TO ALFALAH ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY				
	Management remuneration payable	8.1 50,810	25,370	76,180	89
	Sindh Sales Tax payable on management remuneration	8.2 6,605	3,299	9,904	12
		<u>57,415</u>	<u>28,669</u>	<u>86,084</u>	<u>101</u>
8.1	As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document, subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 0.50% (June 30, 2023: 0.50%) for AICPP-6 and 0.75% for KTIP-7 of average annual net assets of the Fund.				
8.2	Sales tax on management remuneration has been charged at the rate of 13% (June 30, 2023: 13%) levied through the Sindh Sales Tax on Services Act, 2011.				

9	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - THE TRUSTEE	Note	December 31, 2023	December 31, 2023	Total	June 30, 2023
			(Un-audited)	(Un-audited)		(Audited)
			AICPP-6	KTIP-7		AICPP-6
----- (Rupees) -----						
	Trustee remuneration payable	9.1	73,818	16,910	90,728	9,963
	Sindh Sales Tax payable on remuneration of the Trustee	9.2	9,596	2,198	11,794	1,296
			<u>83,414</u>	<u>19,108</u>	<u>102,522</u>	<u>11,259</u>

9.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. During the period, the Trustee has charged remuneration at the rate of 0.07% (June 30, 2023: 0.07%) per annum of average daily net assets of the Fund.

9.2 Sales tax on remuneration of Trustee has been charged at the rate of 13% (June 30, 2023: 13%) levied through the Sindh Sales Tax on Services Act, 2011.

10	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	December 31, 2023	December 31, 2023	Total	June 30, 2023
			(Un-audited)	(Un-audited)		(Audited)
			AICPP-6	KTIP-7		AICPP-6
----- (Rupees) -----						
	Fee payable	10.1	<u>17,886</u>	<u>7,678</u>	<u>25,564</u>	<u>32,912</u>

10.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.02% (June 30, 2023: 0.02%) of average annual net assets of the Fund.

11	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	December 31, 2023	December 31, 2023	Total	June 30, 2023
			(Un-audited)	(Un-audited)		(Audited)
			AICPP-6	KTIP-7		AICPP-6
----- (Rupees) -----						
	Auditors' remuneration payable		155,227	84,345	239,572	237,531
	Withholding tax payable		53,236	-	53,236	1,534,258
	Listing fee payable		62,651	5,799	68,450	40,598
	Shariah Advisory fee payable		133,495	10,543	144,038	120,905
	Printing charges payable		27,891	2,109	30,000	12,563
	Other payable		166,113	-	166,113	166,113
			<u>598,613</u>	<u>102,796</u>	<u>701,409</u>	<u>2,111,968</u>

12 CONTINGENCIES AND COMMITMENTS

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

13 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund is 0.95% which includes 0.03% representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as fund of fund scheme.

14 TAXATION

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. The Fund has not recorded any tax liability in respect of income relating to the current period as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 2024 as reduced by capital gains (whether realised or unrealised) to its unit holders.

The Fund is also exempt from the provisions of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

15 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, determination of the cumulative weighted average outstanding number of units for calculating EPU is not practicable.

Note	December 31,	December 31,	Total	December 31,
	2023	2023		2022
	(Un-audited)	(Un-audited)		(Un-audited)
	AICPP-6	KTIP-7		AICPP-6

16 CASH AND CASH EQUIVALENTS

(Rupees)

Bank Balances	4	268,906	390,653	659,559	427,303
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16.1 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Related parties / connected persons include Alfalah Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee of the Fund, Bank Alfalah Limited, Alfalah CLSA Securities (Private) Limited, MAB Investment Incorporation, Bank Alfalah Limited - Employees' Provident Fund, Bank Alfalah Limited - Employees' Gratuity Fund and Alfalah GHP Investment Management Limited - Staff Provident Fund being the associates of the Management Company, Funds under management of the Management Company and directors and their close family member and key management personnel of the Management Company. Connected persons also includes any person beneficially owning directly or indirectly 10% or more of the units in the issue / net assets of the Fund.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges, sale and purchase of investment and distribution payments to connected persons. The transactions with connected person are also in the normal course of business, at contracted rates and at terms determined in accordance with the market rates.

Remunerations of the Management Company and the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

Details of transactions and balances at period end with related parties / connected persons, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

16.1 Unit holders' fund

For the Half year ended December 31, 2023									
As at July 01,2023	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	As at December 31, 2023	As at July 01,2023	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2023
Units					Rupees				
Alfalsh Islamic Capital Preservation Plan – 6									
Associated companies / undertakings									
Bank Alfalah Limited - Employee Gratuity Fund Trust	290,393	-	-	290,393	29,218,301	-	-	-	33,270,210
Bank Alfalah Limited - Employee Provident Fund	580,786	-	-	580,786	58,436,601	-	-	-	66,540,420
Key management personnel									
Director - Structured Investments & Digital Transformation	3,403	-	-	3,403	342,398	-	-	-	389,880
Unit holder holding 10% or more units	570,598	-	-	570,598	57,411,517	-	-	-	65,373,185

For the Half year ended December 31, 2022									
As at July 01,2022	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	As at December 31, 2022	As at July 01,2022	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2022
Units					Rupees				
Alfalsh Islamic Capital Preservation Plan – 6									
Associated companies / undertakings									
Bank Alfalah Limited - Employee Gratuity Fund Trust	256,420	-	-	256,420	25,699,185	-	-	-	27,128,266
Bank Alfalah Limited - Employee Provident Fund	512,840	-	-	512,840	51,398,369	-	-	-	54,256,532
Key management personnel									
Director Structured Investments & Digital Transformation	3,059	-	-	3,059	306,582	-	-	-	323,631
Unit holder holding 10% or more units	512,844	-	-	512,844	51,623,193	-	-	-	54,256,955

For the Half year ended December 31, 2023										
As at July 01,2023	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	As at December 31, 2023	As at July 01,2023	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2023	
Units					Rupees					
Alfalsh KTrade Islamic Plan 7										
Associated companies / undertakings										
Alfalsh Asset Management Limited	-	3,896,791	-	977,189	2,919,602	-	410,000,000	-	100,760,307	313,496,936

16.2 Transactions during the period	December 31, 2023	December 31, 2023	Total	December 31, 2022
	(Un-audited)	(Un-audited)		(Un-audited)
	AICPP-6	KTIP-7		AICPP-6
----- (Rupees) -----				
Associated companies / undertakings				
Alfalah Asset Management Limited				
Management remuneration payable	66,104	25,370	91,474	-
Sindh Sales Tax payable on management remuneration	8,594	3,299	11,893	-
Bank Alfalah Limited				
Bank profit	19,402	89,246	108,648	169,914
Central Depository Company of Pakistan Limited - Trustee				
Central Depository Company of Pakistan Limited - the Trustee				
Remuneration of Central Depository Company of Pakistan	63,855	16,910	80,765	56,752
Sindh Sales Tax on remuneration of the Trustee	8,300	2,198	10,498	7,379
16.3 Amounts outstanding as at period end				
Associated companies / undertakings	December 31, 2023	December 31, 2023	Total	June 30, 2023
	(Un-audited)	(Un-audited)		(Audited)
	AICPP-6	KTIP-7		AICPP-6
----- (Rupees) -----				
Alfalah Asset Management Limited - Management Company				
Management remuneration payable	50,810	25,370	76,180	89
Sindh Sales Tax payable on management remuneration	6,605	3,299	9,904	12
Bank Alfalah Limited				
Bank balances	241,766	390,653	632,419	54,651
Profit Receivable	2,881	5,105	7,986	-
Other related party				
Central Depository Company of Pakistan Limited - the Trustee				
Trustee remuneration payable	73,818	16,910	90,728	9,963
Sindh Sales Tax payable on trustee remuneration	9,596	2,198	11,794	1,296

17 FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

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

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the "Statement of Assets and Liabilities" date. The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

17.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at December 31, 2023 and June 30, 2023 the Fund held the following financial instruments measured at fair values:

December 31, 2023 (Un-audited)				
Level 1	Level 2	Level 3	Total	
(Rupees)				
Alfalah Islamic Capital Preservation Plan - 6				
At fair value through profit or loss				
Open end mutual funds	-	194,147,572	-	194,147,572

June 30, 2023 (Audited)				
Level 1	Level 2	Level 3	Total	
(Rupees)				
Alfalah Islamic Capital Preservation Plan - 6				
At fair value through profit or loss				
Open end mutual funds	-	174,497,749	-	174,497,749

December 31, 2023 (Un-audited)				
Level 1	Level 2	Level 3	Total	
(Rupees)				
Alfalah KTrade Islamic Plan 7				
At fair value through profit or loss				
Open end mutual funds	-	312,918,408	-	312,918,408

During the period from July 1, 2023 to December 31, 2023, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurements.

18 GENERAL

Figures have been rounded off to the nearest Pakistani rupee.

19 DATE OF AUTHORISATION FOR ISSUE

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



Alfalah GHP
Islamic Money Market Fund

FUND INFORMATION

Management Company:	Alfalsh Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Board of Directors of the Management Company:	Mr. Atif Aslam Bajwa Mr. Khalid Khanfer Mr. Kabir Qureshi Mr. Sohail Sultan Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khaldoon Bin Latif (CEO)
Audit Committee:	Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khalid Khanfer
HR Committee:	Ms. Ayesha Aziz Mr. Kabir Qureshi Mr. Khaldoon Bin Latif (CEO)
Risk Committee:	Mr. Khalilullah Shaikh Mr. Khaldoon Bin Latif (CEO) Mr. Khalid Khanfer
Chief Operating Officer and Company Secretary:	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Mr. Faisal Ali Khan
Trustee:	Central Depository Company of Pakistan Limited CDC House, 99-B, Block 'B', SMCHS, Main Share-e-Faisal, Karachi
Bankers to the Fund:	Bank Alfalah Limited
Auditors:	A.F. Ferguson & Co. Chartered Accountants State Life Building No. 1-C I.I. Chundrigar Road, P.O.Box 4716 Karachi, Pakistan
Legal Advisor:	Haider Waheed House 188, Street 33, Khyaban-e-Qasim, DHA Pahse VIII, Karachi
Registrar:	Alfalsh Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Distributor:	Bank Alfalah Limited
Rating:	Not Yet Rated

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcPakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

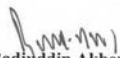
ALFALAH ISLAMIC MONEY MARKET FUND

Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah Islamic Money Market Fund (the Fund) are of the opinion that Alfalah Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2023 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

For the purpose of information, we would like to draw the attention of the unit holders towards clause 2.3 of the Offering Document of the Fund which requires that exposure in shariah compliant commercial papers and sukuk issued by corporate entities shall not exceed 20% of the Net Assets. In this regard, the Fund was non-compliant with the said requirement from November 22, 2023 with maximum exposure of 28.3% of the Net Assets which was regularized subsequent to the reporting period. The said non-compliance has already been reported to the Securities and Exchange Commission of Pakistan.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 29, 2024



REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalsh Islamic Money Market Fund** (the Fund) as at December 31, 2023 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2023. The Management Company (Alfalsh Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2023 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

A.F. Ferguson & Co.
Chartered Accountants
Engagement Partner: **Junaid Mesia**
Dated:
Karachi
UDIN:

ALFALAH GHP ISLAMIC MONEY MARKET FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)
AS AT DECEMBER 31, 2023

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
------(Rupees)-----			
ASSETS			
Bank balances	4	3,232,399,420	5,465,038,008
Investments	5	5,238,151,890	2,070,000,000
Advances, deposits and profit receivables	6	174,195,788	150,417,964
Receivable against sale of investments		19,220	-
Preliminary expenses and floatation costs	7	855,029	955,683
Total assets		8,645,621,347	7,686,411,655
LIABILITIES			
Payable to Alfalah Asset Management Limited - Management Company	8	16,109,012	6,539,220
Payable to Central Depository Company of Pakistan Limited - Trustee	9	501,471	347,713
Payable to the Securities and Exchange Commission of Pakistan	10	604,698	163,579
Payable against redemption of units		6,423,024	-
Accrued expenses and other liabilities	11	11,397,969	10,105,759
Total liabilities		35,036,174	17,156,271
NET ASSETS		8,610,585,173	7,669,255,384
UNIT HOLDERS' FUND (AS PER THE STATEMENT ATTACHED)		8,610,585,173	7,669,255,384
CONTINGENCIES AND COMMITMENTS	12		
------(Number of units)-----			
NUMBER OF UNITS IN ISSUE		79,551,510	76,692,554
------(Rupees)-----			
NET ASSET VALUE PER UNIT		108.2391	100.0000

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC MONEY MARKET FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	Note	For the Half year ended December 31, 2023	For the Quarter ended December 31, 2023
----- (Rupees) -----			
INCOME			
Profit on savings account with banks	4.1	559,497,279	242,951,349
Income on certificates of musharakah		175,721,918	94,824,789
Income on term deposit mudarabah		33,916,546	17,600,793
Income on term deposit receipts		11,390,548	6,404,110
Income on short term sukuk certificates		224,125,341	138,630,736
Income on bai muajjal		250,234,627	145,835,920
Income on Government of Pakistan ijrah sukuku		4,900,410	4,900,410
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.7	(461,706)	(461,706)
Net realised gain / (loss) on sale of investments		9,878	(271,695)
Total income		<u>1,259,334,841</u>	<u>650,414,706</u>
EXPENSES			
Remuneration of Alfalah Asset Management Limited - Management Company	8.1	44,702,745	23,024,312
Sindh Sales Tax on remuneration of the Management Company	8.2	5,814,210	2,996,015
Selling and marketing expenses	8.4	5,665,768	3,545,411
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	3,287,407	1,688,499
Sindh Sales Tax on remuneration of the Trustee	9.2	427,372	219,514
CDS charges		933,240	384,661
Fee to the Securities and Exchange Commission of Pakistan	10.1	4,436,552	2,302,431
Auditors' remuneration		418,181	209,091
Brokerage expense		467,406	259,806
Amortisation of formation cost	7.1	100,654	50,328
Fees and subscriptions		268,249	126,380
Bank and settlement charges		46,025	22,991
Printing and publication charges		35,843	17,921
Shariah advisory fee		358,439	179,220
Total expenses		<u>66,962,091</u>	<u>35,026,580</u>
Net income for the period before taxation		<u>1,192,372,750</u>	<u>615,388,126</u>
Taxation	14	-	-
Net income for the period after taxation		<u>1,192,372,750</u>	<u>615,388,126</u>
Earnings per unit	16		
Allocation of net income for the period			
Net income for the period after taxation		1,192,372,750	
Income already paid on units redeemed		(298,909,716)	
		<u>893,463,034</u>	
Accounting income available for distribution			
- Relating to capital gains		-	
- Excluding capital gains		893,463,034	
		<u>893,463,034</u>	

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC MONEY MARKET FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	For the Half year ended December 31, 2023	For the Quarter ended December 31, 2023
	----- (Rupees) -----	
Net income for the period after taxation	1,192,372,750	615,388,126
Other comprehensive income for the period	-	-
Total comprehensive income for the period	<u>1,192,372,750</u>	<u>615,388,126</u>

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.



For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC MONEY MARKET FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	For the half year ended December 31, 2023		
	Capital value	Undistributed income	Total
	(Rupees)		
Net assets at the beginning of the period (audited)	7,669,255,384	-	7,669,255,384
Issuance of 325,364,786 units			
- Capital value (at net asset value per unit at the beginning of the period)	32,536,478,600	-	32,536,478,600
- Element of income	646,519,909	-	646,519,909
Total proceeds on issuance of units	33,182,998,509	-	33,182,998,509
Redemption of 322,505,830 units			
- Capital value (at net asset value per unit at the beginning of the period)	32,250,583,000	-	32,250,583,000
- Element of loss	618,736,120	298,909,716	917,645,836
Total payments on redemption of units	32,869,319,120	298,909,716	33,168,228,836
Total comprehensive income for the period	-	1,192,372,750	1,192,372,750
Distribution for the period ended December 31, 2023 @ 2.1895 per unit on August 10, 2023	(194,419,687)	(71,392,947)	(265,812,634)
Net assets at end of the period (un-audited)	<u>7,788,515,086</u>	<u>822,070,087</u>	<u>8,610,585,173</u>
Undistributed income brought forward			
- Realised income		-	
- Unrealised income		-	
		<u>-</u>	
Accounting income available for distribution			
- Relating to capital gains		-	
- Excluding capital gains		893,463,034	
		893,463,034	
Distributions during the period		(71,392,947)	
Undistributed income carried forward		<u>822,070,087</u>	
Undistributed income carried forward			
- Realised income		822,531,793	
- Unrealised loss		(461,706)	
		<u>822,070,087</u>	
		(Rupees)	
Net asset value per unit at the beginning of the period		100.0000	
Net asset value per unit at the end of the period		<u>108.2391</u>	

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC MONEY MARKET FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	Note	Half year ended December 31, 2023
		---- (Rupees) ----
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation		1,192,372,750
Adjustments for:		
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.7	461,706
Amortisation of formation cost	7.1	100,654
		<u>1,192,935,110</u>
Increase in assets		
Investments - net		(3,058,613,596)
Advances, deposits and profit receivables		(23,777,824)
Receivable against sale of investments		(19,220)
		<u>(3,082,410,640)</u>
Increase in liabilities		
Payable to Alfalah Asset Management Limited - Management Company		9,569,792
Payable to Central Depository Company of Pakistan Limited - Trustee		153,758
Payable to the Securities and Exchange Commission of Pakistan		441,119
Payable against redemption of units		1,292,210
Accrued expenses and other liabilities		6,423,024
		<u>17,879,903</u>
Net cash used in operating activities		<u>(1,871,595,627)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid		(265,812,634)
Receipts against issuance and conversion of units		33,182,998,509
Payments against redemption and conversion of units		(33,168,228,836)
Net cash used in financing activities		<u>(251,042,961)</u>
Net decrease in cash and cash equivalents during the period		<u>(2,122,638,588)</u>
Cash and cash equivalents at the beginning of the period		6,355,038,008
Cash and cash equivalents at the end of the period	15	<u><u>4,232,399,420</u></u>

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC MONEY MARKET FUND
NOTES TO AND FORMING PART OF THE CONDENSED
INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Alfalah Islamic Money Market Fund (the Fund) was established under a Trust Deed executed between Alfalah Asset Management Limited Company the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The offering document was executed on April 5, 2023 under Sindh Trusts Act, 2020 and was approved by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the NBFC (Establishment and Regulation) Rules, 2003 (the NBFC Rules) on April 5, 2023. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on March 3, 2023 the Trust Deed has been registered under the Sindh Trust Act.
- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non Banking Finance Companies Rules through a certificate issued by the SECP on February 23, 2023 which is valid for a period of three years w.e.f March 9, 2023. The registered office of the Management Company is situated at Islamic Chamber of Commerce, Industry & Agriculture Building, 2nd Floor, ST-2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
- 1.3 The Fund has been categorised as a 'Shari'ah Compliant Money Market Scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in circular 7 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from April 13, 2023 and are transferable and redeemable by surrendering them to the Fund.
- 1.4 The investment objective of the Fund is to generate regular and stable returns by investing primarily in Shariah Compliant Banks and windows of conventional Banks and any other Shariah compliant money market instruments.
- 1.5 VIS Credit Rating Limited has assigned an asset manager rating of AM1 (stable outlook) to the Management Company on December 29, 2023 [June 30, 2023: AM2+ dated March 3, 2023 by Pakistan Credit Rating Agency Limited (PACRA)]. PACRA has assigned a stability rating of AA(f) to the Fund dated December 28, 2023.
- 1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIII A of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

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

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

2.1.3 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at and for the half year ended December 31, 2023.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGEMENTS AND RISK MANAGEMENT POLICIES

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

3.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by the management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the period ended June 30, 2023. The Funds' financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the period ended June 30, 2023.

3.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these do not have any material impact on the Fund's financial statements and, therefore, have not been detailed in these condensed interim financial statements.

3.4 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2024. However, the new standards, interpretations and amendments to the accounting and reporting standards will not have any material impact on the Fund's financial statements in the period of adoption and, therefore, have not been detailed in these condensed interim financial statements.

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
------(Rupees)-----			
4 BANK BALANCES			
Balances with banks in:			
Savings accounts	4.1	3,232,399,420	5,465,038,008
		<u>3,232,399,420</u>	<u>5,465,038,008</u>

4.1 These accounts carry profit rates ranging between 18.50% to 21.50% (June 30, 2023: 6.15% to 20.50%) per annum. These include bank balance of Rs. 191.981 million (June 30, 2023: Rs. 2.922 billion) maintained with Bank Alfalah Limited (a related party), carrying profit at the rate of 20.75% (June 30, 2023: 20.25%) per annum.

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
----- (Rupees) -----			
5 INVESTMENTS			
At fair value through profit or loss			
Certificates of musharakah	5.1	-	-
Term deposit mudarabah	5.2	-	-
Term deposit receipts	5.3	1,000,000,000	890,000,000
Short term sukuk certificates	5.4	2,425,000,000	1,180,000,000
Bai muajjal receivable	5.5	1,271,860,515	-
Government of Pakistan ijarah sukuks	5.6	541,291,375	-
		<u>5,238,151,890</u>	<u>2,070,000,000</u>

5.1 Certificate of musharakah

Name of the investee company	Profit rate	Issue date	Maturity date	Face value				Carrying value as at December 31, 2023	Market value as at December 31, 2023	Market value as a percentage of	
				As at July 1, 2023	Purchased during the period	Matured during the period	As at December 31, 2023			net assets of the Fund	total investments of the Fund
----- (Rupees) -----											
Faysal Bank Limited (VIS, AAA-1+)	21.10%	July 12, 2023	July 21, 2023	-	1,200,000,000	1,200,000,000	-	-	-	-	
United Bank Limited (VIS, AAA/A-1+)	21.50%	July 14, 2023	August 3, 2023	-	800,000,000	800,000,000	-	-	-	-	
Faysal Bank Limited (VIS, AAA/A-1+)	20.75%	July 31, 2023	August 1, 2023	-	500,000,000	500,000,000	-	-	-	-	
United Bank Limited (VIS, AAA/A-1+)	21.50%	August 3, 2023	September 4, 2023	-	600,000,000	600,000,000	-	-	-	-	
United Bank Limited (VIS, AAA/A-1+)	21.50%	August 4, 2023	September 4, 2023	-	200,000,000	200,000,000	-	-	-	-	
United Bank Limited (VIS, AAA/A-1+)	21.00%	August 7, 2023	September 5, 2023	-	1,000,000,000	1,000,000,000	-	-	-	-	
Habib Bank Limited (VIS, AAA/A-1+)	21.15%	August 10, 2023	August 17, 2023	-	500,000,000	500,000,000	-	-	-	-	
Faysal Bank Limited (VIS, AA/A-1+)	21.15%	August 16, 2023	August 23, 2023	-	1,000,000,000	1,000,000,000	-	-	-	-	
Faysal Bank Limited (VIS, AAA/A-1+)	21.15%	August 17, 2023	August 25, 2023	-	500,000,000	500,000,000	-	-	-	-	
Habib Metropolitan Bank Limited (PACRA, AA+/A1+)	21.20%	August 18, 2023	August 28, 2023	-	300,000,000	300,000,000	-	-	-	-	
Faysal Bank Limited (VIS, AA/A-1+)	21.10%	August 23, 2023	August 31, 2023	-	1,000,000,000	1,000,000,000	-	-	-	-	
United Bank Limited (VIS, AAA/A-1+)	21.50%	September 4, 2023	September 15, 2023	-	1,000,000,000	1,000,000,000	-	-	-	-	
United Bank Limited (VIS, AAA/A-1+)	21.50%	September 15, 2023	October 31, 2023	-	1,300,000,000	1,300,000,000	-	-	-	-	
United Bank Limited (VIS, AAA/A-1+)	21.50%	October 31, 2023	December 13, 2023	-	1,300,000,000	1,300,000,000	-	-	-	-	
Faysal Bank Limited (VIS, AA/A-1+)	21.00%	November 7, 2023	November 10, 2023	-	700,000,000	700,000,000	-	-	-	-	
Faysal Bank Limited (VIS, AA/A-1+)	21.10%	November 10, 2023	November 17, 2023	-	2,000,000,000	2,000,000,000	-	-	-	-	
Faysal Bank Limited (VIS, AAA/A-1+)	21.10%	November 17, 2023	November 24, 2023	-	2,100,000,000	2,100,000,000	-	-	-	-	
Faysal Bank Limited (VIS, AAA/A-1+)	21.10%	December 4, 2023	December 14, 2023	-	1,500,000,000	1,500,000,000	-	-	-	-	
United Bank Limited (VIS, AAA/A-1+)	21.50%	December 13, 2023	December 29, 2023	-	1,300,000,000	1,300,000,000	-	-	-	-	
Total as at December 31, 2023											
Total as at June 30, 2023											

5.2 Term deposit mudarabah

Name of the investee company	Profit rate	Issue date	Maturity date	Face value				Carrying value as at December 31, 2023	Market value as at December 31, 2023	Market value as a percentage of	
				As at July 1, 2023	Purchased during the period	Matured during the period	As at December 31, 2023			net assets of the Fund	total investments of the Fund
				(Rupees)						(%)	
Zarai Taraqati Bank Limited (VIS, AAA/A-1+)	21.10%	July 5, 2023	July 6, 2023	-	350,000,000	350,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited (VIS, AAA/A-1+)	20.90%	July 6, 2023	July 7, 2023	-	750,000,000	750,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited (VIS, AAA/A-1+)	21.10%	July 10, 2023	July 21, 2023	-	800,000,000	800,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited (VIS, AAA/A-1+)	21.00%	August 7, 2023	August 18, 2023	-	1,000,000,000	1,000,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited (VIS, AAA/A-1+)	21.20%	August 24, 2023	August 28, 2023	-	1,000,000,000	1,000,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited (VIS, AAA/A-1+)	21.20%	August 28, 2023	August 31, 2023	-	1,000,000,000	1,000,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited (VIS, AAA/A-1+)	21.20%	October 9, 2023	October 13, 2023	-	1,000,000,000	1,000,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited (VIS, AAA/A-1+)	21.25%	October 10, 2023	October 13, 2023	-	500,000,000	500,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited (VIS, AAA/A-1+)	21.25%	October 23, 2023	October 26, 2023	-	700,000,000	700,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited (VIS, AAA/A-1+)	21.20%	October 26, 2023	October 27, 2023	-	100,000,000	100,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited (VIS, AAA/A-1+)	21.20%	November 8, 2023	November 10, 2023	-	2,100,000,000	2,100,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited (VIS, AAA/A-1+)	21.25%	November 27, 2023	November 30, 2023	-	850,000,000	850,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited (VIS, AAA/A-1+)	21.25%	December 4, 2023	December 11, 2023	-	1,500,000,000	1,500,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited (VIS, AAA/A-1+)	21.50%	December 13, 2023	December 18, 2023	-	500,000,000	500,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited (VIS, AAA/A-1+)	21.50%	December 18, 2023	December 22, 2023	-	500,000,000	500,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited (VIS, AAA/A-1+)	21.75%	December 21, 2023	December 22, 2023	-	175,000,000	175,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited (VIS, AAA/A-1+)	21.65%	December 26, 2023	December 29, 2023	-	300,000,000	300,000,000	-	-	-	-	-
Total as at December 31, 2023											
Total as at June 30, 2023											

5.3 Term deposit receipts

Name of investee company	Profit rate	Issue date	Maturity date	Face value				Carrying value as at December 31, 2023	Market value as at December 31, 2023	Market value as a percentage of	
				As at July 1, 2023	Purchased during the period	Matured during the period	As at December 31, 2023			net assets of the Fund	total investments of the Fund
				(Rupees)						(%)	
Bank Alfalah Limited (A1+, PACRA) (a related party)	20.45%	May 25, 2023	August 25, 2023	350,000,000	-	350,000,000	-	-	-	-	-
Bank Alfalah Limited (A1+, PACRA) (a related party)	20.45%	June 1, 2023	September 1, 2023	500,000,000	-	500,000,000	-	-	-	-	-
Bank Alfalah Limited (A1+, PACRA) (a related party)	20.45%	June 20, 2023	September 20, 2023	40,000,000	-	40,000,000	-	-	-	-	-
Bank Alfalah Limited (A1+, PACRA) (a related party)	21.25%	December 21, 2023	March 21, 2024	-	1,000,000,000	1,000,000,000	1,000,000,000	1,000,000,000	11.61	19.09	
Total as at December 31, 2023											
Total as at June 30, 2023											

5.4 Short term sukuks certificates

Name of the investee company	Profit rate	Maturity date	As at July 1, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Carrying value as at December 31, 2023	Market value as at December 31, 2023	Market value as a percentage of	
									net assets of the Fund	total investments of the Fund
			(Number of certificates)				(Rupees)		(%)	
Lucky Electric Power Company Limited - Short term Sukuk IX (A1+, PACRA) Face value of Rs. 1,000,000 each	6M Kibor + 0.30%	October 12, 2023	243	354	597	-	-	-	-	-
K-Electric Limited - Short term Sukuk XVI (A-1+, VIS) Face value of Rs. 1,000,000 each	6M Kibor + 0.65%	October 11, 2023	413	2,217	2,630	-	-	-	-	-

Name of the investee company	Profit rate	Maturity date	As at July 1, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Carrying value as at December 31, 2023	Market value as at December 31, 2023	Market value as a percentage of	
									net assets of the Fund	total investments of the Fund
							(Rupees)	(%)		
K-Electric Limited - Short term Sukuk XIII (A-1+, VIS) Face value of Rs. 1,000,000 each	6M Kibor + 1.00%	August 9, 2023	150	150	300	-	-	-	-	-
Lucky Electric Power Company Limited - Short term Sukuk X (A1+, PACRA) Face value of Rs. 1,000,000 each	6M Kibor + 0.50%	October 30, 2023	100	3,080	3,180	-	-	-	-	-
Lucky Electric Power Company Limited - Short term Sukuk XI (A1+, PACRA) Face value of Rs. 1,000,000 each	6M Kibor + 0.50%	December 13, 2023	154	-	154	-	-	-	-	-
Lucky Electric Power Company Limited - Short term Sukuk VII (A1+, PACRA) Face value of Rs. 1,000,000 each	6M Kibor + 0.65%	August 15, 2023	120	880	1,000	-	-	-	-	-
Lucky Electric Power Company Limited - Short term Sukuk XIII (A1+, PACRA) Face value of Rs. 1,000,000 each	3M Kibor + 0.50%	March 27, 2024	-	600	-	600	600,000,000	600,000,000	6.97	11.45
Lucky Electric Power Company Limited - Short term Sukuk XIV (A1+, PACRA) Face value of Rs. 1,000,000 each	3M Kibor + 0.45%	April 11, 2024	-	750	-	750	750,000,000	750,000,000	8.71	14.32
K-Electric Limited - Short term Sukuk XIV (A-1+, VIS) Face value of Rs. 1,000,000 each	6M Kibor + 0.75%	August 28, 2023	-	2,240	2,240	-	-	-	-	-
K-Electric Limited - Short term Sukuk XV (A-1+, VIS) Face value of Rs. 1,000,000 each	6M Kibor + 0.50%	September 21, 2023	-	2,090	2,090	-	-	-	-	-
K-Electric Limited - Short term Sukuk XVIII (A1+, PACRA) Face value of Rs. 1,000,000 each	6M Kibor + 0.30%	February 09, 2024	-	400	200	200	200,000,000	200,000,000	2.32	3.82
K-Electric Limited - Short term Sukuk XXI (A1+, PACRA) Face value of Rs. 1,000,000 each	3M Kibor + 0.50%	April 24, 2024	-	575	-	575	575,000,000	575,000,000	6.68	10.98
The Hub Power Company Limited - Short Term Sukuk (12th Issue) (A1+, PACRA) Face value of Rs. 1,000,000 each	6M Kibor + 0.25%	May 08, 2024	-	300	-	300	300,000,000	300,000,000	3.48	5.73
Total as at December 31, 2023							<u>2,425,000,000</u>	<u>2,425,000,000</u>		
Total as at June 30, 2023							<u>1,180,000,000</u>	<u>1,180,000,000</u>		

5.5 Bai muajjal receivable

Name of investee company	Rating (long term / short term)	Maturity date	Profit rate	Total transaction price	Total deferred income	Accrued profit for the period	Carrying value as at December 31, 2023	Market value as at December 31, 2023	Market value as a percentage of	
									net assets of the Fund	total investments of the Fund
							Rupees		%	
Pakistan Kuwait Investment Company (Private) Limited	AAA / A1+	August 15, 2023	21.40%	442,407,797	8,646,701	8,646,701	-	-	-	-
Pakistan Kuwait Investment Company (Private) Limited	AAA / A1+	August 15, 2023	21.40%	167,688,255	3,277,406	3,277,406	-	-	-	-
Pak Oman Investment Company Limited	AA+ / A-1+	September 15, 2023	21.35%	283,410,286	7,111,108	7,111,108	-	-	-	-
Pak Oman Investment Company Limited	AA+ / A-1+	September 15, 2023	21.35%	267,217,133	6,556,159	6,556,159	-	-	-	-
Pak Oman Investment Company Limited	AA+ / A-1+	September 15, 2023	21.35%	283,408,201	6,953,406	6,953,406	-	-	-	-
Pak Oman Investment Company Limited	AA+ / A-1+	September 15, 2023	21.35%	337,732,917	8,098,177	8,098,177	-	-	-	-
Pak Oman Investment Company Limited	AA+ / A-1+	September 15, 2023	21.35%	450,310,556	10,797,570	10,797,570	-	-	-	-
Pak Brunei Investment Company Limited	AA+ / A-1+	September 18, 2023	21.30%	283,874,276	7,263,865	7,263,865	-	-	-	-
Pak Brunei Investment Company Limited	AA+ / A-1+	September 18, 2023	21.30%	267,664,992	6,849,097	6,849,097	-	-	-	-
Pak Brunei Investment Company Limited	AA+ / A-1+	September 18, 2023	21.30%	428,501,208	10,251,137	10,251,137	-	-	-	-
Pak Brunei Investment Company Limited	AA+ / A-1+	September 18, 2023	21.30%	656,414,962	15,703,573	15,703,573	-	-	-	-
Pakistan Kuwait Investment Company (Private) Limited	AAA / A1+	October 30, 2023	21.30%	397,119,398	10,161,617	10,161,617	-	-	-	-
Pakistan Kuwait Investment Company (Private) Limited	AAA / A1+	October 30, 2023	21.30%	471,914,315	12,075,493	12,075,493	-	-	-	-
Pak Brunei Investment Company Limited	AA+ / A-1+	October 30, 2023	21.30%	397,165,306	8,837,906	8,837,906	-	-	-	-
Pak Brunei Investment Company Limited	AA+ / A-1+	October 30, 2023	21.30%	471,939,576	10,501,818	10,501,818	-	-	-	-
Pak Brunei Investment Company Limited	AA+ / A-1+	November 3, 2023	21.28%	398,138,817	6,843,909	6,843,909	-	-	-	-
Pak Brunei Investment Company Limited	AA+ / A-1+	November 3, 2023	21.28%	526,037,759	9,042,460	9,042,460	-	-	-	-
Pak Brunei Investment Company Limited	AA+ / A-1+	November 3, 2023	21.28%	420,830,207	7,233,968	7,233,968	-	-	-	-
Pak Brunei Investment Company Limited	AA+ / A-1+	November 17, 2023	21.25%	401,324,666	9,801,488	9,801,488	-	-	-	-
Pak Oman Investment Company Limited	AA+ / A-1+	November 17, 2023	21.25%	401,330,576	9,579,128	9,579,128	-	-	-	-
Pakistan Kuwait Investment Company (Private) Limited	AAA / A1+	November 13, 2023	21.25%	394,792,919	7,883,933	7,883,933	-	-	-	-
Pakistan Kuwait Investment Company (Private) Limited	AAA / A1+	November 13, 2023	21.25%	563,989,885	11,262,762	11,262,762	-	-	-	-
Pak Oman Investment Company Limited	AA+ / A-1+	April 26, 2024	21.10%	464,379,707	44,206,795	16,031,036	436,203,948	436,203,948	5.07	8.33
Pak Oman Investment Company Limited	AA+ / A-1+	April 26, 2024	21.10%	325,219,675	30,496,940	10,733,560	305,456,295	305,456,295	3.55	5.83
Pak Brunei Investment Company Limited	AA+ / A-1+	May 3, 2024	21.15%	566,698,924	54,599,608	18,100,957	530,200,272	530,200,272	6.16	10.12
Pak Oman Investment Company Limited	AA+ / A-1+	November 17, 2023	21.25%	445,626,140	10,636,393	10,636,393	-	-	-	-
Total as at December 31, 2023							334,872,417	250,234,627	1,271,860,515	1,271,860,515
Total as at June 30, 2023										

5.6 Government of Pakistan ijarah sukus

Particulars	Issue date	Maturity date	Profit rates	As at July 1, 2023	Purchased during the period	Sold during the period	As at December 31, 2023	Carrying value as at December 31, 2023	Market value as at December 31, 2023	Unrealised (diminution) / appreciation	Market value as a percentage of	
											net assets of the Fund	total investment of the Fund
							(Face Value)		(Rupees)		%	
GoP ijarah sukuk certificates - XXIX - VRR	March 08, 2023	March 08, 2024	Weighted Average 6 months T-Bills	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
GoP ijarah sukuk certificates - XXX - VRR	April 17, 2023	April 17, 2024	Weighted Average 6 months T-Bills	-	640,000,000	500,000,000	140,000,000	141,344,000	140,826,000	(518,000)	1.64	2.69
GoP ijarah sukuk certificates - XXXI - VRR	May 22, 2023	May 22, 2024	Weighted Average 6 months T-Bills	-	160,000,000	-	160,000,000	161,456,000	161,168,000	(288,000)	1.87	3.08
GoP ijarah sukuk certificates - XXXII - VRR	June 26, 2023	June 26, 2024	Weighted Average 6 months T-Bills	-	200,000,000	-	200,000,000	201,180,000	201,500,000	320,000	2.34	3.85
GoP ijarah sukuk certificates - I - FRR *	December 11, 2023	December 9, 2024	19.52%	-	44,625,000	-	44,625,000	37,773,081	37,797,375	24,294	0.44	0.72
Total as at December 31, 2023								541,753,081	541,291,375	(461,706)		
Total as at June 30, 2023												

*The nominal value of the GoP ijarah sukuk certificates is Rs 100,000 each except for GOP maturing on December 9, 2024 whose face value is Rs. 5000

5.7 As per the offering document, maximum exposure in shariah compliant commercial papers and short term sukuk issued by the corporate entities shall not at any time exceed 20% of the net assets of the Fund. In lieu of the above, the Fund held an exposure of 28.16% in short term sukuk issued by the corporate entities.

The above exposure is in surplus of the required limit prescribed by the offering document and therefore, disclosure for breach of exposure limit is being made as required by Circular No. 16 of 2010 dated July 7, 2010 issued by the SECP.

5.8 Net unrealised diminution on re-measurement of investments classified as financial assets at fair value through profit or loss'	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
		----- (Rupees) -----	
Market value of investments	5.1, 5.2, 5.3, 5.4, 5.5 & 5.6	5,238,151,890	2,070,000,000
Less: Carrying value of investments	5.1, 5.2, 5.3, 5.4, 5.5 & 5.6	5,238,613,596	2,070,000,000
		<u>(461,706)</u>	<u>-</u>
6 ADVANCES, DEPOSITS, AND PROFIT RECEIVABLES			
Profit receivable on:			
Bank balances		21,713,545	67,769,052
Term deposit receipts		6,404,109	15,906,185
Short term sukuk certificates		128,584,002	60,705,680
Government of Pakistan ijarah sukus		11,497,085	-
Advance tax		5,897,047	5,897,047
Security deposit with the Central Depository Company of Pakistan Limited		100,000	100,000
Other receivable		-	40,000
		<u>174,195,788</u>	<u>150,417,964</u>
7 PRELIMINARY EXPENSES AND FLOATATION COSTS			
Preliminary expenses and floatation costs incurred prior to commencement of operation			
	7.1	955,683	998,350
Less: amortised during the period		100,654	42,667
Balance as at period end		<u>855,029</u>	<u>955,683</u>
7.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund. These costs are amortised over a period of five years in accordance with the requirements set out in the Trust Deed of the Fund and the NBFC Regulation and Notified Entities Regulation, 2008.			
8 PAYABLE TO ALFALAH ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
		----- (Rupees) -----	
Remuneration payable to Management Company	8.1	7,731,830	3,553,647
Sindh Sales Tax payable on management remuneration	8.2	1,005,138	461,973
Allocated expenses payable	8.3	-	741,750
Selling and marketing expenses payable	8.4	5,665,768	-
Sales load payable		565,101	613,500
Formation cost payable		998,350	998,350
Other payable		142,825	170,000
		<u>16,109,012</u>	<u>6,539,220</u>
8.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document, subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 0.75% (June 30, 2023: 0.75%) per annum of the average net assets of the Fund. The remuneration is payable to the Management Company on a monthly basis in arrears.			

8.2 During the period, an amount of Rs. 5.814 million at the rate of 13% per annum was charged on account of sales tax on management fee levied through the Sindh Sales Tax on Services Act, 2011.

8.3 In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

Accordingly, the Management Company has charged allocated expenses to the Fund based on its discretion subject to not being higher than the actual expense incurred.

8.4 The SECP has allowed the Asset Management companies to charge selling and marketing expense in all categories of open-end mutual funds up to a maximum limit approved by the Board of Directors of Management Company as part of annual plan.

Accordingly, Management Company has charged allocated expense at the rate of 0.095% per annum to the Fund based on its discretion subject to not being higher than actual expense. The Board of Directors of the Management Company have also approved the annual plan for charging of selling and marketing expenses to the funds under the management of the Management Company.

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
----- (Rupees) -----			
9	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE		
	Remuneration payable	9.1 443,780	271,198
	Sindh Sales Tax payable on remuneration of the Trustee	9.2 57,691	35,256
	CDS charges payable	-	41,259
		<u>501,471</u>	<u>347,713</u>

9.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. During the period, the Trustee has charged remuneration at the rate of 0.055% (June 30, 2023: 0.055%) per annum of average daily net assets of the Fund.

9.2 During the period, an amount of Rs. 0.427 million at the rate of 13% per annum was charged on account of sales tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011.

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
----- (Rupees) -----			
10	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN		
	Fee payable	10.1 604,698	163,579

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

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

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

	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	------(Rupees)-----	
11 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration payable	271,191	177,280
Listing fee payable	54,624	25,336
Brokerage expense payable	493,549	10,056
Withholding tax payable	4,039,532	4,727,827
Printing charges payable	32,905	12,147
Rating fee payable	232,789	101,308
Shariah advisory fee payable	510,383	151,944
Sales load payable	5,726,077	4,899,861
Other payable	36,919	-
	<u>11,397,969</u>	<u>10,105,759</u>
12 CONTINGENCIES AND COMMITMENTS		
There were no contingencies and commitments outstanding as at December 31, 2023 and June 30, 2023.		
13 TOTAL EXPENSE RATIO		
The annualised Total Expense Ratio (TER) of the Fund as at December 31, 2023 based on the current period results is 1.11% which includes 0.18% representing Government levies on the fund such as provision for sales taxes and fee to the SECP, etc. This ratio is within the maximum limit of 2% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as a 'Shariah Compliant Money Market Scheme'.		
14 TAXATION		
The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. The Fund has not recorded any tax liability in respect of income relating to the current period as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 2024 as reduced by capital gains (whether realised or unrealised) to its unit holders.		
The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of part IV of the Second Schedule of the Income Tax Ordinance, 2001.		
	Note	December 31, 2023 (Un-audited)
		---(Rupees)---
15 CASH AND CASH EQUIVALENTS		
Bank balances	4	3,232,399,420
Term deposit receipts (original maturity of 3 months or less)	5.3	<u>1,000,000,000</u>
		<u>4,232,399,420</u>
16 EARNINGS PER UNIT		
Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, determination of the cumulative weighted average outstanding number of units for calculating EPU is not practicable.		

17 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons include Alfalah Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee of the Fund, Bank Alfalah Limited, MAB Investment Incorporation, Bank Alfalah Limited - Employees' Provident Fund, Bank Alfalah Limited - Employees' Gratuity Fund and Alfalah GHP Investment Management Limited - Staff Provident Fund being the associates of the Management Company, Funds under management of the Management Company and directors and their close family members and key management personnel of the Management Company. Connected persons also includes any person beneficially owning directly or indirectly 10% or more of the units in the issue / net assets of the Fund.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges, sale and purchase of investment and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

Remuneration of the Management Company and the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

Allocated expenses and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

Details of transactions and balances at period end with related parties / connected persons, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

17.1 Unit holders' fund

Half year ended December 31, 2023 (Un-audited)											
Note	As at July 1, 2023	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	As at December 31, 2023	As at July 1, 2023	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2023	
(Units)					(Rupees)						
Associated companies / undertakings											
Alfalah Asset Management Limited	17.1.1	8,204	454,838	153	463,195	-	820,392	47,750,184	51,193	49,327,778	-
Alfalah Ghp Investment Management Limited - Staff Provident Fund	17.1.1	60,541	48,677	928	-	110,146	6,054,075	5,200,000	357,896	-	11,922,106
Alfalah GHP Islamic Prosperity Planning Fund - Islamic Balanced Allocation Plan	-	-	677,046	12,248	235,771	453,523	-	69,384,002	3,526,549	24,500,000	49,088,929
Alfalah GHP Islamic Prosperity Planning Fund - Islamic Moderate Allocation Plan	17.1.1	-	211,509	4,523	23,756	192,275	-	21,675,518	1,302,136	2,500,000	20,811,676
Alfalah Islamic Capital Preservation Plan - 4	17.1.1	-	82,859	1,663	84,522	-	-	8,491,440	478,865	8,687,495	-
Alfalah GHP Islamic Prosperity Planning Fund - 2 Capital Preservation Plan - 6	17.1.1	1,710,054	-	37,017	1,673,433	73,638	171,005,358	-	11,105,037	175,800,000	7,970,512
Alfalah Islamic Active Allocation Plan - 2	17.1.1	-	425,198	8,353	400,728	32,822	-	43,574,494	2,404,883	41,950,000	3,552,624
Key management personnel											
Regional Head - South	17.1.1	-	31,601	-	31,601	-	-	3,400,000	-	3,408,376	-
Chief Financial Officer	17.1.1	-	32,800	-	32,800	-	-	3,507,850	-	3,550,196	-
Head of Equities	17.1.1	3,005	50,696	-	53,701	-	300,544	5,200,023	-	5,635,472	-
Business Head - Retail Sales	17.1.1	-	10,020	-	8,861	1,159	-	1,045,001	-	926,239	125,410
Head of Human Resource	17.1.1	-	257,462	2,816	260,160	118	-	26,731,351	563,120	26,427,643	12,790
AVP - Corporate and Institutional Sales	17.1.1	-	-	-	-	-	-	-	-	-	-
Director Structured Investments & Digital Transformation	17.1.1	27,297	52,035	1,209	80,542	-	2,729,745	5,341,076	348,500	8,358,132	-
Assistant Vice President	17.1.1	-	3,730	-	1,185	2,545	-	390,000	-	125,258	275,501
Head of Fixed Income	17.1.1	344	42,706	6	28,663	14,394	34,400	4,441,348	2,143	3,058,419	1,557,971
Head of Investor Relations	17.1.1	11,057	2,856	200	14,113	-	1,105,675	290,000	67,143	1,481,201	-
Head of Research	17.1.1	-	10,440	-	10,440	-	-	1,119,000	-	-	1,130,063
Head of Settlement	17.1.1	-	46	-	46	-	-	5,000	-	-	5,008
Unit holder holding 10% or more units	17.1.1	-	14,282,962	-	6,205,058	8,077,903	-	1,500,000,000	-	664,970,803	874,345,106

17.1.1 This reflects the position of related party / connected persons status as at December 31, 2023.

17.2 Transactions during the period	December 31, 2023	
Associated companies / undertakings	(Un-audited) ---(Rupees)---	
Alfaluh Asset Management Limited - Management Company		
Remuneration of the Management Company	44,702,745	
Sindh Sales Tax on remuneration of the Management Company	5,814,210	
Selling and marketing expenses	5,665,768	
Sales load	768,901	
Bank Alfalah Limited		
Profit on bank balances	35,668,000	
Profit on term deposit receipts	11,390,548	
Term deposit receipts - purchased	1,000,000,000	
Term deposit receipts - matured	890,000,000	
Sales load	11,319,089	
Alfaluh GHP Money Market Fund		
Sukuk certificates - purchased	385,000,000	
Alfaluh GHP Cash Fund		
Sukuk certificates - purchased	175,000,000	
Other related party		
Central Depository Company of Pakistan Limited		
Remuneration of the Trustee	3,287,407	
Sindh Sales Tax on remuneration of the trustee	427,372	
CDS charges	933,240	
17.3 Amounts outstanding as at period / year end	December 31, 2023	June 30, 2023
Associated companies / undertakings	(Un-audited)	(Audited)
	----- (Rupees) -----	
Alfaluh Asset Management Limited - Management Company		
Management remuneration payable	7,731,830	3,553,647
Sindh Sales Tax payable on management remuneration	1,005,138	461,973
Allocated expenses payable	-	741,750
Selling and marketing expenses payable	5,665,768	-
Sales load payable	565,101	613,500
Formation cost payable	998,350	998,350
Other payable	142,825	170,000
Bank Alfalah Limited		
Bank balances	191,980,901	2,922,179,923
Sales load payable	5,726,077	4,899,861
Term deposit receipts	1,000,000,000	890,000,000
Profit receivable on bank balances	437,310	45,530,536
Profit receivable on term deposit receipts	6,404,109	15,906,183
Other related party		
Central Depository Company of Pakistan Limited		
Trustee remuneration payable	443,780	271,198
Sindh Sales Tax payable on trustee remuneration	57,691	35,256
CDS charges payable	-	41,259
Security deposit	100,000	100,000

18 FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

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

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

18.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at December 31, 2023 and June 30, 2023 the Fund held the following financial instruments measured at fair values:

----- December 31, 2023 (Un-audited) -----				
	Level 1	Level 2	Level 3	Total
----- (Rupees) -----				
Financial assets 'at fair value through profit or loss'				
Term deposit receipts*	-	1,000,000,000	-	1,000,000,000
Short term sukuk certificates* -	-	2,425,000,000	-	2,425,000,000
Bai muajjal receivable*	-	1,271,860,515	-	1,271,860,515
Government of Pakistan ijarah sukuks	37,797,375	503,494,000	-	541,291,375
	<u>37,797,375</u>	<u>5,200,354,515</u>	<u>-</u>	<u>5,238,151,890</u>
----- June 30, 2023 (Audited) -----				
	Level 1	Level 2	Level 3	Total
----- (Rupees) -----				
Financial assets 'at fair value through profit or loss'				
Term deposit receipts*	-	890,000,000	-	890,000,000
Short term sukuk certificates* -	-	1,180,000,000	-	1,180,000,000
	<u>-</u>	<u>2,070,000,000</u>	<u>-</u>	<u>2,070,000,000</u>

* The carrying value of these securities approximate their fair value since these are short term in nature and are placed with counter parties which have high credit ratings.

During the period from July 1, 2023 to December 31, 2023, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurements.

19 GENERAL

19.1 Figures have been rounded off to the nearest Pakistani rupee.

20 DATE OF AUTHORISATION FOR ISSUE

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



**ALFALAH
ISLAMIC SOVEREIGN FUND**

FUND INFORMATION

Management Company:	Alfalsh Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Board of Directors of the Management Company:	Mr. Atif Aslam Bajwa Mr. Khalid Khanfer Mr. Kabir Qureshi Mr. Sohail Sultan Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khaldoon Bin Latif (CEO)
Audit Committee:	Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khalid Khanfer
HR Committee:	Ms. Ayesha Aziz Mr. Kabir Qureshi Mr. Khaldoon Bin Latif (CEO)
Risk Committee:	Mr. Khalilullah Shaikh Mr. Khaldoon Bin Latif (CEO) Mr. Khalid Khanfer
Chief Operating Officer and Company Secretary:	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Mr. Faisal Ali Khan
Trustee:	Central Depository Company of Pakistan Limited CDC House, 99-B, Block 'B', SMCHS, Main Share-e-Faisal, Karachi
Bankers to the Fund:	Bank Alfalah Limited
Auditors:	A.F. Ferguson & Co. Chartered Accountants State Life Building No. 1-C I.I. Chundrigar Road, P.O.Box 4716 Karachi, Pakistan
Legal Advisor:	Haider Waheed House 188, Street 33, Khyaban-e-Qasim, DHA Pahse VIII, Karachi
Registrar:	Alfalsh Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Distributor:	Bank Alfalah Limited
Rating:	Not Yet Rated

CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com

TRUSTEE REPORT TO THE UNIT HOLDERS



ALFALAH ISLAMIC SOVEREIGN FUND

Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah Islamic Sovereign Fund (the Fund) are of the opinion that Alfalah Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund from September 26, 2023 to December 31, 2023 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

For the purpose of information, we would like to draw the attention of the unit holders towards clause 2.2.9 of the Offering Document wherein the Fund is required to invest at least 70% of net assets in government securities on monthly average basis calculated at the end of each month. In this regard, the Fund was non-compliant with the said requirement in the month of October and November with exposure of 54.06% and 42.56% respectively. The said non-compliance has also been reported to the Securities and Exchange Commission of Pakistan.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 29, 2024



REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalah Islamic Sovereign Fund** (the Fund) as at December 31, 2023 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the period from September 26, 2023 to December 31, 2023. The Management Company (Alfalah Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2023 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

A.F. Ferguson & Co.
Chartered Accountants
Engagement Partner: **Junaid Mesia**
Dated:
Karachi
UDIN:

ALFALAH ISLAMIC SOVEREIGN FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)
AS AT DECEMBER 31, 2023

December 31, 2023			
(Un-audited)			
	Islamic Sovereign Plan - I	Islamic Sovereign Plan - II	Total
Note ----- (Rupees) -----			
ASSETS			
Bank balances	4 1,215,079,977	2,147,479,257	3,362,559,234
Investments	5 10,371,292,081	10,034,408,900	20,405,700,981
Advances and profit receivable	6 362,672,691	273,496,166	636,168,857
Receivable against sale of investments	5,157,494	-	5,157,494
Preliminary expenses and floatation costs	7 1,068,612	-	1,068,612
Total assets	11,955,270,855	12,455,384,323	24,410,655,178
LIABILITIES			
Payable to Alfalah Asset Management Limited - Management Company	8 48,725,623	7,327,761	56,053,384
Payable to Central Depository Company of Pakistan Limited - Trustee	9 773,006	294,677	1,067,683
Payable to the Securities and Exchange Commission of Pakistan	10 931,834	355,595	1,287,429
Payable against purchase of investments	-	2,011,277,904	2,011,277,904
Accrued expenses and other liabilities	11 30,809,461	370,489	31,179,950
Total liabilities	81,239,924	2,019,626,426	2,100,866,350
NET ASSETS	<u>11,874,030,931</u>	<u>10,435,757,897</u>	<u>22,309,788,828</u>
UNIT HOLDERS' FUND (AS PER THE STATEMENT ATTACHED)	<u>11,874,030,931</u>	<u>10,435,757,897</u>	<u>22,309,788,828</u>
CONTINGENCIES AND COMMITMENTS	12		
-----Number of units-----			
NUMBER OF UNITS IN ISSUE	<u>118,523,482</u>	<u>103,308,201</u>	
----- (Rupees) -----			
NET ASSET VALUE PER UNIT	<u>100.1829</u>	<u>101.0158</u>	

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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

	For the period from September 26, 2023 to December 31, 2023	For the period from December 13, 2023 to December 31, 2023	Total	Quarter ended December 31, 2023
	Islamic Sovereign Plan - I	Islamic Sovereign Plan - II		Islamic Sovereign Plan - I
Note ----- (Rupees) -----				
INCOME				
Profit on savings accounts with banks	153,458,773	19,949,027	173,407,800	153,369,439
Profit on Government of Pakistan Ijara sukuku	322,680,717	75,304,496	397,985,213	322,502,793
Profit on term deposit receipts	10,301,096	6,404,110	16,705,206	10,301,096
Profit on short term sukuk certificates	37,225,377	-	37,225,377	37,225,377
Profit on bai muajjal	15,583,625	-	15,583,625	15,583,625
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.6 30,243,827	(406,790)	29,837,037	29,821,077
Net gain on sale of investments	29,420,545	4,895,796	34,316,341	29,420,545
Total income	598,913,960	106,146,639	705,060,599	598,223,952
EXPENSES				
Remuneration of Alfalah Asset Management Limited - Management Company	8.1 14,398,864	2,009,550	16,408,414	14,398,864
Sindh Sales Tax on remuneration of the Management Company	8.2 1,871,852	261,242	2,133,094	1,871,852
Allocated expenses	8.3 39,892,861	5,025,000	44,917,861	39,892,861
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1 1,392,553	260,776	1,653,329	1,391,889
Sindh Sales Tax on remuneration of the Trustee	9.2 181,032	33,901	214,933	180,946
Fee to the Securities and Exchange Commission of Pakistan Auditors' remuneration	10.1 1,898,917	355,595	2,254,512	1,898,011
Amortisation of preliminary expenses and floatation costs	7.1 91,888	-	91,888	89,367
Printing and publication charges	936	900	1,836	900
Fee and subscriptions	97,424	3,986	101,410	97,424
Brokerage expense	595,461	28,494	623,955	595,461
Bank charges	13,466	-	13,466	13,466
Total expenses	60,608,533	7,984,007	68,592,540	60,597,106
Net income for the period before taxation	538,305,427	98,162,632	636,468,059	537,626,846
Taxation	15 -	-	-	-
Net income for the period after taxation	538,305,427	98,162,632	636,468,059	537,626,846
Earnings per unit	16			
Allocation of net income for the period				
Net income for the period after taxation	538,305,427	98,162,632	636,468,059	537,626,846
Income already paid on units redeemed	(40,168,033)	(3,450,404)	(43,618,437)	(40,168,033)
	<u>498,137,394</u>	<u>94,712,228</u>	<u>592,849,622</u>	<u>497,458,813</u>
Accounting income available for distribution				
- Relating to capital gains	59,664,372	4,489,006	64,153,378	
- Excluding capital gains	438,473,022	90,223,222	528,696,244	
	<u>498,137,394</u>	<u>94,712,228</u>	<u>592,849,622</u>	

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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

	For the period from September 26, 2023 to December 31, 2023	For the period from December 13, 2023 to December 31, 2023	Total	Quarter ended December 31, 2023
	Islamic Sovereign Plan - I	Islamic Sovereign Plan - II		Islamic Sovereign Plan - I
	(Rupees)			
Net income for the period after taxation	538,305,427	98,162,632	636,468,059	537,626,846
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>538,305,427</u>	<u>98,162,632</u>	<u>636,468,059</u>	<u>537,626,846</u>

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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

For the period from September 26, 2023 to December 31, 2023			For the period from December 13, 2023 to December 31, 2023			Total		
Islamic Sovereign Plan - I			Islamic Sovereign Plan - II					
Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total

(Rupees)

(Rupees)

Issuance of units:

- AISOP - I: 509,568,393 units /
AISOP - II: 109,104,486 units

Capital value (at net asset value per unit at the commencement of the Fund)

50,956,839,300	-	50,956,839,300	10,910,448,600	-	10,910,448,600	61,867,287,900	-	61,867,287,900
314,870,471	-	314,870,471	10,280,272	-	10,280,272	325,150,743	-	325,150,743
Total proceeds on issuance of units	51,271,709,771	51,271,709,771	10,920,728,872	-	10,920,728,872	62,192,438,643	-	62,192,438,643

Redemption of units:

- AISOP - I: 391,044,911 units /
AISOP - II: 5,796,285 units

Capital value (at net asset value per unit at the beginning of the period)

39,104,491,100	-	39,104,491,100	579,628,500	-	579,628,500	39,684,119,600	-	39,684,119,600	
271,017,861	40,168,033	311,185,894	54,703	3,450,404	3,505,107	271,072,564	43,618,437	314,691,001	
Total payments on redemption of units	39,375,508,961	40,168,033	39,415,676,994	579,683,203	3,450,404	583,133,607	39,955,192,164	43,618,437	39,998,810,601

Total comprehensive income for the period

Distributions made (refer note 22)

Net assets at the end of the period

-	538,305,427	538,305,427	-	98,162,632	98,162,632	-	636,468,059	636,468,059
(258,149,613)	(261,157,660)	(520,307,273)	-	-	-	(258,149,613)	(261,157,660)	(520,307,273)
11,637,051,197	236,979,734	11,874,030,931	10,341,045,669	94,712,228	10,435,757,897	21,978,096,666	331,691,962	22,309,788,628

Accounting income available for distribution

- Relating to capital gains

- Excluding capital gains

Total distributions during the period

Undistributed income carried forward

Undistributed income carried forward

- Realised income

- Unrealised income / (loss)

59,694,372	4,489,006
438,473,022	90,223,222
498,137,394	94,712,228
(261,157,660)	-
236,979,734	94,712,228
206,735,907	95,119,018
30,243,827	(406,790)
236,979,734	94,712,228

(Rupees)

(Rupees)

Net asset value per unit at the end of the period

100.1829

101.0158

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

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

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH ISLAMIC SOVEREIGN FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	For the period from September 26, 2023 to December 31, 2023	For the period from December 13, 2023 to December 31, 2023	Total
	Islamic Sovereign Plan - I	Islamic Sovereign Plan - II	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation	538,305,427	98,162,632	636,468,059
Adjustments for:			
Net unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.6 (30,243,827)	406,790	(29,837,037)
Amortisation of preliminary expenses and floatation costs	91,888	-	91,888
	508,153,488	98,569,422	606,722,910
Increase in assets			
Investments - net	(10,341,048,254)	(9,034,815,690)	(19,375,863,944)
Advances and profit receivable	(362,672,691)	(273,496,166)	(636,168,857)
Receivable against sale of investments	(5,157,494)	-	(5,157,494)
Preliminary expenses and floatation costs	(1,160,500)	-	(1,160,500)
	(10,710,038,939)	(9,308,311,856)	(20,018,350,795)
Increase in liabilities			
Payable to Alfalah Asset Management Limited - Management Company	48,725,623	7,327,761	56,053,384
Payable to Central Depository Company of Pakistan Limited - Trustee	773,006	294,677	1,067,683
Payable to the Securities and Exchange Commission of Pakistan	931,834	355,595	1,287,429
Accrued expenses and other liabilities	30,809,461	370,489	31,179,950
Payable against purchase of investments	-	2,011,277,904	2,011,277,904
Payable against redemption of units	-	-	-
	81,239,924	2,019,626,426	2,100,866,350
Net cash used in operating activities	(10,120,645,527)	(7,190,116,008)	(17,310,761,535)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid	(261,157,660)	-	(261,157,660)
Receipts against issuance and conversion of units - net of refund of capital	51,012,560,158	10,920,728,872	61,933,289,030
Payments against redemption and conversion of units	(39,415,676,994)	(583,133,607)	(39,998,810,601)
Net cash generated from financing activities	11,335,725,504	10,337,595,265	21,673,320,769
Net Increase in cash and cash equivalents during the period	1,215,079,977	3,147,479,257	4,362,559,234
Cash and cash equivalents at end of the period	14 1,215,079,977	3,147,479,257	4,362,559,234

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH ISLAMIC SOVEREIGN FUND
NOTES TO AND FORMING PART OF THE CONDENSED
INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Alfalah Islamic Sovereign Fund (the Fund) is an open-end collective investment scheme established through a Trust Deed under the Sindh Trust Act, 2020, executed between Alfalah Asset Management Limited (the Management Company) and Central Depository Company of Pakistan Limited, (the Trustee). The Trust Deed was executed on August 02, 2023, and was approved by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules), on August 22, 2023.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Financing Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) through a certificate issued by the SECP on February 23, 2023 which is valid for a period of three years w.e.f March 09, 2023. The registered office of the Management Company is situated at Islamic Chamber of Commerce, Industry & Agricultural Building, 2nd floor, ST-2/A, Block-9, KDA Scheme 5, Clifton Karachi.

- 1.2 The Fund commenced its operations from September 26, 2023. The Fund is categorised as a 'Shariah Compliant Sovereign Income Scheme' pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund are being offered for public subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.
- 1.3 According to the trust deed, the objective of the Fund is to seek maximum possible preservation of capital and a reasonable rate of return from a portfolio of medium risk by investing in shariah compliant government securities, shariah compliant deposits and shariah compliant sukuks / commercial papers. The investment objectives and policy are explained in the Fund's offering document. Presently, the following plans are offered:
- a. Alfalah Islamic Sovereign Plan - I
 - b. Alfalah Islamic Sovereign Plan - II
- 1.4 VIS Credit Rating Limited has assigned an asset manager rating of AM1 (stable outlook) to the Management Company on December 29, 2023. Pakistan Credit Rating Agency (PACRA) Limited has assigned a stability rating of A+(f) to the Fund dated December 28, 2023.
- 1.5 The title to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.6 These are the first condensed interim financial statements of the Fund for the period from September 26, 2023 to December 31, 2023 therefore, comparative figures have not been included.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIII A of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the requirements of IAS 34 Interim Financial Reporting, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2023.

2.2 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's accounting period beginning on or after July 1, 2024. However, these are not expected to have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

2.3 Critical accounting estimates and judgments

The preparation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. The estimates, judgments and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

The estimates and judgments that have a significant effect on these condensed interim financial statements of the Fund relate to classification, valuation and impairment of financial instruments (notes 3.2 and 5).

2.4 Accounting convention

These condensed interim financial statements have been prepared under the historical cost convention, except for investments classified as 'at fair value through profit or loss' which are measured at their respective fair values.

2.5 Functional and presentation currency

Items included in the condensed interim financial statements are measured using the currency of the primary economic environment in which the Fund operates. These condensed interim financial statements are presented in Pakistani Rupee, which is the Fund's functional and presentation currency.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies applied in the preparation of these condensed interim financial statements are set out below.

3.1 Cash and cash equivalents

These comprise balances with banks in savings and current accounts, cheques in hand and other short-term highly liquid investments with original maturities of three months or less.

3.2 Financial assets

3.2.1 Initial recognition and measurement

Financial assets are recognised at the time the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair value plus transaction costs except for financial assets carried 'at fair value through profit or loss'. Financial assets carried 'at fair value through profit or loss' are initially recognised at fair value and transaction costs are recognised in the condensed interim income statement.

3.2.2 Classification and subsequent measurement

a) Debt instruments

IFRS 9 has provided a criteria for debt securities whereby these debt securities are either classified as:

- amortised cost
- at fair value through other comprehensive income (FVOCI)
- at fair value through profit or loss (FVPL) based on the business model of the entity

However, IFRS 9 also provides an option whereby securities managed as a portfolio or group of assets and whose performance is measured on a fair value basis, to be recognised at FVPL. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. Therefore, the management considers its investment in debt securities as being managed as a group of assets and hence has classified them as FVPL.

b) Impairment

The Fund assesses on a forward-looking basis the expected credit losses (ECL) associated with its financial assets (other than debt instruments) carried at amortised cost and FVOCI. The Fund recognises loss allowances for such losses at each reporting date. The measurement of ECL reflects:

- an unbiased and probability weighted amount that is determined by evaluating a range of possible outcomes;
- the time value of money; and
- reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

The 12 months ECL is recorded for all financial assets in which there is no significant increase in credit risk from the date of initial recognition, whereas a lifetime ECL is recorded for all remaining financial assets.

Provision for non-performing debt securities is made on the basis of time-based criteria as prescribed by the SECP and based on the management's assessment made in line with its provisioning policy approved by the Board of Directors of the Management Company in accordance with the guidelines issued by the SECP. Impairment losses recognised on debt securities can be reversed through the condensed interim income statement.

As allowed by the SECP, the Management Company may make provision against debt securities over and above the minimum provision requirement prescribed by the SECP in accordance with the provisioning policy duly approved by the Board of Directors of the Management Company.

3.2.3 Regular way contracts

All regular way purchases and sales of financial assets are recognised on the trade date i.e. the date on which the Fund commits to purchase or sell the asset.

3.2.4 Initial recognition and measurement

Financial assets are recognised at the time the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair value plus transaction costs except for financial assets carried 'at fair value through profit or loss'. Financial assets carried 'at fair value through profit or loss' are initially recognised at fair value and transaction costs are recognised in the condensed interim income statement.

3.2.5 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership. Any gain or loss on derecognition of financial assets is taken to the condensed interim income statement.

3.3 Financial liabilities

Financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair values and subsequently stated at amortised cost.

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired. Any gain or loss on derecognition of financial liabilities is taken to the condensed interim income statement.

3.4 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the condensed interim statement of assets and liabilities when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

3.5 Provisions

Provisions are recognised when the Fund has a present, legal or constructive, obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

3.6 Net asset value per unit

The Net Asset Value (NAV) per unit as disclosed in the condensed interim statement of assets and liabilities is calculated by dividing the net assets of the Fund by the number of units in circulation at the period end.

3.7 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the applications received by the Management Company / distributors during business hours on that day. The offer price represents the Net Asset Value (NAV) per unit as of the close of the business day, plus the allowable sales load and provision of any duties and charges if applicable. The sales load is payable to the Management Company / distributors.

Units redeemed are recorded at the redemption price applicable to units for which the Management Company / distributors receive redemption applications during business hours of that day. The redemption price is equal to NAV as of the close of the business day, less an amount as the Management Company may consider to be an appropriate provision of duties and charges.

3.8 Distributions to unit holders

Distributions to the unit holders are recognised upon declaration and approval by the Board of Directors of the Management Company. Based on the Mutual Funds Association of Pakistan's (MUFAP) guidelines

duly consented by the SECP, distribution for the period also includes portion of income already paid on units redeemed during the period.

Distributions declared subsequent to the period end reporting date are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared and approved by the Board of Directors of the Management Company.

3.9 Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed

Element of income represents the difference between Net Asset Value (NAV) per unit on the issuance or redemption date, as the case may be, of units and the NAV per unit at the beginning of the relevant accounting period. Further, the element of income is a transaction of capital nature and the receipt and payment of element of income is taken to unit holders' fund. However, to maintain the same ex-dividend NAV of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund is refunded on units in the same proportion as dividend bears to accounting income available for distribution.

3.10 Revenue recognition

- Gains or losses arising on sale of investments classified as financial assets at 'fair value through profit or loss' are recognised in the condensed interim income statement at the date on which the transaction takes place;
- Unrealised appreciation / (diminution) arising on revaluation of investments classified as financial assets 'at fair value through profit or loss' are recorded in the period in which these arise;
- Income on sukuk certificates, term deposit receipts, and government securities is recognised on a time proportionate basis using the effective yield method, except for the securities which are classified as Non-Performing Asset under Circular No. 33 of 2012 issued by the SECP for which the profits are recorded on cash basis; and
- profit income on bank balances is recognised on an accrual basis.

3.11 Expenses

All expenses chargeable to the Fund including remuneration of the Management Company and Trustee and annual fee of the SECP are recognised in the condensed interim income statement on an accrual basis.

3.12 Preliminary expenses and floatation costs

Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund. These costs are being amortised over a period of 1 years in accordance with the requirements set out in the Trust Deed of the Fund.

3.13 Taxation

Current

Provision for current taxation is based on taxable income at the current rates of taxes after taking into account tax credits and rebates, if any. The charge for current tax is calculated using the prevailing tax rates.

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders. Furthermore, for the purpose of determining distribution of at least 90 percent of the accounting income, the income distributed through bonus units shall not be taken into account.

3.14 Earnings per unit

Earnings per unit is calculated by dividing the net income of the period after taxation of the Fund by the weighted average number of units outstanding during the period. It has not been disclosed as, in the opinion of the management, the determination of cumulative weighted average number of outstanding units for calculating EPU is not practicable.

3.15 Foreign currency translation

Transactions denominated in foreign currencies are accounted for in Pakistani Rupees at the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at period end exchange rates for monetary assets and liabilities denominated in foreign currencies are recognised in the condensed interim income statement.

	Note	December 31, 2023		
		(Un-audited)		
		Islamic Sovereign Plan - I	Islamic Sovereign Plan - II	Total
4 BANK BALANCES				
Balances with banks in:				
Savings accounts	4.1	1,215,079,977	2,147,479,257	3,362,559,234
		<u>1,215,079,977</u>	<u>2,147,479,257</u>	<u>3,362,559,234</u>

4.1 These accounts carry profit ranging from 20.75% to 21.24% for AISOP - I and 20.75% to 21.20% for AISOP - II per annum. These include amounts held with a related party (Bank Alfalah Limited) amounting to Rs. 880.05 million for AISOP - I and Rs. 1,763.34 million for ASRP - II on which return is earned at 20.75% for both AISOP - I and AISOP - II per annum.

	Note	December 31, 2023		
		(Un-audited)		
		Islamic Sovereign Plan - I	Islamic Sovereign Plan - II	Total
5 INVESTMENTS				
At fair value through profit and loss				
Government of Pakistan Ijara sukuk	5.1	8,972,262,155	9,034,408,900	18,006,671,055
Term deposit receipts	5.2	-	1,000,000,000	1,000,000,000
Short term sukuk certificates	5.3	975,000,000	-	975,000,000
Term deposit mudarabah	5.4	-	-	-
Bai muajjal receivable	5.5	424,029,926	-	424,029,926
		<u>10,371,292,081</u>	<u>10,034,408,900</u>	<u>20,405,700,981</u>

5.1 Government of Pakistan Ijara sukuk

Alfalah Islamic Sovereign Plan - I

Particulars	Issue Date	As at September 26, 2023	Purchased during the period	Sold during the period	As at December 31, 2023	Balance as at December 31, 2023			Market value as a percentage of	
						Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Fund	Total investment of the Fund

Variable rate

GoP Ijara sukuk-5 years**	December 4, 2023	-	1,450,000,000	247,000,000	1,203,000,000	1,193,327,040	1,202,518,800	9,191,760	10.13	11.59
GoP Ijara sukuk-3 years**	December 4, 2023	-	3,990,000,000	1,700,000,000	2,290,000,000	2,294,067,000	2,292,748,000	(1,319,000)	19.31	22.11
GoP Ijara sukuk-3 years**	January 5, 2023	-	4,000,000	-	4,000,000	3,952,000	3,960,000	8,000	0.03	0.04
GoP Ijara sukuk-5 years**	July 29, 2020	-	300,000,000	148,000,000	152,000,000	151,354,000	153,520,000	2,166,000	1.29	1.48
GoP Ijara sukuk-1 year**	April 17, 2023	-	6,724,700,000	6,520,000,000	204,700,000	207,529,612	205,907,730	(1,621,882)	1.73	1.99
GoP Ijara sukuk-1 year**	May 22, 2023	-	2,134,700,000	2,093,600,000	41,100,000	41,811,030	41,400,030	(411,000)	0.35	0.40

Particulars	Issue Date	As at September 26, 2023	Purchased during the period	Sold during the period	As at December 31, 2023	Balance as at December 31, 2023			Market value as a percentage of	
						Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Fund	Total investment of the Fund
						(Face Value)			(Rupees)	
GoP Ijara sukuk-1 year**	June 26, 2023	-	500,000,000	-	500,000,000	502,950,000	503,750,000	800,000	4.24	4.86
GoP Ijara sukuk-1 year**	July 12, 2023	-	7,000,000	-	7,000,000	7,014,000	7,052,500	38,500	0.06	0.07
GoP Ijara sukuk-1 year**	August 7, 2023	-	155,000,000	75,000,000	80,000,000	80,670,250	81,096,000	425,750	0.68	0.78
GoP Ijara sukuk-1 year**	September 20, 2023	-	508,900,000	225,000,000	283,900,000	282,599,839	283,900,000	1,300,161	2.39	2.74
GoP Ijara sukuk-1 year**	October 9, 2023	-	1,545,400,000	859,000,000	686,400,000	686,613,152	693,469,920	6,856,768	5.84	6.69
GoP Ijara sukuk-1 year**	December 4, 2023	-	4,175,000,000	2,150,000,000	2,025,000,000	2,025,735,000	2,035,125,000	9,390,000	17.14	19.62
Fixed rate										
GoP Ijara sukuk-3 years**	December 4, 2023	-	75,000,000	30,000,000	45,000,000	45,000,000	45,157,500	157,500	0.38	0.44
GoP Ijara sukuk-1 year**	April 17, 2023	-	113,000,000	50,000,000	63,000,000	63,114,571	63,063,000	(51,571)	0.53	0.61
GoP Ijara sukuk-1 year**	June 26, 2023	-	100,000,000	50,000,000	50,000,000	50,502,500	50,405,000	(97,500)	0.42	0.49
GoP Ijara sukuk-1 year**	October 9, 2023	-	2,700,000,000	1,449,000,000	1,251,000,000	1,268,005,250	1,271,391,300	3,386,050	10.71	12.26
GoP Ijara sukuk-1 year**	December 11, 2023	-	44,625,000	-	44,625,000	37,773,084	37,797,375	24,291	0.32	0.36
Total as at December 31, 2023						8,942,018,328	8,972,262,155	30,243,827		

* Listed on Pakistan Stock Exchange.

** Face value of these sukuk certificate is Rs. 100,000 each except for the sukuk certificate listed on Pakistan Stock Exchange whose face value is Rs. 5,000 each.

Alfalah Islamic Sovereign Plan - II

Particulars	Issue Date	As at December 13, 2023	Purchased during the period	Sold during the period	As at December 31, 2023	Balance as at December 31, 2023			Market value as a percentage of	
						Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Fund	Total investment of the Fund
						(Face Value)			(Rupees)	
Variable rate										
GoP Ijara sukuk-5 years*	December 4, 2023	-	2,522,000,000	1,000,000,000	1,522,000,000	1,513,384,290	1,521,391,200	8,006,910	14.58	15.16
GoP Ijara sukuk-3 years*	December 4, 2023	-	2,700,000,000	1,000,000,000	1,700,000,000	1,709,186,300	1,702,040,000	(7,146,300)	16.31	16.96
GoP Ijara sukuk-5 years*	July 29, 2020	-	148,000,000	-	148,000,000	149,494,800	149,480,000	(14,800)	1.43	1.49
GoP Ijara sukuk-1 year*	April 17, 2023	-	625,000,000	400,000,000	225,000,000	227,427,300	226,327,500	(1,099,800)	2.17	2.26
GoP Ijara sukuk-1 year*	May 22, 2023	-	400,000,000	-	400,000,000	403,640,000	402,920,000	(720,000)	3.86	4.02
GoP Ijara sukuk-1 year*	June 26, 2023	-	500,000,000	-	500,000,000	502,950,000	503,750,000	800,000	4.83	5.02
GoP Ijara sukuk-1 year*	August 7, 2023	-	75,000,000	-	75,000,000	76,350,000	76,027,500	(322,500)	0.73	0.76
GoP Ijara sukuk-1 year*	September 20, 2023	-	225,000,000	-	225,000,000	225,022,500	225,000,000	(22,500)	2.16	2.24
GoP Ijara sukuk-1 year*	October 9, 2023	-	659,000,000	-	659,000,000	665,919,500	665,787,700	(131,800)	6.38	6.64
GoP Ijara sukuk-1 year*	December 4, 2023	-	2,150,000,000	-	2,150,000,000	2,160,965,000	2,160,750,000	(215,000)	20.71	21.53
Fixed rate										
GoP Ijara sukuk-3 years*	December 4, 2023	-	30,000,000	-	30,000,000	30,111,000	30,105,000	(6,000)	0.29	0.30
GoP Ijara sukuk-1 year*	April 17, 2023	-	50,000,000	-	50,000,000	50,055,000	50,050,000	(5,000)	0.48	0.50
GoP Ijara sukuk-1 year*	June 26, 2023	-	50,000,000	-	50,000,000	50,395,000	50,405,000	10,000	0.48	0.50
GoP Ijara sukuk-1 year*	October 9, 2023	-	1,250,000,000	-	1,250,000,000	1,269,915,000	1,270,375,000	460,000	12.17	12.66
Total as at December 31, 2023						9,034,815,690	9,034,408,900	(406,790)		

* Face value of these sukuk certificate is Rs. 100,000 each.

5.1.1 These sukuks will mature latest by April 17, 2024 and carry profit rates ranging from 16.19% to 23.71%.

5.2 Term deposit receipts

Alfalsh Islamic Sovereign Plan - II

Name of investee company	Profit rate	Issue Date	Maturity date	Face value				Market value as at December 31, 2023	Market value as a percentage of		
				As at December 13, 2023	Purchased during the period	Matured during the period	As at December 31, 2023		Net assets of the Fund	Total investments of the Fund	
Bank Alfalah Limited (A1+, PACRA) (a related party)	21.25%	December 21, 2023	March 21, 2024	-	1,000,000,000	-	1,000,000,000	1,000,000,000	9.58	9.97	
Total as at December 31, 2023								<u>1,000,000,000</u>	<u>1,000,000,000</u>		

5.3 Short term sukuk certificates

Alfalsh Islamic Sovereign Plan - I

Name of the investee company	Profit rate	Issue date	Maturity date	As at September 26, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Balance as at December 31, 2023		Market value as a percentage of	
								Carrying value	Market value	Net assets of the Fund	Total investments of the Fund
								(Rupees)		(%)	
Nishat Mills Limited - Short term sukuk III [(A1+, PACRA) Face value of Rs. 1,000,000 each]	3M Kibor + 0.15%	November 23, 2023	May 23, 2024	-	300	-	300	300,000,000	300,000,000	2.53	2.89
Lucky Electric Power Company Limited - Short term sukuk XIV [(A1+, PACRA) Face value of Rs. 1,000,000 each]	3M Kibor + 0.45%	October 11, 2023	April 11, 2024	-	300	-	300	300,000,000	300,000,000	2.53	2.89
K-Electric Limited - Short term sukuk XXI [(A1+, PACRA) Face value of Rs. 1,000,000 each]	3M Kibor + 0.50%	October 24, 2023	April 24, 2024	-	275	-	275	275,000,000	275,000,000	2.32	2.65
The Hub Power Company Limited - Short Term Sukuk (12th Issue) [(A1+, PACRA) Face value of Rs. 1,000,000 each]	6M Kibor + 0.25%	November 8, 2023	May 8, 2024	-	100	-	100	100,000,000	100,000,000	0.84	0.96
Total as at December 31, 2023								<u>975,000,000</u>	<u>975,000,000</u>		

5.4 Term deposit mudarabah

Alfalsh Islamic Sovereign Plan - I

Name of the investee company	Profit rate	Issue date	Maturity date	Face value				Market value as at December 31, 2023	Market value as a percentage of		
				As at September 26, 2023	Purchased during the period	Matured during the period	As at December 31, 2023		Net assets of the Fund	Total investments of the Fund	
								(Rupees)		(%)	
Zarai Taraqati Bank Limited (VIS, AAA/A-1+)	21.25%	October 23, 2023	October 26, 2023	-	500,000,000	500,000,000	-	-	-	-	
Zarai Taraqati Bank Limited (VIS, AAA/A-1+)	21.20%	October 26, 2023	October 27, 2023	-	900,000,000	900,000,000	-	-	-	-	
Zarai Taraqati Bank Limited (VIS, AAA/A-1+)	21.20%	November 8, 2023	November 10, 2023	-	900,000,000	900,000,000	-	-	-	-	
Zarai Taraqati Bank Limited (VIS, AAA/A-1+)	21.25%	November 17, 2023	November 24, 2023	-	1,500,000,000	1,500,000,000	-	-	-	-	
Zarai Taraqati Bank Limited (VIS, AAA/A-1+)	21.25%	November 27, 2023	November 30, 2023	-	1,000,000,000	1,000,000,000	-	-	-	-	
Total as at December 31, 2023								<u>-</u>	<u>-</u>		

5.5 Bai muajjal receivable

Alfalsh Islamic Sovereign Plan - I

Name of investee company	Rating (long term / short term)	Issue date	Maturity date	Profit rate	Total transaction price	Total deferred income	Accrued profit for the period	Carrying value as at December 31, 2023	Market value as a percentage of			
									Net assets of the Fund	Total investments of the Fund		
								(Rupees)		(%)		
Pak Oman Investment Company Limited	AA+ / A-1+	October 27, 2023	April 26, 2024	21.10	451,419,328	42,973,027	15,583,625	424,029,926	3.57	4.09		
Total as at December 31, 2023								<u>42,973,027</u>	<u>15,583,625</u>	<u>424,029,926</u>		

		December 31, 2023		
		(Un-audited)		
		Islamic Sovereign Plan - I	Islamic Sovereign Plan - II	Total
		(Rupees)		
5.6	Net unrealised appreciation / (diminution) on remeasurement of investments classified as financial assets at fair value through profit or loss			
	Market value of investment	5.1, 5.2, 5.3, 5.4 & 5.5 10,371,292,081	10,034,408,900	20,405,700,981
	Less: carrying value of investments	5.1, 5.2, 5.3, 5.4 & 5.5 10,341,048,254	10,034,815,690	20,375,863,944
		<u>30,243,827</u>	<u>(406,790)</u>	<u>29,837,037</u>
6	ADVANCES AND PROFIT RECEIVABLE			
	Profit receivable on:			
	Bank balances	132,846,541	19,949,027	152,795,568
	Government of Pakistan Ijara sukuks	176,999,160	247,143,029	424,142,189
	Term deposit receipts	-	6,404,110	6,404,110
	Short term sukuk certificates	37,225,377	-	37,225,377
	Bai muajjal	15,583,625	-	15,583,625
	Advance tax	17,988	-	17,988
		<u>362,672,691</u>	<u>273,496,166</u>	<u>636,168,857</u>
7	PRELIMINARY EXPENSES AND FLOATATION COSTS			
	Preliminary expenses and floatation costs capitalised after commencement of operations	7.1 1,160,500	-	1,160,500
	Less: amortised during the period	91,888	-	91,888
	Balance as at period end	<u>1,068,612</u>	<u>-</u>	<u>1,068,612</u>
7.1	Preliminary expenses and floatation costs represents expenditure incurred prior to the commencement of operations of the Fund. These costs are being amortised over a period of five years in accordance with the requirements set out in the Trust Deed of the Fund and the NBFC Regulations.			
		December 31, 2023		
		(Un-audited)		
		Islamic Sovereign Plan - I	Islamic Sovereign Plan - II	Total
		(Rupees)		
8	PAYABLE TO ALFALAH ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY			
	Management remuneration payable	8.1 6,642,619	2,009,550	8,652,169
	Sindh sales tax payable on management remuneration	8.2 863,540	261,242	1,124,782
	Allocated expenses payable	8.3 39,797,551	5,025,000	44,822,551
	Sales load payable	261,413	31,969	293,382
	Preliminary expenses and floatation cost payable	1,160,500	-	1,160,500
		<u>48,725,623</u>	<u>7,327,761</u>	<u>56,053,384</u>
8.1	As per Regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Accordingly, the management has charged 0.61% per annum of average daily net assets as disclosed in the offering document for both AISOP - I and AISOP - II. The remuneration is paid to the Management Company on a monthly basis in arrears.			
8.2	During the period, an amount of Rs. 1.87 million in AISOP - I and Rs. 0.26 million in AISOP - II was charged on account of sales tax on management fee levied through the Sindh Sales Tax on Service Act, 2011.			

- 8.3 In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

Accordingly, the Management Company has charged allocated expenses to the Fund based on its discretion subject to not being higher than the actual expense incurred.

	Note	December 31, 2023		
		(Un-audited)		
		Islamic Sovereign Plan - I	Islamic Sovereign Plan - II	Total
(Rupees)				
9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE				
Trustee remuneration payable	9.1	684,076	260,776	944,852
Sindh sales tax payable on Trustee remuneration	9.2	88,930	33,901	122,831
		<u>773,006</u>	<u>294,677</u>	<u>1,067,683</u>

- 9.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. During the period, the Trustee has charged remuneration at the rate of 0.055% per annum of average daily net assets.

- 9.2 During the period, an amount of Rs. 0.18 million in AISOP - I and Rs. 0.03 million in AISOP - II was charged on account of sales tax on trustee fee levied through the Sindh Sales Tax on Service Act, 2011.

	Note	December 31, 2023		
		(Un-audited)		
		Islamic Sovereign Plan - I	Islamic Sovereign Plan - II	Total
(Rupees)				
10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN				
Annual fee payable	10.1	931,834	355,595	1,287,429

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

Effective from July 1, 2023, the SECP vide SRO No. 423(I)/2023 dated March 31, 2023, has revised the rate of fee to 0.075% per annum of the daily net assets of the Fund, applicable to an "Income / Money Market / Capital Protected Commodity / Fixed Rate Scheme". Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged the SECP fee at the rate of 0.075% per annum of the daily net assets during the period.

The Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

		December 31, 2023		
		(Un-audited)		
		Islamic Sovereign Plan - I	Islamic Sovereign Plan - II	Total
(Rupees)				
11 ACCRUED EXPENSES AND OTHER LIABILITIES				
Auditors' remuneration payable		173,279	4,563	177,842
Printing charges payable		936	900	1,836
Rating fee payable		97,424	3,986	101,410
Withholding tax payable		29,926,565	332,546	30,259,111
Dividend payable		15,796	-	15,796
Brokerage expense payable		595,461	28,494	623,955
		<u>30,809,461</u>	<u>370,489</u>	<u>31,179,950</u>

12 CONTINGENCIES AND COMMITMENTS

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

13 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of AISOP - I for the period ended December 31, 2023 is 2.39% and of AISOP - II is 1.68% which includes 0.16% for AISOP - I and 0.14% for AISOP - II representing government levies on the Fund such as sales taxes, annual fee payable to the SECP etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an Income Fund.

	December 31, 2023		
	(Un-audited)		
	Islamic Sovereign Plan - I	Islamic Sovereign Plan - II	Total
14 CASH AND CASH EQUIVALENTS	----- (Rupees) -----		
Bank balances	1,215,079,977	2,147,479,257	3,362,559,234
Term deposit receipts	-	1,000,000,000	1,000,000,000
	<u>1,215,079,977</u>	<u>3,147,479,257</u>	<u>4,362,559,234</u>

15 TAXATION

The income of the Fund is exempt from income tax as per Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non Banking Finance Companies Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expense as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the period ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements, during the period.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

16 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, determination of the cumulative weighted average outstanding number of units for calculating EPU is not practicable.

17 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons include Alfalah Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee of the Fund, Funds under management of the Management Company and directors and their close family members and key management personnel of the Management Company. Connected persons also includes any person beneficially owning directly or indirectly 10% or more of the units in the issue / net assets of the Fund.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

Remuneration of the Management Company and the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

Allocated expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

Details of transactions and balances at period end with related parties / connected persons, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

17.1 Unit Holders' Fund

For the period from September 26, 2023 to December 31, 2023									
	Issued for cash / conversion in / transfer in	Bonus / Dividend Reinvestment	Redeemed / conversion out / transfer out	As at December 31, 2023	Issued for cash / conversion in / transfer in	Bonus / Dividend Reinvestment	Redeemed / conversion out / transfer out	As at December 31, 2023	
Note	(Units)				(Rupees)				
Alfalsh Islamic Sovereign Plan - I :									
Associated companies / undertakings									
Alfalsh GHP Islamic Active Allocation Plan - 2	17.1.1	124,206	1,914	-	126,120	12,500,000	191,416	-	12,635,067
Alfalsh Asset Management Limited	17.1.1	1,100,000	10,480	1,110,480	-	110,000,000	1,047,950	112,093,817	-
Alfalsh Insurance Company Limited	17.1.1	1,778,670	-	1,778,670	-	178,942,335	-	179,708,408	-
Key management personnel									
Director - Structured Investments & Digital Transformation	17.1.1	31,185	1,186	32,194	177	3,147,453	118,607	3,230,061	17,732
Business Head - Retail Sales	17.1.1	3,277	69	-	3,346	330,000	6,893	-	335,212
Assistant Vice President	17.1.1	736	35	-	771	75,000	3,491	-	77,241
Head of Fixed Income	17.1.1	16,962	-	16,962	-	1,700,000	-	1,710,863	-
Head of Research	17.1.1	57,670	979	23,437	35,212	5,777,527	97,949	2,350,532	3,527,640
Chief Financial Officer	17.1.1	54,046	405	36,201	18,250	5,440,587	40,523	3,640,587	1,828,338
Unit holder holding 10% or more units	17.1.1	68,059,393	1,906,893	5,000,000	64,966,286	6,830,320,087	190,689,312	500,000,000	6,508,510,934
For the period from December 13, 2023 to December 31, 2023									
	Issued for cash / conversion in / transfer in	Bonus / Dividend Reinvestment	Redeemed / conversion out / transfer out	As at December 31, 2023	Issued for cash / conversion in / transfer in	Bonus / Dividend Reinvestment	Redeemed / conversion out / transfer out	As at December 31, 2023	
Note	(Units)				(Rupees)				
Alfalsh Islamic Sovereign Plan - II :									
Associated companies / undertakings									
Alfalsh Asset Management Limited	17.1.1	1,047,331	-	-	1,047,331	104,733,139	-	-	105,796,979
Key management personnel									
Director Structured Investments & Digital Transformation	17.1.1	25,261	-	11,411	13,850	2,535,061	-	1,150,539	1,399,069
Head of Fixed Income	17.1.1	17,101	-	-	17,101	1,710,863	-	-	1,727,471
Head of Investor Relations	17.1.1	14,521	-	-	14,521	1,458,222	-	-	1,466,850

17.1.1 This reflects the position of related party / connected persons status as at December 31, 2023.

17.2 Transactions during the period

	For the period from September 26, 2023 to December 31, 2023	For the period from December 13, 2023 to December 31, 2023	Total
	Islamic Sovereign Plan - I	Islamic Sovereign Plan - II	
	(Rupees)		
Associated Companies / Undertakings			
Alfalsh Asset Management Limited - Management Company			
Remuneration of Alfalah Asset Management Limited - Management Company	14,398,864	2,009,550	16,408,414
Sindh Sales Tax on remuneration of the Management Company	1,871,852	261,242	2,133,094
Allocated expenses	39,892,861	5,025,000	44,917,861
Sales load	261,413	31,969	293,382

	For the period from September 26, 2023 to December 31, 2023	For the period from December 13, 2023 to December 31, 2023	Total
	Islamic Sovereign Plan - I	Islamic Sovereign Plan - II	
(Rupees)			
Bank Alfalah Limited			
Profit on savings accounts with banks	47,779,509	17,411,776	65,191,285
Profit on GoP Ijara sukuks - purchased	249,070,000	1,259,190,000	1,508,260,000
Term deposit receipts - purchased	-	1,000,000,000	1,000,000,000
Profit on term deposit receipts	-	6,404,110	6,404,110
Other related party			
Central Depository Company of Pakistan Limited - Trustee			
Remuneration of Central Depository Company of Pakistan Limited - Trustee	1,392,553	260,776	1,653,329
Sindh Sales Tax on remuneration of the Trustee	181,032	33,901	214,933
17.3 Other balances	December 31, 2023		
	(Un-audited)		
	Islamic Sovereign Plan - I	Islamic Sovereign Plan - II	Total
(Rupees)			
Associated Companies / Undertakings			
Alfalah Asset Management Limited - Management Company			
Management remuneration payable	6,642,619	2,009,550	8,652,169
Sindh sales tax payable on management remuneration	863,540	261,242	1,124,782
Allocated expenses payable	39,797,551	5,025,000	44,822,551
Sales load payable	261,413	31,969	293,382
Preliminary expenses and floatation cost payable	1,160,500	-	1,160,500
Bank Alfalah Limited			
Bank balances	880,045,837	1,763,339,477	2,643,385,314
Profit receivable on bank balances	14,627,469	17,411,776	32,039,245
Profit receivable on term deposit receipts	-	6,404,110	6,404,110
Term deposit receipts	-	1,000,000,000	1,000,000,000
Other related party			
Central Depository Company of Pakistan Limited - Trustee			
Trustee remuneration payable	684,076	260,776	944,852
Sindh sales tax payable on Trustee	88,930	33,901	122,831

18 FINANCIAL INSTRUMENTS BY CATEGORY

The financial assets and liabilities carried on the condensed interim statement of assets and liabilities are categorised as follows:

18.1 Alfalah Islamic Sovereign Plan - I

Particulars	As at December 31, 2023		
	At amortised cost	At fair value through profit or loss	Total
	----- Rupees -----		
Financial assets			
Bank balances	1,215,079,977	-	1,215,079,977
Investments	-	10,371,292,081	10,371,292,081
Profit receivable	362,654,703	-	362,654,703
Receivable against sale of investments	5,157,494	-	5,157,494
	<u>1,582,892,174</u>	<u>10,371,292,081</u>	<u>11,954,184,255</u>
Financial liabilities			
Payable to Alfalah Asset Management Limited - Management Company	48,725,623	-	48,725,623
Payable to Central Depository Company of Pakistan Limited - Trustee	773,006	-	773,006
Accrued expenses and other liabilities	882,896	-	882,896
	<u>50,381,525</u>	<u>-</u>	<u>50,381,525</u>

18.1 Alfalah Islamic Sovereign Plan - II

Particulars	As at December 31, 2023		
	At amortised cost	At fair value through profit or loss	Total
	----- Rupees -----		
Financial assets			
Bank balances	2,147,479,257	-	2,147,479,257
Investments	-	10,034,408,900	10,034,408,900
Profit receivable	273,496,166	-	273,496,166
	<u>2,420,975,423</u>	<u>10,034,408,900</u>	<u>12,455,384,323</u>
Financial liabilities			
Payable to Alfalah Asset Management Limited - Management Company	7,327,761	-	7,327,761
Payable to Central Depository Company of Pakistan Limited - Trustee	294,677	-	294,677
Accrued expenses and other liabilities	37,943	-	37,943
Payable against purchase of investments	2,011,277,904	-	2,011,277,904
	<u>2,018,938,285</u>	<u>-</u>	<u>2,018,938,285</u>

19 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Management Company, the constitutive documents of the Fund and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, liquidity risk and credit risk arising from the financial instruments it holds.

19.1 Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market prices. The Management Company manages the market risk through diversification of the investment portfolio and by following the internal risk management policies and

investment guidelines approved by the Investment Committee and the regulations laid down by the SECP. Market risk comprises of three types of risks: currency risk, profit rate risk and price risk.

19.1.1 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in foreign exchange rates. At present, the Fund has no exposure to currency risk as there are no financial assets or financial liabilities denominated in foreign currencies.

19.1.2 Profit rate risk

Profit rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market profit rates. The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits.

a) Sensitivity analysis for variable rate instruments

Presently, the Fund holds PKISRV based Government of Pakistan Ijara sukuks and KIBOR based sukuk certificates and bank balances which expose the Fund to cash flow profit rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net income for the period and net assets of the Fund would have been higher / lower by Rs. 96.94 million for AISOP - I and by Rs. 97.81 million for AISOP - II, respectively. The analysis assumes that all other variables remain constant.

b) Sensitivity analysis for fixed rate instruments

As at December 31, 2023, the Fund holds Government of Pakistan Ijara sukuks, bai muajjal receivable and term deposit receipts which are classified as financial assets 'at fair value through profit or loss' exposing the Fund to fair value profit rate risk. In case of 100 basis points increase / decrease in profit rates, with all other variables held constant, the net income for the period and net assets of the Fund would have been higher / lower by Rs. 18.92 million for AISOP - I and by Rs. 24.01 million for AISOP - II, respectively. The analysis assumes that all other variables remain constant.

The composition of the Fund's investment portfolio, KIBOR rates and the rates announced by the Financial Markets Association of Pakistan are expected to change over time. Accordingly, the sensitivity analysis prepared as of December 31, 2023 is not necessarily indicative of the impact on the Fund's net assets of future movements in profit rates.

Profit rate sensitivity position for on-balance sheet financial instruments is based on the earlier of contractual repricing or maturity date and for off-balance sheet financial instruments is based on settlement date.

The Fund's profit rate sensitivity related to financial assets and financial liabilities as at December 31, 2023 can be determined as follows:

19.1.2.1 Alfalah Islamic Sovereign Plan - I

Particulars	Effective interest rate (%)	December 31, 2023				Total
		Exposed to profit rate risk			Not exposed to profit rate risk	
		Up to three months	More than three months and up to one year	More than one year		
(Rupees)						
Financial assets						
Bank balances	20.24% - 20.75%	1,215,079,977	-	-	-	1,215,079,977
Investments	16.19% - 23.71%	-	6,673,387,781	3,697,904,300	-	10,371,292,081
Profit receivable		-	-	-	362,654,703	362,654,703
Receivable against sale of investments		-	-	-	5,157,494	5,157,494
Sub total		1,215,079,977	6,673,387,781	3,697,904,300	367,812,197	11,954,184,255

Particulars	December 31, 2023					
	Effective interest rate (%)	Exposed to profit rate risk			Not exposed to profit rate risk	Total
		Up to three months	More than three months and up to one year	More than one year		
						(Rupees)
Financial liabilities						
Payable to Alfalah Asset Management Limited - Management Company		-	-	-	48,725,623	48,725,623
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	773,006	773,006
Accrued expenses and other liabilities		-	-	-	882,896	882,896
Sub total		-	-	-	50,381,525	50,381,525
On-balance sheet gap (a)		1,215,079,977	6,673,387,781	3,697,904,300	317,430,672	11,903,802,730
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a) + (b)		1,215,079,977	6,673,387,781	3,697,904,300		
Cumulative profit rate sensitivity gap		1,215,079,977	7,888,467,758	11,586,372,058		

19.1.2.1 Alfalah Islamic Sovereign Plan - II

Particulars	December 31, 2023					
	Effective interest rate (%)	Exposed to profit rate risk			Not exposed to profit rate risk	Total
		Up to three months	More than three months and up to one year	More than one year		
						(Rupees)
Financial assets						
Bank balances	20.75% - 21.20%	2,147,479,257	-	-	-	2,147,479,257
Investments	16.19% - 23.71%	1,000,000,000	5,631,392,700	3,403,016,200	-	10,034,408,900
Profit receivable		-	-	-	273,496,166	273,496,166
Sub total		3,147,479,257	5,631,392,700	3,403,016,200	273,496,166	12,455,384,323
Financial liabilities						
Payable to Alfalah Asset Management Limited - Management Company		-	-	-	7,327,761	7,327,761
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	294,677	294,677
Accrued expenses and other liabilities		-	-	-	37,943	37,943
Payable against purchase of investments		-	-	-	2,011,277,904	2,011,277,904
Sub total		-	-	-	2,018,938,285	2,018,938,285
On-balance sheet gap (a)		3,147,479,257	5,631,392,700	3,403,016,200	(1,745,442,119)	10,436,446,038
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a) + (b)		3,147,479,257	5,631,392,700	3,403,016,200		
Cumulative profit rate sensitivity gap		3,147,479,257	8,778,871,957	12,181,888,157		

19.1.3 Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market prices (other than those arising from profit rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

19.2 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligation in full as they fall due or can only do so on terms that are materially disadvantageous to the Fund.

The Fund is exposed to redemptions of its redeemable units on a regular basis. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is therefore to invest the majority of its assets in investments that are traded in an active market and can be readily disposed and are considered readily realisable.

Management of liquidity risk

As per the NBFC Regulations, the Fund can borrow in the short-term to ensure settlement. The maximum amount available to the Fund from the borrowing would be limited to fifteen percent of the net assets upto 90 days and would be secured by the assets of the Fund. The facility would bear profit at commercial rates. However, no borrowing was required to be obtained by the Fund during the current period.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemptions during the period.

The table below summaries the maturity profile of the Fund's financial instruments. The analysis into relevant maturity groupings is based on the remaining period at the end of the reporting period to the contractual maturity dates. However, the assets and liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month:

19.2.1 Alfalah Islamic Sovereign Plan - I

December 31, 2023						
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year and upto five years	More than 5 years	Financial instruments with no fixed maturity	Total
(Rupees)						
Financial assets						
Bank balances	1,215,079,977	-	-	-	-	1,215,079,977
Investments	-	6,673,387,781	3,697,904,300	-	-	10,371,292,081
Profit receivable	362,654,703	-	-	-	-	362,654,703
Receivable against sale of investments	5,157,494	-	-	-	-	5,157,494
	1,582,892,174	-	6,673,387,781	3,697,904,300	-	11,954,184,255
Financial liabilities						
Payable to Alfalah Asset Management Limited - Management Company	48,725,623	-	-	-	-	48,725,623
Payable to Central Depository Company of Pakistan Limited - Trustee	773,006	-	-	-	-	773,006
Accrued expenses and other liabilities	882,896	-	-	-	-	882,896
	50,381,525	-	-	-	-	50,381,525

Alfalah Islamic Sovereign Plan - II

December 31, 2023						
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year and upto five years	More than 5 years	Financial instruments with no fixed maturity	Total

(Rupees)

Financial assets

Bank balances	2,147,479,257	-	-	-	-	2,147,479,257
Investments	-	1,000,000,000	5,631,392,700	3,403,016,200	-	10,034,408,900
Profit receivable	273,496,166	-	-	-	-	273,496,166
	2,420,975,423	1,000,000,000	5,631,392,700	3,403,016,200	-	12,455,384,323

Financial liabilities

Payable to Alfalah Asset Management Limited - Management Company	7,327,761	-	-	-	-	7,327,761
Payable to Central Depository Company of Pakistan Limited - Trustee	294,677	-	-	-	-	294,677
Accrued expenses and other liabilities	37,943	-	-	-	-	37,943
Payable against purchase of investments	2,011,277,904	-	-	-	-	2,011,277,904
	2,018,938,285	-	-	-	-	2,018,938,285

19.3 Credit risk

19.3.1 Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation as it falls due. In addition, the risk is managed through assignment of credit limits and by following strict credit evaluation criteria laid down by the Management Company. The Fund does not expect to incur material credit losses on its financial assets. The table analyses the Fund's maximum exposure to credit risk:

December 31, 2023	
Balance as per condensed interim statement of assets and liabilities	Maximum exposure to credit risk

(Rupees)

19.3.1.1 Alfalah Islamic Sovereign Plan - I

Bank balances	1,215,079,977	1,215,079,977
Investments	10,371,292,081	1,399,029,926
Profit receivable	362,654,703	185,655,543
Receivable against sale of investments	5,157,494	5,157,494
	11,954,184,255	2,804,922,940

19.3.1.2 Alfalah Islamic Sovereign Plan - II

Bank balances	2,147,479,257	2,147,479,257
Investments	10,034,408,900	1,000,000,000
Profit receivable	273,496,166	26,353,137
	12,455,384,323	3,173,832,394

The maximum exposure to credit risk before any enhancement as at December 31, 2023 is the carrying amount of the financial assets. Investment in government securities, however, are not exposed to credit risk and have been excluded from the above analysis as these are guaranteed by the Government of Pakistan. No financial assets were considered to be past due or impaired as at December 31, 2023.

19.3.2 Credit quality of financial assets

The Fund held bank balances as at December 31, 2023 with banks having following credit ratings:

Alfalah Islamic Sovereign Plan - I

Banks	Rating agency	Rating (Short term / long term)	% of bank balances exposed to credit risk
Bank Al Habib Limited	PACRA	A1+ / AAA	16.23%
Bank Alfalah Limited	PACRA	A1+ / AA+	72.44%
Faysal Bank Limited	PACRA	A1+ / AA	11.35%
			<u>100.00%</u>

Alfalah Islamic Sovereign Plan - II

Banks	Rating agency	Rating (Short term / long term)	% of bank balances exposed to credit risk
Bank Alfalah Limited	PACRA	A1+ / AA+	82.11%
MCB Islamic Bank Limited	PACRA	A1 / A	17.89%
			<u>100.00%</u>

Above ratings are on the basis of available ratings assigned by VIS and PACRA as at December 31, 2023.

Ratings of bai muajjal receivable, term deposits receipts, term deposit mudarabah and sukuk certificates have been disclosed in related notes to the condensed interim financial statements.

19.3.3 Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors similarly affect groups of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. The Fund's portfolio of financial assets is mainly held with credit worthy counterparties thereby mitigating any significant concentrations of credit risk.

20 FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

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

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

20.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at December 31, 2023 the Fund held the following financial instruments measured at fair value:

20.1.1 Alfalah Islamic Sovereign Plan - I

----- December 31, 2023 (Un-audited) -----				
Level 1	Level 2	Level 3	Total	
----- (Rupees) -----				
Investments 'at fair value through profit or loss'				
Government of Pakistan Ijara sukuk	37,797,375	8,934,464,780	-	8,972,262,155
Short term sukuk certificates*	-	975,000,000	-	975,000,000
Bai muajjal receivable**	-	424,029,926	-	424,029,926
	<u>37,797,375</u>	<u>10,333,494,706</u>	<u>-</u>	<u>10,371,292,081</u>

** The valuation of bai muajjal receivable have been carried out based on amortisation to their face values as per the guidelines given in Circular 33 of 2012 since the residual maturity of these securities is less than 6 months and they are placed with counter parties which have high credit ratings.

* The carrying value of these securities approximate their fair value since these are short term in nature and are placed with counter parties which have high credit ratings.

20.1.2 Alfalah Islamic Sovereign Plan - II

----- December 31, 2023 (Un-audited) -----				
Level 1	Level 2	Level 3	Total	
----- (Rupees) -----				
Investments 'at fair value through profit or loss'				
Government of Pakistan Ijara sukuk	-	9,034,408,900	-	9,034,408,900
Term deposit receipts*	-	1,000,000,000	-	1,000,000,000
	<u>-</u>	<u>10,034,408,900</u>	<u>-</u>	<u>10,034,408,900</u>

* The carrying value of these securities approximate their fair value since these are short term in nature and are placed with counter parties which have high credit ratings.

During the period ended December 31, 2023, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurements.

21 GENERAL

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

22 DISTRIBUTIONS MADE

Particulars	Date of declaration	Per unit distribution	Capital value	Undistributed income
----- (Rupees) -----				
1st interim distribution for the period ended December 31, 2023	3-Oct-23	0.7353	-	808,830
2nd interim distribution for the period ended December 31, 2023	2-Nov-23	1.9714	95,721,043	34,203,618
3rd interim distribution for the period ended December 31, 2023	9-Nov-23	0.4258	24,214,588	13,662,322
4th interim distribution for the period ended December 31, 2023	16-Nov-23	0.4075	21,998,442	22,764,450
5th interim distribution for the period ended December 31, 2023	29-Nov-23	0.7997	70,994,162	61,184,297
6th interim distribution for the period ended December 31, 2023	15-Dec-23	0.9356	35,095,992	73,127,717
7th interim distribution for the period ended December 31, 2023	21-Dec-23	0.3105	7,305,888	26,780,457
8th interim distribution for the period ended December 31, 2023	28-Dec-23	0.2885	3,819,498	28,625,969
For the period ended December 31, 2023			<u>259,149,613</u>	<u>261,157,660</u>

23 DATE OF AUTHORISATION FOR ISSUE

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director