

ALFALAH INVESTMENTS

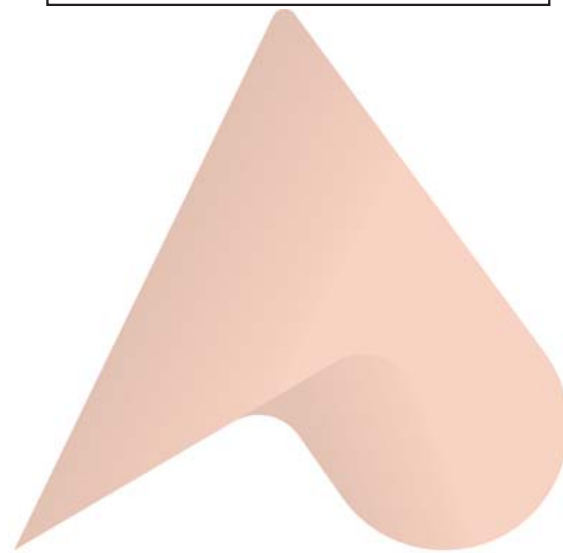
HALF YEARLY REPORT, 2017-18



Alfalah Investments

ALFALAH Investments

HALF YEARLY REPORT



**DECEMBER 31,
2017**

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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 trustservices, 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, 2017

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 Islamic Income Fund (AGIIF), Alfalah GHP Prosperity Planning Fund (AGPPF), Alfalah GHP Islamic Prosperity Planning Fund (AGIPPF), Alfalah GHP Islamic Dedicated Equity Fund (AGIDEF) and Alfalah GHP Islamic Value Fund (AGIVF) for the half year ended December 31, 2017.

Economy Overview

GDP Growth

CY2017 proved to be a year of strong economic growth and widening twin deficits. Overall GDP growth ticked up to 5.3% as of the close of FY 17 and is expected to touch 5.8% by FY18. Economic activity was led by large scale manufacturing which indicated a growth of 5.68% YoY in FY17 and up by 9.64% in 4MFY18. Higher energy availability along with lower borrowing costs helped contribute to a revival of the manufacturing space although the growth was predominantly in the Consumer segment.

Inflation

Inflation and subsequently interest rates remained subdued throughout the period. Inflation averaged only 4.09% during the year as Pakistan continues to reap the windfalls of low oil and commodity prices. As a result, interest rates also remained low and stable throughout the year.

External Account

However, the current account deficit persistently widened over 2017 due to stagnating exports and increasing imports. Exports showed some impetus towards the end of the year; however structural problems including an overvalued exchange rate continued to keep growth below that of imports. The PKR did depreciate towards the end of the year, by 5.4% (PKR 104.8/USD to PKR 110.45/USD); however, the impact of this depreciation are likely to be seen over 2018.

Due to the continued pressure on the balance of payments, the country's foreign exchange reserves slipped from USD 23.2bn at the end of 2016 to USD 20.2bn towards the end of 2017.

The government funded the external positions predominantly through international grants and borrowing including an USD2.5bn Sukuk and Eurobond issuance in late 2017.

Fiscal Deficit

Fiscal slippages from target were witnessed as of FY17 with the budget deficit recorded at 5.8% of GDP in FY17.

Political Uncertainty

The year was marked by political uncertainty as the Supreme Court disqualified the Prime Minister from holding office. However, this did not stop the government from taking relevant decisions related to the economy (PKR depreciation, Sukuk/Eurobond issuance etc).

Equity Market Review

The KSE-100 Index declined by 15.3% in CY17, worst annual performance since CY08. In USD terms, the KSE-100 index was down by 19.64%, which places Pakistan Market at the very bottom of global equities according to data available on Bloomberg. Average daily turnover (ADT) during the year decreased by 22% to 102.5mn shares during CY17. However, the second half of the year saw average daily volumes shrink to only 78mn shares, a decline of 39% compared to 127mn shares in 1H CY17.

There were several reasons for the rout, which include i) political uncertainty in the wake of disqualification of the Prime Minister, ii) vulnerable external account position, iii) expectations of PKR devaluation which prompted a sell-off by foreigners, and iv) introduction of several detrimental tax measures in the budget for FY18.

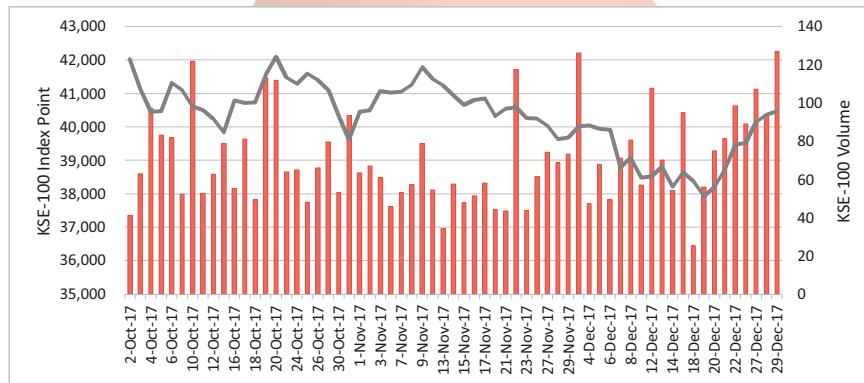
Politics severely affected market sentiment throughout the year, and the market remained under considerable pressure post July 2017 which saw the disqualification of the Prime Minister by the Supreme Court. This negativity persisted until the end of the year.

The Federal Budget FY18 also unveiled a few negatives for the stock market. The new taxation measures that dampened investor sentiment further included: (i) the levying of uniform rate of Capital Gains Tax regardless of holding period, (ii) increase in tax on dividends from direct equity holding and mutual funds, (iii) increase in minimum turnover tax from 1.00% to 1.25%, and (iv) extension of super tax for another year.

Cement Sector was the top contributor to the Index's decline as it trimmed the Index by 2,352 points. Jitters related to upcoming capacity enhancement in the Southern region, and resultant chances of a price war led to the sector's decline. Sentiments were also not helped by the almost continual slide in cement prices in Northern region throughout the year. Imposition of penalty on index heavyweight Habib Bank Limited (HBL) by New York State's Department of Financial Services contributed 1,374 points (18.7%) to the overall 7,335 points decline in the KSE-100 index in CY17.

One of the biggest stories towards the end of the year, and one that will continue well into 2018, was the strategy shift in Pakistan's thermal energy mix from furnace oil to imported liquefied natural gas. Following the doubling of the country's capacity to import LNG, from 600mmcf to 1.2bcfd, and the commissioning of the first units of three RLNG power plants, the power purchaser in the country shifted its electricity procurement from FO based plants to RLNG based plants. This shift led to price decline of certain oil marketing companies, refineries and independent power producers.

The top performing sectors in CY17 were Power Generation & Distribution and Steel giving a hefty return of 20% each, respectively. Following that, heavy weight Oil & Gas Exploration sector (E&Ps) was up 3.4% and Commercial banks were down 21.4%. Lowest performing sector were textile weaving and cement with a negative return of 61.1% and 45.7% respectively. The table below shows the index performance and volume for the last quarter Oct-Dec 2017:

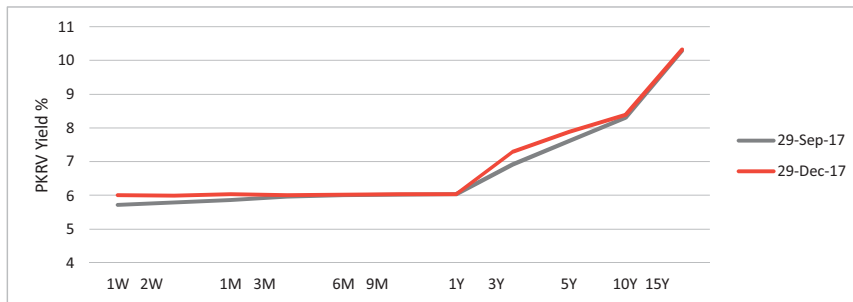


Money Market Review

During CY17, market witnessed upward shift in the yield curve as evident from the graph below. During the year government's target of meeting the budget deficit shifted heavily towards commercial banks and the central bank. During the year SBP raised PKR 12.6 trillion from T-Bills compared to a borrowing of PKR 5.2 trillion in 2016, and PKR 300 billion from PIB auctions as opposed to PKR 1.2 trillion in 2016. Government's borrowing from T-bills as compared to PIBs shifted heavily in the latter half of CY17 and majority of the amount raised, in order to finance the government deficit, banked on the shorter tenure papers rather than the longer tenure bonds. The market participants remained reluctant to participate heavily in the medium-long term government securities due to i) fears of a more strained fiscal position the economy would face, ii) expectations of heightened inflation compared to previous year, and, iii) expected PKR depreciation against the USD.

As the concerns of rising current account deficit and perceived overvalued local currency emanated in 2HCY17, yields in the longer tenure inched upwards. The market participants remained cautious on investing in medium-long term government securities as evident during the entire 2HCY17 bond auctions. Market participants either targeted at higher yields or remained muted, therefore, the central bank refrained from giving cut-offs at higher yield and resultantly all the bond auctions of 2HCY17 got rejected.

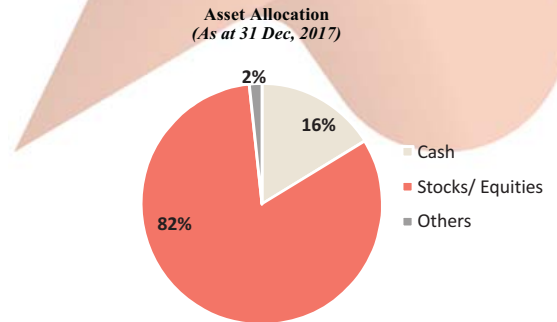
Average inflation during CY17 stayed at approx. 4.09%. Relatively subdued inflation with positive real return inclined the MPC members to vote for status quo; however deteriorating economic conditions, abrupt currency depreciation of ~5% with the anticipation of further depreciation in the CY18 and constant increase in international oil prices may adversely impact the inflation going forward.



Fund Operations and Performance

Alfalsh GHP Alpha Fund

During 1HFY18, AGAF earned a return of -15.82% versus the benchmark return (KSE-100 index) return of -13.09% during the same period.



Key Financial Data

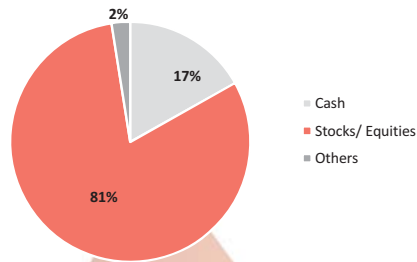
Rs. In million

Description	Half year ended December 31, 2017	Half year ended December 31, 2016
Net Assets	1,618.08	1,656.58
Gross Loss / income	-278.34	369.30
Net comprehensive income	-308.59	335.18
Net Assets Value per Unit (Rs.)	71.12	84.99
Issuance of units during the period	602.83	1,100.87
Redemption of units during the period	169.35	813.01

Alfalah GHP Islamic Stock Fund

In 1HFY18, AGISTF earned a return of -15.97% while its benchmark earned a return of -12.71% during the same period

Asset Allocation
(As at 31 Dec, 2017)



Key Financial Data

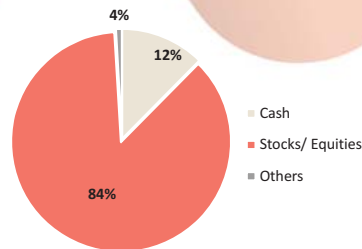
Rs. In million

Description	Half year ended December 31, 2017	Half year ended December 31, 2016
Net Assets	5,049.85	6,815.06
Gross loss/ income	-1,309.62	1,190.54
Net comprehensive income	-1,431.04	1,280.85
Net Assets Value per Unit (Rs.)	61.1884	78.6218
Issuance of units during the period	1,556.50	5,337.88
Redemption of units during the period	4,205.79	1,624.04

Alfalah GHP Stock Fund

During 1HFY18, AGSF earned a return of -16.41% versus the benchmark (KSE-100) return -13.09% during the same period.

Asset Allocation
(As at 31 Dec, 2017)



Key Financial Data

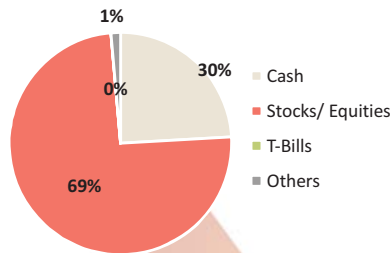
Rs. In million

Description	Half year ended December 31, 2017	Half year ended December 31, 2016
Net Assets	2,320.76	2,330.83
Gross income	-474.16	555.18
Net Comprehensive Income	-523.23	471.30
Net Assets Value per Unit (Rs.)	131.1262	158.0289
Issuance of units during the period	981.85	1,751.47
Redemption of units during the period	868.39	1,467.31

Alfalah GHP Value Fund

During 1HFY18, AGVF earned a return of -13.75% versus the benchmark return -9.47% during the same period.

Asset Allocation
(As at 31 Dec, 2017)



Key Financial Data

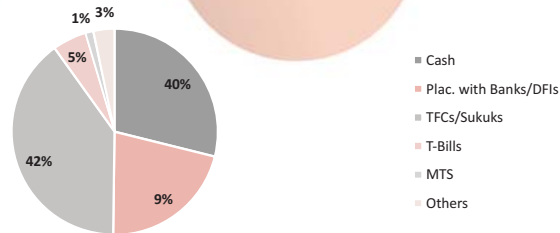
Rs. In million

Description	Half year ended December 31, 2017	Half year ended December 31, 2016
Net Assets	2,256.60	1,298.02
Gross loss/ income	-319.94	248.39
Net comprehensive income	-362.26	254.89
Net Assets Value per Unit (Rs.)	60.7722	78.8558
Issuance of units during the period	911.69	1,002.85
Redemption of units during the period	382.03	593.96

Alfalah GHP Income Fund

During the period under review, AGIF earned a return of 4.38% while the fund's benchmark returned 6.17%.

Asset Allocation
(As at 31 Dec, 2017)



Key Financial Data

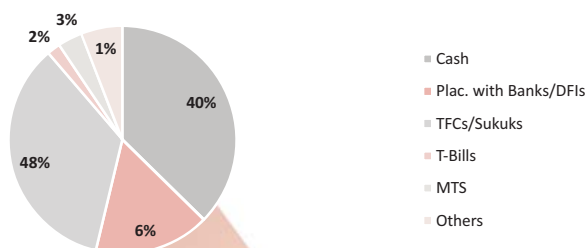
Rs. In million

Description	Half year ended December 31, 2017	Half year ended December 31, 2016
Net Assets	545.08	1,318.06
Gross income earned	29.64	50.41
Net comprehensive income	19.99	31.45
Net Assets Value per Unit (Rs.)	114.4389	113.4246
Issuance of units during the period	992.00	2,229.32
Redemption of units during the period	1229.73	1,586.05

Alfalah GHP Income Multiplier Fund

During the period, Alfalah GHP Income Multiplier Fund generated a return of 4.59% while the benchmark stood at 6.47% during the same period.

Asset Allocation
(As at 31 Dec, 2017)



Key Financial Data

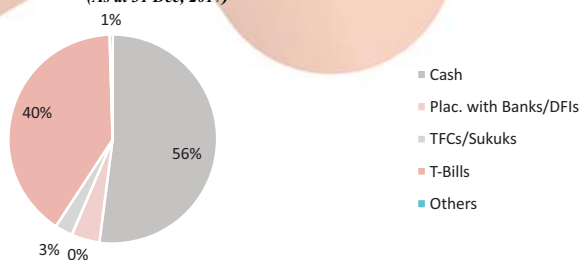
Rs. In million

Description	Half year ended December 31, 2017	Half year ended December 31, 2016
Net Assets	1,558.78	2,266.66
Gross income earned	67.01	83.75
Net comprehensive income	46.71	60.14
Net Assets Value per Unit (Rs.)	54.4815	54.4535
Issuance of units during the period	1,297.57	2,193.37
Redemption of units during the period	1,525.23	1,492.45

Alfalah GHP Sovereign Fund

During 1HFY18, Alfalah GHP Sovereign Fund generated a return of 4.53% while the fund's benchmark returned 6.01% during the same period.

Asset Allocation
(As at 31 Dec, 2017)



Key Financial Data

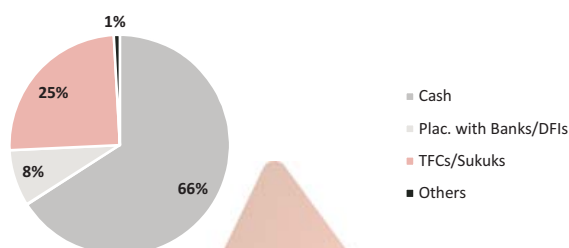
Rs. In million

Description	Half year ended December 31, 2017	Half year ended December 31, 2016
Net Assets	1,331.89	2,376.29
Gross income /(loss)	38.95	133.69
Net Comprehensive income /(loss)	28.09	54.92
Net Assets Value per Unit (Rs.)	108.1708	108.2917
Issuance of units during the period	650.44	3,847.47
Redemption of units during the period	567.99	4,558.77

Alfalah GHP Islamic Income Fund

Alfalah GHP Islamic Income Fund generated a return of 4.04% p.a. while the benchmark generated an average return of 2.46% p.a. for 1HFY18.

Asset Allocation
(As at 31 Dec, 2017)



Key Financial Data

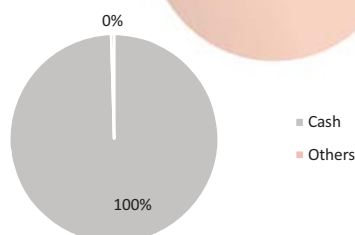
Rs. In million

Description	Half year ended December 31, 2017	Half year ended December 31, 2016
Net Assets	7,230.37	4,838.89
Gross income	177.15	100.57
Net Comprehensive income	129.97	128.23
Net Assets Value per Unit (Rs.)	103.2993	103.3487
Issuance of units during the period	6,179.14	6,062.04
Redemption of units during the period	1,853.89	1,402.66

Alfalah GHP Cash Fund

During 1HFY18, Alfalah GHP Cash Fund (AGCF) generated a return of 4.15% while the benchmark of the fund generated 5.18% during the same period.

Asset Allocation
(As at 31 Dec, 2017)



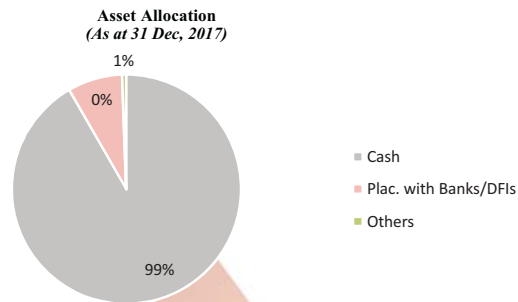
Key Financial Data

Rs. In million

Description	Half year ended December 31, 2017	Half year ended December 31, 2016
Net Assets	105.07	1,375.16
Gross income earned	5.43	28.08
Net comprehensive income	3.41	34.54
Net Assets Value per Unit (Rs.)	507.17	508.37
Issuance of units during the period	217.17	908.73
Redemption of units during the period	1,521.76	1,422.78

Alfalah GHP Money Market Fund

During 1HFY18, Alfalah GHP Money Market Fund (AGMMF) generated a return of 5.22% while the benchmark of the fund generated 5.18% during the same period.



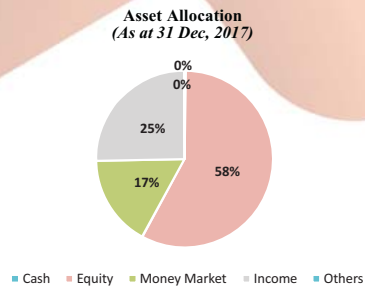
Key Financial Data

Rs. In million

Description	Half year ended December 31, 2017	Half year ended December 31, 2016
Net Assets	2,061.77	1,378.03
Gross income	57.42	48.07
Net Comprehensive income	47.47	36.85
Net Assets Value per Unit (Rs.)	99.9790	100.9186
Issuance of units during the period	4,167.53	2,510.38
Redemption of units during the period	3,393.37	5,021.62

Alfalah GHP Prosperity Planning Fund- Active Plan

The fund generated a return of -10.42% against the benchmark which generated -7.44% for 1HFY18.



Key Financial Data

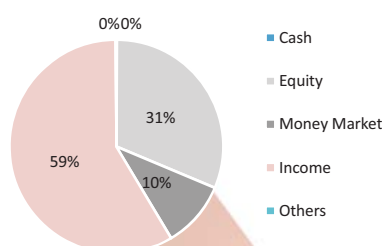
Rs. In million

Description	Half year ended December 31, 2017	Half year ended December 31, 2016
Net Assets	513.56	262.68
Gross income /(loss)	-51.17	34.04
Net Comprehensive income /(loss)	-52.09	33.80
Net Assets Value per Unit (Rs.)	105.1782	123.4174
Issuance of units during the period	244.39	9.46
Redemption of units during the period	2.33	0.22

Alfalah GHP Prosperity Planning Fund- Moderate Plan

The fund generated a return of -4.45% against the benchmark which generated -2.20%.

Asset Allocation
(As at 31 Dec, 2017)



Key Financial Data

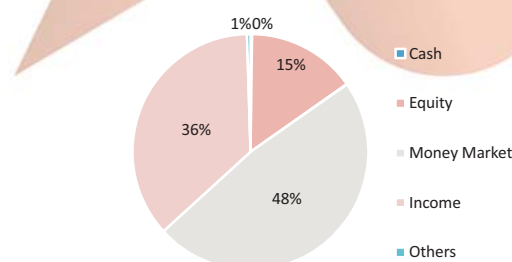
Rs. In million

Description	Half year ended December 31, 2017	Half year ended December 31, 2016
Net Assets	652.76	411.40
Gross income /(loss)	-39.34	36.43
Net Comprehensive income /(loss)	-40.91	37.26
Net Assets Value per Unit (Rs.)	102.1744	115.2772
Issuance of units during the period	77.93	335.18
Redemption of units during the period	308.48	255.11

Alfalah GHP Prosperity Planning Fund- Conservative Plan

The fund generated a return of -1.13% against the benchmark which generated 0.43%.

Asset Allocation
(As at 31 Dec, 2017)



Key Financial Data

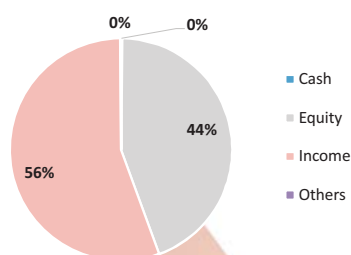
Rs. In million

Description	Half year ended December 31, 2017	Half year ended December 31, 2016
Net Assets	414.36	395.16
Gross income /(loss)	-4.54	19.08
Net Comprehensive income /(loss)	-5.73	22.04
Net Assets Value per Unit (Rs.)	108.6801	111.7643
Issuance of units during the period	35.80	271.13
Redemption of units during the period	96.30	8.71

Alfalah GHP Islamic Prosperity Planning Fund- Active Allocation Plan

The fund generated a return of -9.24% against the benchmark which generated -7.16%.

Asset Allocation
(As at 31 Dec, 2017)



Key Financial Data

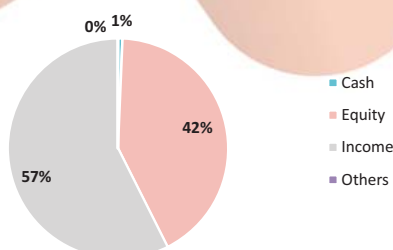
Rs. In million

Description	Half year ended December 31, 2017	Half year ended December 31, 2016
Net Assets	1,405.25	1,755.23
Gross income /(loss)	-154.44	215.70
Net Comprehensive income /(loss)	-158.43	209.26
Net Assets Value per Unit (Rs.)	96.6663	108.4366
Issuance of units during the period	0.09	62.65
Redemption of units during the period	164.63	62.32

Alfalah GHP Islamic Prosperity Planning Fund - Active Allocation Plan II

The fund generated a return of -9.18% against the benchmark which generated -7.03%.

Asset Allocation
(As at 31 Dec, 2017)



Key Financial Data

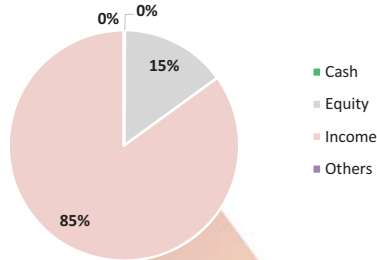
Rs. In million

Description	Half year ended December 31, 2017	Half year ended December 31, 2016
Net Assets	1,874.38	2,213.99
Gross income /(loss)	-188.17	126.53
Net Comprehensive income /(loss)	-191.80	124.68
Net Assets Value per Unit (Rs.)	91.5765	105.9674
Issuance of units during the period	-	2089.31
Redemption of units during the period	32.58	-

Alfalah GHP Islamic Prosperity Planning Fund- Balance Allocation Plan

The fund generated a return of -1.44% against the benchmark which generated -0.79%.

Asset Allocation
(As at 31 Dec, 2017)



Key Financial Data

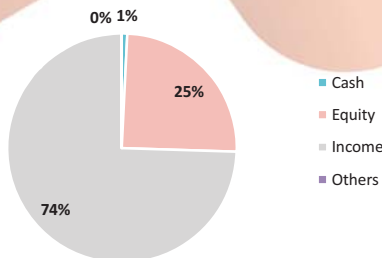
Rs. In million

Description	Half year ended December 31, 2017	Half year ended December 31, 2016
Net Assets	2,247.98	3,087.75
Gross income /(loss)	-45.02	148.95
Net Comprehensive income /(loss)	-50.61	161.05
Net Assets Value per Unit (Rs.)	103.3885	105.5339
Issuance of units during the period	555.73	1,939.48
Redemption of units during the period	1780.47	-1,115.01

Alfalah GHP Islamic Prosperity Planning Fund - Active Allocation Plan III

The fund generated a return of -5.06% against the benchmark which generated -4.03%, the Fund was launched on June 22, 2017.

Asset Allocation
(As at 31 Dec, 2017)



Key Financial Data

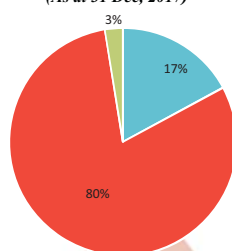
Rs. In million

Description	Half year ended December 31, 2017
Net Assets	1,032.02
Gross income / (Loss)	-53.45
Total Comprehensive Income / (loss)	-55.86
Net Assets Value per Unit (PKR)	94.6254
Issuance of units during the period	-
Redemption of units during the period	10.68

Alfalah GHP Islamic Dedicated Equity Fund

The fund generated a return of -14.70% against the benchmark which generated -12.71%.

Asset Allocation
(As at 31 Dec, 2017)



■ Cash ■ Stocks/Equities ■ Others

Key Financial Data

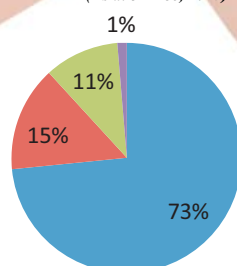
Rs. In million

Description	Half year ended December 31, 2017
Net Assets	1,138.68
Gross income /(loss)	-66.02
Net Comprehensive income /(loss)	-76.98
Net Assets Value per Unit (Rs.)	82.6237
Issuance of units during the period	989.76
Redemption of units during the period	462.52

Alfalah GHP Islamic Value Fund

The fund generated a return of 0.87% against the benchmark which generated 1.17% for the period under review.

Asset Allocation
(As at 31 Dec, 2017)



■ Cash
■ Stocks / Equities
■ Sukuks
■ Others

Key Financial Data

Rs. In million

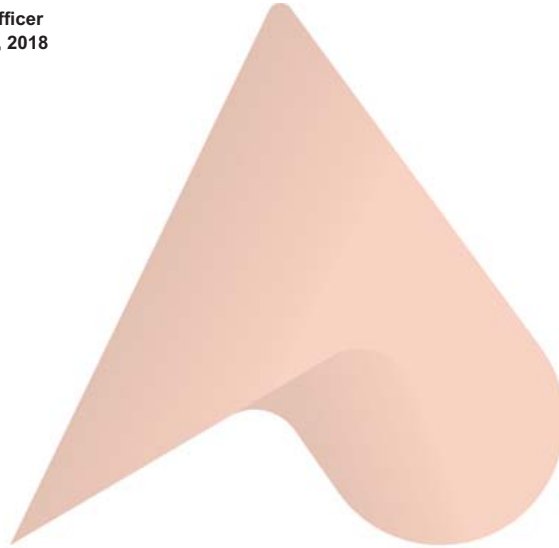
Description	Half year ended December 31, 2017
Net Assets	378.66
Gross income / (Loss)	5.11
Total Comprehensive Income / (loss)	2.94
Net Assets Value per Unit (PKR)	100.8779
Issuance of units during the period	383.77
Redemption of units during the period	-8.04

Acknowledgement

The Board expresses 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 26, 2018





**Alfalah
GHP Cash Fund**

FUND INFORMATION

Management Company:	Alfalsh GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Board of Directors of the Management Company:	Ms. Maheen Rahman Syed Ali Sultan Mr. Hanspeter Beier Mr. Muhammad Tauqir Zafar Mr. Abid Naqvi Mr. Tufail Jawed Ahmad Mr. Adeel Bajwa
Audit Committee:	Mr. Abid Naqvi Syed Ali Sultan Mr. Muhammad Tauqeer Zafar
HR Committee:	Syed Ali Sultan Mr. Tufail Jawed Ahmed Ms. Maheen Rahman Mr. Adeel Bajwa
Risk Committee:	Mr. Tufail Jawed Ahmad Syed Ali Sultan Mr. Muhammad Tauqeer Zafar Ms. Maheen Rahman
Chief Operating Officer and Company Secretary :	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Syed Hyder Raza Zaidi
Trustee:	MCB Financial Services Limited 4th Floor, Pardasi House, 2/1 R-Y old Queens Road, 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:	Ahmed & Qazi Advocates & Legal Consultants 402,403,404,417 Clifton Centre, Clifton, Karachi
Registrar:	Alfalsh GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Distributor:	Bank Alfalah Limited
Rating:	AA+ (f) by PACRA



MCB FINANCIAL SERVICES LIMITED

REPORT OF THE TRUSTEE TO THE UNIT HOLDERS

ALFALAH GHP CASH FUND

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

Alfalah GHP Cash Fund, an open-end Scheme established under a Trust Deed dated October 23, 2009 executed between Alfalah GHP Investment Management Limited, as the Management Company and Central Depository Company of Pakistan Limited (CDC), as the Trustee. The trust deed was approved by Securities and Exchange Commission of Pakistan (Commission) on October 07, 2009.

CDC retired as the Trustee of the Fund and MCB Financial Services Limited (MCBFSL) was appointed as the new trustee on 21 June 2012.

1. Alfalah GHP Investment Management Limited, the Management Company of Alfalah GHP Cash Fund has in all material respects managed Alfalah GHP Cash Fund during the period ended 31st December 2017 in accordance with the provisions of the following:
 - (i) Investment limitations imposed on the Asset Management Company and the Trustee under the trust deed and other applicable laws;
 - (ii) the valuation or pricing is carried out in accordance with the deed and any regulatory requirement;
 - (iii) the creation and cancellation of units are carried out in accordance with the deed;
 - (iv) and any regulatory requirement

Khawaja Anwar Hussain
Chief Executive Officer
MCB Financial Services Limited

Karachi: February 15, 2018

**INDEPENDENT AUDITORS' REPORT ON REVIEW OF
CONDENSED INTERIM FINANCIAL INFORMATION TO THE UNIT HOLDERS**

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalah GHP Cash Fund** (the Fund) as at December 31, 2017 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' funds and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial information'), for the half year ended December 31, 2017. The Management Company (Alfalah GHP Investment Management Limited) is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2017 and December 31, 2016 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2017.

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 interim financial information 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 information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

A.F. Ferguson & Co.
Chartered Accountants

Engagement Partner: **Shahbaz Akbar**

Dated: **26 February, 2018**

Karachi

ALFALAH GHP CASH FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2017

	December 31, 2017 (Unaudited)	June 30, 2017 (Audited)
Note	----- (Rupees) -----	-----
ASSETS		
Balances with banks	4 119,357,330	1,417,567,939
Investments	5 -	1,989,212
Profit and other receivables	51,083	2,248,754
Total assets	<u>119,408,413</u>	<u>1,421,805,905</u>
LIABILITIES		
Payable to the Management Company	6 11,374,095	11,796,407
Payable to the Trustee	29,583	56,892
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	58,430	628,786
Accrued and other liabilities	7 2,873,717	3,083,796
Total liabilities	<u>14,335,825</u>	<u>15,565,881</u>
NET ASSETS	<u>105,072,588</u>	<u>1,406,240,024</u>
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)	<u>105,072,588</u>	<u>1,406,240,024</u>
CONTINGENCIES AND COMMITMENTS		
8	----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE	<u>207,176</u>	<u>2,830,898</u>
	----- (Rupees) -----	
NET ASSET VALUE PER UNIT (FACE VALUE PER UNIT RS. 500/- EACH)	<u>507.17</u>	<u>496.75</u>

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP CASH FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

	Note	Half year ended		Quarter ended	
		December 31 2017	December 31 2016	December 31 2017	December 31 2016
		(Rupees)		(Rupees)	
INCOME					
Profit on balances with banks		3,377,611	14,401,288	1,074,287	9,915,141
Profit on term deposit receipts		-	1,100,023	-	640,575
Profit on letter of placement		-	213,795	-	-
Profit on certificates of investment		-	513,876	-	202,151
Profit on government securities		2,054,877	11,987,305	1,128,845	4,947,185
Loss on sale of investments - net		(1,250)	(139,354)	(462)	(51,310)
Total income		5,431,238	28,076,933	2,202,670	15,653,742
EXPENSES					
Remuneration of the Management Company	6.1	778,762	4,314,304	303,135	2,490,110
Sindh Sales Tax on remuneration of the Management Company	6.2	101,237	560,854	39,409	323,715
Federal Excise Duty on remuneration of the Management Company	6.3	-	-	-	-
Remuneration of the Trustee		263,054	486,223	126,040	273,248
Sindh Sales Tax on remuneration of the Trustee		34,177	63,203	16,376	35,518
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)		58,430	323,428	22,755	186,761
Bank and settlement charges		41,183	11,850	27,735	9,139
Auditors' remuneration		408,296	408,294	204,148	204,148
Printing and publication charges		40,321	71,243	20,160	35,621
Brokerage expense, federal excise duty and capital value tax		9,631	45,103	968	29,319
Provision for Sindh Workers' Welfare Fund		69,694	-	26,875	-
Fees and subscriptions		211,501	224,556	98,217	127,161
Total expenses		2,016,286	6,509,058	885,818	3,714,740
Net income for the period from operating activities		3,414,952	21,567,875	1,316,852	11,939,002
Element of income and capital gains included in prices of units issued less those in units redeemed - net		-	12,974,967	-	14,080,796
Net income for the period before taxation		3,414,952	34,542,842	1,316,852	26,019,798
Taxation	10	-	-	-	-
Net income for the period after taxation		3,414,952	34,542,842	1,316,852	26,019,798
Allocation of net income for the period					
Net income for the period after taxation		3,414,952	34,542,842	1,316,852	26,019,798
Income already paid on units redeemed		(1,589,823)	-	(389,620)	-
		1,825,129	34,542,842	927,232	26,019,798
Accounting income available for distribution					
- Relating to capital gain		-	-	337	-
- Excluding capital gain		1,825,129	-	926,895	-
		1,825,129	-	927,232	-

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

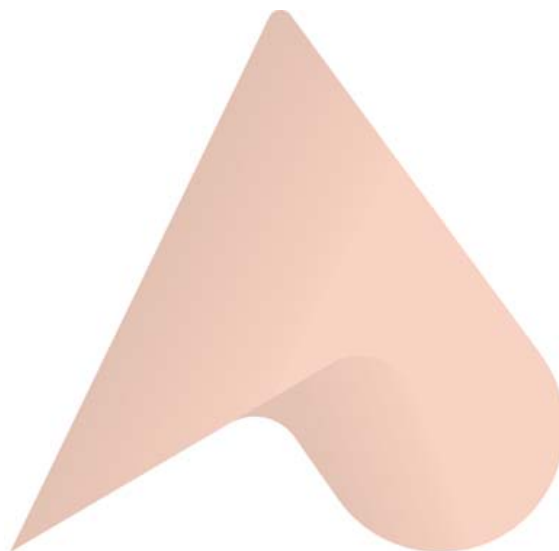
Chief Financial Officer

Director

ALFALAH GHP CASH FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

	Half year ended		Quarter ended	
	December 31 2017	December 31 2016	December 31 2017	December 31 2016
	(Rupees)		(Rupees)	
Net income for the period after taxation	3,414,952	34,542,842	1,316,852	26,019,798
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>3,414,952</u>	<u>34,542,842</u>	<u>1,316,852</u>	<u>26,019,798</u>

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.



For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP CASH FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

Half year ended December 31, 2017			
(Rupees)			
Capital Value	Undistributed income / (loss)	Unrealised appreciation on remeasurement of investments classified as available for sale - net	Total
- Capital value	1,397,355,269	-	1,397,355,269
- Undistributed income brought forward	-	8,884,852	8,884,852
- Unrealised	-	(97)	(97)
Net assets at beginning of the period [Rs.496.75 per unit (June 30, 2016: Rs.495.60 per unit)]	1,397,355,269	8,884,755	1,406,240,024
Issuance of 435,761 units (2016: 1,795,887 units)			
- Capital value (at net asset value per unit at the beginning of the period)	216,462,959	-	216,462,959
	710,737	-	710,737
Total proceeds on issuance of units	217,173,696	-	217,173,696
Redemption of 3,059,483 units (2016: 2,859,308 units)			
- Capital value (at net asset value per unit at the beginning of the period)	1,519,788,932	-	1,519,788,932
- Element of loss	377,329	1,589,823	1,967,152
Total payments on redemption of units	1,520,166,261	1,589,823	1,521,756,084
Total comprehensive income for the period	-	3,414,952	3,414,952
Distribution during the period	-	-	-
Net income for the period less distribution	-	3,414,952	3,414,952
Net assets at end of the period	94,362,704	10,709,884	105,072,588
[Rs.507.17 per unit (December 31, 2016: Rs.508.37 per unit)]			
Undistributed income carried forward			
- Realised	-	10,709,884	10,709,884
- Unrealised	-	-	-
	-	10,709,884	10,709,884
			December 31, 2016
			(Rupees)
Net assets at beginning of the period			1,867,649,267
Issue of 1,795,887 units			908,726,314
Redemption of 2,859,308 units			<u>(1,422,782,636)</u>
			1,353,592,945
Element of income and capital gains included in prices of units sold less those in units redeemed transferred to income statement - net			<u>(12,974,967)</u>
Element of loss and capital losses included in prices of units sold less those in units redeemed transferred to distribution statement - net			<u>2,121,534</u>
			(10,853,433)
Other income (net of expenses) for the year			34682196
Capital loss on sale of investments - net			(139,354.00)
Unrealised gain on revaluation of investments classified as 'at fair value through profit or loss' - net			-
Total comprehensive income for the period			34,542,842
Net element of loss and capital losses included in the prices of units issued less those in units redeemed - distribution statement			(2,121,534)
Net assets at end of the period			<u>1,375,160,820</u>

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP CASH FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

	Half year ended	
	December 31	
Note	2017	2016
	----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	3,414,952	34,542,842
Adjustments for:		
Element of income and capital gains included in the prices of units issued less those in units redeemed - net	-	(12,974,967)
Provision against Sindh Workers' Welfare Fund	69,694	-
	3,484,646	21,567,875
Decrease in assets		
Investments - net	1,989,212	228,357,959
Profit and other receivables	2,197,671	379,273
	4,186,883	228,737,232
Increase in liabilities		
Payable to the Management Company	(422,312)	100,314
Payable to the Trustee	(27,309)	43,812
Annual fee payable to Securities and Exchange Commission of Pakistan (SECP)	(570,356)	(304,147)
Accrued and other liabilities	(279,773)	(1,655,901)
	(1,299,750)	(1,815,922)
Net cash flow generated from operating activities	6,371,779	248,489,185
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received against issuance of units	217,173,696	908,726,314
Payments made against redemption of units	(1,521,756,084)	(1,422,782,636)
Net cash flow used in financing activities	(1,304,582,388)	(514,056,322)
Net decrease in cash and cash equivalents during the period	(1,298,210,609)	(265,567,137)
Cash and cash equivalents at beginning of the period	1,417,567,939	1,671,293,705
Cash and cash equivalents at end of the period	12 <u>119,357,330</u>	<u>1,405,726,568</u>

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP CASH FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM
FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

1 LEGAL STATUS AND NATURE OF BUSINESS

Alfalah GHP Cash Fund (the Fund) is an open-ended Fund constituted under a trust deed entered into on October 23, 2009 between Alfalah GHP Investment Management Limited (the Management Company), a company incorporated under the Companies Ordinance, 1984 and Central Depository Company Limited (CDC) as the Trustee, also incorporated under the Companies Ordinance, 1984. In 2012, the first supplemental trust deed for change of trustee and amendment of trust deed of the Fund was executed and MCB Financial Services Limited was appointed as the new Trustee. The Securities and Exchange Commission of Pakistan authorised the constitution of the Trust Deed on June 13, 2012 and it was executed on June 21, 2012 in accordance with the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

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, 2017. The registered office of the Management Company is situated at 8-B, 8th floor, Executive Tower, Dolmen City, Block 4, Clifton, Karachi.

The Fund is categorised as a 'money market 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. The Fund offers two types of units, Growth and Income. Growth unit holders are entitled to bonus units and Income unit holders are entitled to cash dividend at the time of distribution by the Fund.

According to the trust deed, the objective of the Fund is to provide a regular stream of income at competitive rate of return while preserving capital to the extent possible by investing in assets with low risk and a high degree of liquidity from a portfolio constituted mostly of money market securities and placements.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of AM2 (stable outlook) to the Management Company on December 22, 2017 and has maintained the stability rating of the Fund at AA+(f) on July 12, 2017.

Title to the assets of the Fund is held in the name of MCB Financial Services Limited as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 This condensed interim financial information has been prepared in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the SECP. Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does 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, 2017.

2.1.3 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 this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2017.

3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES AND JUDGMENTS AND CHANGES THEREIN

- 3.1** The accounting policies adopted and the methods of computation of balances used in the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2017 except for changes in accounting policies as explained in note 3.2.
- 3.2** The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated August 3, 2017 has made certain amendments in the NBFC Regulations. The notification includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. Furthermore, the revised regulations also require certain additional disclosures with respect to 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', whereas disclosure with respect to 'Distribution Statement' has been deleted in the revised regulations.

Previously, an equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' was created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption. The element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed to the extent that was represented by distributable income earned during the year was recognised in the income statement and the element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed represented by distributable income carried forward from prior periods was included in the distribution statement.

As required by IAS 8: 'Accounting Policies, Changes in Accounting Estimates and Errors', a change in accounting policy requires retrospective application as if that policy had always been applied. However, the Management Company has applied the above changes in accounting policy, including the additional disclosure requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', prospectively from July 1, 2017 based on the clarification issued by the SECP. Accordingly, corresponding figures have not been restated. The 'Distribution Statement' for the comparative period has not been presented as it has been deleted as a result of the amendments made in the NBFC Regulations through the aforementioned SRO issued by the SECP.

Had the element of income been recognised as per the previous accounting policy, the income of the Fund would have been lower by Rs 1.223 million net off charge for SWWF in respect of element of loss and consequently NAV per unit would have been higher by Rs 0.121. However, the change in accounting policy does not have any impact on the 'Cash Flow Statement'. The change has resulted in inclusion of certain additional disclosures / new presentation requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund which have been incorporated in these statements.

- 3.3** The preparation of this condensed interim financial information in conformity with the approved accounting 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, 2017.

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, 2017.

3.4 Amendments to published approved accounting standards that are effective in the current period

There are certain amendments to the approved accounting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2017. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in this condensed interim financial information.

3.5 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

During the current period the SECP has adopted IFRS 9: 'Financial Instruments' and IFRS 15: 'Revenue from Customers', which are applicable with effect from January 1, 2018. The management is currently assessing the impacts of these standards on the Fund's future financial statements. There are certain other new standards, interpretations and amendments to the approved accounting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2018. However, these are not expected to have any significant impacts on the Fund's operations and are, therefore, not detailed in this condensed interim financial information.

	Note	December 31, 2017 (Unaudited)	June 30, 2017 (Audited)
		----- (Rupees) -----	
4 BANK BALANCES			
In savings accounts	4.1	<u>119,357,330</u>	<u>1,417,567,939</u>

4.1 The rate of return on these accounts ranges between 5.30% and 6.7% (June 30, 2017: 5.30% and 6.6%) per annum. It includes deposit of Rs. 105.08 million (June 30, 2017: 2.22) million maintained with Bank Alfalah Limited (a related party).

	Note	December 31, 2017 (Unaudited)	June 30, 2017 (Audited)
		----- (Rupees) -----	
5 INVESTMENTS			
At fair value through profit or loss - held-for-trading			
Market Treasury Bills	5.1	-	1,989,212
		<u>-</u>	<u>1,989,212</u>

5.1 Market Treasury Bills - 'at fair value through profit or loss' - held-for-trading - net

Particulars	As at July 1, 2017	Purchased during the period	Sold during the period	As at December 31, 2017	Carrying value	Market value	Net assets	Market value of total investments
	----- (Number of Certificates) -----			----- (Rupees) -----		----- (%) -----		
Market treasury bills - 3 Months	-	2,640,000	2,640,000	-	-	-	-	-
Market treasury bills - 6 Months	20,000	1,830,000	1,850,000	-	-	-	-	-
Market treasury bills - 12 Months	-	-	-	-	-	-	-	-
As at December 31, 2017	<u>20,000</u>	<u>4,470,000</u>	<u>4,490,000</u>	-	-	-	-	-
As at June 30, 2017	<u>5,500,000</u>	<u>50,175,000</u>	<u>55,655,000</u>	<u>20,000</u>	<u>1,989,309</u>	<u>1,989,212</u>		

	Note	December 31, 2017 (Unaudited)	June 30, 2017 (Audited)
		----- (Rupees) -----	
5.2 Unrealised loss on revaluation of investments classified as 'at fair value through profit or loss' - held-for-trading - net			
Market value of investments		-	1,989,212
Less: Carrying value of investments		-	(1,989,309)
		<u>-</u>	<u>(97)</u>
PAYABLE TO THE MANAGEMENT COMPANY			
Management remuneration payable	6.1	100,935	474,656
Sindh Sales Tax payable on management remuneration	6.2	1,462,632	1,511,224
Federal Excise Duty payable on management remuneration	6.3	9,810,527	9,810,527
		<u>11,374,095</u>	<u>11,796,407</u>

6.1 The Management Company has charged its remuneration at the rate of 1% per annum of the average daily net assets for the period from July 1, 2017 to December 31, 2017. The amount of remuneration is payable to the Management Company monthly in arrears.

6.2 During the period, Sindh Sales Tax on management remuneration has been charged at the rate of 13% (2016: 13%).

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

On September 4, 2013, a Constitutional Petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 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.

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.

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 till June 30, 2016 amounting to Rs 9.810 million is being retained in the condensed interim financial information of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the said provision for FED not been recorded in the condensed interim financial information of the Fund, the Net Asset Value per unit of the Fund as at December 31, 2017 would have been higher by Rs 47.35 per unit (June 30, 2017: Rs 3.47).

	Note	December 31 2017 Un-audited	June 30, 2017 Audited
-----Rupees-----			
7 ACCRUED EXPENSES AND OTHER LIABILITIES			
Provision for Sindh Workers' Welfare Fund	7.1	2,233,909	2,164,215
Auditors' remuneration		348,712	391,616
Brokerage payable		10,743	28,682
Withholding tax payable		68,165	485,022
Printing charges		14,682	14,261
Other payable		197,506	-
		<u>2,873,717</u>	<u>3,083,796</u>

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

Had the provision for SWWF not been recorded in the condensed interim financial information of the Fund, the net asset value of the Fund as at December 31, 2017 would have been higher by Re 10.78 per unit (June 30, 2017: 0.76 per unit).

8 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2017.

9 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund including government levies as on December 31, 2017 is 1.29% which includes 0.169% representing government levies on the Fund such as sales taxes, Sindh Workers' Welfare Fund and annual fee to the SECP.

10 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 during the year to the unit holders in the manner as explained above, no provision for taxation has been made in this condensed interim financial information.

11 EARNINGS PER UNIT (EPU)

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.

	Half year ended (Unaudited)	
	December 31, 2017	December 31, 2016
	----- (Rupees) -----	
12 CASH AND CASH EQUIVALENTS		
Bank balances	119,357,330	1,260,726,568
Term deposit receipts	-	145,000,000
	<u>119,357,330</u>	<u>1,405,726,568</u>

13 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected person / related parties include the Management Company, Alfalah GHP Investment Management Limited being the Management Company, Funds under management of the Management Company, Bank Alfalah Limited, GHP Beteiligungen 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 MCB Financial Services Limited being the trustee of the Fund, and other associated companies and connected persons. Connected persons also include person beneficially owning directly or indirectly 10% or more of the units in the issue / net assets of the Fund. The transactions with connected persons are in the normal course of business and at contractual rates.

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 person 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 and the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

13.1 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 information, are as follows:

	December 31, 2017 (Unaudited)									
	As at July 1, 2017	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	As at December 31, 2017	As at July 1, 2017	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2017
	Units					(Rupees)				
Associated Companies / Undertakings										
Alfalah GHP Investment Management Limited	19,322	-	-	-	19,322	9,598,432	-	-	-	9,799,772
Alfalah GHP Prosperity Planning Fund										
Alfalah GHP Active Allocation Plan	-	68,244	-	5,939	62,305	-	34,000,000	-	3,000,000	31,599,446
Alfalah GHP Conservative Allocation Plan	-	46,155	-	11,878	34,277	-	23,000,000	-	6,000,000	17,384,076
Alfalah GHP Moderate Allocation Plan	-	54,020	-	-	54,020	-	27,000,000	-	-	27,397,279
Unit holder holding 10% or more Units										
The Nishat Mills Limited - Employees Provident Fund	2,725,461	-	-	2,725,461	-	1,353,872,712	-	-	1,354,725,113	-

13.1.1 This reflects the position of related party / connected persons as at December 31, 2017.

	December 31, 2016 (Unaudited)									
	As at July 1, 2016	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	As at December 31, 2016	As at July 1, 2016	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2016
	Units					(Rupees)				
Associated Companies / Undertakings										
Bank Alfalah Limited	1,050,927	-	-	-	1,050,927	520,842,294	-	-	-	532,994,042
Unit holder holding 10% or more Units										
Attock Cement Pakistan Limited	1,200,923	-	-	1,200,923	-	595,180,607	-	-	595,477,590	-
The Nishat Mills Limited - Employees Provident Fund	453,921	-	-	453,921	-	224,964,577	-	-	225,076,830	-
Metro Power Company Limited	-	1,251,072	-	668,030	583,042	-	633,934,233	-	338,838,399	295,698,737

	Half year ended (Unaudited)	
	December 31, 2017	December 31, 2016
	----- (Rupees) -----	
13.2 Other transactions		
Alfaluh GHP Investment Management Limited - Management Company		
Remuneration to the Management Company	778,762	4,314,304
Sales tax on management fee	101,237	560,854
Federal excise duty on management fee	-	-
Bank Alfalah Limited		
Treasury Bill - purchased	-	392,365,000
Treasury Bill - sold	-	-
Profit on term deposit receipts	-	1,100,023
Profit on balances with banks	723,096	3,385,883
Bank charges	11,720	9,730
Alfaluh GHP Sovereign Fund		
Treasury Bill - sold	-	247,894,500
Alfaluh GHP Income Fund		
Treasury Bill - sold	-	49,654,300
Alfaluh GHP Money Market Fund		
Treasury Bill - purchased	-	597,833,145
	Half year ended (Unaudited)	
	December 31, 2017	December 31, 2016
	----- (Rupees) -----	
MCB Financial Services Limited - Trustee		
Trustee fee	263,054	486,223
Sales tax on trustee fee	34,177	63,203
	December 31, 2017	June 30, 2017
	(Unaudited)	(Audited)
	----- (Rupees) -----	
13.3 Other balances		
Alfaluh GHP Investment Management Limited - Management Company		
Remuneration payable to the Management Company	100,935	474,656
Sales tax payable on management fees	1,462,632	1,511,224
Federal excise duty on management fee	9,810,527	9,810,527
Bank Alfalah Limited		
Balances with banks	105,110,568	2,220,178
Profit receivable on balances with banks and term deposit receipts	3,126	482,219
Other related parties		
MCB Financial Services Limited - Trustee		
Trustee fee payable	24,085	48,235
Sales tax on trustee fee	5,498	8,657

14 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the amount for which an asset could be exchanged, or liability settled, between knowledgeable willing parties in an arm's length transaction. Consequently, differences can arise between carrying values and the fair value estimates.

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

Fair value of investments is determined as follows:

- Listed and unlisted debt securities, other than government securities, are valued on the basis of prices announced by the Mutual Funds Association of Pakistan (MUFAP), in accordance with the methodology prescribed by the SECP for valuation of debt securities. The MUFAP calculates these prices in accordance with the SECP's Circular 1 of 2009. The said circular prescribes a valuation methodology which in case of currently traded securities, is based on weighted average prices during the 15 days preceding the valuation date and in case of thinly or non-traded securities, on the basis of discount coupon method which takes into consideration credit risk and maturities of the instruments.
- The fair value of all other financial assets and financial liabilities of the Fund approximate their carrying amounts due to short term maturities of these instruments.

14.1 FAIR VALUE HIERARCHY

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify fair value measurements 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: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

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

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

As at 31 December 2017, the Fund held the following financial instruments measured at fair value:

	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
Investments at 'fair value through profit or loss'				
Market treasury bills	-	-	-	-
	June 30, 2017			
	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
Investments at 'fair value through profit or loss'				
Market treasury bills	-	1,989,212	-	1,989,212

During the half year ended December 31, 2017, 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.

15 CORRESPONDING FIGURES

Corresponding figures have been reclassified and rearranged, wherever necessary, for the purpose of comparison and better presentation. No significant rearrangements or reclassifications have been made in this condensed interim financial information during the current period.

16 GENERAL

16.1 Figures have been rounded off to the nearest Rupee.

16.2 Figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2017 and December 31, 2016 have not been subject to limited scope review by the auditors.

17 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorised for issue on February 26, 2018 by the Board of Directors of the Management Company.

**For Alfalah GHP Investment Management Limited
(Management Company)**

Chief Executive Officer

Chief Financial Officer

Director



Alfalah
GHP Money Market Fund

FUND INFORMATION

Management Company:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Board of Directors of the Management Company:	Ms. Maheen Rahman Syed Ali Sultan Mr. Hanspeter Beier Mr. Muhammad Tauqir Zafar Mr. Abid Naqvi Mr. Tufail Jawed Ahmad Mr. Adeel Bajwa
Audit Committee:	Mr. Abid Naqvi Syed Ali Sultan Mr. Muhammad Tauqeer Zafar
HR Committee:	Syed Ali Sultan Mr. Tufail Jawed Ahmed Ms. Maheen Rahman Mr. Adeel Bajwa
Risk Committee:	Mr. Tufail Jawed Ahmad Syed Ali Sultan Mr. Muhammad Tauqeer Zafar Ms. Maheen Rahman
Chief Operating Officer and Company Secretary :	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Syed Hyder Raza Zaidi
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:	EY Ford Rhodes Chartered Accountants Progressive Plaza, Beaumont Road, P.O.Box 15541, Karachi 75530 Pakistan
Legal Advisor:	Ahmed & Qazi Advocates & Legal Consultants 402,403,404,417 Clifton Centre, Clifton, Karachi
Registrar:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Distributor:	Bank Alfalah Limited
Rating:	AA+ (f) by PACRA

**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) 34326020 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

ALFALAH GHP 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 GHP Money Market Fund (the Fund) are of the opinion that Alfalah GHP Investment 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, 2017 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; and
- (iii) 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.

Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 20, 2018



**AUDITORS' REPORT TO THE UNIT HOLDERS ON
REVIEW OF INTERIM FINANCIAL INFORMATION**

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of Alfalah GHP Money Market Fund (the Fund) as at 31 December 2017, 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 flows and notes to the accounts for the six month period then ended (herein-after referred to as "interim financial information"). Management Company is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial information based on our review.

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 interim financial information 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 interim financial information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Other matter

The condensed interim financial information for the half year ended 31 December 2016 and the financial statements of the Fund for the year ended 30 June 2017 were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 14 February 2017 and audit report dated 20 September 2017 expressed an unmodified conclusion and an unmodified opinion on the aforementioned financial information and financial statements, respectively.

EY Ford Rhodes
Chartered Accountants

Engagement Partner: Shaikh Ahmed Salman

Date: 26 February, 2018

Karachi

ALFALAH GHP MONEY MARKET FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)
AS AT DECEMBER 31, 2017

		December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
	Note	----- (Rupees) -----	-----
Assets			
Bank balances	4	2,070,267,303	1,159,217,800
Investments	5	-	101,989,214
Prepayments and mark-up receivable	6	8,895,049	3,400,207
Total assets		2,079,162,352	1,264,607,221
Liabilities			
Payable to Management Company	7	12,861,964	13,076,712
Payable to the Trustee		199,270	179,437
Payable to the Securities and Exchange Commission of Pakistan (SECP)		689,801	1,045,311
Accrued and other liabilities	8	3,636,826	10,163,235
Total liabilities		17,387,861	24,464,695
Net assets		2,061,774,491	1,240,142,526
Unit holders' fund (as per statement attached)		2,061,774,491	1,240,142,526
Contingencies and commitments	9		
		----- (Number of units) -----	
Number of units in issue		20,622,085	12,730,301
		----- (Rupees) -----	
Net assets value per unit		99.9790	97.4166

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP MONEY MARKET FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

	Note	Half year ended		Quarter ended	
		December 31, 2017	December 31, 2016	December 31, 2017	December 31, 2016
		----- (Rupees) -----		----- (Rupees) -----	
Income					
Profit on bank deposits		34,661,294	25,018,333	19,116,753	13,936,238
Income on government securities		20,078,177	19,883,082	11,221,562	5,117,442
Income on term deposit receipts		2,592,973	3,478,848	1,816,699	1,123,528
Capital gain / (loss) on sale of investments classified at fair value through profit or loss - held-for-trading		87,597	(306,883)	82,915	(61,772)
Total income		57,420,041	48,073,380	32,237,929	20,115,436
Expenses					
Remuneration of Management Company	7.1	5,738,738	5,912,559	3,223,394	2,614,324
Sindh Sales Tax on remuneration of the Management Company	7.2	746,034	768,630	419,041	339,862
Remuneration of the Trustee		1,067,911	925,243	574,596	427,179
Sindh Sales Tax on remuneration of the Trustee		138,829	120,283	74,698	55,534
Annual fees to the SECP		689,801	547,684	385,537	238,483
Brokerage and securities transaction cost		60,679	64,557	24,969	36,312
Bank and settlement charges		63,918	49,808	25,110	29,396
Auditors' remuneration		241,800	299,529	120,879	178,608
Provision for Sindh Workers' Welfare Fund		968,720	-	545,401	-
Fees and Subscriptions		195,959	110,804	99,418	58,384
Printing charges		40,372	48,740	20,208	24,370
Total expenses		9,952,761	8,847,837	5,513,251	4,002,452
Net income for the period from operating activities		47,467,280	39,225,543	26,724,678	16,112,984
Element of (loss) / income and capital (losses) / gains included in the prices of units issued less those in units redeemed - net		-	(2,373,547)	-	145,525
Net income for the period before taxation		47,467,280	36,851,996	26,724,678	16,258,509
Taxation	10	-	-	-	-
Net income for the period after taxation		47,467,280	36,851,996	26,724,678	16,258,509
Allocation of net income for the year:					
Net income for the period after taxation		47,467,280	-	26,724,678	-
Income already paid on units redeemed		(15,356,160)	-	(12,798,166)	-
		<u>32,111,120</u>	<u>-</u>	<u>13,926,512</u>	<u>-</u>
Accounting income available for distribution					
- Relating to capital gains		59,258	-	55,153	-
- Excluding capital gains		32,051,862	-	13,871,359	-
		<u>32,111,120</u>	<u>-</u>	<u>13,926,512</u>	<u>-</u>

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

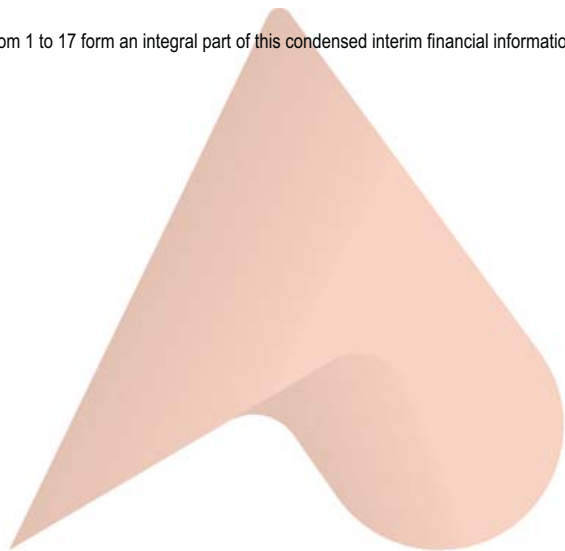
Chief Financial Officer

Director

**ALFALAH GHP MONEY MARKET FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE
INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017**

	Half year ended		Quarter ended	
	December 31, 2017	December 31, 2016	December 31, 2017	December 31, 2016
	----- (Rupees) -----		----- (Rupees) -----	
Net income for the period after taxation	47,467,280	36,851,996	26,724,678	16,258,509
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	47,467,280	36,851,996	26,724,678	16,258,509

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.



**For Alfalah GHP Investment Management Limited
(Management Company)**

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP MONEY MARKET FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

	December 31, 2017			Total
	Capital value	Undistributed income	Unrealised (losses) / gains on investment	
	(Rupees)			
Net assets at beginning of the period [Rs.97.4166 per unit] (June 30, 2016 Rs. 98.2198 per unit)	1,239,840,633	301,893	-	1,240,142,526
Issuance of 42,252,572 (2016: 25,187,273 units)				
- Capital value (at net asset value per unit at the beginning of the period)	4,116,101,905	-	-	4,116,101,905
- Element of income	51,428,424	-	-	51,428,424
Total proceeds on issuance of units	4,167,530,329			4,167,530,329
Redemption of 34,360,788 (2016: 50,730,654 units)				
- Capital value (at net asset value per unit at the beginning of the period)	3,347,311,140	-	-	3,347,311,140
- Amount paid out of element of income				
- Relating to 'net income for the period after taxation'	-	15,356,160	-	15,356,160
- Relating to 'other comprehensive income for the period'	-	-	-	-
- Refund on units as element of income	30,698,344	-	-	30,698,344
Total payments on redemption of units	3,378,009,484	15,356,160	-	3,393,365,644
Total comprehensive income for the period	-	47,467,280	-	47,467,280
Distribution during the period	-	-	-	-
Net income for the period less distribution	-	47,467,280	-	47,467,280
Net assets at end of the period [Rs.99.9790 per unit] (December 31, 2016 Rs.100.9186 per unit)	2,029,361,478	32,413,013	-	2,061,774,491
Distribution for the period				
Undistributed income brought forward				
- Realised	-	301,990	-	301,990
- Unrealised	-	(97)	-	(97)
	-	301,893	-	301,893
Accounting income available for distribution				
- Relating to capital gains	-	59,258	-	59,258
- Excluding capital gains	-	32,051,862	-	32,051,862
	-	32,111,120	-	32,111,120
Undistributed income carried forward				
- Realised	-	32,413,013	-	32,413,013
- Unrealised	-	-	-	-
	-	32,413,013	-	32,413,013
				December 31, 2016
				(Rupees)
Net assets at beginning of the period				3,850,040,173
Issue of 25,187,273 units				2,510,380,769
Redemption of 50,730,654 units				(5,021,620,090)
				1,338,800,852
Element of loss and capital losses included in prices of units sold less those in units redeemed transferred to income statement - net				2,373,547
Element of income and capital gains included in prices of units sold less those in units redeemed transferred to distribution statement - net				(700,019)
				1,673,528
Capital gain on sale of investments - net				(306,883)
Net unrealised appreciation on remeasurement of investments classified as 'financial assets at fair value through profit or loss' - net				-
Other income for the period-net				37,158,879
Total comprehensive income for the period				36,851,996
Net element of income and capital gains included in the prices of units issued less those in units redeemed - distribution statement				700,019
Net assets at end of the period				1,378,026,395

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP MONEY MARKET FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

	Note	Half year ended	
		December 31, 2017	December 31, 2016
		----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		47,467,280	36,851,996
Adjustment for:			
Capital gain on sale of investments classified as 'at fair value through profit or loss - held-for-trading		(87,597)	-
Element of income and capital gains included in the prices of units issued less those in units redeemed - net		-	2,373,547
		<u>47,379,683</u>	<u>39,225,543</u>
Decrease / (Increase) in assets			
Investments - net		<u>102,076,811</u>	384,369,509
Profit receivable		<u>(5,494,842)</u>	(413,584)
Security deposits, prepayments and Other receivable		<u>-</u>	2,095,594
		<u>96,581,969</u>	386,051,519
Increase / (Decrease) in liabilities			
Payable to Management Company		<u>(214,748)</u>	(1,284,753)
Payable to the Trustee		<u>19,833</u>	(219,516)
Annual fee payable SECP		<u>(355,510)</u>	(828,000)
Accrued expenses and other liabilities		<u>(6,526,409)</u>	(4,516,532)
		<u>(7,076,834)</u>	(6,848,801)
Net cash generated from operating activities		<u>136,884,818</u>	418,428,261
CASH FLOWS FROM FINANCING ACTIVITIES			
Amount received on issue of units		<u>4,167,530,329</u>	2,510,380,769
Payment against redemption of units		<u>(3,393,365,644)</u>	(5,021,620,090)
Net cash generated / (used in) from financing activities		<u>774,164,685</u>	(2,511,239,321)
Net increase / (decrease) in cash and cash equivalents during the period		<u>911,049,503</u>	(2,092,811,060)
Cash and cash equivalents at beginning of the period		1,159,217,800	3,490,979,986
Cash and cash equivalents at end of the period	13	<u><u>2,070,267,303</u></u>	<u><u>1,398,168,926</u></u>

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP MONEY MARKET FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM
FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Alfalah GHP Money Market Fund (formerly IGI Money Market Fund) (the Fund) is an open-end collective investment scheme established through a Trust Deed under the Trust Act, 1882, executed between IGI Funds Limited, (Former Management Company) and Central Depository Company of Pakistan Limited, (the Trustee). The Trust Deed was executed on March 04, 2010. On October 15, 2013, the management rights were transferred from the Former Management Company to Alfalah GHP Investment Limited (the Management Company) by sanctioning of order by Securities and Exchange Commission of Pakistan Limited (SECP) vide its letter No. SCD/NBFC-II/IGIFL and AFGHP/742/2013. The SECP has approved second Supplemental Trust Deed, under the NBFC Regulations, vide its letter No. SCD/AMCW/AGISF/238/2015 dated February 03, 2015 to modify and restate the previous Trust Deed to effectuate renaming of the Fund to Alfalah GHP Money Market 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 March 09, 2014. The registered office of the Management Company is situated at 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
- 1.3** The Fund is categorised as a 'money market scheme' pursuant to the provisions contained in Circular No. 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. The Fund invests in Government Securities, Certificates of Investment, Certificates of Deposit, Certificates of Musharika, Term Deposit Receipts, Commercial Papers, reverse repurchase transactions, etc. The investment objectives and policy are explained in the Fund's offering document.
- 1.5** The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of AM2+ (stable outlook) to the Management Company on December 22, 2017, and AA+(f) to the Fund in its credit rating report dated July 12, 2017.
- 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** This condensed interim financial information of the Fund has been prepared in accordance with the requirements of the International Accounting Standard 34: 'Interim Financial Reporting' the requirements of the Trust Deed, the NBFC Rules, the Non Banking Finance Companies and Notified Entities Regulation, 2008 (the NBFC Regulations), the repealed Companies Ordinance, 1984 and directives issued by the SECP. In case requirements differ, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations, the Companies Ordinance, 1984 or the directives issued by the SECP shall prevail.
- 2.2** Effective May 30, 2017, the Companies Act, 2017 (the Act) has been promulgated, however, the Securities and Exchange Commission of Pakistan (SECP) vide its circular No. 23 of 2017 dated October 04, 2017 decided that the companies whose financial year closes on or before December 31, 2017 shall prepare their financial statements in accordance with the provisions of the repealed Companies Ordinance, 1984. Furthermore, the Institute of Chartered Accountants of Pakistan also issued clarification vide its circular dated October 06, 2017 which states that the interim financial statements of companies for the periods ending on or before December 31, 2017 shall also be prepared in accordance with the provisions of the repealed Companies Ordinance, 1984.

2.3 These interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with Company's annual financial statements for the year ended June 30, 2017.

2.4 These condensed interim financial statements are presented in Pak rupees, which is the Fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND FINANCIAL RISK MANAGEMENT POLICIES

Except for change in note 3.1 and 3.2, the accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements as at and for the year ended June 30, 2017.

3.1 New / Revised Standards, Interpretations and Amendments

The Fund has adopted the following accounting standard and the amendments and interpretation of IFRSs which became effective for the current year:

IAS 7 Statement of Cash Flows - Disclosure Initiative - (Amendment)

IAS 12 Income Taxes - Recognition of Deferred Tax Assets for Unrealized losses (Amendments)

Improvements to Accounting Standards Issued by the IASB

IFRS 12 Disclosure of interests in Other Entities - Clarification of the scope of the disclosure Requirement
The adoption of the above amendments, improvements to accounting standards and interpretations did not have any effect on the financial statements.

3.2 Change in accounting policy - element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed

The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated August 3, 2017 has made certain amendments in the NBFC Regulations. The notification includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in Regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. Furthermore, the revised regulations also require certain additional disclosures with respect to 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', whereas disclosure with respect to 'Distribution Statement' has been deleted in the revised regulations.

Previously, an equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' was created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption. The net element of income / (loss) and capital gains / (losses) relating to units issued and redeemed during the accounting period which pertained to unrealised appreciation / (diminution) held in the Unit Holder's Fund was recorded in a separate account and any amount remaining in this reserve account at the end of the accounting period (whether gain or loss) was included in the amount available for distribution to the unitholders. The remaining portion of the net element of income / (loss) and capital gains / (losses) relating to units issued and redeemed during an accounting period was recognised in the Income Statement.

As required by IAS 8: 'Accounting Policies, Changes in Accounting Estimates and Errors', a change in accounting policy requires retrospective application as if that policy had always been applied. However, the Management Company has applied the above changes in accounting policy, including the additional disclosures requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', prospectively from July 01, 2017 as required by SECP vide its letter no (S.R.O) no. 756(I) / 2017 dated August 03, 2017. Accordingly, corresponding figures have not been restated. The 'Distribution Statement' for the comparative period has not been presented as it has been deleted as a result of the amendments made in the NBFC Regulations the aforementioned SRO issued by the SECP.

Had the element of income been recognised as per the previous accounting policy, the income of the Fund would have been higher by Rs.5.271 million net off charge for SWWF in respect of element of loss and consequently NAV per unit would have been lower by Re.0.0052. However, the change in accounting policy does not have any impact on the 'Cash Flow Statement', the 'net assets attributable to the unit holders' and 'net asset value per unit' as shown in the 'Statement of Assets and Liabilities' and 'Statement of Movement in Unit Holders' Fund'. The change has resulted in inclusion of certain additional disclosures / new presentation requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund which have been incorporated in these statements.

- 3.3 The 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, 2017.

		December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
	Note	----- (Rupees) -----	
4. BALANCES WITH BANKS			
Call Deposit Receipt (CDRs)	4.1	160,000,000	-
Saving accounts	4.2	<u>1,910,267,303</u>	<u>1,159,217,800</u>
		<u>2,070,267,303</u>	<u>1,159,217,800</u>

- 4.1 This is non-interest bearing deposit held with a commercial bank having original maturity of four days, subsequent to the period end it was converted into Term Deposit Receipts (TDRs) on January 02, 2018.

- 4.2 The accounts carry profit rates ranging from 4.0% to 6.8% (June 30, 2017: 5.3% to 6.6%) per annum. Deposits in these accounts includes Rs.645.6 million (June 30, 2017: Rs.193.8 million) which have accrued markup Rs.3,028 (June 30, 2017: Rs.Nil) which is maintained with Bank Alfalah Limited, a related party and carries profit at a rate of 5.3% (June 30, 2017: 5.5%) per annum.

		December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
		----- (Rupees) -----	
5. INVESTMENTS			
Financial assets 'at fair value through profit or loss' - held for trading			
Market Treasury bills		-	1,989,214
Loans and receivables			
Term Deposit Receipts (TDRs)		<u>-</u>	<u>100,000,000</u>
		<u>-</u>	<u>101,989,214</u>

- 5.1 Government Securities - Market Treasury Bills - 'at fair value through profit and loss'

Issue date	Face value				As at December 31, 2017			Market value as a percentage of net assets	Market value as a percentage of total investments
	As at July 01, 2017	Purchased during the period	Sales during the period	Matured during the period	As at December 31, 2017	Carrying value	Market value		
	----- (Rupees) -----							----- % -----	
Treasury bills - 3 months	-	96,190,000	93,940,000	2,250,000	-	-	-	0.00%	0.00%
Treasury bills - 6 months	20,000	7,500,000	7,500,000	20,000	-	-	-	0.00%	0.00%
Treasury bills - 12 months	-	-	-	-	-	-	-	0.00%	0.00%
Total as at December 31, 2017	<u>20,000</u>	<u>103,690,000</u>	<u>101,440,000</u>	<u>2,270,000</u>	<u>-</u>	<u>-</u>	<u>-</u>		
Total as at June 30, 2017	<u>8,360,000</u>	<u>72,015,000</u>	<u>80,355,000</u>	<u>-</u>	<u>20,000</u>	<u>1,989,311</u>	<u>1,989,214</u>	<u>(97)</u>	

5.2 Term deposit receipts - loans and receivables

Term Deposit Receipts - having original maturity of 3 months or less

Name of the investee company	Rate of Return per annum	Face value				Carrying value as at December 31, 2017	Maturity	Rating	Face value as percentage of total investments	Face value as percentage of net assets
		As at July 01, 2017	Purchased during the period	Matured during the period	As at December 31, 2017					
(Rupees)										
Habib Bank Limited	6.70%	100,000,000	-	100,000,000	-	-	31-Jul-17	AA+	0.00%	0.00%
Allied Bank Limited	6.55%	-	190,000,000	190,000,000	-	-	26-Oct-17	AA+	0.00%	0.00%
Allied Bank Limited	7.35%	-	160,000,000	160,000,000	-	-	29-Dec-17	AA+	0.00%	0.00%
Allied Bank Limited	6.55%	-	110,000,000	110,000,000	-	-	27-Oct-17	AA+	0.00%	0.00%
				<u>560,000,000</u>						

Term deposit receipts carry mark-up rates ranging from 6.55% to 7.35% (June 30, 2017: 6.7%) per annum and maturities from July 31, 2017 to December 29, 2017. These includes term deposit receipts placed with Allied Bank Limited and Habib Bank Limited, amounting to Rs.460 million and Rs.100 million (June 30, 2017: Rs.100 million).

	Note	December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
(Rupees)			
6. PREPAYMENTS AND MARK-UP RECEIVABLE			
Prepayments:			
Annual listing fee		13,667	-
Rating fee		-	182,126
Mark-up receivable on:			
- Bank balances		8,881,382	18,219
- Term Deposit Receipts (TDRs)		-	3,199,862
		<u>8,895,049</u>	<u>3,400,207</u>
7. PAYABLE TO MANAGEMENT COMPANY			
Remuneration of the Management Company	7.1	1,037,221	1,227,261
Sindh Sales Tax payable on remuneration of the Management Company	7.2	704,070	728,778
Federal Excise Duty payable on remuneration of the Management Company	7.3	11,119,352	11,119,352
Sales load payable		1,321	1,321
		<u>12,861,964</u>	<u>13,076,712</u>

7.1 As per the supplemental trust deed dated June 06, 2017, the Management Company has charged remuneration at the rate of 10% of the gross earnings of the Scheme, calculated on a daily basis not exceeding the maximum rate of remuneration permitted under the Rules & Regulations (Which is currently restricted to 1% of average Annual Net Assets of the scheme), which was previously charged at the rate of 1% average annual net assets of the Funds. Provided that Fund is subject to a minimum fee of 0.25% of the average daily net assets of the Scheme. The remuneration is paid to the Management Company on a monthly basis in arrears.

7.2 The Provincial Government of Sindh levied Sindh Sales Tax at the rate of 13% (June 30, 2017: 13%) on the remuneration of the Management Company 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) with effect from June 13, 2013. As the asset management services

rendered by the Management Company of the Fund are already subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund, the Management Company is of the view that further levy of FED was not justified.

On September 04, 2013, a constitutional petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 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.

With effect from July 01, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 01, 2016. However, as a matter of abundant caution the provision for FED made till June 30, 2017 amounting to Rs.11.119 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 for FED not been recorded in the financial statements of the Fund, the net asset value of the Fund as at December 31, 2017 would have been higher by Re.0.5392 per unit (June 30, 2017: Re.0.8735 per unit).

8. ACCRUED AND OTHER LIABILITIES	Note	December 31,	June 30,
		2017 (Un-audited)	2017 (Audited)
		----- (Rupees) -----	
Auditors' remuneration		222,900	348,356
Brokerage and settlement charges		31,128	63,921
Printing charges payable		33,678	33,093
Withholding tax		228,897	1,473,097
Capital gains tax		-	6,789,574
Provision for Sindh Workers' Welfare Fund (SWWF)	8.1	2,400,305	1,431,585
Sales load payable		4,050	23,465
Others		715,868	144
		<u>3,636,826</u>	<u>10,163,235</u>

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

Had the provision for SWWF not been recorded in the condensed interim financial information of the Fund, the net asset value of the Fund as at December 31, 2017 would have been higher by Re.0.1164 per unit (June 30, 2017 Re.0.1125 per unit).

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2017.

10. TAXATION

The Fund's income 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 90% of the accounting income for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income other than unrealized capital gains / loss to the unit holders. The Management Company intends to distribute sufficient accounting income of the Fund for the year ending June 30, 2017 in order to comply with the above stated clause to enjoy the tax exemption. Accordingly, no tax provision has been made in these financial information for the year ended December 31, 2017.

11. EARNINGS PER UNIT

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 the same is not practicable.

12. TOTAL EXPENSE RATIO

The total Expense Ratio (TER) of the Fund is 0.55% (December 31, 2016: 0.61%) which includes 0.14% (December 31, 2016: 0.10%) 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% prescribed under the NBFC Regulations for a collective investment scheme categorised as a money market scheme.

13. CASH AND CASH EQUIVALENTS

	Half year ended	
	December 31, 2017	December 31, 2016
	----- (Rupees) -----	
Bank balances	2,070,267,303	1,153,168,926
Term deposit receipts - having original maturity of 3 months or less	-	245,000,000
	<u>2,070,267,303</u>	<u>1,398,168,926</u>

14. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons include Alfalah GHP Investment 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 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. The transactions with connected persons are in the normal course of business and at contractual rates.

14.1 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 market rates.

14.2 Remuneration to the Management Company and the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

14.3 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 information, are as follows:

Unit Holders' Fund

Half year ended December 31, 2017 (Un-audited)								
As at July 01, 2017	Issued for cash / conversion in / transfer in	Redeemed/ conversion out / transfer out	As at December 31, 2017	As at July 01, 2017	Issued for cash / conversion in / transfer in	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2017	
Units				Rupees				
Associated companies / undertakings								
Alfalsh GHP Investment Management Limited	-	3,814,965	-	3,814,965	-	379,069,794	-	381,416,386
Alfalsh Prosperity Planning Fund	62,199	4,458,929	1,755,654	2,765,474	6,059,215	438,500,000	174,500,000	276,489,325
Unit holder holding 10% or more units								
National Bank of Pakistan	-	2,651,004	-	2,651,004	-	260,997,119	-	265,044,729

Half year ended December 31, 2016 (Un-audited)								
As at July 01, 2016	Issued for cash / conversion in / transfer in	Redeemed/ conversion out / transfer out	As at December 31, 2016	As at July 01, 2016	Issued for cash / conversion in / transfer in	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2016	
Units				Rupees				
Associated companies / undertakings								
MCB FSL Trustee Alfalah GHP Capital Preservation Fund	6,328,316	1,003,183	7,331,499	-	621,565,928	100,000,000	730,637,165	-
Bank Alfalah Limited	567,661	-	-	567,661	55,755,476	-	-	56,754,179
CDC Trustee Prosperity Planning Fund - Conservative Allocation Plan	458,156	1,249,405	-	1,707,561	45,000,000	124,000,000	-	170,720,241
CDC Trustee Prosperity Planning Fund - Moderate Allocation Plan	356,344	538,720	570,582	324,482	35,000,000	54,000,000	57,000,000	32,441,386
Key Management Personnel - Management Company								
Chief Executive Officer	15,460	-	15,460	-	1,518,525	-	1,529,115	-
Head of Operations	100	-	-	100	10,001	-	-	9,998
Unit holder holding 10% or more units								
Fauji Oil Terminal & Distribution Co. Limited	4,608,755	-	2,754,504	1,854,251	452,671,026	-	270,684,044	185,386,161
Gul Ahmed Wind Power Limited	-	3,974,069	546,434	3,427,635	-	400,000,000	55,137,264	342,691,520
NRSP Microfinance Bank Limited	-	2,150,318	587,051	1,563,267	-	214,605,478	59,000,000	156,293,871
The Nishat Mills Limited - Employees Provident Fund	5,472,869	-	5,472,869	-	537,544,121	-	537,816,670	-
Attock Cement Pakistan Limited	4,847,419	-	4,847,419	-	476,112,484	-	-	-

14.4 Other transactions	Half year ended (Un-audited)	
	December 31, 2017	December 31, 2016
----- (Rupees) -----		
Associated companies / undertakings		
Alfalsh GHP Investment Management Limited - Management Company		
Remuneration of the Management Company	<u>5,738,738</u>	<u>5,912,559</u>
Sindh Sales Tax on remuneration of the Management Company	<u>746,034</u>	<u>768,630</u>

	Half year ended (Un-audited)	
	December 31, 2017	December 31, 2016
	----- (Rupees) -----	
Bank Alfalah Limited		
Treasury Bill - purchased	-	637,530,000
Bank charges	<u>35,960</u>	<u>37,630</u>
Profit on bank deposit	<u>11,196,769</u>	<u>3,419,119</u>
Term deposit receipts	<u>-</u>	<u>105,000,000</u>
Alfalah GHP Sovereign Fund		
Treasury bill - sold	<u>-</u>	<u>275,779,886</u>
MCBFSL Trustee Alfalah GHP Cash Fund		
Treasury bill - sold	<u>-</u>	<u>597,833,145</u>
Other related parties		
Central Depository Company of Pakistan Limited		
Trustee fee	<u>1,067,911</u>	<u>925,243</u>
Sales tax on Trustee fee	<u>138,829</u>	<u>120,283</u>
14.5 Other balances		
Associated companies / undertakings		
Alfalah GHP Investment Management Limited - Management Company		
Remuneration payable to the Management Company	<u>1,037,221</u>	<u>921,672</u>
Sales tax on remuneration of the Management Company	<u>704,070</u>	<u>689,051</u>
Federal excise duty on remuneration of the Management Company	<u>11,119,352</u>	<u>11,119,352</u>
Sales load payable	<u>1,321</u>	<u>1,321</u>
Bank Alfalah Limited		
Bank balances	<u>645,574,623</u>	<u>304,977,413</u>
Profit receivable	<u>3,028</u>	<u>-</u>
Sales load payable	<u>4,050</u>	<u>-</u>
Term deposit receipts	<u>-</u>	<u>105,000,000</u>
Other related parties		
Central Depository Company of Pakistan Limited		
Trustee fee payable	<u>175,468</u>	<u>140,397</u>
Sales tax on Trustee fee	<u>23,802</u>	<u>19,243</u>

15. FAIR VALUE MEASUREMENTS

IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

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

16. GENERAL

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

16.2 In compliance with schedule V of the NBFC Regulations the Directors of the Management Company, hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2017.

16.3 Figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2017 and December 31, 2016 have not been subject to limited scope review by the auditors.

17. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorized for issue on February 26, 2018 by the Board of Directors of the Management Company.

**For Alfalah GHP Investment Management Limited
(Management Company)**

Chief Executive Officer

Chief Financial Officer

Director



**Alfalah
GHP Sovereign Fund**

FUND INFORMATION

Management Company:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Board of Directors of the Management Company:	Ms. Maheen Rahman Syed Ali Sultan Mr. Hanspeter Beier Mr. Muhammad Tauqir Zafar Mr. Abid Naqvi Mr. Tufail Jawed Ahmad Mr. Adeel Bajwa
Audit Committee:	Mr. Abid Naqvi Syed Ali Sultan Mr. Muhammad Tauqeer Zafar
HR Committee:	Syed Ali Sultan Mr. Tufail Jawed Ahmed Ms. Maheen Rahman Mr. Adeel Bajwa
Risk Committee:	Mr. Tufail Jawed Ahmad Syed Ali Sultan Mr. Muhammad Tauqeer Zafar Ms. Maheen Rahman
Chief Operating Officer and Company Secretary :	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Syed Hyder Raza Zaidi
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:	EY Ford Rhodes Chartered Accountants Progressive Plaza, Beaumont Road, P.O.Box 15541, Karachi 75530 Pakistan
Legal Advisor:	Ahmed & Qazi Advocates & Legal Consultants 402,403,404,417 Clifton Centre, Clifton, Karachi
Registrar:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Distributor:	Bank Alfalah Limited
Rating:	AA-(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) 34326020 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

ALFALAH GHP 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 GHP Sovereign Fund (the Fund) are of the opinion that Alfalah GHP Investment 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, 2017 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; and
- (iii) 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.

Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 20, 2018



**AUDITORS' REPORT TO THE UNIT HOLDERS ON
REVIEW OF INTERIM FINANCIAL INFORMATION**

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalah GHP Sovereign Fund** (the Fund) as at **31 December 2017**, 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 flows and notes to the accounts for the six month period then ended (here-in-after referred to as "interim financial information"). Management Company is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial information based on our review.

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 interim financial information 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 interim financial information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Other matter

The condensed interim financial information for the half year ended 31 December 2016 and the financial statements of the Fund for the year ended 30 June 2017 were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 14 February 2017 and audit report dated 20 September 2017 expressed an unmodified conclusion and an unmodified opinion on the aforementioned financial information and financial statements, respectively.

**EY Ford Rhodes
Chartered Accountants**

Engagement Partner: Shaikh Ahmed Salman

Date: 26 February, 2018

Karachi

ALFALAH GHP SOVEREIGN FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)
AS AT DECEMBER 31, 2017

		(Un-audited) December 31, 2017	(Audited) June 30, 2017
	Note	----- (Rupees) -----	
Assets			
Bank balances	4	1,291,453,896	180,857,952
Investments	5	986,958,770	1,076,705,862
Deferred formation cost		520,038	713,328
Prepayments and mark-up receivable	6	7,078,939	4,474,109
Advances and deposits		3,287,357	3,287,357
Total assets		2,289,299,000	1,266,038,608
Liabilities			
Payable to the Management Company	7	23,081,738	23,351,172
Payable to the Trustee		163,343	163,746
Annual fee payable to Securities and Exchange Commission of Pakistan (SECP)		469,638	2,331,063
Payable against purchase of investment		922,689,175	-
Accrued and other liabilities	8	11,005,267	18,841,992
Total liabilities		957,409,161	44,687,973
Net assets		1,331,889,839	1,221,350,635
Unit holders' fund (as per statement attached)		1,331,889,839	1,221,350,635
Contingencies and commitments	9		
		----- (Number of units) -----	
Number of units in issue		12,312,846	11,548,476
		----- (Rupees) -----	
Net assets value per unit		108.1708	105.7586

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP SOVEREIGN FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

	Note	Half year ended		Quarter ended	
		December 31, 2017	December 31, 2016	December 31, 2017	December 31, 2016
		(Rupees)		(Rupees)	
Income					
Profit on deposit accounts with banks		17,317,327	25,931,622	14,040,152	11,815,541
Income / (loss) from Marginal Trading System (MTS)		76,650	2,093,019	(35,678)	2,093,019
Income from term deposit receipts classified as - 'held to maturity		281,917	12,069,858	281,917	5,769,028
At fair value through profit or loss - held for-trading					
- Income from Term Finance Certificate		6,663,999	3,776,580	3,045,638	3,776,580
- Income from Government securities		15,467,308	99,734,846	3,016,716	30,048,067
- Net (loss) / gain on sale of investments		(216,121)	(10,022,627)	(166,047)	7,803,274
- Net unrealised (loss) / gain on revaluation of investments	5.4	(743,951)	105,082	579,772	(4,876,387)
Other income		104,585	-	104,585	-
Total income		38,951,714	133,688,380	20,867,055	56,429,122
Expenses					
Remuneration of the Management Company	8.1	6,261,860	22,326,208	3,176,284	9,152,852
Sales tax on management fee	8.2	814,050	2,902,412	412,921	1,189,872
Remuneration of the Trustee		847,728	2,052,546	427,261	869,405
Sales tax on Trustee fee		110,199	266,831	55,543	113,025
Annual fee to the SECP		469,638	1,674,467	238,218	678,474
Brokerage expense		59,958	520,458	40,317	154,282
Bank charges and settlement charges		57,788	419,254	38,188	378,225
Amortisation of deferred formation cost		193,290	193,312	96,635	96,656
Amortisation of MTS annual fee		139,496	-	61,768	-
CDS Charges		9,936	65,770	9,936	65,770
Auditors' remuneration		274,500	272,730	137,224	136,345
Annual listing fee		20,881	27,618	8,468	13,878
Annual rating fee		370,397	138,709	156,780	69,354
Printing charges		35,365	75,436	17,710	37,719
Expenses allocated by the Management Company	7.4	626,162	2,232,545	317,616	903,276
Legal and professional charges		-	53,667	-	53,667
Provision against Sindh Workers' Welfare Fund	8.1	573,210	-	313,458	-
Total expenses		10,864,458	33,221,963	5,508,327	13,912,800
Net income from operating activities		28,087,256	100,466,417	15,358,728	42,516,322
Element of loss / capital losses included in prices of units sold less those in units redeemed - net	3.2	-	(45,550,132)	-	(44,206,961)
Net income / (loss) for the year before taxation		28,087,256	54,916,285	15,358,728	(1,690,639)
Taxation	13	-	-	-	-
Net income / (loss) for the year after taxation		28,087,256	54,916,285	15,358,728	(1,690,639)
Allocation of net income / (loss) for the period					
Net income / (loss) for the period after taxation		28,087,256	-	15,358,728	-
Income already paid on units redeemed		(4,105,411)	-	(5,046,748)	-
		23,981,845	-	10,311,980	-
Accounting income available for distribution					
- Relating to capital gains		-	-	-	-
- Excluding capital gains		23,981,845	-	10,311,980	-
		23,981,845	-	10,311,980	-

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

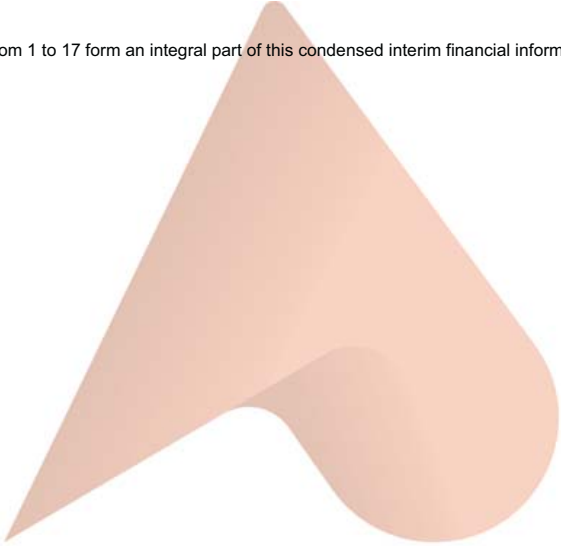
Chief Financial Officer

Director

ALFALAH GHP SOVEREIGN FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

	Half year ended		Quarter ended	
	December 31, 2017	December 31, 2016	December 31, 2017	December 31, 2016
	----- (Rupees) -----		----- (Rupees) -----	
Net income / (loss) for the period	28,087,256	54,916,285	15,358,728	(1,690,639)
Other comprehensive income	-	-	-	-
Total comprehensive income / (loss) for the period	28,087,256	54,916,285	15,358,728	(1,690,639)

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.



For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP SOVEREIGN FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

	December 31, 2017			Total
	Capital value	Undistributed income	Unrealised (losses) / gains on investment	
	(Rupees)			
Net assets at beginning of the period [Rs.105.7586 per unit (December 31,2016: Rs.105.7890)]	1,158,202,657	63,147,978	-	1,221,350,635
Issuance of 6,076,560 units				
- Capital value (at net asset value per unit at the beginning of the period)	642,656,986	-	-	642,656,986
- Element of income	7,787,107	-	-	7,787,107
Total proceeds on issuance of units	650,444,093			650,444,093
Redemption of 5,312,190				
- Capital value (at net asset value per unit at the beginning of the period)	561,817,214	-	-	561,817,214
- Amount paid out of element of income				
- Relating to 'net income for the period after taxation'	-	4,105,411	-	4,105,411
- Relating to 'other comprehensive income for the period'	-	-	-	-
- Refund on units as element of income	2,069,520	-	-	2,069,520
Total payments on redemption of units	563,886,734	4,105,411	-	567,992,145
Total comprehensive income for the period	-	28,087,256	-	28,087,256
Distribution during the period	-	-	-	-
Net income for the period less distribution	-	28,087,256	-	28,087,256
Net assets at end of the period [Rs.108.1708 per unit] (December 31, 2016 Rs.108.2917 per unit)	1,244,760,016	87,129,823	-	1,331,889,839
Distribution for the period				
Undistributed income brought forward				
- Realised	-	62,939,200	-	62,939,200
- Unrealised	-	208,778	-	208,778
	-	63,147,978	-	63,147,978
Accounting income available for distribution				
- Relating to capital gains	-	-	-	-
- Excluding capital gains	-	23,981,845	-	23,981,845
	-	23,981,845	-	23,981,845
Undistributed income carried forward				
- Realised	-	87,873,774	-	87,873,774
- Unrealised	-	(743,951)	-	(743,951)
	-	87,129,823	-	87,129,823
				December 31, 2016
				(Rupees)
Net assets at beginning of the period				2,987,126,381
Issuance of 36,223,396 units				3,847,466,227
Redemption of 42,516,627 units				(4,558,770,973)
				2,275,821,635
Element of income and capital gains included in prices of units sold less those in units redeemed transferred to income statement - net				45,550,132
Element of income and capital gains included in prices of units sold less those in units redeemed transferred to distribution statement - net				34,406,781
				79,956,913
Other income (net of expenses) for the year				64,833,830
Capital loss on sale of investments - net				(10,022,627)
Net unrealised appreciation on remeasurement of investments classified as 'financial assets at fair value through profit or loss' - net				105,082
Total comprehensive income for the period				54,916,285
Net element of loss and capital losses included in the prices of units issued less those in units redeemed - distribution statement				(34,406,781)
Net assets at end of the period				2,376,288,052

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP SOVEREIGN FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

	Half year ended	
	December 31, 2017	December 31, 2016
	----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	28,087,256	54,916,285
Adjustments for:		
Amortisation of deferred formation cost	193,290	193,312
At fair value through profit or loss - held for-trading		
- Net loss on sale of investments	216,121	10,022,627
- Net unrealised loss / (gain) on revaluation of investments	743,951	(105,082)
Element of income and capital gain included in prices of units sold less those in units redeemed - net	-	45,550,132
	<u>29,240,618</u>	<u>110,577,274</u>
Decrease / (increase) in assets		
Investments - net	1,011,458,037	546,281,940
Accrued profit, prepayments and other receivable	(2,604,830)	52,012,200
Advances and deposits	-	(3,201,371)
Receivable against Margin Trading System (MTS)	-	(52,496,233)
	<u>1,008,853,207</u>	<u>542,596,536</u>
Increase / (decrease) in liabilities		
Payable to the Management Company	(269,434)	(5,827,476)
Payable to the Trustee	(403)	(837,299)
Annual fee payable to SECP	(1,861,425)	(4,365,887)
Payable against purchase of investment	922,689,175	-
Accrued and other liabilities	(7,836,725)	(38,710,258)
	<u>912,721,188</u>	<u>(49,740,920)</u>
Net cash generated from operating activities	<u>1,950,815,013</u>	<u>603,432,890</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Amounts received on issue of units	650,444,093	3,847,466,227
Payment against redemption of units	(567,992,145)	(4,558,770,973)
Net cash generated from / (used in) financing activities	<u>82,451,948</u>	<u>(711,304,746)</u>
Net increase / (decrease) in cash and cash equivalents during the period	<u>2,033,266,961</u>	<u>(107,871,856)</u>
Cash and cash equivalents at beginning of the period	180,857,952	1,237,766,020
Cash and cash equivalents at end of the period	<u>13</u> <u>2,214,124,913</u>	<u>1,129,894,164</u>

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP SOVEREIGN FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM
FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017**

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Alfalah GHP Sovereign Fund (the Fund) was constituted under Trust Deed dated April 21, 2014 between Alfalah GHP Investment Management Limited (AGIML) as Management Company, incorporated under the Companies Ordinance, 1984 and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust deed was registered with Sub-Registrar on May 06, 2014.
- 1.2 The Management Company of the Fund has been licensed by SECP to act as an Asset Management Company under NBFC Rules. The registered office of the Management Company is situated at 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
- 1.3 The Fund was registered by the Securities and Exchange Commission of Pakistan (SECP) as a Notified Entity under Regulation 44 of the Non Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) vide its letter No. SCD/AMCW/IGIFL/261/2012 dated September 11, 2012 and Offering Document was approved by SECP under Regulation 54 of the NBFC Regulations, vide its letter No. SCD/AMCW/DD-ZRK/AFGIML/961/2014 dated April 21, 2014.
- 1.4 The Fund is an open end mutual fund categorised as a 'Income scheme' pursuant to the provisions contained in Circular No. 7 of 2009 and is listed on Pakistan Stock Exchange Limited (Formerly: Lahore Stock Exchange Limited). Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.
- 1.5 The Pakistan Credit Rating Agency Limited (PACRA) has assigned 'AM2+' (stable outlook) to the Management Company in its rating report dated Dec 22, 2017 and AA-(f) to the Fund in its rating report dated July 12, 2017.
- 1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan (CDC) as the Trustee of the Fund.

2. BASIS OF PREPARATION

- 2.1 This condensed interim financial information of the Fund has been prepared in accordance with the requirements of the International Accounting Standard 34: 'Interim Financial Reporting' the requirements of the Trust Deed, the NBFC Rules, the Non Banking Finance Companies and Notified Entities Regulation, 2008 (the NBFC Regulations), the repealed Companies Ordinance, 1984 and directives issued by the SECP. In case requirements differ, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations the or the directives issued by the SECP shall prevail.
- 2.2 Effective May 30, 2017, the Companies Act, 2017 (the Act) has been promulgated, however, the Securities and Exchange Commission of Pakistan (SECP) vide its circular No. 23 of 2017 dated October 04, 2017 decided that the companies whose financial year closes on or before December 31, 2017 shall prepare their financial statements in accordance with the provisions of the repealed Companies Ordinance, 1984. Furthermore, the Institute of Chartered Accountants of Pakistan also issued clarification vide its circular dated October 06, 2017 which states that the interim financial statements of companies for the periods ending on or before December 31, 2017 shall also be prepared in accordance with the provisions of the repealed Companies Ordinance, 1984.
- 2.3 This condensed interim financial information do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with Company's annual financial statements for the year ended June 30, 2017.
- 2.4 This condensed interim financial information are presented in Pak rupees, which is the Fund's functional and presentation currency.

3 SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND FINANCIAL RISK MANAGEMENT POLICIES

Except for change in note 3.1 and 3.2, the accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements as at and for the year ended June 30, 2017.

3.1 New / Revised Standards, Interpretations and Amendments

The Fund has adopted the following accounting standard and the amendments and interpretation of IFRSs which became effective for the current year:

IAS 7 Statement of Cash Flows - Disclosure Initiative - (Amendment)

IAS 12 Income Taxes - Recognition of Deferred Tax Assets for Unrealized losses (Amendments)

Improvements to Accounting Standards Issued by the IASB

IFRS 12 Disclosure of interests in Other Entities - Clarification of the scope of the disclosure Requirement

The adoption of the above amendments, improvements to accounting standards and interpretations did not have any effect on the financial statements.

3.2 Change in accounting policy - element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed

The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated August 3, 2017 has made certain amendments in the NBFC Regulations. The notification includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in Regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. Furthermore, the revised regulations also require certain additional disclosures with respect to 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', whereas disclosure with respect to 'Distribution Statement' has been deleted in the revised regulations.

Previously, an equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' was created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption. The net element of income / (loss) and capital gains / (losses) relating to units issued and redeemed during the accounting period which pertained to unrealised appreciation / (diminution) held in the Unit Holder's Fund was recorded in a separate account and any amount remaining in this reserve account at the end of the accounting period (whether gain or loss) was included in the amount available for distribution to the unitholders. The remaining portion of the net element of income / (loss) and capital gains / (losses) relating to units issued and redeemed during an accounting period was recognised in the Income Statement.

As required by IAS 8: 'Accounting Policies, Changes in Accounting Estimates and Errors', a change in accounting policy requires retrospective application as if that policy had always been applied. However, the Management Company has applied the above changes in accounting policy, including the additional disclosures requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', prospectively from July 01, 2017 as required by SECP vide its letter No. (S.R.O) No. 756(I) / 2017 dated August 03, 2017. Accordingly, corresponding figures have not been restated. The 'Distribution Statement' for the comparative period has not been presented as it has been deleted as a result of the amendments made in the NBFC Regulations the aforementioned SRO issued by the SECP.

Had the element of income been recognised as per the previous accounting policy, the income of the Fund would have been higher by Rs. 1.613 million net off charge for SWWF in respect of element of loss and consequently NAV per unit would have been lower by Rs.0.0026. However, the change in accounting policy does not have any impact on the 'Cash Flow Statement', the 'net assets attributable to the unit holders' and 'net asset value per unit' as shown in the 'Statement of Assets and Liabilities' and 'Statement of Movement in Unit Holders' Fund'. The change has resulted in inclusion of certain additional disclosures / new presentation requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund which have been incorporated in this condensed interim financial information.

- 3.3 The 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, 2017.

	Note	(Un-audited) December 31, 2017 ----- (Rupees) -----	(Audited) June 30, 2017 -----
4. BANK BALANCES			
Deposit accounts	4.1	1,191,171,987	180,857,952
Call Deposit Receipt (CDRs)	4.2	100,281,909	-
		<u>1,291,453,896</u>	<u>180,857,952</u>

- 4.1 This represents balance in deposit accounts with banks and carry interest at rates ranging from 4.0% to 6.8% per annum (June 30, 2017: 4.00% to 6.50% per annum). It includes deposit of Rs.108.888 million (June 30, 2017: Rs.40.709 million) which have accrued mark-up of Rs.28,323 (June 30, 2017: Rs.272,794) maintained with Bank Alfalah Limited (a related party).

- 4.2 This is non-interest bearing deposit held with a commercial bank having original maturity of four days, subsequent to the period end it was converted into Term Deposit Receipts (TDRs) on January 02, 2018.

5. INVESTMENTS

Financial asset as fair value through profit or loss - held-for-trading

Market Treasury Bills	5.1	922,671,017	851,187,471
Term Finance Certificate (TFCs)	5.2	64,287,753	225,518,391

Held to maturity

Term Deposit Receipts (TDRs)	5.3	-	-
		<u>986,958,770</u>	<u>1,076,705,862</u>

5.1 Market Treasury Bills - 'at fair value through profit or loss' - held-for-trading

Note	Face value				Cost as at December 31, 2017	Market value as at December 31, 2017	Unrealized loss on revaluation	Percentage of total investment on the basis of Net Assets	Percentage of total investment on the basis of market value	
	As at July 01, 2017	Purchased during the Period	Sold / matured during the Period	As at December 31, 2017						
Market Treasury Bills - 3 months	5.1.1	-	14,800,000,000	13,875,000,000	925,000,000	922,689,175	922,671,017	(18,158)	69%	93%
Market Treasury Bills - 6 months		860,000,000	200,000,000	1,060,000,000	-	-	-	-		
Total as at December 31, 2017		860,000,000	15,000,000,000	14,935,000,000	925,000,000	922,689,175	922,671,017	(18,158)		
Total as at June 30, 2017		-	12,255,800,000	11,395,800,000	860,000,000	851,248,580	851,187,471	(61,109)		

5.1.1 These represent treasury bills having face value of Rs.925 million (June 30, 2017: Rs.869 million) and carrying purchase yield ranging from 5.94% to 6.01% (June 30, 2017: 5.97% to 5.99%) per annum. These treasury bills have maturity upto January 18, 2018 (June 30, 2017: September 14, 2017).

5.2 Term Finance Certificates (TFCs) - 'at fair value through profit or loss' - held-for-trading

Name of the investee company	Secured / Unsecured	As at July 01, 2017	Purchased during the period	Sold / matured during the period	As at December 31, 2017	Carrying value as at December 31, 2017	Market value as at December 31, 2017	Net unrealised (loss) / gain on revaluation of investments	Net assets on the basis of market value	Total investment on the basis of market value
Unquoted investments										
Habib Bank Limited	Unsecured	1,100	-	451	649	65,013,546	64,287,753	(725,793)	4.83%	6.51%
Standard Chartered Bank Limited	Unsecured	23,000	-	23,000	-	-	-	-	-	-
Total as at December 31, 2017						65,013,546	64,287,753	(725,793)		
Total as at June 30, 2017						225,248,504	225,518,391	269,887		

5.2.1 Significant terms and conditions of term finance certificates and other securities outstanding at the period end are as follows:

Name of security	Number of certificates	Face value (Rupees)	Unredeemed face value / redemption value (Rupees)	Mark-up rate (per annum)	Maturity	Secured / unsecured	Rating
Habib Bank Limited	649	100,000	99,940	6 Months KIBOR +0.50%	February 19, 2026	Unsecured	AAA

5.3 Term Deposit Receipts - held to maturity

Name of the investee company	Rate of return per annum	Face value		As at December 31, 2017	Carrying value as at December 31, 2017	Maturity	Rating	as percentage of total investments	as percentage of net assets
		As at July 01, 2017	Purchased during the Period						
Allied Bank Limited	6.70%	-	100,000,000	100,000,000	-	-	-	-	-
Total as at December 31, 2017		-	100,000,000	100,000,000	-	-	-	-	-
Total as at June 30, 2017		-	-	-	-	-	-	-	-

5.4 Unrealised appreciation on re-measurement of investments classified as 'financial assets' at fair value through profit or loss - net

Note (Un-audited) December 31, 2017 (Audited) June 30, 2017 (Rupees)

Market value of investments	986,958,770	1,076,705,862
Less: Carrying value of investments	(987,702,721)	(1,076,497,084)
Unrealised (loss) / gain on revaluation of investments for the period / year	<u>(743,951)</u>	<u>208,778</u>

6. PREPAYMENTS AND MARK-UP RECEIVABLE

Mark-up receivable on:		
Bank balances	5,348,510	1,638,636
Term Finance Certificate	1,613,306	2,683,794
Prepayments:		
Annual listing fee	6,619	-
Annual credit rating fee	-	151,679
MTS annual fee - prepayment	110,504	-
	<u>7,078,939</u>	<u>4,474,109</u>

		(Un-audited) December 31, 2017	(Audited) June 30, 2017
	Note	----- (Rupees) -----	
7. PAYABLE TO THE MANAGEMENT COMPANY			
Remuneration payable to the Management Company	7.1	1,078,100	1,159,768
Sindh Sales Tax payable on remuneration of the Management Company	7.2	2,594,207	2,604,815
Federal excise duty on management fee	7.3	18,099,657	18,099,657
Sales load and federal excise duty payable thereon		628,612	628,612
Formation cost payable		5,000	5,000
Expenses allocated by the Management Company	7.4	626,162	803,320
Other payables		50,000	50,000
		<u>23,081,738</u>	<u>23,351,172</u>

7.1 The Management Company has charged remuneration at the rate of 1% of average annual net assets of the Funds. The remuneration is paid to the Management Company on a monthly basis in arrears.

7.2 The Provincial Government of Sindh levied Sindh Sales Tax at the rate of 13% (June 30, 2016: 14%) on the remuneration of the Management Company 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) with effect from June 13, 2013. As the asset management services rendered by the Management Company of the Fund are already subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund, the Management Company is of the view that further levy of FED was not justified.

On September 04, 2013, a constitutional petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 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.

With effect from July 01, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 01, 2016. However, as a matter of abundant caution the provision for FED made till June 30, 2017 amounting to Rs.18.099 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 for FED not been recorded in the financial statements of the Fund, the net asset value of the Fund as at December 31, 2017 would have been higher by Re.1.47 per unit (June 30, 2017: Re.1.57 per unit).

7.4 The SECP vide SRO No. 1160 (1) / 2015 dated November 25, 2015 introduced amendments in the NBFC regulations. As a result of these amendments, the Management Company of the Fund is entitled to reimbursement of fees and expenses incurred by the Management Company in relation to registrar services, accounting, operation and valuation services related to collective investment schemes upto a maximum of 0.1% of the average annual net assets of the scheme or actual whichever is less.

	(Un-audited) December 31, 2017	(Audited) June 30, 2017
Note	----- (Rupees) -----	
8. ACCRUED AND OTHER LIABILITIES		
Withholding tax and capital gain tax	103,994	7,601,910
Annual rating fee	218,718	-
Auditors' remuneration	297,900	325,771
Brokerage payable	47,270	8,276
Sales load and federal excise duty payable thereon	7,842,136	8,979,495
Printing charges payable	31,282	35,783
Provision against Sindh Workers' Welfare Fund	8.1 2,463,967	1,890,757
	<u>11,005,267</u>	<u>18,841,992</u>

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

Had the provision for SWWF not been recorded in the condensed interim financial information of the Fund, the net asset value of the Fund as at December 31, 2017 would have been higher by Re.0.20 per unit (June 30, 2017: Re.0.16 per unit).

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2017.

10. TOTAL EXPENSE RATIO

The total Expense Ratio (TER) of the Fund is 0.87% (December 31, 2016: 0.75%) which includes 0.16% (December 31, 2016: 0.109%) 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% prescribed under the NBFC Regulations for a collective investment scheme categorised as Income scheme.

11. TAXATION

The Fund's income 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 90% of the accounting income for the year as reduced by capital gains whether realised or unrealised is distributed in cash amongst the unit holders. The Management Company intends to distribute not less than 90% of its annual accounting income in cash, if any, to comply with the above clause at year end. Accordingly, no tax provision has been made in these condensed interim financial statements for the half year ended December 31, 2017.

12. EARNINGS PER UNIT

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

	Half year ended	
	December 31, 2017	December 31, 2016
	----- (Rupees) -----	
13. CASH AND CASH EQUIVALENTS		
Bank balances	1,291,453,896	415,581,964
Treasury bills maturing within 3 months	922,671,017	714,312,200
	2,214,124,913	1,129,894,164

14. TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons include Alfalah GHP Investment 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 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. The transactions with connected persons are in the normal course of business and at contractual rates.

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 market rates.

Remuneration to the Management Company and the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

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

14.1 Unit Holders' Fund	Half year ended December 31, 2017 (Un-audited)						
	As at July 01, 2017	Issued for cash	Redeemed	As at December 31, 2017	As at July 01, 2017	Issued for cash	As at December 31, 2017
	Units			(Rupees)			
Associated companies / undertakings							
CDC-Trustee Alfalah GHP Conservative Planning Plan	214,221	69,551	214,940	68,832	22,655,713	7,500,000	23,000,000
CDC-Trustee Alfalah GHP Moderate Planning Plan	1,470,886	316,034	1,630,215	156,705	155,558,844	34,000,000	173,500,000
CDC-Trustee Alfalah GHP Active Allocation Plan	1,852	327,886	167,044	162,694	195,865	35,000,000	18,000,000
Management Company							
Alfalah GHP Investment Management Limited	377,780	-	373,238	4,542	39,953,484	-	40,000,000
Unit holder holding 10% or more units							
Abdul Sattar Edhi Foundation	4,329,982	884,564	-	5,214,546	457,932,834	93,975,094	564,061,612
	Half year ended December 31, 2016 (Un-audited)						
	As at July 01, 2016	Issued for cash	Redeemed	As at December 31, 2016	As at July 01, 2016	Issued for cash	As at December 31, 2016
	Units			(Rupees)			
Associated companies / undertakings							
Bank Alfalah Limited	1,978,187	-	-	1,978,187	209,270,425	-	214,221,233
MCBFSL-Trustee Alfalah GHP Capital Preservation Fund	5,387,608	-	5,387,608	-	569,949,663	-	577,305,463
CDC-Trustee Alfalah GHP Conservative Planning Plan	122,886	253,254	74,569	301,571	12,999,987	27,000,000	32,657,636
CDC-Trustee Alfalah GHP Moderate Planning Plan	425,374	492,704	389,848	528,230	44,999,890	53,000,000	57,202,925
CDC-Trustee Alfalah GHP Active Allocation Plan	189,055	130,269	83,170	236,154	19,999,939	14,000,000	25,573,518
Management Company							
Alfalah GHP Investment Management Limited	2,065,024	-	1,702,402	362,622	218,456,930	-	183,000,000
Key Management Personnel - Management Company							
Employees	1,960	2,313	880	3,393	207,346	250,000	94,000
Unit holder holding 10% or more units							
Pakistan Petroleum Limited		4,907,786	4,907,786	-	-	525,445,757	530,822,727
Baluchistan Education Foundation	1,476,755	1,538,193	659,416	2,355,532	156,224,449	166,606,818	70,911,337

14.2 Other transactions

	Half year ended (Un-audited)	
	December 31, 2017	December 31, 2016
	----- (Rupees) -----	
Associated companies / undertakings		
Alfalsh GHP Investment Management Limited - Management Company		
Remuneration of the Management Company	<u>6,261,860</u>	<u>22,326,208</u>
Sales tax on management fee	<u>814,050</u>	<u>2,902,412</u>
Sales load	<u>-</u>	<u>33,126</u>
Expenses allocated by the Management Company	<u>626,162</u>	<u>2,232,545</u>
Central Depository Company of Pakistan Limited		
Trustee fee	<u>847,728</u>	<u>2,052,546</u>
Sales tax on trustee fee	<u>110,199</u>	<u>266,831</u>
CDC charges	<u>8,793</u>	<u>58,491</u>
Sales tax on CDC charges	<u>1,143</u>	<u>-</u>
Bank Alfalah Limited		
Mark-up on bank deposits	<u>947,389</u>	<u>4,633,197</u>
Sales load	<u>1,436,198</u>	<u>2,420,294</u>
Bank charges	<u>27,695</u>	<u>53,104</u>
Alfalsh GHP Income Multiplier Fund		
Treasury bills - purchased	<u>-</u>	<u>49,702,250</u>
Alfalsh GHP Money Market Fund		
Treasury bills - purchased	<u>-</u>	<u>275,779,886</u>
Alfalsh GHP Cash Fund		
Treasury bills - purchased	<u>-</u>	<u>247,894,500</u>
Alfalsh GHP Income Fund		
Treasury bills - purchased	<u>-</u>	<u>245,565,000</u>

14.3 Other balances

	(Un-audited) December 31, 2017	(Audited) June 30, 2017
	----- (Rupees) -----	
Associated companies / undertakings		
Alfalsh GHP Investment Management Limited - Management Company		
Remuneration payable to the Management Company	<u>1,078,100</u>	<u>1,159,768</u>
Sales tax payable on management fee	<u>2,594,207</u>	<u>2,604,815</u>
Federal excise duty payable on management fee	<u>18,099,657</u>	<u>18,099,657</u>
Formation cost payable	<u>5,000</u>	<u>5,000</u>
Sales load and federal excise duty payable thereon	<u>628,612</u>	<u>628,612</u>
Other payables	<u>50,000</u>	<u>50,000</u>
Expenses allocated by the Management Company	<u>626,162</u>	<u>803,320</u>
Central Depository Company of Pakistan Limited		
Trustee fee and sales tax payable thereon	<u>144,557</u>	<u>144,908</u>
Sales tax on Trustee fee	<u>18,786</u>	<u>18,838</u>
Securities deposit	<u>100,000</u>	<u>100,000</u>
Bank Alfalah Limited		
Deposited at the end of period	<u>108,887,872</u>	<u>40,708,970</u>
Mark-up on bank deposits	<u>28,323</u>	<u>273,794</u>
Sales load	<u>52,630</u>	<u>8,979,495</u>

15. FAIR VALUE OF FINANCIAL INSTRUMENTS

IFRS 13 - Fair Value Measurement establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

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

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

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

Level 2: those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and

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

As at December 31, 2017, the Fund held the following financial instruments measured at fair value:

	December 31, 2017			Total
	Level 1	Level 2	Level 3	
	----- (Rupees) -----			
Investments classified as 'at fair value through profit or loss' - held-for-trading				
Market Treasury bills	-	922,671,017	-	922,671,017
Term finance certificates (TFCs)	-	64,287,753	-	64,287,753
	-	986,958,770	-	986,958,770

	June 30, 2017			Total
	Level 1	Level 2	Level 3	
	----- (Rupees) -----			
Investments classified as 'at fair value through profit or loss' - held-for-trading				
Market Treasury bills	-	851,187,471	-	851,187,471
Term finance certificates (TFCs)	-	225,518,391	-	225,518,391
	-	1,076,705,862	-	1,076,705,862

15.1 Valuation techniques used in determination of fair values within level 2.

15.1.1 Fair values of Market Treasury Bills are derived using PKRV rates (Reuters page).

15.1.2 Investments in debt securities comprising term finance certificates are valued on the basis of the rates announced by the Mutual Funds Association of Pakistan (MUFAP) and Bloomberg in case of foreign bonds, in accordance with the methodology prescribed by the Securities and Exchange Commission of Pakistan.

16. GENERAL

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

16.2 In compliance with schedule V of the NBFC Regulations the Directors of the Management Company, hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2017.

16.3 Figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2017 and December 31, 2016 have not been subject to limited scope review by the auditors.

17. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on February 26, 2018.

**For Alfalah GHP Investment Management Limited
(Management Company)**

Chief Executive Officer

Chief Financial Officer

Director



**Alfalah
GHP Income Fund**

FUND INFORMATION

Management Company:	Alfalsh GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Board of Directors of the Management Company:	Ms. Maheen Rahman Syed Ali Sultan Mr. Hanspeter Beier Mr. Muhammad Tauqir Zafar Mr. Abid Naqvi Mr. Tufail Jawed Ahmad Mr. Adeel Bajwa
Audit Committee:	Mr. Abid Naqvi Syed Ali Sultan Mr. Muhammad Tauqeer Zafar
HR Committee:	Syed Ali Sultan Mr. Tufail Jawed Ahmad Ms. Maheen Rahman Mr. Adeel Bajwa
Risk Committee:	Mr. Tufail Jawed Ahmad Syed Ali Sultan Mr. Muhammad Tauqeer Zafar Ms. Maheen Rahman
Chief Operating Officer and Company Secretary :	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Syed Hyder Raza Zaidi
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:	Ahmed & Qazi Advocates & Legal Consultants 402,403,404,417 Clifton Centre, Clifton, Karachi
Registrar:	Alfalsh GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Distributor:	Bank Alfalah Limited
Rating:	A+(f) by PACRA

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

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TRUSTEE REPORT TO THE UNIT HOLDERS

ALFALAH GHP 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 Income Fund (the Fund) are of the opinion that Alfalah GHP Investment 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, 2017 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; and
- (iii) 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.

Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 20, 2018



**INDEPENDENT AUDITORS' REPORT ON REVIEW OF
CONDENSED INTERIM FINANCIAL INFORMATION TO THE UNIT HOLDERS**

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalah GHP Income Fund** (the Fund) as at December 31, 2017 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' funds and condensed interim cash flow statement together with the notes forming part thereof (herein-after referred to as the 'condensed interim financial information'), for the half year ended December 31, 2017. The Management Company (Alfalah GHP Investment Management Limited) is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2017 and December 31, 2016 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2017.

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 interim financial information 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 information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

A.F. Ferguson & Co.
Chartered Accountants

Engagement Partner: **Shahbaz Akbar**

Dated: **26 February, 2018**

Karachi

AIFALAH GHP INCOME FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2017

		December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
	Note	----- (Rupees) -----	
ASSETS			
Balances with banks	4	233,651,053	398,739,491
Investments	5	303,442,542	346,507,929
Security deposits		2,850,000	2,850,000
Profits and other receivables		14,703,718	10,194,965
Receivable against margin trading system (MTS)		7,009,715	27,206,053
Total assets		<u>561,657,028</u>	<u>785,498,438</u>
LIABILITIES			
Payable to the Management company	6	12,563,630	12,639,195
Payable to the Trustee		154,615	160,380
Payable to the Securities and Exchange Commission of Pakistan		337,514	942,774
Accrued expenses and other liabilities	7	3,522,321	8,946,947
Total liabilities		<u>16,578,080</u>	<u>22,689,296</u>
NET ASSETS		<u>545,078,948</u>	<u>762,809,142</u>
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		<u>545,078,948</u>	<u>762,809,142</u>
CONTINGENCIES AND COMMITMENTS	8		
		----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		<u>4,763,056</u>	<u>6,812,508</u>
		----- (Rupees) -----	
NET ASSET VALUE PER UNIT		<u>114.4389</u>	<u>111.9719</u>

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

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

AIFALAH GHP INCOME FUND
CONDENSED INTERIM INCOME STATEMENT
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

	Half year ended December 31,		Quarter ended December 31,	
	2017	2016	2017	2016
	(Rupees)		(Rupees)	
Income				
Income from government securities	1,774,846	8,547,340	1,029,972	755,753
Income from term finance certificates and sukuk certificates	11,022,333	13,841,893	5,331,221	6,723,316
Income from term deposit receipts	2,175,572	1,489,822	1,551,870	1,373,933
Income from certificates of investment	-	1,027,808	-	404,383
Income from margin trading system	1,563,007	6,183,292	346,801	3,007,594
Profit on balances with banks	14,605,530	14,733,294	6,172,232	9,904,947
Other Income	100,400	-	100,400	-
Gain on sale of investments - net	50,430	2,257,836	175,556	2,428,253
	31,292,118	48,081,285	14,708,052	24,598,179
Unrealised (loss) / gain on revaluation of investments classified as 'at fair value through profit or loss' - held-for-trading-net	5.7	(1,650,924)	263,472	1,821,158
Total income	29,641,194	50,140,792	14,971,524	26,419,337
Expenses				
Remuneration of the Management company	6.1	5,728,599	8,806,122	2,687,741
Sindh Sales Tax on remuneration of the Management Company	6.2	744,711	1,144,796	349,403
Allocated expenses		458,270	693,510	215,010
Remuneration of the Trustee		772,131	1,021,759	365,536
Sindh Sales Tax on remuneration of the Trustee		106,571	132,683	47,517
Annual fee to the Securities and Exchange Commission of Pakistan		337,514	528,365	161,263
Brokerage expenses		68,301	107,703	65,531
Settlement and bank charges		8,892	27,130	5,431
Auditors' remuneration		288,842	353,726	143,139
Clearing charges		517,664	1,059,158	250,248
CDS transaction fee		4,500	38,040	4,500
Annual listing fee		15,871	23,755	6,913
Printing charges		42,965	106,300	20,160
Annual rating fee		143,679	143,668	71,840
Provision against Sindh Workers' Welfare Fund (SWWF)		408,053	-	211,546
Total expenses		9,646,563	14,186,915	4,605,778
Net income from operating activities		19,994,631	35,953,877	10,365,746
Element of loss and capital losses included in prices of units sold less those in units redeemed - net		-	(4,499,054)	(306,256)
Net income for the period before taxation		19,994,631	31,454,823	10,365,746
Taxation	11	-	-	-
Net income for the period after taxation		19,994,631	31,454,823	10,365,746
Allocation of net income for the period				
Net income for the period after taxation		19,994,631	31,454,823	10,365,746
Income already paid on units redeemed		(11,318,985)	-	(9,289,671)
		8,675,646	31,454,823	1,076,075
Accounting income available for distribution				
-Relating to capital gains		21,882	-	1,617,792
-Excluding capital gains		8,653,764	-	(541,717)
		8,675,646	1,076,075	1,076,075

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

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

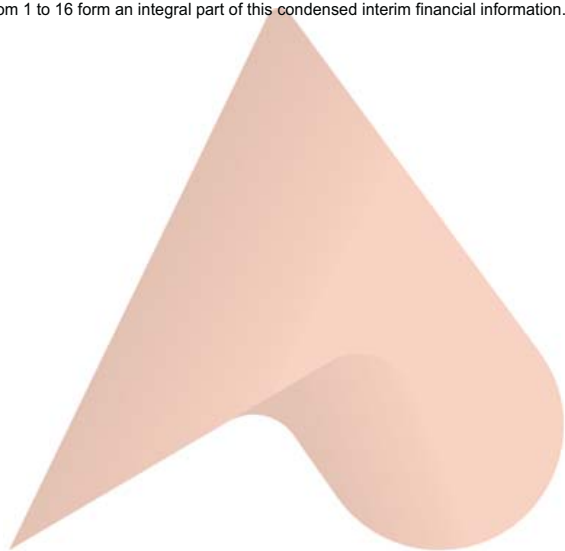
Chief Financial Officer

Director

AIFALAH GHP INCOME FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

	<u>Half year ended</u>		<u>Quarter ended</u>	
	<u>December 31,</u>		<u>December 31,</u>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
	<u>----- (Rupees) -----</u>		<u>----- (Rupees) -----</u>	
Net income for the period after taxation	19,994,631	31,454,823	10,365,746	19,589,950
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>19,994,631</u>	<u>31,454,823</u>	<u>10,365,746</u>	<u>19,589,950</u>

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



For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP INCOME FUND
CONDENSED INTERIM STATEMENT OF
MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017**

Half year ended December 31, 2017			
(Rupees)			
Capital Value	Undistributed income	Unrealised appreciation on remeasurement of investments classified as available for sale - net	Total
- Capital value	689,865,072	-	689,865,072
- Undistributed income brought forward			
- Realised	72,524,256	-	72,524,256
- Unrealised	419,814	-	419,814
Net assets at beginning of the period [Rs. 113.4246 per unit (June 30, 2016 Rs. 110.7178 per unit)]	689,865,072	72,944,070	762,809,142
Issuance of 8,803,592 (2016: 20,058,839 units)			
- Capital value (at net asset value per unit at the beginning of the period)	985,754,506	-	985,754,506
- Element of income	6,248,317	-	6,248,317
Total proceeds on issuance of units	992,002,823	-	992,002,823
Redemption of 10,853,044 (2016: 14,208,263 units)			
- Capital value (at net asset value per unit at the beginning of the period)	1,215,235,444	-	1,215,235,444
- Element of loss	3,173,219	11,318,985	14,492,204
Total payments on redemption of units	1,218,408,663	11,318,985	1,229,727,648
Total comprehensive income for the period	19,994,631	-	19,994,631
Distribution during the period	-	-	-
Net income for the period less distribution	19,994,631	-	19,994,631
Net assets at end of the period [Rs. 114.4389 per unit (December 31, 2016 Rs. 113.4246 per unit)]	463,459,232	81,619,716	545,078,948
Undistributed income carried forward			
- Realised	83,270,640	-	83,270,640
- Unrealised	(1,650,924)	-	(1,650,924)
	81,619,716	-	81,619,716

Half year ended December 31, 2016	
(Rupees)	
Net assets at beginning of the period	638,840,391
Issue of 20,058,839 units	2,229,315,529
Redemption of 14,208,263 units	(1,586,051,622)
	1,282,104,298
Element of income and capital gains included in prices of units sold less those in units redeemed transferred to income statement - net	4,499,054
Element of income and capital gains included in prices of units sold less those in units redeemed transferred to distribution statement - net	(55,576,832)
	(51,077,778)
Other income (net of expenses) for the year	27,137,480
Capital gain on sale of investments - net	2,257,836
Net unrealised appreciation on remeasurement of investments classified as 'financial assets at fair value through profit or loss' - net	2,059,507
Total comprehensive income for the period	31,454,823
Net element of income and capital gains included in the prices of units issued less those in units redeemed - distribution statement	55,576,832
Net assets at end of the period	1,318,058,175

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

**For Alfalah GHP Investment Management Limited
(Management Company)**

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP INCOME FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

	Note	Half year ended	
		December 31,	
		2017	2016
		----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		19,994,631	31,454,823
Adjustments for:			
Unrealised loss / (gain) on revaluation of investments classified as 'at fair value through profit or loss' - held-for-trading-net		1,650,924	(2,059,507)
Provision against Sindh Workers' Welfare Fund (SWWF)		408,053	-
Element of loss and capital losses included in prices of units sold less those in units redeemed - net		-	4,499,054
		<u>22,053,608</u>	<u>33,894,370</u>
Decrease / (increase) in assets			
Investments - net		71,330,911	(182,122,659)
Profit and other receivables		(4,508,753)	2,206,717
Receivable against margin trading system (MTS)		20,196,338	16,158,048
		<u>87,018,496</u>	<u>(163,757,894)</u>
Increase in liabilities			
Payable to the Management company		(75,565)	(78,710)
Payable to the Trustee		(5,765)	2,061
Payable to the Securities and Exchange Commission of Pakistan		(605,260)	(591,599)
Accrued expenses and other liabilities		(5,832,679)	(9,352,873)
		<u>(6,519,269)</u>	<u>(10,021,121)</u>
Net cash generated from / (used in) operating activities		<u>102,552,835</u>	<u>(139,884,645)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issuance of units		992,002,823	2,229,315,529
Payments on redemption of units		(1,229,727,648)	(1,586,051,622)
Net cash (used in) / generated from financing activities		<u>(237,724,825)</u>	<u>643,263,907</u>
Net (decrease) / increase in cash and cash equivalents during the period		<u>(135,171,990)</u>	<u>503,379,262</u>
Cash and cash equivalents at beginning of the period		398,739,491	213,425,217
Cash and cash equivalents at end of the period	12	<u>263,567,501</u>	<u>716,804,479</u>

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

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP INCOME FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM
FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Alfalah GHP Income Fund is an open-ended Fund constituted under a trust deed entered into on December 18, 2006 between IGI Funds Limited (Former Management Company), a company incorporated under the Companies Ordinance, 1984 and Central Depository Company of Pakistan Limited (CDC) as the Trustee, also incorporated under the Companies Ordinance, 1984. On October 15, 2013, the management rights of the Fund were transferred from IGI Funds Limited to Alfalah GHP Investment 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 Second Supplemental Trust Deed, under the NBFC Regulations, vide its letter No. SCD/AMCW/AD-ZI/AGIF/241/2015 dated February 03, 2015 to modify and restate the previous Trust Deed to effectuate renaming of the Fund to Alfalah GHP Income Fund (formerly IGI 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 March 9, 2017. The registered office of the Management Company is situated at 8-B, 8th floor, Executive tower, Dolmen city, Block 4, Clifton, Karachi.
- 1.3** The Fund is categorised as an '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 Fund invests primarily in fixed-rate securities and other avenues of investment, which include corporate debt securities, Government securities, sukuk certificates and term finance certificates, certificates of investment, certificates of musharaka, commercial papers, term deposit receipts, spread transactions and reverse repurchase agreements.
- 1.5** The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of AM2+ (stable outlook) to the Management Company on December 22, 2017 and has maintained the stability rating of the Fund to A+(f) on July 12, 2017.
- 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

- 2.1.1** This condensed interim financial information has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the SECP. Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP differ with the requirements of the IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.
- 2.1.2** The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does 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, 2017.
- 2.1.3** This condensed interim financial information is unaudited. However, a limited scope review has been performed by the statutory auditors in accordance with the requirements of the Code of Corporate Governance. In compliance with schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2017.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES AND JUDGMENTS AND CHANGES THEREIN

- 3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2017 except for changes in accounting policy as explained in note 3.2.
- 3.2 The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated August 3, 2017 has made certain amendments in the NBFC Regulations. The notification includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. Furthermore, the revised regulations also require certain additional disclosures with respect to 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', whereas disclosure with respect to 'Distribution Statement' has been deleted in the revised regulations.

Previously, an equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' was created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption. The element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed to the extent that is represented by distributable income earned during the year is recognised in the income statement and the element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed represented by distributable income carried forward from prior periods is included in the distribution statement.

As required by IAS 8: 'Accounting Policies, Changes in Accounting Estimates and Errors', a change in accounting policy requires retrospective application as if that policy had always been applied. However, the Management Company has applied the above changes in accounting policy, including the additional disclosure requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', prospectively from July 1, 2017 based on the clarification issued by the SECP. Accordingly, corresponding figures have not been restated. The 'Distribution Statement' for the comparative period has not been presented as it has been deleted as a result of the amendments made in the NBFC Regulations through the aforementioned SRO issued by the SECP.

Had the element of income been recognised as per the previous accounting policy, the income of the Fund would have been lower by Rs 8.079 million net off charge for SWWF in respect of element of loss and consequently NAV per unit would have been higher by Rs 0.035. However, the change in accounting policy does not have any impact on the 'Cash Flow Statement'. The change has resulted in inclusion of certain additional disclosures / new presentation requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund which have been incorporated in these statements.

- 3.3 The preparation of this condensed interim financial information in conformity with the approved accounting 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, 2017.

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, 2017.

3.4 Amendments to published approved accounting standards that are effective in the current period

There are certain amendments to the approved accounting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2017. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in this condensed interim financial information.

3.5 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

During the current period the SECP has adopted IFRS 9: 'Financial Instruments' and IFRS 15: 'Revenue from Customers', which are applicable with effect from July 1, 2018. The management is currently assessing the impacts of these standards on the Fund's future financial statements. There are certain other new standards, interpretations and amendments to the approved accounting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2018. However, these are not expected to have any significant impacts on the Fund's operations and are, therefore, not detailed in this condensed interim financial information.

	Note	December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
----- (Rupees) -----			
4 BALANCES WITH BANKS			
In savings accounts	4.1	163,651,053	398,739,491
Call deposit receipt	4.2	70,000,000	-
		<u>233,651,053</u>	<u>398,739,491</u>

4.1 The rate of return on these accounts ranges from 5.30% to 6.80% (June 30, 2017: 4.00% to 6.60%) per annum. It includes deposit of Rs 19.051 million (June 30, 2017: Rs. 92.355 million) maintained with Bank Alfalah Limited (a related party).

4.2 Call Deposit Receipt (CDR) is maintained with Allied Bank Limited.

4.3 Non compliant investment

Name of non compliant investment	Type of investment	Value of investment before provision	Provision balance as on July 1, 2017	Provision during the period	Provision held, if any	Value of investment after provision	Fair value as a percentage of:		Credit rating
							Net assets	Gross assets	
----- (Rupees) -----									
Allied Bank Limited (CDR)	Call Deposit Receipt	70,000,000	-	-	-	70,000,000	0.13	0.12	AA+

	Note	December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
----- (Rupees) -----			
5 INVESTMENTS			
At fair value through profit or loss - held-for-trading			
Sukuk certificates	5.1	44,954,250	91,332,741
Term finance certificates	5.2	104,571,844	205,444,895
Government securities - market treasury bills	5.3	29,916,448	49,730,293
Advance against IPO of sukuk certificates	5.4	74,000,000	-
Loans and receivables			
Term deposit receipts	5.5	50,000,000	-
		<u>303,442,542</u>	<u>346,507,929</u>

5.1 Sukuk certificates

Name of the investee company	Maturity Date	Yield per annum	Face Value (Number of certificates)				Rupees			Percentage	
			As at July 1, 2017	Purchased during the period	Matured / Sold during the period	As at December 31, 2017	Carrying value as at December 31, 2017	Market value as at December 31, 2017	Net unrealised (loss) on revaluation of investments	Market value as a percentage of Net Assets	Market value as a percentage of Total Investment
Engro Fertilizer Limited	9-Jul-19	6 Months Kibor + 1.75%	10,000	-	-	10,000	36,332,741	35,841,386	(491,355)	6.58%	11.81%
Byco Oil Pakistan Limited	18-Jan-22	3 Months Kibor + 1.50%	500	-	460	40	4,000,000	4,025,004	25,004	0.74%	1.33%
Dubai Islamic Bank Limited	14-Jul-27	6 Months Kibor + 0.50%	-	29	24	5	5,000,000	5,087,860	87,860	0.93%	1.68%
Total as at December 31, 2017							45,332,741	44,954,250	(378,491)		
Total as at June 30, 2017							91,680,263	91,332,741	(347,522)		

5.2 Term Finance Certificates

Name of the investee company	Maturity Date	Yield per annum	Face Value (Number of certificates)				Rupees			Percentage	
			As at July 1, 2017	Purchased during the period	Redeemed / sold during the period	As at December 31, 2017	Carrying value as at December 31, 2017	Market value as at December 31, 2017	Net unrealised (loss) / gain on revaluation of investments	Market value as a percentage of Net Assets	Market value as a percentage of Total Investment
Quoted investments											
Faysal Bank Limited	24-Dec-17	6 Months Kibor + 2.25%	9,000	-	9,000	-	-	-	-	0.00%	0.00%
NIB Bank Limited (Floating)	19-Jun-22	6 Months Kibor + 1.15%	3,000	-	3,000	-	-	-	-	0.00%	0.00%
Bank Alfalah Limited - V - Related Party	20-Feb-21	6 Months Kibor + 1.25%	7,800	-	7,800	-	-	-	-	0.00%	0.00%
Unquoted investments											
Bank Alfalah Limited - IV - (Floating)- Related Party	2-Dec-17	6 Months Kibor + 2.50%	1,800	-	1,800	-	-	-	-	0.00%	0.00%
Habib Bank Limited	19-Feb-26	6 Months Kibor + 0.50%	650	-	300	350	35,066,464	34,669,816	(396,648)	6.36%	11.43%
The Bank of Punjab	20-Dec-26	6 Months Kibor + 1.00%	700	-	-	700	70,776,840	69,902,028	(874,812)	12.82%	23.04%
Total as at December 31, 2017							105,843,304	104,571,844	(1,271,460)		
Total as at June 30, 2017							204,675,103	205,444,895	769,792		

5.3 Government securities - market treasury bills

Tenor	Note	Face Value (Number of certificates)				Rupees			Percentage	
		As at July 1, 2017	Purchased during the period	Sold / matured during the period	As at December 31, 2017	Carrying value as at December 31, 2017	Market value as at December 31, 2017	unrealised loss on revaluation	Market value as a percentage of Net Assets	Market value as a percentage of Total
Treasury Bills - 3 Months	5.3.1	-	22,660,000	22,360,000	300,000	29,917,421	29,916,448	(973)	5.49%	9.86%
Treasury Bills - 6 Months		500,000	-	500,000	-	-	-	-	-	-
Treasury Bills - 12 Months		-	-	-	-	-	-	-	-	-
Total as at December 31, 2017		500,000	22,660,000	22,860,000	300,000	29,917,421	29,916,448	(973)		
Total as at June 30, 2017		10,000	24,280,000	23,790,000	500,000	49,732,749	49,730,293	(2,456)		

5.3.1 These treasury bills carry effective rate of return of 5.99% per annum and will mature on January 18, 2018.

5.4 This represents the amount deposited by the Fund against following IPO of sukuk certificates.

Company	Date of Deposit	Maturity Date	Tenor	Profit Rate	Amount Deposited
International Brands Limited	3-Oct-17	3-Oct-21	4 Years	12M Kibor + 1.50%	55,000,000
Dawood Hercules Corporation Limited	16-Nov-17	16-Nov-22	5 Years	3M Kibor + 1%	19,000,000
Total as at December 31, 2017					74,000,000

5.5 This represent term deposit receipt having face value Rs.50 million placed with Telenor Micro Finance Bank Limited carrying interest at the rate of 7.90% per annum and will mature on February 7, 2018. Term deposit receipt represents 9.17% (June 30, 2017: Nil) of the total net assets of the fund.

5.6 Non compliant investments

Name of non compliant investment	Type of investment	Value of investment before provision	Provision balance as on July 1, 2017	Provision during the period	Provision held, if any	Value of investment after provision	Fair value as a percentage of:		Credit rating
							Net assets	Gross assets	
(Rupees)									
Bank of Punjab	Term finance certificates	69,902,028	-	-	-	69,902,028	0.13	0.12	AA-
International Brands Limited	Sukuk certificates	55,000,000	-	-	-	55,000,000	0.10	0.10	AA

5.7 Unrealised (loss) / gain on revaluation of investments classified as at fair value through profit or loss - held-for-trading-net	Note	December 31,	June 30,
		2017	2017
		(Un-audited)	(Audited)
		----- (Rupees) -----	
Market value of investments	5.1, 5.2 and 5.3	179,442,542	346,507,929
Less: carrying value of investments	5.1, 5.2 and 5.3	(181,093,466)	(346,088,115)
		<u>(1,650,924)</u>	<u>419,814</u>

6 PAYABLE TO THE MANAGEMENT COMPANY

Management remuneration payable	6.1	819,123	900,493
Sindh Sales Tax payable on management remuneration	6.2	1,458,771	1,469,356
Federal Excise Duty payable on management remuneration of the Management Company	6.3	9,778,882	9,778,882
Allocated expenses payable	6.4	458,270	441,880
Sales load payable		48,584	48,584
		<u>12,563,630</u>	<u>12,639,195</u>

6.1 The Management company has charged remuneration at a rate of 1.25% of average annual net assets of the Fund. The remuneration is paid to the Management Company on a monthly basis in arrears.

6.2 During the period, Sindh Sales Tax on management fee has been charged at 13% (June 30, 2017: 13%).

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

On September 4, 2013, a constitutional petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 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.

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.

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 till June 30, 2016 amounting to Rs 9.778 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 for FED not been recorded in the financial statements of the Fund, the net asset value of the Fund as at December 31, 2017 would have been higher by Re 2.05 per unit (June 30, 2017: Re 1.44 per unit).

6.4 In accordance with Regulation 60 of the NBFC Regulations the Management Company has charged expenses at the rate of 0.1% of the average net assets of the Fund being lower than actual expenses chargeable to the Fund for the period.

	Note	December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
----- (Rupees) -----			
7 ACCRUED EXPENSES AND OTHER LIABILITIES			
Provision against Sindh Workers' Welfare Fund (SWWF)	7.1	1,690,813	1,282,759
Auditors' remuneration		268,858	395,216
Sales load payable		73,473	73,389
Clearing charges payable		24,674	41,889
Annual rating fee payable		304,919	161,240
Brokerage and settlement charges payable		32,734	50,618
Printing charges payable		80,388	77,287
Withholding tax payable		283,875	2,530,499
Capital gains tax payable		762,587	4,334,050
		<u>3,522,321</u>	<u>8,946,947</u>

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

Had the provision for SWWF not been recorded in the condensed interim financial information of the Fund, the net asset value of the Fund as at December 31, 2017 would have been higher by Re 0.35 per unit (June 30, 2017 0.19 per unit)

8 CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments as at December 31, 2017.

9 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.

10 TOTAL EXPENSE RATIO

The total expense ratio of the Fund for the period ended December 31, 2017 is 1.05% which includes 0.17% representing government levies on the Fund such as sales taxes, Sindh Workers' Welfare Fund, annual fee payable to the SECP, etc.

11 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 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% net accounting income other than capital gains to the 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. Since the management company intends to distribute the income earned by the Fund during the year to the unit holders in the manner as explained above, no provision for taxation has been made in this condensed interim financial information.

12 CASH AND CASH EQUIVALENTS

Balances with banks
Treasury bills maturing within 3 months

Half year ended	
December 31,	
2017	2016
----- (Rupees) -----	
233,651,053	666,949,410
<u>29,916,448</u>	<u>49,855,069</u>
<u>263,567,501</u>	<u>716,804,479</u>

13 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

13.1 Connected person / related parties include the Alfalah GHP Investment Management Limited being the management company, Fund under management of the Management Company, GHP Beteiligungen Holding Limited, Bank Alfalah 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. The transaction with connected persons are in the normal course of business and at contractual rates.

13.2 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 person are in the normal course of business, at contracted rates and at terms determined in accordance with the market rates.

13.3 Remuneration to the Management Company and the trustee of the fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

13.4 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 information, are as follows:

13.5 Unit Holders' Fund

	half year ended December 31, 2017 (Un-audited)									
	As at July 1, 2017	Issued for cash / conversion in / transfer in	Dividend Reinvestment	Redeemed / conversion out / transfer out	As at December 31, 2017	As at July 1, 2017	Issued for cash / conversion in / transfer in	Dividend Reinvestment	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2017
	Units					(Rupees)				
Associated Companies / Undertakings										
Alfalah GHP Prosperity planning fund - Conservative allocation plan	560,692	163,727	-	145,279	579,140	62,781,830	18,500,000	-	16,500,000	66,276,152
Alfalah GHP Prosperity planning fund - Moderate allocation plan	1,732,260	396,635	-	1,217,969	910,926	193,964,361	45,000,000	-	137,500,000	104,245,381
Alfalah GHP Prosperity planning fund - Active allocation plan	4,935	567,889	-	282,849	289,975	552,581	64,000,000	-	32,000,000	33,184,424
Management Company										
Alfalah GHP Investment Management Limited	335,118	1,339,022	-	1,660,777	13,363	37,523,799	150,000,000	-	190,000,000	1,529,247
Key Management Personnel Employees										
Head of Marketing	522	102	-	609	15	58,449	11,546	-	68,684	1,717

13.6 This reflects the position of related party / connected persons as at December 31, 2017

half year ended December 31, 2016 (Un-audited)										
	As at July 1, 2016	Issued for cash / conversion in / transfer in	Dividend Reinvestment	Redeemed / conversion out / transfer out	As at December 31, 2016	As at July 01, 2016	Issued for cash / conversion in / transfer in	Dividend Reinvestment	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2016
	Units				(Rupees)					
Associated companies / undertakings										
Alfalsh GHP Prosperity planning fund - Conservative allocation plan	117,416	350,297	-	-	467,713	13,000,000	39,000,000	-	-	53,050,174
Alfalsh GHP Prosperity planning fund - Moderate allocation plan	406,439	741,611	-	319,337	828,713	45,000,000	83,000,000	36,000,000	-	93,996,441
Alfalsh GHP Prosperity planning fund - Active allocation plan	180,639	187,037	-	79,423	288,253	20,000,000	21,000,000	9,000,000	-	32,694,981
Management Company										
Alfalsh GHP Investment Management Limited	1,052,356	444,186	-	-	1,496,542	116,514,541	50,000,000	-	-	169,744,678
Key Management Personnel Employees										
Head of Marketing	13,653	3,795	-	13,550	3,898	1,511,630	420,000	-	1,502,000	442,129
Chief operating officer	454	-	-	-	454	50,266	-	-	-	51,495
Unit holder holding 10% or more Units*										
Fauji Fertilizer Bin Qasim Limited	-	1,331,153	-	-	1,331,153	-	150,000,000	-	-	150,985,497
Gul Ahmed Energy Limited	-	2,380,225	-	-	2,380,225	-	262,527,651	-	-	269,976,069
Babar Ali Foundation	1,301,125	-	-	1,293,497	7,628	144,057,698	-	-	143,000,000	865,203
Pak China Investment Company Limited	903,197	-	-	903,197	-	100,000,000	-	-	100,884,952	-
Fauji Cement Company	-	1,359,748	-	1,359,748	-	-	149,973,822	-	152,526,341	-

*Current year figures has not been presented as the entity is not classified as a related party / connected person of the fund as at December 31, 2017.

13.7 Other transactions

	Half year ended	
	2017	2016
	(Rupees)	
Associated Companies / Undertakings		
Alfalsh GHP Investment Management Limited - Management Company		
Remuneration of Alfalah GHP Investment Management	5,728,599	8,806,122
Sindh Sales Tax on remuneration of the Management Company	744,711	1,144,796
Sales load	6,041	-
Allocated expenses	458,270	693,510
Bank Alfalah Limited		
Treasury Bills - purchased	-	686,145,000
PIBs - purchased	-	26,657,500
Profit on balances with banks	1,180,598	1,484,646
Bank charges	3,010	17,158
Alfalsh GHP Cash Fund		
Market treasury bills - purchased	-	49,654,300
Alfalsh GHP Income Multiplier Fund		
Term finance certificate - sold	-	25,312,500
Alfalsh GHP Islamic Income Fund		
Sukuk certificates - sold	-	77,782,500
Alfalsh GHP Sovereign Fund		
Market treasury bills - sold	-	245,565,000
Other related parties		
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	772,131	1,021,759
Sindh sale tax on remuneration of the Trustee	106,571	132,883
CDS transaction fee	4,500	38,040

	December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
	----- (Rupees) -----	
13.8 Other balances		
Associated companies / undertakings		
Alfalah GHP Investment Management Limited - Management Company		
Management remuneration payable	819,123	900,493
Sindh sales tax payable on management remuneration	<u>1,458,771</u>	<u>1,469,356</u>
Federal excise duty payable on management remuneration	<u>9,778,882</u>	<u>9,778,882</u>
Allocated expenses payable	<u>458,270</u>	<u>441,880</u>
Sales load payable	<u>48,584</u>	<u>48,584</u>
Bank Alfalah Limited		
Balances with bank	<u>19,051,067</u>	<u>92,355,074</u>
Profit receivable	<u>48,601</u>	<u>8,999</u>
Sales load payable	<u>73,389</u>	<u>73,389</u>
Other related parties		
Central Depository Company of Pakistan Limited - Trustee		
Trustee remuneration payable	<u>118,213</u>	<u>128,797</u>
Sindh sale tax payable on Trustee remuneration	<u>36,402</u>	<u>31,583</u>
Security deposit	<u>100,000</u>	<u>100,000</u>

14 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the amount for which an asset could be exchanged, or liability can be settled, between knowledgeable willing parties in an arm's length transaction. Consequently, differences can arise between carrying values and the fair value estimates.

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

Financial assets which are traded in an open market are revalued at the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying values as the items are either short term in nature or periodically repriced.

Fair value of investments is determined as follows:

- Listed and unlisted debt securities, other than government securities, are valued on the basis of prices announced by the Mutual Funds Association of Pakistan (MUFAP), as per the method of valuation agreed with the Trustees of the Fund under the Rules. The MUFAP calculates these prices in accordance with the SECP's Circular 1 of 2009. The said circular prescribes a valuation methodology which, in case of currently traded securities, is based on weighted average prices during the 15 days preceding the valuation date and in case of thinly or non-traded securities, on the basis of discount coupon method which takes into consideration credit risk and maturities of the instruments.
- Fair value of listed equity securities and listed units is determined on the basis of closing market prices quoted on the stock exchange.
- The fair value of all other financial assets and financial liabilities of the Fund approximate their carrying amounts due to short term maturities of these instruments.

14.1 FAIR VALUE HIERARCHY

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify fair value measurements 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: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities.
- Level 2: Fair value measurements using inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Fair value measurement using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at 31 December 2017 and 30, June 2017, the Fund held the following financial instruments measured at fair value:

ASSETS	December 31, 2017			Total
	Level 1	Level 2	Level 3	
Financial assets 'at fair value through profit or loss'	----- (Rupees) -----			
Government securities - market treasury bills	-	29,916,448	-	29,916,448
Sukuk certificates	-	44,954,250	-	44,954,250
Term finance certificates	-	104,571,844	-	104,571,844
	<u>-</u>	<u>179,442,542</u>	<u>-</u>	<u>179,442,542</u>
ASSETS	June 30, 2017			Total
	Level 1	Level 2	Level 3	
Financial assets 'at fair value through profit or loss'	----- (Rupees) -----			
Government securities - market treasury bills	-	49,730,293	-	49,730,293
Sukuk certificates	-	91,332,741	-	91,332,741
Term finance certificates	11,276,050	194,168,845	-	205,444,895
	<u>11,276,050</u>	<u>335,231,879</u>	<u>-</u>	<u>346,507,929</u>

During the half year ended December 31, 2017, there were no transfer between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurements.

15 GENERAL

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

Figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2017 and December 31, 2016 have not been subject to limited scope review by the statutory auditors of the Fund.

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

16 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on February 26, 2018 by the Board of Directors of the Management Company.

**For Alfalah GHP Investment Management Limited
(Management Company)**

Chief Executive Officer

Chief Financial Officer

Director



**Alfalah
GHP Income Multiplier Fund**

FUND INFORMATION

Management Company:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Board of Directors of the Management Company:	Ms. Maheen Rahman Syed Ali Sultan Mr. Hanspeter Beier Mr. Muhammad Tauqir Zafar Mr. Abid Naqvi Mr. Tufail Jawed Ahmad Mr. Adeel Bajwa
Audit Committee:	Mr. Abid Naqvi Syed Ali Sultan Mr. Muhammad Tauqeer Zafar
HR Committee:	Syed Ali Sultan Mr. Tufail Jawed Ahmed Ms. Maheen Rahman Mr. Adeel Bajwa
Risk Committee:	Mr. Tufail Jawed Ahmad Syed Ali Sultan Mr. Muhammad Tauqeer Zafar Ms. Maheen Rahman
Chief Operating Officer and Company Secretary :	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Syed Hyder Raza Zaidi
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:	Ahmed & Qazi Advocates & Legal Consultants 402,403,404,417 Clifton Centre, Clifton, Karachi
Registrar:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, 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 Shahra-e-Faisal,
Karachi - 74400, Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326020 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

ALFALAH GHP INCOME MULTIPLIER 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 Income Multiplier Fund (the Fund) are of the opinion that Alfalah GHP Investment 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, 2017 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; and
- (iii) 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.

Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 20, 2018



**INDEPENDENT AUDITORS' REPORT ON REVIEW OF
CONDENSED INTERIM FINANCIAL INFORMATION TO THE UNIT HOLDERS**

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalah GHP Income Multiplier Fund** (the Fund) as at December 31, 2017 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' funds and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial information'), for the half year ended December 31, 2017. The Management Company (Alfalah GHP Investment Management Limited) is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2017 and December 31, 2016 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2017.

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 interim financial information 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 information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

A.F. Ferguson & Co.
Chartered Accountants

Engagement Partner: **Shahbaz Akbar**

Dated: **26 February, 2018**

Karachi

ALFALAH GHP INCOME MULTIPLIER FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)
AS AT DECEMBER 31, 2017

	December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
ASSETS	Note	-----Rupees-----
Balances with banks	4	755,076,057
Investments	5	756,958,601
Security deposits		2,850,000
Profit and other receivables		15,825,354
Receivable against margin trading system		54,396,785
Total assets		1,585,106,797
LIABILITIES		
Payable to the Management company	6	17,744,292
Payable to the Trustee		174,422
Annual fee payable to the Securities and Exchange Commission of Pakistan		762,042
Accrued expenses and other liabilities	7	7,649,952
Total liabilities		26,330,708
NET ASSETS		<u>1,558,776,089</u>
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		<u>1,558,776,089</u>
CONTINGENCIES AND COMMITMENTS	8	
		-----Number of units-----
NUMBER OF UNITS IN ISSUE		<u>28,611,095</u>
		----- (Rupees) -----
NET ASSET VALUE PER UNIT		<u>54.4815</u>
		<u>53.2500</u>

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

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP INCOME MULTIPLIER FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

	For the half year ended		For the quarter ended	
	December 31, 2017	December 31, 2016	December 31, 2017	December 31, 2016
Note	(Rupees)		(Rupees)	
Income				
Income from Government securities	1,966,372	16,073,179	1,167,962	1,325,331
Income from term finance certificates and sukuk certificates	24,808,683	19,059,618	12,466,020	9,918,123
Income from term deposits receipts	4,515,190	8,807,819	3,249,843	5,378,383
Income from margin trading system	4,063,247	10,375,811	1,068,096	5,969,500
Profit on balances with banks	35,378,042	23,967,358	15,683,098	18,475,214
Gain / (loss) on sale of investments - net	124,943	723,404	(2,484,925)	(18,912,049)
	70,856,477	79,007,189	31,150,094	22,154,502
-Unrealised (loss) / gain on revaluation of investments classified as 'at fair value through profit or loss'-held-for-trading-net	5.5	(3,842,759)	4,739,027	2,695,247
Total income		67,013,718	83,746,216	33,845,341
				44,394,403
Expenses				
Remuneration of the Management company	6.1	12,701,454	14,436,868	6,084,940
Sindh Sales Tax on remuneration of the Management Company	6.2	1,651,069	1,876,793	790,928
Allocated expenses	6.4	1,016,002	1,154,898	486,705
Remuneration of the Trustee		1,292,135	1,410,204	627,968
Sindh Sales Tax on remuneration of the Trustee		167,980	183,327	81,640
Annual fees of the Securities and Exchange Commission of Pakistan		762,042	866,217	365,049
Auditors' remuneration		333,960	324,760	166,980
Brokerage expenses		85,739	211,199	55,511
Fees and subscription		507,410	448,776	232,131
Printing charges		37,750	75,624	18,875
Settlement and bank charges		799,530	1,677,943	421,260
Provision against Sindh Workers' Welfare Fund (SWWF)		953,175	-	490,269
Total expenses		20,308,246	22,666,609	9,822,256
				11,804,045
Net income from operating activities		46,705,472	61,079,607	24,023,085
				32,590,358
Element of loss and capital losses included in prices of units issued less those in units redeemed - net		-	(939,018)	-
				(4,208,906)
Net income for the period before taxation		46,705,472	60,140,589	24,023,085
				28,381,452
Taxation	9	-	-	-
Net income for the period after taxation		46,705,472	60,140,589	24,023,085
				28,381,452
Allocation of net income for the period				
Net income for the period after taxation		46,705,472	60,140,589	24,023,085
Income already paid on units redeemed		(16,990,946)	-	(13,180,396)
		29,714,526	60,140,589	10,842,689
				28,381,452
Accounting Income available for distribution				
-Relating to capital gains		79,490		3,347,716
-Excluding capital gains		29,635,036		7,494,973
		29,714,526		10,842,689

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

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

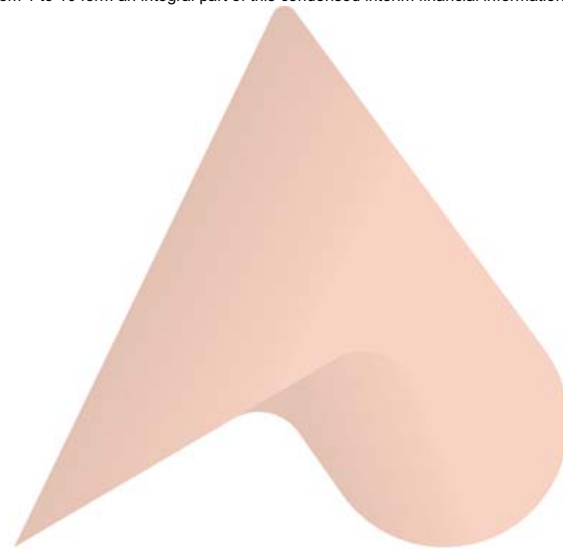
Chief Financial Officer

Director

ALFALAH GHP INCOME MULTIPLIER FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

	Half year ended		Quarter ended	
	December 31, 2017	December 31, 2016	December 31, 2017	December 31, 2016
	(Rupees)		(Rupees)	
Net income for the period after taxation	46,705,472	60,140,589	24,023,085	28,381,452
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>46,705,472</u>	<u>60,140,589</u>	<u>24,023,085</u>	<u>28,381,452</u>

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



For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP INCOME MULTIPLIER FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

Half year ended December 31, 2017			
(Rupees)			
Capital Value	Undistributed income	Unrealised appreciation on remeasurement of investments classified as available for sale - net	Total
- Capital value	1,605,244,819	-	1,605,244,819
- Undistributed income brought forward			
- Realised	-	127,662,604	127,662,604
- Unrealised	-	6,814,003	6,814,003
Net assets at beginning of the period [Rs.53.2500 per unit (June 30, 2016 Rs.53.0087 per unit)]	1,605,244,819	134,476,607	1,739,721,426
Issuance of 24,322,643 (2016: 40,897,794 units)			
- Capital value (at net asset value per unit at the beginning of the period)	1,295,181,410	-	1,295,181,410
- Element of income	6,854,166	-	6,854,166
Total proceeds on issuance of units	1,302,035,576	-	1,302,035,576
Redemption of 28,382,356 (2016: 27,657,343 units)			
- Capital value (at net asset value per unit at the beginning of the period)	1,511,361,239	-	1,511,361,239
- Element of loss	1,334,200	16,990,946	18,325,146
Total payments on redemption of units	1,512,695,439	16,990,946	1,529,686,385
Total comprehensive income for the period	-	46,705,472	46,705,472
Distribution during the period	-	-	-
Net income for the period less distribution	-	46,705,472	46,705,472
Net assets at end of the period [Rs.54.4815 per unit (December 31, 2016 Rs.54.4535 per unit)]	1,394,584,956	46,705,472	1,558,776,089
Undistributed income carried forward			
- Realised	-	168,033,892	168,033,892
- Unrealised	-	(3,842,759)	(3,842,759)
	-	164,191,133	164,191,133

December 31, 2016	
(Rupees)	
Net assets at beginning of the period	1,504,659,938
Issue of 40,897,794 units	2,193,368,067
Redemption of 27,657,343 units	<u>(1,492,447,948)</u>
	2,205,580,057
Element of income and capital gains included in prices of units sold less those in units redeemed transferred to income statement - net	939,018
Element of income and capital gains included in prices of units sold less those in units redeemed transferred to distribution statement - net	<u>(53,702,989)</u>
	(52,763,971)
Other income (net of expenses) for the year	54,678,158
Capital gain on sale of investments - net	723,404
Net unrealised appreciation on remeasurement of investments classified as 'financial assets at fair value through profit or loss' - net	<u>4,739,027</u>
Total comprehensive income for the period	60,140,589
Net element of income and capital gains included in the prices of units issued less those in units redeemed - distribution statement	53,702,989
Net assets at end of the period	<u>2,266,659,664</u>

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

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP INCOME MULTIPLIER FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

	Half year ended	
	December 31, 2017	December 31, 2016
Note	----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	46,705,472	60,140,589
Adjustments for:		
Unrealised loss / (gain) on revaluation of investments classified as 'at fair value through profit or loss'-held-for-trading-net	3,842,759	(4,739,027)
Provision against Sindh Workers' Welfare Fund (SWWF)	953,175	-
Element of loss and capital losses included in prices of units issued less those in units redeemed - net	-	939,018
	51,501,406	56,340,580
Decrease in assets		
Investments-net	100,421,401	304,844,662
Security deposits	-	(756,728)
Profit and other receivables	3,689,017	16,926,067
Receivable against margin trading system	(1,318,228)	(78,580,246)
	102,792,190	242,433,755
Decrease in liabilities		
Payable to the Management company	26,292	(72,206)
Payable to the Trustee	7,393	(275,190)
Annual fee payable to the Securities and Exchange Commission of Pakistan	(945,107)	(1,108,235)
Accrued expenses and other liabilities	(10,103,637)	(5,263,333)
	(11,015,059)	(6,718,964)
Net cash generated from operating activities	143,278,537	292,055,371
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of units	1,302,035,576	2,193,368,067
Payments on redemption of units	(1,529,686,385)	(1,492,447,948)
Net cash generated (used in) / generated from financing activities	(227,650,809)	700,920,119
Net (decrease) / increase in cash and cash equivalents during the period	(84,372,272)	992,975,490
Cash and cash equivalents at beginning of the period	969,364,779	513,566,208
Cash and cash equivalents at end of the period	13 <u>884,992,507</u>	<u>1,506,541,698</u>

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

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP INCOME MULTIPLIER FUND
NOTES TO AND FORMING PART OF THE CONDENSED
INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

1. LEGAL STATUS AND NATURE OF BUSINESS

Alfalah GHP Income Multiplier 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 March 8, 2007 and was approved by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the NBFC (Establishment and Regulation) Rules, 2003 (NBFC Rules), on February 14, 2007. The SECP has approved second Supplemental Trust Deed, under the NBFC Regulations, vide its letter No. SCD/NBFC-II/AGIMF/573/2010 dated October 13, 2010 to modify and restate the previous Trust Deed to effectuate renaming of the Fund to Alfalah GHP Income Multiplier Fund.

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 8-B, 8th floor, Executive tower, Dolmen city, Block 4, Clifton, Karachi.

The Fund is categorised as a 'Aggressive fixed 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.

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 debt and money market securities. The Fund invests in debt instrument, money market securities and interest bearing accounts. The investment objectives and policy are explained in the Fund's offering document.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of AM2+ (stable outlook) to the Management Company on December 22, 2017 and A+(f) Stability rating to the Fund in its rating report dated July 12, 2017

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 This condensed interim financial information has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the SECP. Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP differ with the requirements of the IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does 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, 2017.

2.1.3 This condensed interim financial information is unaudited. However, a limited scope review has been performed by the statutory auditors in accordance with the requirements of the Code of Corporate Governance. In compliance with schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2017.

3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES AND JUDGMENTS AND CHANGES THEREIN

- 3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2017 except for changes in accounting policies as explained in note 3.2.
- 3.2 The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated August 3, 2017 has made certain amendments in the NBFC Regulations. The notification includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. Furthermore, the revised regulations also require certain additional disclosures with respect to 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', whereas disclosure with respect to 'Distribution Statement' has been deleted in the revised regulations.

Previously, an equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' was created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption. The element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed to the extent that is represented by distributable income earned during the year is recognised in the income statement and the element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed represented by distributable income carried forward from prior periods is included in the distribution statement.

As required by IAS 8: 'Accounting Policies, Changes in Accounting Estimates and Errors', a change in accounting policy requires retrospective application as if that policy had always been applied. However, the Management Company has applied the above changes in accounting policy, including the additional disclosure requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', prospectively from July 1, 2017 based on the clarification issued by the SECP. Accordingly, corresponding figures have not been restated. The 'Distribution Statement' for the comparative period has not been presented as it has been deleted as a result of the amendments made in the NBFC Regulations through the aforementioned SRO issued by the SECP.

Had the element of income been recognised as per the previous accounting policy, the income of the Fund would have been lower by Rs 11.242 million net off charge for SWWF in respect of element of loss and consequently NAV per unit would have been higher by Rs 0.008. However, the change in accounting policy does not have any impact on the 'Cash Flow Statement'. The change has resulted in inclusion of certain additional disclosures / new presentation requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund which have been incorporated in these statements.

- 3.3 The preparation of this condensed interim financial information in conformity with the approved accounting 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, 2017.

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, 2017.

3.4 Amendments to published approved accounting standards that are effective in the current period

There are certain amendments to the approved accounting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2017. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in this condensed interim financial information.

3.5 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

During the current period the SECP has adopted IFRS 9: 'Financial Instruments' and IFRS 15: 'Revenue from Customers', which are applicable with effect from July 1, 2018. The management is currently assessing the impacts of these standards on the Fund's future financial statements. There are certain other new standards, interpretations and amendments to the approved accounting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2018. However, these are not expected to have any significant impacts on the Fund's operations and are, therefore, not detailed in this condensed interim financial information.

	Note	December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
----- (Rupees) -----			
4 BALANCES WITH BANKS			
In savings accounts	4.1	595,076,057	969,364,779
Call deposit receipt	4.2	160,000,000	-
		<u>755,076,057</u>	<u>969,364,779</u>

4.1 These accounts carry profit rates ranging from 5.3% to 9.25% (June 30, 2017: 5% to 6.6%) per annum. Deposit in these accounts includes Rs. 65.127 million (June 30, 2017: Rs. 26.799 million) which is maintained with Bank Alfalah Limited (a related party).

4.2 Call deposit receipt (CDR) is maintained with Allied Bank Limited.

4.3 Non compliant investment

Name of non compliant investment	Type of investment	Value of investment before provision	Provision balance as on July 1, 2017	Provision during the period	Provision held, if any	Value of investment after provision	Fair value as a percentage of:		Credit rating
							Net assets	Gross assets	
----- (Rupees) -----									
Allied Bank Limited (CDR)	Call Deposit Receipt	160,000,000	-	-	-	160,000,000	0.10	0.10	AA+

	Note	December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
----- (Rupees) -----			
5 INVESTMENTS			
'At fair value through profit or loss' - held-for-trading			
Term finance certificates	5.1	321,156,945	509,725,816
Sukuk certificates	5.2	107,885,206	161,904,135
Government securities - market treasury bills	5.3	29,916,450	59,676,360
		458,958,601	731,306,311
Advance against IPO of Term finance certificates and sukuk certificates	5.4	198,000,000	-
'Available-for-sale'			
Term finance certificates	5.6	-	-
Loans and receivables			
Term deposit receipts	5.7	100,000,000	-
		<u>756,958,601</u>	<u>731,306,311</u>

5.1 Term finance certificates

Name of the investee company	Maturity	Profit Rate	As at July 1, 2017	Purchased during the period	Sold / matured during the period	As at December 31, 2017	Carrying value as at December 31, 2017	Market value as at December 31, 2017	Unrealised (loss) / gain	Market value as a percentage of net assets	Market value as a percentage of total investment	Market value as a percentage of size of issue
			(Number of certificates)			(Rupees)			(%)			
Bank Alfalah Limited - V (a related party)	February 2021	6M Kibor + 1.25%	1,225	-	1,225	-	-	-	-	0.00%	0.00%	0.00%
NIB Bank Limited	June 2022	6M Kibor + 1.15%	7,000	-	7,000	-	-	-	-	0.00%	0.00%	0.00%
Askari Bank Limited	September 2024	6M Kibor + 1.20%	10,000	-	3,100	6,900	35,145,722	34,539,003	(606,719)	2.22%	4.56%	0.86%
Jahangir Siddiqui & Company Limited	May 2021	6M Kibor + 1.65%	10,000	-	-	10,000	44,882,396	44,663,656	(218,740)	2.87%	5.90%	4.47%
Habib Bank Limited	February 2026	6M Kibor + 0.50%	1,300	-	501	799	80,051,730	79,146,236	(905,494)	5.08%	10.46%	0.79%
JS Bank Limited	December 2023	6M Kibor + 1.40%	9,600	-	3,000	6,600	33,228,995	32,989,998	(238,997)	2.12%	4.36%	1.10%
Standard Chartered Bank of Pakistan	June 2022	6M Kibor + 0.75%	11,100	-	11,100	-	-	-	-	0.00%	0.00%	0.00%
The Bank of Punjab	December 2026	6M Kibor + 1.00%	1,300	-	-	1,300	131,442,702	129,818,052	(1,624,650)	8.33%	17.15%	5.19%
Total as at December 31, 2017			51,525	-	25,926	25,599	324,751,545	321,156,945	(3,594,600)			
Total as on June 30, 2017							504,795,211	509,725,816	4,930,605			

5.2 Sukuk certificates

Name of the investee company	Maturity	Profit Rate	As at July 1, 2017	Purchased during the period	Sold / matured during the period	As at December 31, 2017	Carrying value as at December 31, 2017	Market value as at December 31, 2017	Unrealised (loss) / gain	Market value as a percentage of net assets	Market value as a percentage of total investment	Market value as a percentage of size of issue
			(Number of certificates)			(Rupees)			(%)			
Byco Oil Pakistan Limited	January 2022	3M Kibor + 1.05%	800	-	500	300	30,000,000	30,187,533	187,533	1.94%	3.99%	0.81%
Engro Fertilizer Limited	July 2019	6M Kibor + 1.75%	16,000	-	-	16,000	58,132,386	57,346,218	(786,168)	3.68%	7.58%	1.79%
TPL Trakker Limited	April 2021	12M Kibor + 3.00%	15	-	15	-	-	-	-	0.00%	0.00%	0.00%
Dubai Islamic Bank Limited	July 2027	6M Kibor + 0.50%	-	71	51	20	20,000,000	20,351,455	351,455	1.31%	2.69%	101.76%
Total as at December 31, 2017							108,132,386	107,885,206	(247,180)			
Total as on June 30, 2017							160,017,900	161,904,135	1,886,235			

5.3 Government Securities - market treasury bills

Tenor	As at July 1, 2017	Purchased during the period	Sold / matured during the period	As at December 31, 2017	Carrying value as at December 31, 2016	Market value as at December 31, 2017	Unrealised (loss)	Market value as a percentage of net assets	Market value as a percentage of total investment
	(Number of certificates)				(Rupees)			(%)	
3 months	600,000	1,542,000	2,112,000	30,000	29,917,429	29,916,450	(979)	1.92%	3.95%
Total as at December 31, 2017	600,000	1,542,000	2,112,000	30,000	29,917,429	29,916,450	(979)		
Total as at June 30, 2017					59,679,197	59,676,360	(2,837)		

5.3.1 These represent treasury bills having face value of Rs.30 million (June 30, 2017: Rs.60 million) and carrying purchase yield of 5.991% (June 30, 2017: 5.99%) per annum. These treasury bills have maturity upto January 18, 2018 (June 30, 2017: August 03, 2017).

5.4 This represents the amount deposited by the Fund against following IPO of Term finance certificates and sukuk certificates.

Company	Date of Deposit	Maturity Date	Tenor	Profit Rate	Amount Deposited (Rupees)
TPL Corporation Limited (TPL Trakker Limited)	12-Dec-17	12-Dec-19	2 Years	3M Kibor + 1.50%	15,000,000
Dawood Hercules Corporation Limited	16-Nov-17	16-Nov-22	5 Years	3M Kibor + 1%	58,000,000
International Brands Limited	3-Oct-17	3-Oct-21	4 Years	12M Kibor + 1.50%	125,000,000
Total as at December 31, 2017					198,000,000

	Note	December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
		----- (Rupees) -----	
5.5 Unrealised (loss) / gain on revaluation of investments classified as 'fair value through profit or loss - held-for-trading-net			
Market value of investments	5.1,5.2,5.6	458,958,601	731,306,311
Less: carrying value of investments	5.1,5.2,5.6	(462,801,360)	(724,492,308)
		<u>(3,842,759)</u>	<u>6,814,003</u>

5.6 Term finance certificates - available-for-sale

Name of the investee company	Maturity	Profit / markup Rate	As at July 01, 2017	Purchased during the period	Sold / matured during the period	As at December 31, 2017	Carrying value as at December 31, 2017	Market value as at December 31, 2017	Impairment in the value of investments	Gain / (loss)	Market value as a percentage of net assets	Market value as a percentage of total investment
			----- (Number of certificates) -----			----- (Rupees) -----			----- (%) -----			
Trust Investment Bank Limited (note 5.6.1)	July 2013	6M KIBOR + 1.85%	8,000	-	-	8,000	14,994,000	-	14,994,000	-	-	-
Security Leasing Corporation Limited (note 5.6.2)	March 2014	0.06	2,000	-	-	2,000	1,557,300	-	1,557,300	-	-	-
AgriTech Limited (note 5.6.3)	November 2017	6M KIBOR + 1.75%	17,950	-	-	17,950	89,666,353	-	89,666,353	-	-	-
AgriTech Limited-IV (note 5.6.4)	January 2015	Zero Coupon	4,094	-	-	4,094	20,470,000	-	20,470,000	-	-	-
Total as on December 31, 2017			32,044	-	-	32,044	126,687,653	-	126,687,653	-	-	-
Total as on June 30, 2017							126,687,653	-	126,687,653	-	-	-

5.6.1 These term finance certificates defaulted on their payment of principal and markup due on July 04, 2012. Consequently, the security was classified as non-performing by MUFAP on October 18, 2012. Accordingly, accrual of mark-up on the same has been suspended and mark-up due amounting Rs. 1.437 million has been reversed and full provision has been made in accordance with the requirements of SECP circulars and directives issued from time to time and the Board's approved provisioning policy.

5.6.2 These term finance certificates had been rescheduled in the past, however, the security was again classified as 'non-performing' by MUFAP on August 15, 2014 and, accordingly, was provided for in full in accordance with the requirements of SECP circulars and the Board's approved provisioning policy.

5.6.3 In prior years, a restructuring agreement was signed between AgriTech Limited and the Investment Agent of the term finance certificates, whereby, certain terms included in the original trust deed dated November 15, 2007 were amended, including the repayment period which was extended from November 29, 2014 to November 29, 2017. Consequently, the security was classified as non-performing by MUFAP on June 14, 2010 and accrual of mark-up on the same date was suspended. Accordingly, the security has been fully provided in accordance with the requirements of SECP circulars and directives issued from time to time and the Board's approved provisioning policy.

5.6.4 This represents additional certificates of AgriTech Limited received by the Fund through restructuring agreement reached between lenders and AgriTech Limited. Under such agreement, outstanding mark-up due on May 29, 2011 and July 13, 2011 against first and second Issue respectively amounting to Rs. 20.470 million was settled in the form of certificates valuing Rs.20.470 million. This investment has been fully provided since these have been received in lieu of suspended overdue mark-up to be recognised to income upon realisation.

	Note	December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
----- (Rupees) -----			
5.6.5 Particulars of impairment in the value of investments classified as 'available-for-sale'			
Opening balance		126,687,653	126,687,653
Add: provision for the year		-	-
Closing balance		<u>126,687,653</u>	<u>126,687,653</u>

5.7 Term deposit receipts

Term deposit receipts - having original maturity of 3 months or less	5.7.1	<u>100,000,000</u>	-
		<u>100,000,000</u>	-

5.7.1 This represent term deposit receipts having face value Rs.100 million placed with Telenor Micro Finance Bank Limited carrying profit at the rate of 7.90% per annum and maturing on February 7, 2018. Term deposit receipts represents 6.42% (June 30, 2017: Nil) of the total net assets of the fund.

	Note	December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
-----Rupees -----			
6 PAYABLE TO THE MANAGEMENT COMPANY			
Management remuneration payable	6.1	1,858,748	1,829,178
Sindh sales tax payable on management remuneration	6.2	1,914,657	1,910,808
Federal Excise Duty payable on management remuneration	6.3	11,439,981	11,439,981
Allocated expenses payable	6.4	1,016,002	1,023,129
Sales load payable		<u>1,514,904</u>	<u>1,514,904</u>
		<u>17,744,292</u>	<u>17,718,000</u>

6.1 The Management company has charged remuneration at a rate of 1.25% of average annual net assets of the Fund. The remuneration is paid to the Management Company on a monthly basis in arrears.

6.2 During the period, Sindh Sales Tax on management remuneration has been charged at the rate of 13% (June 30, 2017, 13%).

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

On September 4, 2013, a constitutional petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 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.

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.

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 till June 30, 2016 amounting to Rs 11.440 million is being retained in the condensed interim financial information of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been recorded in the condensed interim financial information of the Fund, the net asset value of the Fund as at December 31, 2017 would have been higher by Re 0.40 per unit (June 30, 2017: Re 0.35 per unit).

- 6.4 In accordance with Regulation 60 of the NBFC Regulations the Management Company has charged expenses at the rate of 0.1% of the average net assets of the Fund being lower than actual expenses chargeable to the Fund for the period.

7 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	December 31,	June 30,
		2017 (Un-audited)	2017 (Audited)
		-----Rupees -----	
Provision against Sindh Workers' Welfare Fund (SWWF)	7.1	3,857,277	2,904,102
Auditors' remuneration payable		354,127	488,167
Settlement charges payable		44,037	-
Annual rating fee		181,424	-
Brokerage payable		39,071	7,640
Printing charges payable		73,192	75,283
Withholding tax payable		583,695	10,807,156
Others		2,517,129	2,518,066
		<u>7,649,952</u>	<u>16,800,414</u>

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

Had the provision for SWWF not been recorded in the condensed interim financial information of the Fund, the net asset value of the Fund as at December 31, 2017 would have been higher by Re 0.13 per unit (June 30, 2017 0.09 per unit)

8. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2017.

9. 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 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% net accounting income other than capital gains to the 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. Since the management company intends to distribute the income earned by the Fund during the year to the unit holders in the manner as explained above, no provision for taxation has been in this condensed interim financial information.

10. 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.

11. TOTAL EXPENSE RATIO

The total expense ratio of the Fund for the period ended December 31, 2017 is 0.997% which includes 0.18% representing government levies on the Fund such as sales taxes, Sindh Workers' Welfare Fund, annual fee payable to the SECP, etc.

12. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected person / related parties include the Alfalah GHP Investment Management Limited being the Management Company, Fund under management of the Management Company, Bank Alfalah Limited and GHP Beteiligungen, 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. The transaction with connected persons are in the normal course of business and at contractual rates.

12.1 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 person are in the normal course of business, at contracted rates and at terms determined in accordance with the market rates.

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

12.3 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 information, are as follows:

Unit Holders' Fund	Half year ended December 31, 2017 (Un-audited)									
	As at July 1, 2017	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / Conversion out / transfer out	As at December 31, 2017	As at July 1, 2017	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / Conversion out / transfer out	Net asset value as at December 31, 2017
	(Units)					(Rupees)				
Associated Companies / Undertakings										
Alfalah GHP Investment Management Limited	466,142	-	-	466,025	117	24,822,078	-	-	25,000,000	6,374
Alfalah GHP Prosperity planning fund - Conservative allocation plan	1,221,530	794,114	-	592,937	1,422,707	65,046,472	42,500,000	-	32,000,000	77,511,211
Alfalah GHP Prosperity planning fund - Moderate allocation plan	2,362,333	5,388,971	-	2,921,799	4,829,505	125,794,224	288,000,000	-	157,500,000	263,118,677
Alfalah GHP Prosperity planning fund - Active allocation plan	10,805	2,413,008	-	965,766	1,458,047	575,370	129,000,000	-	52,000,000	79,436,588
Key Management Personnel Employees										
Chief Financial Officer	-	10	-	-	10	-	551	-	-	545
Unit holder holding 10% or more Units										
Barrett Hodgson Pakistan (Pvt.) Ltd	3,498,589	-	-	-	3,498,589	186,299,844	-	-	-	190,608,377
Millat Tractors Limited	-	3,716,961	-	-	3,716,961	-	200,000,000	-	-	202,505,611

12.3.1 This reflects the position of related party / connected persons status as at December 31, 2017.

	Half year ended December 31, 2016 (Un-audited)								Net asset value as at December 31, 2016	
	As at July 1, 2016	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / Conversion out / transfer out	As at December 31, 2016	As at July 1, 2016	Issued for cash / conversion in / transfer in	Dividend reinvested		Redeemed / Conversion out / transfer out
	(Units)				(Rupees)					
Associated Companies / Undertakings										
Bank Alfalah Limited	5,481,236	-	-	-	5,481,236	290,553,172	-	-	-	298,472,485
Alfalah Insurance Company Limited	-	754,202	-	754,202	-	-	40,000,000	-	40,764,610	-
Alfalah GHP Prosperity planning fund - Conservative allocation plan	245,243	913,551	-	148,579	1,010,215	13,000,000	49,000,000	-	8,000,000	55,009,743
Alfalah GHP Prosperity planning fund - Moderate allocation plan	848,917	1,165,770	-	776,123	1,238,564	45,000,000	63,000,000	-	42,000,000	67,444,145
Alfalah GHP Prosperity planning fund - Active allocation plan	377,297	296,711	-	165,445	508,563	20,000,000	16,000,000	-	9,000,000	27,693,035
Key Management Personnel Employees										
Head of Finance	-	28,251	-	28,251	-	-	1,523,808	-	1,532,421	-
Assistant Vice President - Compliance	-	1,043	-	1,043	-	-	56,000	-	56,398	-
Unit holder holding 10% or more Units*										
Society for promotion of Engineering Sciences & Technology in Pakistan	5,272,636	1,841,807	-	3,708,924	3,405,519	279,495,554	100,000,000	-	197,721,518	185,442,429
Pak China Investment Company	3,772,966	-	-	3,772,966	-	200,000,000	-	-	205,074,261	-
Lahore University of Management Sciences	2,745,130	-	-	1,979,236	765,894	145,515,765	-	-	96,008,998	41,705,609
Fauji Fertilizers Bin Qasim Limited	-	6,468,676	-	6,468,676	-	350,000,000	-	-	-	352,242,049

*Current year figures has not been presented as the entity is not classified as a related party / connected person of the fund as at December 31, 2017.

12.4 Other transactions

	Half year ended	
	December 31, 2017	December 31, 2016
	(Rupees)	
Associated Companies / Undertakings		
Alfalah GHP Investment Management Limited - Management Company		
Remuneration of the Management Company	12,701,454	14,436,868
Sindh sales tax on remuneration of the Management Company	1,651,069	1,876,793
Allocated expenses	1,016,002	1,154,898
Sales load	376,927	190,346
Bank Alfalah Limited		
Bank Charges	39,988	35,497
Profit on balances with banks	985,166	2,679,680
Profit on Term finance certificate	71,923	221,893
Market treasury bills purchased	-	98,670,000
Sales load	140,423	2,924,956
Alfalah GHP Income Fund		
Term finance certificates purchased	-	25,312,500
Alfalah GHP Sovereign Fund		
Market treasury bills sold	-	49,702,250
Alfalah GHP Islamic Income Fund		
Sukuk certificates purchased	-	103,710,000
Other related parties		
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	1,292,135	1,410,204
Sindh sales tax on Trustee fee	167,980	183,327
CDS Charges	167,108	253,081

12.5 Other balances		December 31 2017 (Un-audited)	June 30 2017 (Audited)
Associated Companies / Undertakings		----- (Rupees) -----	
Alfalsh GHP Investment Management Limited - Management Company			
Management remuneration payable		1,858,748	1,829,178
Sindh sales tax payable on management remuneration		1,914,657	1,910,808
Federal excise duty payable on management remuneration		11,439,981	11,439,981
Allocated expenses payable		1,016,002	1,023,129
Sales load payable		1,514,904	1,514,904
Bank Alfalah Limited			
Balances with banks		65,126,512	26,798,760
Mark up receivable on bank deposits		9,365	257,282
Mark up income receivable on term finance certificate		-	162,100
Other related parties			
Central Depository Company of Pakistan Limited - Trustee			
Trustee remuneration payable		148,615	142,074
Sindh sales tax payable on Trustee remuneration		25,807	24,955
Security deposit		100,000	100,000
		Half yearly ended	
	Note	December 31, 2017	December 31, 2016
		----- (Rupees) -----	
13 CASH AND CASH EQUIVALENTS			
Balances with banks	4	755,076,057	1,121,541,698
Treasury bills maturing within 3 months	5.3	29,916,450	-
Term deposit receipts maturing within 3 months	5.7	100,000,000	385,000,000
		884,992,507	1,506,541,698

14 FAIR VALUE MEASUREMENTS

Fair value is the amount for which an asset could be exchanged, or liability can be settled, between knowledgeable willing parties in an arm's length transaction. Consequently, differences can arise between carrying values and the fair value estimates.

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

Financial assets which are traded in an open market are revalued at the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying values as the items are either short term in nature or periodically repriced.

Fair value of investments is determined as follows:

- Listed and unlisted debt securities, other than government securities, are valued on the basis of prices announced by the Mutual Funds Association of Pakistan (MUFAP), as per the method of valuation agreed with the Trustees of the Fund under the Rules. The MUFAP calculates these prices in accordance with the SECP's Circular 1 of 2009. The said circular prescribes a valuation methodology which, in case of currently traded securities, is based on weighted average prices during the 15 days preceding the valuation date and in case of thinly or non-traded securities, on the basis of discount coupon method which takes into consideration credit risk and maturities of the instruments.

- Investments in government securities are valued on the basis of average rates of brokers as announced by the Financial Markets Association of Pakistan.
- The fair value of all other financial assets and financial liabilities of the Fund approximate their carrying amounts due to short term maturities of these instruments.

14.1 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: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities.

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

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

As at December 31, 2017, the Fund held the following financial instruments measured at fair value:

	December 31, 2017			
	Level 1	Level 2	Level 3	Total
ASSETS	-----Rupees in '000-----			
Investment 'at fair value through profit or loss'				
Government securities market treasury bills	-	29,916,450	-	29,916,450
Term finance certificates	-	321,156,945	-	321,156,945
Sukuk certificates	-	107,885,206	-	107,885,206
	-	458,958,601	-	458,958,601

	June 30, 2017			
	Level 1	Level 2	Level 3	Total
ASSETS	-----Rupees in '000-----			
Investment 'at fair value through profit or loss'				
Government securities market treasury bills	-	59,676,360	-	59,676,360
Term finance certificates	-	509,725,816	-	509,725,816
Sukuk certificates	-	161,904,135	-	161,904,135
	-	731,306,311	-	731,306,311

During the half year ended December 31, 2017, 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.

15 GENERAL

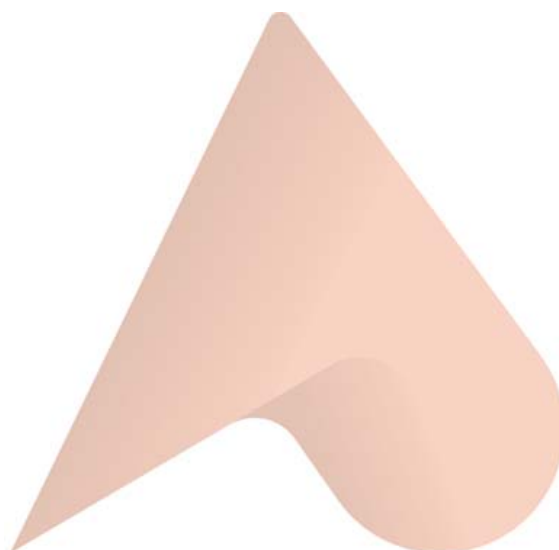
Figures are rounded off to the nearest Rupee.

Figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2017 and December 31, 2016 have not been subject to limited scope review by the statutory auditors of the Fund.

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

16 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on February 26, 2018.



**For Alfalah GHP Investment Management Limited
(Management Company)**

Chief Executive Officer

Chief Financial Officer

Director



Alfalah
GHP Islamic Income Fund

FUND INFORMATION

Management Company:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Board of Directors of the Management Company:	Ms. Maheen Rahman Syed Ali Sultan Mr. Hanspeter Beier Mr. Muhammad Tauqir Zafar Mr. Abid Naqvi Mr. Tufail Jawed Ahmad Mr. Adeel Bajwa
Audit Committee:	Mr. Abid Naqvi Syed Ali Sultan Mr. Muhammad Tauqeer Zafar
HR Committee:	Syed Ali Sultan Mr. Tufail Jawed Ahmed Ms. Maheen Rahman Mr. Adeel Bajwa
Risk Committee:	Mr. Tufail Jawed Ahmad Syed Ali Sultan Mr. Muhammad Tauqeer Zafar Ms. Maheen Rahman
Chief Operating Officer and Company Secretary :	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Syed Hyder Raza Zaidi
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:	Ahmed & Qazi Advocates & Legal Consultants 402,403,404,417 Clifton Centre, Clifton, Karachi
Shariah Advisor:	BankIslami Pakistan Limited 11th Floor, Dolmen Executive Towers, Marine Drive, Clifton, Block-4, Karachi
Registrar:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, 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) 34326020 - 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 GHP Investment 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, 2017 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; and
- (iii) 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.

Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 20, 2018



**INDEPENDENT AUDITORS' REPORT ON REVIEW OF
CONDENSED INTERIM FINANCIAL INFORMATION 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, 2017 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' funds and condensed interim cash flow statement together with the notes forming part thereof (herein-after referred to as the 'condensed interim financial information'), for the half year ended December 31, 2017. The Management Company (Alfalah GHP Investment Management Limited) is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2017 and December 31, 2016 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2017.

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 interim financial information 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 information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

A.F. Ferguson & Co.
Chartered Accountants

Engagement Partner: **Shahbaz Akbar**

Dated: **26 February, 2018**

Karachi

ALFALAH GHP ISLAMIC INCOME FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)
AS AT DECEMBER 31, 2017

		December 31, 2017 (Unaudited)	June 30, 2017 (Audited)
	Note	----- (Rupees) -----	
ASSETS			
Balances with banks	4	4,780,200,581	1,261,147,109
Investments	5	2,407,134,438	1,503,312,649
Deposits and prepayments		1,286,235	104,107
Profit Receivable		58,110,777	27,847,658
Receivable from sale of Investment		3,585,794	-
Total assets		7,250,317,825	2,792,411,523
LIABILITIES			
Payable to Management Company	6	11,048,494	6,463,833
Payable to Trustee		703,491	429,965
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)		2,330,864	2,741,247
Accrued and other liabilities	7	5,860,293	7,306,837
Payable against redemption of units		-	313,972
Total liabilities		19,943,142	17,255,854
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u>7,230,374,683</u>	<u>2,775,155,669</u>
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		<u>7,230,374,683</u>	<u>2,775,155,669</u>
CONTINGENCIES AND COMMITMENTS	8		
		----- Number of units -----	
NUMBER OF UNITS IN ISSUE		<u>69,994,392</u>	<u>27,412,931</u>
		----- Rupees -----	
NET ASSET VALUE PER UNIT (FACE VALUE PER UNIT RS. 100/- EACH)		<u>103.2993</u>	<u>101.2353</u>

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment 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, 2017

	For the half year ended December 31,		For the quarter ended December 31,	
	2017	2016	2017	2016
Income	Rupees			
Profit on balances with banks	122,726,492	64,661,523	43,157,207	40,194,412
At fair value through profit or loss - held-for-trading				
Income from investments	59,807,698	22,178,152	59,807,698	17,970,681
(Loss) / gain on sale of investments - net	(5,704,430)	1,263,400	(3,444,520)	1,263,400
Unrealised gain on revaluation of investments - net	324,754	12,471,370	5,642,646	11,948,659
	(5,379,676)	13,734,770	2,198,126	13,212,059
Total Income	177,154,514	100,574,445	105,163,031	71,377,152
Expenses				
Remuneration of the Management Company	6.1 31,078,209	14,278,568	17,412,645	9,623,950
Sindh Sales Tax on remuneration of the Management Company	6.2 4,040,170	1,856,214	1,251,114	1,251,114
Federal Excise Duty on remuneration of the Management Company	6.3 -	-	-	-
Allocated expenses	6.4 3,107,721	1,428,161	1,741,209	962,387
Remuneration of the Trustee	2,976,797	1,617,620	1,622,173	1,030,656
Sindh Sales Tax on remuneration of the Trustee	386,988	210,290	210,885	133,981
Annual fees to the Securities and Exchange Commission of Pakistan (SECP)	2,330,864	1,070,896	1,305,947	721,799
Bank and settlement charges	46,905	20,012	18,961	17,396
Auditors' remuneration	235,888	278,565	117,944	139,288
Other expenses	119,127	302,031	23,815	136,884
Shariah advisory fee	211,779	176,447	116,261	88,228
Worker Welfare Fund	2,652,402	-	1,606,592	-
	47,186,850	21,238,804	25,427,546	14,105,683
Net income for the period from operating activities	129,967,664	79,335,641	79,735,485	57,271,469
Element of income and capital gains included in the prices of units issued less those in units redeemed - net	-	48,894,949	-	46,307,612
Net income for the period before taxation	129,967,664	128,230,590	79,735,485	103,579,081
Taxation	10 -	-	-	-
Net income for the period after taxation	129,967,664	128,230,590	79,735,485	103,579,081
Allocation of net income for the period				
Net income for the period after taxation	129,967,664	128,230,590	79,735,485	103,579,081
Income already paid on units redeemed	(12,046,015)	-	(9,809,899)	-
	117,921,649	128,230,590	69,925,586	103,579,081
Accounting income available for distribution				
- Relating to capital gain	294,804	-	7,646,093	-
- Excluding capital gain	117,626,845	-	62,279,493	-
	117,921,649	-	69,925,586	-

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

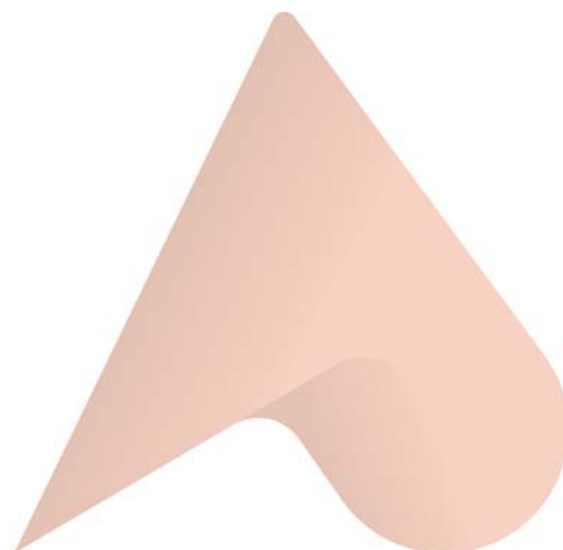
Chief Financial Officer

Director

ALFALAH GHP ISLAMIC INCOME FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

	For the half year ended December 31,		For the quarter ended December 31,	
	2017	2016	2017	2016
	-----Rupees-----			
Net income for the period after taxation	129,967,664	128,230,590	79,735,485	103,579,081
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>129,967,664</u>	<u>128,230,590</u>	<u>79,735,485</u>	<u>103,579,081</u>

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.



For Alfalah GHP Investment 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 AND QUARTER ENDED DECEMBER 31, 2017

Half year ended December 31, 2017			
(Rupees)			
Capital Value	Undistributed income / (loss)	Unrealised appreciation on remeasurement of investments classified as available for sale - net	Total
- Capital value	2,741,487,019	-	2,741,487,019
- Undistributed income brought forward			
- Realised	-	8,656,167	8,656,167
- Unrealised	-	25,012,483	25,012,483
Net assets at beginning of the period [Rs.101.2353 per unit (June 30, 2016: Rs.100.6098 per unit)]	2,741,487,019	33,668,650	2,775,155,669
Issuance of 60,744,012 units (2016: 59,536,110 units)			
- Capital value (at net asset value per unit at the beginning of the period)	6,149,438,278	-	6,149,438,278
- Element of income	29,705,192	-	29,705,192
Total proceeds on issuance of units	6,179,143,470	-	6,179,143,470
Redemption of 18,162,551 units (2016: 13,710,749 units)			
- Capital value (at net asset value per unit at the beginning of the period)	1,838,691,299	-	1,838,691,299
- Element of loss	3,154,806	12,046,015	15,200,821
Total payments on redemption of units	1,841,846,105	12,046,015	1,853,892,120
Total comprehensive income for the period	-	129,967,664	129,967,664
Distribution during the period	-	-	-
Net income for the period less distribution	-	129,967,664	129,967,664
Net assets at end of the period	7,078,784,384	151,590,299	7,230,374,683

[Rs.103.2993 per unit (December 31, 2016: Rs.103.3487 per unit)]

Undistributed income carried forward

- Realised	-	151,265,545	151,265,545
- Unrealised	-	324,754	324,754
	-	151,590,299	151,590,299

Half Year Ended December 31, 2016	
(Rupees)	
Net assets at beginning of the period	100,172,736
Issue of 59,536,110 units	6,062,044,638
Redemption of 13,710,749 units	<u>(1,402,660,119)</u>
	4,759,557,255
Element of income and capital gains included in prices of units sold less those in units redeemed transferred to income statement - net	<u>(48,894,949)</u>
Element of income and capital gains included in prices of units sold less those in units redeemed transferred to distribution statement - net	<u>(27,620,194)</u>
	(76,515,143)
Other income (net of expenses) for the year	114,495,820
Capital gain on sale of investments - net	1,263,400
Unrealised gain on revaluation of investments classified as 'at fair value through profit or loss' - net	<u>12,471,370</u>
Total comprehensive income for the period	128,230,590
Net element of income and capital gains included in the prices of units issued less those in units redeemed - distribution statement	27,620,194
Net assets at end of the period	<u>4,838,892,896</u>

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment 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, 2017

	Half year ended	
	December 31,	
	2017	2016
Note	----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	129,967,664	128,230,590
Adjustments for:		
Net unrealised gain		
revaluation of investments classified as 'at fair value through profit or loss - held-for-trading'	(324,754)	(12,471,370)
Element of income and capital gains included in prices of units sold less those in units redeemed - net	-	(48,894,949)
	129,642,910	66,864,271
Increase in assets		
Investments - net	(903,497,035)	(1,827,245,307)
Deposit and prepayments	(1,182,128)	(3,965)
Profit and other receivables	(30,263,119)	(27,742,399)
Receivable from sale of Investment	(3,585,794)	-
	(938,528,076)	(1,854,991,671)
Increase in liabilities		
Payable to Alfalah GHP Investment Management Limited - Management Company	4,584,661	5,350,063
Payable to the Central Depository Company of Pakistan Limited - Trustee	273,526	369,654
Payable to Securities and Exchange Commission of Pakistan (SECP)	(410,383)	902,492
Accrued expenses and other liabilities	(1,446,544)	540,632
Payable against redemption of units	(313,972)	-
	2,687,288	7,162,841
Net cash used in operating activities	(806,197,878)	(1,780,964,559)
CASH FLOWS FROM FINANCING ACTIVITIES		
Amounts received on issue of units	6,179,143,470	6,062,044,638
Payment made against redemption of units	(1,853,892,120)	(1,484,800,462)
Net cash generated from financing activities	4,325,251,350	4,577,244,176
Net increase in cash and cash equivalents during the period	3,519,053,472	2,796,279,617
Cash and cash equivalents at beginning of the period	1,261,147,109	84,971,590
Cash and cash equivalents at end of the period	4,780,200,581	2,881,251,207

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment 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, 2017

1 LEGAL STATUS AND NATURE OF BUSINESS

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 (Former Management Company), a company incorporated under the Companies Ordinance, 1984 and Central Depository Company of Pakistan Limited (CDC) as the Trustee, also incorporated under the Companies Ordinance, 1984. On October 15, 2013, the management rights of the Fund were transferred from IGI Funds Limited to Alfalah GHP Investment 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 NBFC Regulations, 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.

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, 2017. The registered office of the Management Company is situated at 8-B, 8th floor, Executive Tower, Dolmen City, Block 4, Clifton, Karachi.

The Fund is categorised as a 'shariah compliant (Islamic) 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.

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.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned 'AM2+' (Outlook: Stable) to the Management Company in its rating report dated December 22, 2017 and a stability rating of A+(f) to the Fund in its rating report dated July 12, 2017.

Title to the assets of the Fund is 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 This condensed interim financial information has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does 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, 2017.

2.1.3 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 this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2017.

3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES AND JUDGMENTS AND CHANGES THEREIN

- 3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2017 except for changes in accounting policies as explained in note 3.2.
- 3.2 The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated August 3, 2017 has made certain amendments in the NBFC Regulations. The notification includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. Furthermore, the revised regulations also require certain additional disclosures with respect to 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', whereas disclosure with respect to 'Distribution Statement' has been deleted in the revised regulations.

Previously, an equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' was created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption. The element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed to the extent that was represented by distributable income earned during the year was recognised in the income statement and the element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed represented by distributable income carried forward from prior periods was included in the distribution statement.

As required by IAS 8: 'Accounting Policies, Changes in Accounting Estimates and Errors', a change in accounting policy requires retrospective application as if that policy had always been applied. However, the Management Company has applied the above changes in accounting policy, including the additional disclosure requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', prospectively from July 1, 2017 based on the clarification issued by the SECP. Accordingly, corresponding figures have not been restated. The 'Distribution Statement' for the comparative period has not been presented as it has been deleted as a result of the amendments made in the NBFC Regulations through the aforementioned SRO issued by the SECP.

Had the element of income been recognised as per the previous accounting policy, the income of the Fund would have been higher by Rs 14.214 million net off charge for SWWF in respect of element of income and consequently NAV per unit would have been lower by Rs 0.004. However, the change in accounting policy does not have any impact on the 'Cash Flow Statement'. The change has resulted in inclusion of certain additional disclosures / new presentation requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund which have been incorporated in these statements.

- 3.3 The preparation of this condensed interim financial information in conformity with the approved accounting 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, 2017.

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, 2017.

3.4 Amendments to published approved accounting standards that are effective in the current period

There are certain amendments to the approved accounting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2017. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in this condensed interim financial information.

3.5 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

During the current period the SECP has adopted IFRS 9: 'Financial Instruments' and IFRS 15: 'Revenue from Customers', which are applicable with effect from July 1, 2018. The management is currently assessing the impacts of these standards on the Fund's future financial statements. There are certain other new standards, interpretations and amendments to the approved accounting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2018. However, these are not expected to have any significant impacts on the Fund's operations and are, therefore, not detailed in this condensed interim financial information.

4	BALANCES WITH BANKS	Note	December 31, 2017 (Unaudited) -----Rupees-----	June 30, 2017 (Audited)
	In savings accounts	4.1	<u>4,780,200,581</u>	<u>1,261,147,109</u>

4.1 The rate of return on these accounts ranges from 3.25% to 6% (June 30, 2017: 3.26% to 5.6%) per annum.

4.2 It includes bank balance of Rs. 23 million (June 30, 2017: Rs. 103.513 million) maintained with Bank Alfalah Limited (a related party).

5	INVESTMENTS	Note	December 31, 2017 (Unaudited) -----Rupees-----	June 30, 2017 (Audited)
	At fair value through profit or loss - held for trading - net			
	Sukuk Certificates	5.1	1,807,134,438	999,962,649
	Government Securities - GOP Ijarah Sukuk	5.2	-	503,350,000
	Loans and receivables			
	Term deposit receipts	5.3	<u>600,000,000</u>	-
			<u>2,407,134,438</u>	<u>1,503,312,649</u>

5.1 Sukuk Certificates

All Sukuk certificates have a face value of Rs. 5,000 each unless stated otherwise

Name of the investee company	Maturity	Coupon rate	Face Value (Rupees)				Number of Certificates	Carrying Value as at December 31, 2017	Market Value as at December 31, 2017	Investment as a percentage of	
			As at July 1, 2017	Purchased during the period	Redemptions during the period	As at December 31, 2017				Net assets	Market value of total investments
Engro Fertilizer Limited (July 09, 2014)	July 8, 2019	6 Month Kibor + 1.75%	15,200,000	-	1,900,000	13,300,000	3,800	13,743,143	13,619,732	0.19%	0.57%
Hasecol Petroleum Limited (January 07, 2016)	January 7, 2022	3 Month Kibor + 1.50%	194,750,000	-	35,375,000	159,375,000	37,500	96,254,311	164,173,144	2.27%	6.82%
K-Electric Limited (June 17, 2015)	June 17, 2022	3 Month Kibor + 1.00%	127,200,000	-	35,220,000	91,980,000	20,440	165,242,550	94,049,550	1.30%	3.91%
Meezan Bank Limited (September 22, 2016)	September 22, 2026	6 Month Kibor + 0.5%	380,000,000	15,000,000	-	395,000,000	395	411,830,720	412,868,220	5.71%	17.15%
Fatima Fertilizer Limited (Sukuk) (November 28, 2016)	November 28, 2021	6 Month Kibor + 1.1%	165,600,000	-	18,400,000	147,200,000	36,800	153,812,960	151,248,000	2.09%	6.28%
Byco Petroleum Pakistan Limited (January 18, 2017)	January 18, 2022	3 Month Kibor + 1.05%	80,000,000	50,000,000	93,500,000	36,500,000	365	36,606,000	36,728,162	0.51%	1.53%
Dubai Islamic Bank Pakistan - Sukuk Tier II (July 14, 2017)	July 14, 2027	6 Month Kibor + 0.50%	-	310,000,000	-	310,000,000	310	310,320,000	315,447,630	4.36%	13.10%
Total as at December 31, 2017			962,750,000	375,000,000	184,395,000	1,153,355,000		1,187,809,684	1,188,134,438	16.43%	49.36%
Total as on June 30, 2017			93,575,000	1,004,935,000	135,760,000	962,750,000		978,300,166	999,962,649		

5.2 Investment in government securities - Government of Pakistan Ijarah Sukuk

Name of Sukuk	Maturity	Rate of Return	Face Value (Rupees)				Market Value as at December 31, 2017	Investment as a percentage of	
			As at July 1, 2017	Purchased during the period	Sold during the period	As at December 31, 2017		Net assets	Market value of total investments
GOP Ijarah Sukuk - 19	June 30, 2020	5.24%	500,000,000	-	500,000,000	-	-	-	
Total as at December 31, 2017			500,000,000	-	500,000,000	-	-	-	
Total as on June 30, 2017			-	852,400,000	352,400,000	500,000,000	503,350,000		

5.3 These represent term deposit receipt of Rs 600 million placed with Dubai Islamic Bank Pakistan Limited. The term deposit receipt carry profit at the rate of 6.00% per annum and will mature on March 8, 2018.

5.4 This represents the amount deposited by the Fund against following IPO of Term finance certificates and sukuk certificates.

Company	Date of Deposit	Maturity Date	Tenor	Profit Rate	Amount Deposited (Rupees)
International Brands Limited	October 3, 2017	October 3, 2021	4 Years	12M Kibor + 0.50%	385,000,000
Dawood Hercules Corporation Limited	November 16, 2017	November 16, 2022	5 Years	3M Kibor + 1%	234,000,000
Total as at December 31, 2017					619,000,000

	Note	December 31, 2017 (Unaudited)	June 30, 2017 (Audited)
-----Rupees -----			
5.5 Unrealised loss on revaluation of investments classified as 'at fair value through profit or loss' - held-for-trading			
Market value of investments		1,807,134,438	1,503,312,649
Less: Carrying value of investments		(1,806,809,684)	(1,478,300,166)
		<u>324,754</u>	<u>25,012,483</u>

6 PAYABLE TO THE MANAGEMENT COMPANY

Management remuneration payable	6.1	6,230,832	3,060,454
Sindh sales tax payable on management remuneration	6.2	925,789	513,637
Federal excise duty payable on management remuneration	6.3	779,745	779,745
Payable against allocated expenses	6.4	3,107,721	2,105,589
Sales load payable		4,407	4,408
		<u>11,048,494</u>	<u>6,463,833</u>

6.1 The Management Company has charged its remuneration at the rate of 1% per annum of the average daily net assets for the period from July 1, 2017 to December 31, 2017. The amount of remuneration is payable to the Management Company monthly in arrears.

6.2 During the period, Sindh Sales Tax on management remuneration has been charged at the rate of 13% (2016: 13%).

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

On September 4, 2013, a constitutional petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 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.

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.

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 till June 30, 2016 amounting to Rs 0.78 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 for FED not been recorded in the financial statements of the Fund, the net asset value of the Fund as at December 31, 2017 would have been higher by Rs 0.0111 per unit (June 30, 2017: Rs 0.284 per unit).

6.4 In accordance with Regulation 60 of the NBFC Regulations the Management Company has charged expenses at the rate of 0.1% of the average net assets of the Fund being lower than actual expenses chargeable to the Fund for the period.

7 ACCRUED AND OTHER LIABILITIES	Note	December 31,	June 30,
		2017 (Unaudited)	2017 (Audited)
		-----Rupees-----	
Provision against Sindh Workers' Welfare Fund	7.1	4,383,189	1,730,787
Auditors' remuneration		348,805	505,767
Printing charges payable		33,184	134,036
Brokerage payable		54,107	10,357
Withholding tax payable		176,200	3,685,995
Shariah advisory fee		561,804	350,025
Sales load payable		53,804	723,838
Annual fee		249,200	166,032
		<u>5,860,293</u>	<u>7,306,837</u>

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

Had the provision for SWWF not been recorded in the condensed interim financial information of the Fund, the net asset value of the Fund as at December 31, 2017 would have been higher by Re 0.0627 per unit (June 30, 2017: 0.0632 per unit).

8 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2017.

9 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund including government levies as on December 31, 2017 is 0.765% which includes 0.153% representing government levies on the Fund such as sales taxes, Sindh Workers' Welfare Fund and annual fee to the SECP.

10 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% of the 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 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 during the year to the unit holders in the manner as explained above, no provision for taxation has been made in this condensed interim financial information.

11 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.

12 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected person / related parties include the Management Company, Alfalah GHP Investment Management Limited being, 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 (CDC) being the trustee of the Fund, and other associated companies and connected persons. Connected persons also include person beneficially owning directly or indirectly 10% or more of the units in the issue / net assets of the Fund. The transactions with connected persons are in the normal course of business and at contractual rates.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, their 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 and the Trustee of the Fund are determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

12.1 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 information, are as follows:

Unit Holders' Fund

Half year ended December 31, 2017 (Unaudited)									
As at July 01, 2017	Issued for cash / conversion in / transfer in	Dividend Reinvested	Redeemed / conversion out / transfer out	As at December 31, 2017	As at July 01, 2017	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	NAV as at December 31, 2017
(Units)				(Rupees)					

Associated Companies / Undertakings

Management Company

Alfalah GHP Investment Management Limited	1,536,275	27	1,482,319	53,983	155,510,332	2,725	-	150,000,000	5,576,368
Alfalah GHP Islamic Prosperity Planning Fund	3,971,008	3,988,128	355,228	7,603,910	402,006,217	406,000,000	-	36,500,000	785,478,682
Alfalah GHP Islamic Active Allocation Plan	7,908,593	18,884,763	8,214,288	18,579,068	800,628,733	1,912,000,000	-	841,000,000	1,919,204,702
Alfalah GHP Islamic Active Allocation Plan - 2	4,993,412	5,455,168		10,448,580	505,509,520	556,500,000	-		1,079,330,934
Alfalah GHP Islamic Active Allocation Plan - 3	1,977,148	6,675,928	1,198,971	7,454,105	200,157,183	678,500,000	-	122,000,000	770,038,819

Key Executives

Head of human resource department	2,474	-	484	1,990	250,426	-	-	50,000	205,507
Head of marketing	3,338	2	2,845	495	337,888	172	-	290,000	51,036

12.1.1 This reflects the position of related party / conneted persons status as at December 31, 2017.

Unit Holders' Fund	Half year ended December 31, 2016 (Unaudited)									
	As at July 01, 2016	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	As at December 31, 2016	As at July 01, 2016	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	NAV as at December 31, 2016
	(Units)				(Rupees)					
Associated Fund										
Alfalah GHP Islamic Active Allocation Plan	-	8,290,777	-	2,123,627	6,167,150	-	840,000,000	-	217,500,000	637,062,278
Alfalah GHP Islamic Balanced Allocation Plan	-	26,627,568	-	2,319,465	24,308,103	-	2,702,000,000	-	234,000,000	2,511,010,024
Alfalah GHP Islamic Active Allocation Plan - 2	-	13,565,566	-	4,313,760	9,251,806	-	1,390,000,000	-	445,000,000	955,705,084
Management Company										
Alfalah GHP Investment Management Limited	144,037	-	-	79,373	64,664	14,491,534	-	-	8,000,000	6,679,746
Unit holder holding 10% or more Units										
Pakistan Mobile Communications Limited	100,422	-	-	100,422	-	10,103,437	-	-	10,376,233	-
TCS (Private) Limited - Employees Provident Fund	251,249	-	-	145,340	105,909	25,278,112	-	-	15,000,000	10,940,326
Fauji Fertilizer Bin Qasim Limited	316,941	-	-	316,941	-	31,887,371	-	-	32,631,887	-

12.2 Other transactions

Associated Companies and undertakings

Alfalah GHP Investment Management Limited

Remuneration of the Management Company	31,078,209	14,278,568
Sindh sales tax on remuneration of the management company	4,040,170	1,856,214
Sales load	63,529	1,730
Allocated expenses	3,107,721	1,428,161

Bank Alfalah Limited

Profit on balances with banks	43,308	93,113
Sales load	41,367	1,239,417

Central Depository Company of Pakistan Limited - Trustee

Remuneration of the Trustee	2,976,797	1,617,620
Sindh sales tax on remuneration of Trustee	386,988	210,290
Settlement charges	17,094	17,094

Alfalah GHP Income Fund

Sukuks purchased	-	77,782,500
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Alfalah GHP Income Multiplier Fund

Sukuks purchased	-	103,710,000
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	December 31, 2017 (Unaudited)	June 30, 2017 (Audited)
	-----Rupees -----	
12.3 Other balances		
Connected persons		
Alfalah GHP Investment Management Limited - Management Company		
Management remuneration payable	6,230,832	3,060,454
Sindh sales tax payable on management remuneration	925,789	513,637
Federal Excise Duty payable on management remuneration	779,745	779,745
Payable against allocated expenses	3,107,721	2,105,589
Sales load payable	4,407	4,408
Bank Alfalah Limited		
Balances with banks	23,000,976	103,513,252
Sales load Payable	53,804	723,838
Other related parties		
Central Depository Company of Pakistan Limited - Trustee		
Trustee remuneration payable	624,308	382,254
Sindh sales tax payable on trustee remuneration	79,183	47,711
Security deposit	100,000	100,000

13 FAIR VALUE MEASUREMENTS

Fair value is the amount for which an asset could be exchanged, or liability settled, between knowledgeable willing parties in an arm's length transaction. Consequently, differences can arise between carrying values and the fair value estimates.

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

Fair value of investments is determined as follows:

- Listed and unlisted debt securities, other than government securities, are valued on the basis of prices announced by the Mutual Funds Association of Pakistan (MUFAP), in accordance with the methodology prescribed by the SECP for valuation of debt securities. The MUFAP calculates these prices in accordance with the SECP's Circular 1 of 2009. The said circular prescribes a valuation methodology which in case of currently traded securities, is based on weighted average prices during the 15 days preceding the valuation date and in case of thinly or non-traded securities, on the basis of discount coupon method which takes into consideration credit risk and maturities of the instruments.
- The fair value of all other financial assets and financial liabilities of the Fund approximate their carrying amounts due to short term maturities of these instruments.

Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify fair value measurements 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:

Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities.

Fair value measurements using inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Fair value measurement using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at 31 December 2017, the Fund held the following financial instruments measured at fair value:

ASSETS	December 31, 2017			
	Level 1	Level 2	Level 3	Total
-----Rupees in '000-----				
Financial assets 'at fair value through profit or loss'				
Investment in sukuk certificates	-	1,807,134,438	-	1,807,134,438
Advance against Pre- IPO of Sukuk certificates of Fatima Fertilizer Company Limited	-	-	-	-
	<u>-</u>	<u>1,807,134,438</u>	<u>-</u>	<u>1,807,134,438</u>
ASSETS	June 30, 2017			
	Level 1	Level 2	Level 3	Total
-----Rupees in '000-----				
Financial assets 'at fair value through profit or loss'				
Investment in sukuk certificates	-	999,962,649	-	999,962,649
	<u>-</u>	<u>999,962,649</u>	<u>-</u>	<u>999,962,649</u>

During the half year ended December 31, 2017, 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.

14 CORRESPONDING FIGURES

Corresponding figures have been reclassified and rearranged, wherever necessary, for the purpose of comparison and better presentation. No significant rearrangements or reclassifications have been made in this condensed interim financial information during the current period.

14 GENERAL

14.1 Figures have been rounded off to the nearest rupee.

14.2 Figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2017 and December 31, 2016 have not been subject to limited scope review by the auditors

15 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on February 26, 2018 by the Board of Directors of the Management Company.

**For Alfalah GHP Investment Management Limited
(Management Company)**

Chief Executive Officer

Chief Financial Officer

Director



**Alfalah
GHP Alpha Fund**

FUND INFORMATION

Management Company:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Board of Directors of the Management Company:	Ms. Maheen Rahman Syed Ali Sultan Mr. Hanspeter Beier Mr. Muhammad Tauqir Zafar Mr. Abid Naqvi Mr. Tufail Jawed Ahmad Mr. Adeel Bajwa
Audit Committee:	Mr. Abid Naqvi Syed Ali Sultan Mr. Muhammad Tauqeer Zafar
HR Committee:	Syed Ali Sultan Mr. Tufail Jawed Ahmed Ms. Maheen Rahman Mr. Adeel Bajwa
Risk Committee:	Mr. Tufail Jawed Ahmad Syed Ali Sultan Mr. Muhammad Tauqeer Zafar Ms. Maheen Rahman
Chief Operating Officer and Company Secretary :	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Syed Hyder Raza Zaidi
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:	Ahmed & Qazi Advocates & Legal Consultants 402,403,404,417 Clifton Centre, Clifton, Karachi
Registrar:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, 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) 34326020 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

ALFALAH GHP ALPHA FUND

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

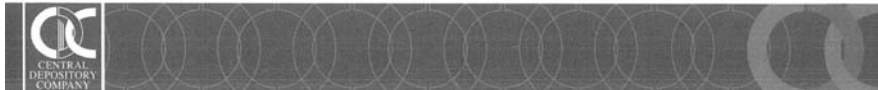
We Central Depository Company of Pakistan Limited, being the Trustee of Alfalah GHP Alpha Fund (the Fund) are of the opinion that Alfalah GHP Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2017 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; and
- (iii) 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.

A handwritten signature in black ink, appearing to read 'Aftab Ahmed Diwan'.

Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 20, 2018



**INDEPENDENT AUDITORS' REPORT ON REVIEW OF
CONDENSED INTERIM FINANCIAL INFORMATION TO THE UNIT HOLDERS**

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalah GHP Alpha Fund** (the Fund) as at December 31, 2017 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' funds and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial information'), for the half year ended December 31, 2017. The Management Company (Alfalah GHP Investment Management Limited) is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2017 and December 31, 2016 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2017.

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 interim financial information 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 information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

A.F. Ferguson & Co.
Chartered Accountants

Engagement Partner: **Shahbaz Akbar**

Dated: **26 February, 2018**

Karachi

ALFALAH GHP ALPHA FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)
AS AT DECEMBER 31, 2017

		December 31, 2017 (Unaudited)	June 30, 2017 (Audited)
	Note	----- (Rupees) -----	
ASSETS			
Balances with banks	4	270,884,049	95,220,941
Investments	5	1,355,127,207	1,421,523,440
Security deposits		2,700,000	2,700,000
Dividend, profits and other receivables		9,018,046	6,488,286
Receivable against sale of investments		12,723,232	-
Total assets		<u>1,650,452,534</u>	<u>1,525,932,667</u>
LIABILITIES			
Payable to the Management Company	6	18,563,512	16,168,385
Payable to the Trustee		248,110	265,827
Payable to the Securities and Exchange Commission of Pakistan (SECP)		827,579	1,584,307
Accrued and other liabilities	7	12,729,618	14,726,731
Total liabilities		<u>32,368,819</u>	<u>32,745,250</u>
NET ASSETS		<u>1,618,083,715</u>	<u>1,493,187,417</u>
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		<u>1,618,083,715</u>	<u>1,493,187,417</u>
CONTINGENCIES AND COMMITMENTS	8		
		----- Number of units -----	
NUMBER OF UNITS IN ISSUE		<u>22,750,826</u>	<u>17,671,135</u>
		----- Rupees -----	
NET ASSET VALUE PER UNIT		<u>71.12</u>	<u>84.50</u>

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

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ALPHA FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

Note	For the half	For the half	For the	For the
	year ended	year ended	quarter	quarter
	December	December	ended	ended
	31, 2017	31, 2016	December	December
	(Rupees)			
INCOME				
Profit on balances with banks	6,059,868	3,479,563	3,165,860	1,726,792
At fair value through profit or loss - held-for-trading				
Dividend income	42,124,477	29,279,463	27,036,663	16,972,593
(Loss) / gain on sale of investments - net	(173,252,251)	125,112,602	(105,954,429)	113,535,573
Unrealised (loss) / gain on revaluation of investments - net	(153,279,644)	211,430,784	14,828,751	145,908,454
	(284,407,418)	365,822,849	(64,089,015)	276,416,620
Total income	(278,347,550)	369,302,412	(60,923,155)	278,143,412
EXPENSES				
Remuneration of the Management Company	6.1 15,405,291	13,143,980	7,236,088	6,653,929
Performance fee of the Management Company	6.2 526,219	1,915,628	259,842	1,220,143
Sindh sales tax on remuneration of the Management Company	6.3 2,002,688	1,709,456	940,689	865,748
Sindh sales tax on performance fee of the Management Company	6.3 68,408	249,034	33,778	158,618
Federal excise duty on remuneration of the Management Company	6.4 -	-	-	-
Federal excise duty on performance fee of the Management Company	6.4 -	-	-	-
Allocated expenses	6.5 880,256	747,044	413,469	381,273
Selling and marketing expenses	6.6 5,621,391	-	3,754,250	-
Remuneration of the Trustee	1,384,417	1,249,571	665,549	631,568
Sindh sales tax on remuneration of the Trustee	179,978	163,070	86,525	82,730
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	827,604	709,204	384,134	356,292
Brokerage expense, federal excise duty and capital value tax	2,305,917	5,063,776	738,695	2,874,503
Bank and settlement charges	427,236	498,739	277,573	281,422
Auditors' remuneration	464,232	406,668	232,116	181,117
Printing charges	33,009	75,624	15,353	37,812
Fees and subscriptions	113,690	129,563	54,348	67,044
Total expenses	30,240,336	26,061,357	15,092,409	13,792,199
Net (loss) / income from operating activities	(308,587,886)	343,241,055	(76,015,564)	264,351,213
Element of loss and capital losses included in the prices of units issued less those in units redeemed - net	-	(8,062,886)	-	(19,465,647)
Net (loss) / income for the period before taxation	(308,587,886)	335,178,169	(76,015,564)	244,885,566
Taxation	10 -	-	-	-
Net (loss) / income for the period after taxation	(308,587,886)	335,178,169	(76,015,564)	244,885,566
Allocation of net income for the period				
Net (loss) / income for the period after taxation	(308,587,886)	335,178,169	(76,015,564)	244,885,566
Income already paid on units redeemed	-	-	-	-
	(308,587,886)	335,178,169	(76,015,564)	244,885,566
Accounting income available for distribution				
- Relating to capital gain	-	-	-	-
- Excluding capital gain	-	-	-	-

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

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

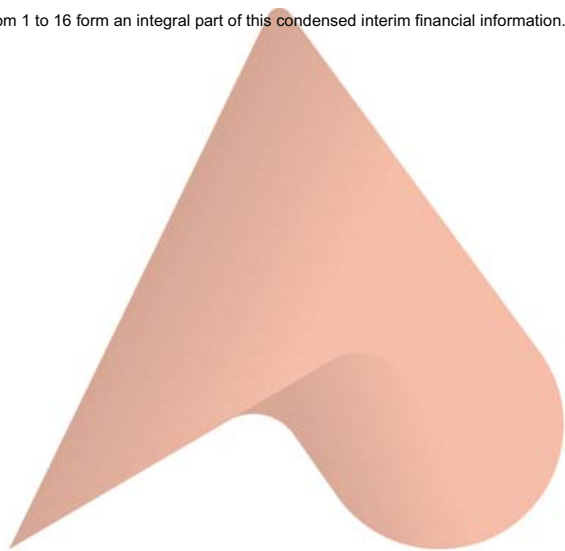
Chief Financial Officer

Director

ALFALAH GHP ALPHA FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

	For the half year ended December 31, 2017	For the half year ended December 31, 2016	For the quarter ended December 31, 2017	For the quarter ended December 31, 2016
	(Rupees)			
Net (loss) / income for the period after taxation	(308,587,886)	335,178,169	(76,015,564)	244,885,566
Other comprehensive income	-	-	-	-
Total comprehensive (loss) / income for the period	<u>(308,587,886)</u>	<u>335,178,169</u>	<u>(76,015,564)</u>	<u>244,885,566</u>

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



For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ALPHA FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

Half year ended December 31, 2017			
(Rupees)			
Capital Value	Undistributed income / (accumulated loss)	Unrealised appreciation on remeasurement of investments classified as available for sale - net	Total
- Capital value	997,160,999	-	997,160,999
- Undistributed income brought forward			
- Realised	-	378,815,227	378,815,227
- Unrealised	-	117,211,191	117,211,191
Net assets at beginning of the period	997,160,999	496,026,418	1,493,187,417
[Rs.84.50 per unit (June 30, 2016: Rs.67.79 per unit)]			
Issuance of 7,340,290 units (2016: 15,202,569 units)			
- Capital value (at net asset value per unit at the beginning of the period)	620,244,747	-	620,244,747
- Element of loss	(17,410,877)	-	(17,410,877)
Total proceeds on issuance of units	602,833,870	-	602,833,870
Redemption of 2,260,599 units (2016: 10,837,402 units)			
- Capital value (at net asset value per unit at the beginning of the period)	191,017,610	-	191,017,610
- Element of income	(21,667,924)	-	(21,667,924)
Total payments on redemption of units	169,349,686	-	169,349,686
Total comprehensive loss for the period	-	(308,587,886)	(308,587,886)
Distribution during the period	-	-	-
Net loss for the period less distribution	-	(308,587,886)	(308,587,886)
Net assets at end of the period	1,430,645,183	187,438,532	1,618,083,715
[Rs.71.12 per unit (December 31, 2016: Rs.84.99 per unit)]			
Undistributed income carried forward			
- Realised	-	340,718,176	340,718,176
- Unrealised	-	(153,279,644)	(153,279,644)
	-	187,438,532	187,438,532

		Half Year Ended December 31, 2016 (Rupees)
Net assets at beginning of the period		1,025,486,735
Issue of 15,202,569 units		1,100,871,727
Redemption of 10,837,402 units		(813,019,853)
		1,313,338,609
Element of loss and capital losses included in prices of units sold less those in units redeemed transferred to income statement - net		8,062,886
Element of income and capital gains included in prices of units sold less those in units redeemed transferred to distribution statement - net		(49,599,157)
		(41,536,271)
Other income (net of expenses) for the year		(1,365,217)
Capital gain on sale of investments - net		125,112,602
Unrealised gain on revaluation of investments classified as 'at fair value through profit or loss' - net		211,430,784
Total comprehensive income for the period		335,178,169
Net element of income and capital gains included in the prices of units issued less those in units redeemed - distribution statement		49,599,157
Net assets at end of the period		1,656,579,664

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

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ALPHA FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

	For the half year ended December 31, 2017	For the half year ended December 31, 2016
	Note ----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the period before taxation	(308,587,886)	335,178,169
Adjustments for:		
Unrealised loss / (gain) on revaluation of investments classified as 'at fair value through profit or loss' - held-for-trading - net	153,279,644	(211,430,784)
Element of loss and capital losses included in the prices of units issued less those in units redeemed - net	-	8,062,886
	<u>(155,308,242)</u>	<u>131,810,271</u>
Increase in assets		
Investments - net	(86,883,411)	(355,849,966)
Dividend, profits and other receivables	(2,529,760)	2,656,783
Receivable against sale of investments	<u>(12,723,232)</u>	<u>(234,513,704)</u>
	<u>(102,136,403)</u>	<u>(587,706,887)</u>
(Decrease) / increase in liabilities		
Payable to the Management Company	2,395,127	3,176,871
Payable to the Trustee	(17,717)	67,238
Payable to Securities and Exchange Commission of Pakistan (SECP)	(756,728)	(158,941)
Payable against purchase of investments	-	-
Accrued and other liabilities	<u>(1,997,113)</u>	<u>(144,576)</u>
	<u>(376,431)</u>	<u>2,940,592</u>
Net cash flow used in operating activities	<u>(257,821,076)</u>	<u>(452,956,024)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Amounts received against issuance of units	602,833,870	1,100,871,727
Payment made against redemption of units	<u>(169,349,686)</u>	<u>(813,019,853)</u>
Net cash generated from financing activities	<u>433,484,184</u>	<u>287,851,874</u>
Net increase / (decrease) in cash and cash equivalents during the period	<u>175,663,108</u>	<u>(165,104,150)</u>
Cash and cash equivalents at the beginning of the period	95,220,941	208,429,027
Cash and cash equivalents at the end of the period	4 <u><u>270,884,049</u></u>	<u><u>43,324,877</u></u>

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

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ALPHA FUND

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2017

1 LEGAL STATUS AND NATURE OF BUSINESS

Alfalah GHP Alpha 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 December 27, 2007 and was approved by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the NBFC (Establishment and Regulation) Rules, 2003 (NBFC Rules), on February 29, 2008. The SECP has approved first Supplemental Trust Deed, under the NBFC Regulations, vide its letter No. NBFC/RS/AGIML/AGAF/176/2010 dated February 26, 2010 to modify and restate the previous Trust Deed to effectuate renaming of the Fund to Alfalah GHP Alpha Fund.

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 8-B, 8th floor, Executive Tower, Dolmen City, Block 4, Clifton, Karachi.

The Fund is categorised as an '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.

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 equity securities. The Fund invests in equity securities and profit bearing accounts. The investment objectives and policy are explained in the Fund's offering document.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of AM2+ (stable outlook) to the Management Company on December 22, 2017 and 4-Star (short term) and 4-Star (long term) to the Fund in its rating report dated September 26, 2017.

Title to the assets of the Fund is 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 This condensed interim financial information has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does 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, 2017.

2.1.3 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 this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2017.

3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES AND JUDGMENTS AND CHANGES THEREIN

- 3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2017 except for changes in accounting policies as explained in note 3.2.
- 3.2 The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated August 3, 2017 has made certain amendments in the NBFC Regulations. The notification includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. Furthermore, the revised regulations also require certain additional disclosures with respect to 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', whereas disclosure with respect to 'Distribution Statement' has been deleted in the revised regulations.

Previously, an equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' was created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption. The element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed to the extent that was represented by distributable income earned during the year was recognised in the income statement and the element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed represented by distributable income carried forward from prior periods was included in the distribution statement.

As required by IAS 8: 'Accounting Policies, Changes in Accounting Estimates and Errors', a change in accounting policy requires retrospective application as if that policy had always been applied. However, the Management Company has applied the above changes in accounting policy, including the additional disclosure requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', prospectively from July 1, 2017 based on the clarification issued by the SECP. Accordingly, corresponding figures have not been restated. The 'Distribution Statement' for the comparative period has not been presented as it has been deleted as a result of the amendments made in the NBFC Regulations through the aforementioned SRO issued by the SECP.

Had the element of income been recognised as per the previous accounting policy, the loss of the Fund would have been lower by Rs 4.25 million net off charge for SWWF in respect of element of income with no effect on the NAV per unit of the Fund. However, the change in accounting policy does not have any impact on the 'Cash Flow Statement', the 'net assets attributable to the unit holders' and 'net asset value per unit' as shown in the 'Statement of Assets and Liabilities' and 'Statement of Movement in Unit Holders' Fund'. The change has resulted in inclusion of certain additional disclosures / new presentation requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund which have been incorporated in these statements.

- 3.3 The preparation of this condensed interim financial information in conformity with the approved accounting 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, 2017.

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, 2017.

3.4 Amendments to published approved accounting standards that are effective in the current period

There are certain amendments to the approved accounting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2017. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in this condensed interim financial information.

3.5 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

During the current period the SECP has adopted IFRS 9: 'Financial Instruments' and IFRS 15: 'Revenue from Customers', which are applicable with effect from July 1, 2018. The management is currently assessing the impacts of these standards on the Fund's future financial statements. There are certain other new standards, interpretations and amendments to the approved accounting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2018. However, these are not expected to have any significant impacts on the Fund's operations and are, therefore, not detailed in this condensed interim financial information.

	Note	December 31, 2017 (Unaudited)	June 30, 2017 (Audited)
		----- (Rupees) -----	
BALANCES WITH BANKS			
In savings accounts	4.1	<u>270,884,049</u>	<u>95,220,941</u>

These accounts carry profit rates ranging from 5.3% to 6.7% (June 30, 2017: 4% to 6.60%) per annum. Deposit in these accounts includes Rs. 13.768 million (June 30, 2017: Rs. 12.996 million) which is maintained with Bank Alfalah Limited, a related party.

	Note	December 31, 2017 (Unaudited)	June 30, 2017 (Audited)
		----- (Rupees) -----	
INVESTMENTS			
'At fair value through profit or loss' - held-for-trading			
Listed equity securities	5.1	<u>1,355,127,207</u>	<u>1,421,523,440</u>

Equity securities - quoted - 'at fair value through profit or loss'

Shares of listed Companies - fully paid ordinary shares with a face value of Rs 10 each.

5.1 Equity securities - quoted - 'at fair value through profit or loss'

Name of the investee company	As at July 01, 2017	Purchased during the period	Bonus / rights received during the period	Sold during the period	As at December 31, 2017	As at December 31, 2017			Market value as a		Holding as a percentage of paid up capital of the investee company
						Carrying value	Market value	Appreciation (diminution)	Net assets of the fund	Total market value of investments	
(Number of shares)						(Rupees)			(%)		
Chemicals											
Engro Polymer And Chemicals Limited	745,000	446,000	-	1,191,000	-	-	-	0.00%	0.00%	0.00%	
ICI Pakistan Limited	16,850	5,000	-	-	21,850	23,568,168	16,779,708	(6,788,460)	1.04%	1.24%	0.02%
						<u>23,568,168</u>	<u>16,779,708</u>	<u>(6,788,460)</u>			
Fertilizer											
Engro Corporation Limited	178,600	235,600	-	128,000	286,200	87,135,491	78,633,450	(8,502,041)	4.86%	5.80%	0.05%
Fauji Fertilizer Company Limited	-	461,000	-	-	402,000	33,421,778	31,802,220	(1,619,558)	1.97%	2.35%	0.03%
Engro Fertilizer Limited	371,000	526,000	-	146,000	751,000	43,187,427	50,857,720	7,670,293	3.14%	3.75%	0.06%
						<u>163,744,696</u>	<u>161,293,390</u>	<u>(2,451,306)</u>			
Commercial banks											
Bank Al-Falah Limited	812,000	1,014,000	-	275,000	1,551,000	62,793,294	65,917,500	3,124,206	4.07%	4.86%	0.10%
Bank Al-Habib Limited	607,500	151,000	-	253,500	505,000	28,515,126	29,471,800	956,674	1.82%	2.17%	0.05%
Bank of Punjab	738,500	1,114,000	-	1,852,500	-	-	-	-	0.00%	0.00%	0.00%
Bank of Punjab(R)	980,000	-	-	980,000	-	-	-	-	0.00%	0.00%	0.00%
Habib Bank Limited	288,100	314,500	-	216,000	386,600	88,139,092	64,596,994	(23,542,098)	3.99%	4.77%	0.03%
Meezan Bank Limited	-	260,500	-	20,000	240,500	16,896,739	16,137,550	(759,189)	1.00%	1.19%	0.02%
Meezan Bank Limited (R)	-	48,500	-	48,500	-	-	-	-	0.00%	0.00%	0.00%
MCB Bank Limited	228,800	145,500	-	116,100	256,200	53,014,978	54,396,384	1,381,406	3.36%	4.01%	0.02%
United Bank Limited	271,100	189,200	-	109,000	351,300	79,341,378	66,033,861	(13,307,517)	4.08%	4.87%	0.03%
National Bank of Pakistan	-	380,500	-	-	-	-	-	-	0.00%	0.00%	0.00%
JS Bank Limited	492,000	-	-	492,000	-	-	-	-	0.00%	0.00%	0.00%
						<u>328,700,607</u>	<u>296,554,089</u>	<u>(32,146,518)</u>			
Investment banks/ investment companies/securities companies											
Arif Habib limited	158,800	-	-	158,800	-	-	-	-	0.00%	0.00%	0.00%
Cement											
D. G. Khan Cement	205,600	254,500	-	144,000	316,100	55,487,856	42,268,892	(13,218,964)	2.61%	3.12%	0.07%
Cherat Cement Company Limited	149,700	27,300	-	177,000	-	-	-	-	0.00%	0.00%	0.00%
Maple Leaf Cement Factory	198,700	87,488	-	263,701	22,487	1,461,655	1,539,010	77,355	0.10%	0.11%	0.004%
Maple Leaf Cement Factory Limited (R)	-	22,488	-	22,488	-	-	-	-	0.00%	0.00%	0.00%
Lucky Cement	89,000	28,600	-	42,300	75,300	61,626,464	38,960,973	(22,665,491)	2.41%	2.88%	0.02%
Pioneer Cement	134,000	45,500	-	179,500	-	-	-	-	0.00%	0.00%	0.00%
						<u>118,575,975</u>	<u>82,768,875</u>	<u>(35,807,099)</u>			
Power generation and distribution											
Hub Power Company Limited	377,600	326,500	-	35,000	669,100	77,477,816	60,888,100	(16,589,716)	3.76%	4.49%	0.06%
Kot Addu Power Company Limited	-	271,000	-	1,000	270,000	14,296,486	14,553,000	256,514	0.90%	1.07%	0.03%
						<u>91,774,303</u>	<u>75,441,100</u>	<u>(16,333,203)</u>			

Name of the investee company	As at July 01, 2017	Purchased during the period	Bonus / rights received during the period	Sold during the period	As at December 31, 2017	As at December 31, 2017			Market value as a		Holding as a percentage of paid up capital of the investee company
						Carrying value	Market value	Appreciation (diminution)	Net assets of the fund	Total market value of investments	
(Number of shares)						(Rupees)			(%)		
Oil and gas marketing companies											
Pakistan State Oil	67,200	149,900	28,220	24,300	221,020	76,503,354	64,783,172	(11,720,182)	4.00%	4.78%	0.07%
Attock Petroleum Limited	23,500	-	-	23,500	-	-	-	-	0.00%	0.00%	0.00%
Hascol Petroleum	44,600	43,354	-	84,200	3,754	1,134,085	927,388	(206,696)	0.06%	0.07%	0.003%
Hascol petroleum Limited R	-	854	-	854	-	-	-	-	0.00%	0.00%	0.00%
Sui Northern Gas Pipelines	441,500	419,500	-	427,500	433,500	60,002,151	41,013,435	(18,988,716)	2.53%	3.03%	0.07%
Shell Pakistan Limited	30,000	5,000	-	35,000	-	-	-	-	0.00%	0.00%	0.00%
						<u>137,639,589</u>	<u>106,723,995</u>	<u>(30,915,594)</u>			
Oil and gas exploration companies											
Oil & Gas Development Company L	425,200	374,500	-	198,000	601,700	86,908,995	97,950,743	11,041,748	6.05%	7.23%	0.01%
Pakistan Petroleum Limited	96,100	509,700	-	206,200	399,600	70,263,958	82,281,636	12,017,678	5.09%	6.07%	0.02%
Pakistan Oilfields Limited	66,600	95,500	-	6,100	156,000	80,271,420	92,704,560	12,433,140	5.73%	6.84%	0.07%
Mari Petroleum Company Limited	35,170	11,920	-	1,900	45,190	70,354,165	65,564,815	(4,789,350)	4.05%	4.84%	0.04%
						<u>307,798,539</u>	<u>338,501,754</u>	<u>30,703,215</u>			

Crescent Steel	96,500	3,000	-	99,500	-	-	-	-	0.00%	0.00%	0.00%
Amreli Steel Limited	172,500	41,000	-	213,500	-	-	-	-	0.00%	0.00%	0.00%
International Industries	115,500	38,100	-	53,500	100,100	33,297,388	24,035,011	(9,262,377)	1.49%	1.77%	0.08%
International Steels Limited	315,500	182,800	-	269,000	229,300	<u>26,755,690</u>	<u>24,390,641</u>	<u>(2,365,049)</u>	1.51%	1.80%	0.05%
						<u>60,053,078</u>	<u>48,425,652</u>	<u>(11,627,426)</u>			
Automobile assembler											
Pak Suzuki Motor Company	48,700	33,650	-	23,900	58,450	39,689,680	29,094,657	(10,595,023)	1.80%	2.15%	0.07%
Indus Motor	22,600	10,140	-	11,040	21,700	38,446,934	36,459,689	(1,987,245)	2.25%	2.69%	0.03%
Honda Atlas Cars (Pakistan)	22,000	25,000	-	11,400	35,600	<u>26,415,034</u>	<u>18,241,796</u>	<u>(8,173,238)</u>	1.13%	1.35%	0.02%
						<u>104,551,648</u>	<u>83,796,142</u>	<u>(20,755,506)</u>			
Food and personal care products											
Treet Corporation Limited	320,000	111,000	-	431,000	-	-	-	-	0.00%	0.00%	0.00%
						-	-	-			
Pharmaceuticals											
Abbott Laboratories Pakistan	20,850	-	-	-	20,850	19,486,410	14,545,169	(4,941,242)	0.90%	1.07%	0.02%
The Searle Company	56,052	24,000	8,280	65,650	22,682	<u>9,637,358</u>	<u>7,141,655</u>	<u>(2,495,703)</u>	0.44%	0.53%	0.01%
						<u>29,123,768</u>	<u>21,686,823</u>	<u>(7,436,945)</u>			
Textile composite											
Gul Ahmed Textile	1,769	-	-	-	1,769	72,494	65,595	(6,899)	0.00%	0.00%	0.001%
Nishat Mills Limited	308,000	209,000	-	102,500	414,500	64,054,786	61,967,750	(2,087,036)	3.83%	4.57%	0.12%
Nishat Chunian Limited	-	672,000	-	672,000	-	-	-	-	0.00%	0.00%	0.00%
						<u>64,127,279</u>	<u>62,033,345</u>	<u>(2,093,935)</u>			
Automobile Parts Accessories											
Thal Limited	94,000	36,250	-	88,700	41,550	25,236,026	21,227,895	(4,008,131)	1.31%	1.57%	0.05%
The General Tyre & Rubber Company of Pakistan Limited	118,900	17,200	-	136,100	-	-	-	-	0.00%	0.00%	0.00%
						<u>25,236,026</u>	<u>21,227,895</u>	<u>(4,008,131)</u>			
Paper and board											
Packages Limited	52,700	32,600	-	18,300	67,000	<u>46,352,897</u>	<u>34,158,610</u>	<u>(12,194,287)</u>	2.11%	2.52%	0.07%
						<u>46,352,897</u>	<u>34,158,610</u>	<u>(12,194,287)</u>			
Cable and electrical goods											
Pak Elektron Limited	-	520,000	-	520,000	-	-	-	-	0.00%	0.00%	0.00%
						-	-	-			
MISCELLANEOUS											
Synthetic Products Limited	225,900	-	-	131,000	94,900	<u>7,160,278</u>	<u>5,735,829</u>	<u>(1,424,449)</u>	0.35%	0.42%	0.27%
						<u>7,160,278</u>	<u>5,735,829</u>	<u>(1,424,449)</u>			
Total as at December 31, 2017	<u>10,262,191</u>	<u>9,920,644</u>	<u>36,500</u>	<u>11,145,533</u>	<u>9,073,802</u>	<u>1,508,406,851</u>	<u>1,355,127,207</u>	<u>(153,279,644)</u>			
Total as at June 30, 2017						<u>1,304,312,249</u>	<u>1,421,523,440</u>	<u>117,211,191</u>			

The Finance Act, 2014 introduced amendments to the Income Tax Ordinance 2001. As a result of these amendments, companies are liable to withhold bonus shares at the rate of 5 percent. In accordance with the requirement of the Ordinance these shares shall only be released if the Fund deposits tax equivalent to 5% of the value of the bonus shares issued. The value of tax is computed on the basis of day-end price on the first day of book closure.

In this regard, a constitutional petition has 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, which is pending adjudication. The petition is based on the fact that because CISs are exempt from deduction of income tax under Clause 99 of Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should not be applicable on bonus shares received by CISs. A stay order has been granted by the High Court of Sindh in favour of CISs.

As at December 31, 2017, the following bonus shares of the Fund were withheld by certain companies at the time of declaration. The Fund has included these shares in its portfolio, as the management believes that the decision of the constitutional petition will be in favour of the CISs.

Name of the investee company	31-Dec-17		30-Jun-17	
	Bonus Shares			
	Number	Market value	Number	Market value
		---Rupees---		---Rupees---
Hascol Petroleum Limited	2,830	699,010	2,830	965,313
The Searle Company Limited	3,995	1,258,026	3,009	1,540,548
Gul Ahmed Textile Mills Limited	375	13,913	375	82,168
Synthetic Products Enterprises Limited	1,095	66,138	1,095	15,367
Pakistan State Oil	1,411	413,564	-	-
	<u>9,706</u>	<u>2,450,651</u>	<u>7,309</u>	<u>2,603,396</u>

Unrealised (loss) / gain on revaluation of investments classified as 'at fair value through profit or loss' - net	December 31, 2017	June 30, 2017
	(Unaudited)	(Audited)
	-----Rupees-----	
Market value of investments	1,355,127,207	1,421,523,440
Less: Carrying amount of investments	<u>(1,508,406,851)</u>	<u>(1,304,312,249)</u>
	<u>(153,279,644)</u>	<u>117,211,191</u>

The above investments include shares having a market value (in aggregate) amounting to Rs 68.005 million (June 30, 2017: Rs 76.411 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 & Exchange Commission of Pakistan. The details of shares which have been pledged are as follows:

Name of Investee Company	December 31, 2017	June 30, 2017	December 31, 2017	June 30, 2017
	Number of shares		Rupees'	
Hub Power Company Limited	280,000	280,000	25,480,000	32,880,400
Nishat Mills Limited	230,000	230,000	34,385,000	36,496,400
Oil and Gas Development Company Limited	50,000	50,000	8,140,000	7,034,500
	<u>560,000</u>	<u>560,000</u>	<u>68,005,000</u>	<u>76,411,300</u>

PAYABLE TO THE MANAGEMENT COMPANY	Note	December 31, 2017	June 30, 2017
		(Unaudited)	(Audited)
		-----Rupees-----	
Management remuneration payable	6.1	2,356,200	2,678,562
Performance fee payable to the management company	6.2	2,629,220	2,103,001
Sindh sales tax payable on management remuneration	6.3	974,696	1,016,603
Sindh sales tax payable on performance fee	6.3	443,511	375,103
Federal excise duty payable on management remuneration	6.4	4,879,884	4,879,884
Federal excise duty payable on performance fee	6.4	297,850	297,850
Payable against allocated expenses	6.5	880,256	809,435
Payable against selling and marketing expenses	6.6	5,621,391	755,510
Sales load payable		480,504	3,252,437
		<u>18,563,512</u>	<u>16,168,385</u>

The Management company has charged its remuneration at the rate of 1.75% per annum based on the average daily net assets of the Fund for the period from July 01, 2017 to December 31, 2017. The amount of remuneration is being paid monthly in arrears.

In addition to management fee, the Management Company also charges performance fee on out - performance of the Fund over the hurdle rate as defined in clause 6.3 of the Offering Document. The Management Company has charged Rs. 0.526 million (December 31, 2016: Rs 1.915 million) against performance fee for the period.

During the period, Sindh Sales Tax on management remuneration has been charged at the rate of 13% (2016: 13%).

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

On September 4, 2013, a constitutional petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 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.

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.

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 till June 30, 2016 amounting to Rs 5.412 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 for FED not been recorded in the financial statements of the Fund, the net asset value of the Fund as at December 31, 2017 would have been higher by Rs 0.23 per unit (June 30, 2017: Rs 0.29 per unit).

In accordance with Regulation 60 of the NBFC Regulations the Management Company has charged expenses at the rate of 0.1% of the average net assets of the Fund being lower than actual expenses chargeable to the Fund for the period.

The Securities and Exchange Commission of Pakistan (SECP) vide a circular no.40 SCD/PRDD/ Circular/361/2016 dated December 30, 2016, allowed the Asset Management Companies to charge selling and marketing expenses to open end equity, asset allocation and index funds, initially for three years (from January 1, 2017 till December 31, 2019). Maximum cap of selling and marketing expense shall be 0.4% per annum of net assets of the Fund or actual expenses whichever is lower. During the year ended June 30, 2017 the Fund charged marketing expenses at the rate of 0.4% of the net assets of the Fund, being lower than actual expenses incurred w.e.f. May 26, 2017 (date of opening of branch). However, the SECP subsequently issued a clarification that marketing expenses which are not specifically linked to opening of new branches shall become applicable from the date of approval of the annual plan by the Board of Directors of the Management Company. Accordingly, based on the clarification issued by SECP, marketing expenses (which are not specifically linked to opening of new branches) incurred for the period from February 14, 2017 (plan approval date) to May 25, 2017 amounting to Rs 2.1 million have been charged during the current period.

	Note	December 31, 2017 (Unaudited)	June 30, 2017 (Audited)
ACCRUED AND OTHER LIABILITIES			
		----- (Rupees) -----	
Provision against Sindh Workers' Welfare Fund (SWWF)	7.1	11,039,300	11,039,300
Auditors' remuneration		465,875	478,043
Brokerage expense, federal excise duty and capital value tax payable		614,440	550,662
Settlement charges		41,104	15,218
Withholding tax payable		317,789	2,112,650
Capital gain tax payable		840	52,719
Sales load payable		2,106	330,496
Annual fee		219,996	112,643
Printing charges payable		28,168	35,000
		12,729,618	14,726,731

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

Had the provision for SWWF not been recorded in the condensed interim financial information of the Fund, the net asset value of the Fund as at December 31, 2017 would have been higher by Re 0.49 per unit (June 30, 2017: 0.62 per unit).

CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2017.

TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund including government levies as on December 31, 2017 is 1.73% which includes 0.19% representing government levies on the Fund such as sales taxes, Sindh Workers' Welfare Fund and annual fee to the SECP.

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% of the 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 section 113 (minimum tax) under clause 4A of Part IV of the Second Schedule of the Income Tax Ordinance, 2001. The Fund has not recorded any tax liability as the Fund has incurred a net loss during the period.

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.

TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

Connected person / related parties include the Management Company, Alfalah GHP Investment Management Limited being, 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 (CDC) being the trustee of the Fund, and other associated companies and connected persons. Connected persons also include person beneficially owning directly or indirectly 10% or more of the units in the issue / net assets of the Fund. The transactions with connected persons are in the normal course of business and at contractual rates.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, their 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 and the Trustee of the Fund are determined in accordance with the provisions of the NBFC Regulations, 2008 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 this condensed interim financial information, are as follows:

Unit Holders' Fund

	December 31, 2017 (Unaudited)										
	As at July 01, 2017	Issued for cash	Bonus	Redeemed	As at December 31, 2017	As at July 01, 2017	Issued for cash	Bonus	Redeemed	As at December 31, 2017	
	Units				(Rupees)						
Associated companies / undertakings											
Bank Alfalah Limited - Employees' Provident Fund	2,379,694	-	-	-	2,379,694	201,084,171	-	-	-	169,243,861	
Alfalah GHP Conservative Allocation Plan	405,260	-	-	14,243	391,017	34,244,498	-	-	1,000,000	27,809,154	
Alfalah GHP Moderate Allocation Plan	1,558,496	-	-	366,928	1,191,568	131,692,939	-	-	26,500,000	84,744,339	
Alfalah GHP Active Allocation Plan	1,272,246	482,597	-	-	1,754,843	107,504,806	40,000,000	-	-	124,804,428	
Key Management Personnel - Management Company											
Chief Financial Officer	-	135	-	-	135	-	9,748	-	-	9,627	
Unit holder holding 10% or more Units											
Sindh General Provident Investment Fund	-	3,623,030	-	-	3,623,030	306,146,002	-	-	-	257,669,866	
The Nishat Mills Limited Employees Provident Fund	-	6,181,912	-	-	6,181,912	-	525,000,000	-	-	439,657,587	

	Half year ended December 31, 2016 (Unaudited)										
	As at July 01, 2016	Issued for cash	Bonus	Redeemed	As at December 31, 2016	As at July 01, 2016	Issued for cash	Bonus	Redeemed	As at December 31, 2016	
	Units				(Rupees)						
Associated companies / undertakings											
Bank Alfalah Limited - Employees Provident Fund	2,635,652	-	-	2,635,652	-	178,670,853	-	-	224,004,069	-	
Alfalah GHP Capital Preservation Fund	4,578,866	391,804	-	4,970,670	-	310,401,375	28,229,851	-	364,668,625	-	
Alfalah GHP Conservative Allocation Plan	103,260	235,708	-	-	338,968	7,000,000	17,000,000	-	-	28,808,890	
Alfalah GHP Moderate Allocation Plan	560,284	555,130	-	363,872	751,542	37,981,638	43,000,000	-	28,500,000	63,873,555	
Alfalah GHP Active Allocation Plan	737,572	163,637	-	185,749	715,460	50,000,000	13,000,000	-	14,000,000	60,806,918	
Key Management Personnel - Management Company											
Head of Finance	5,043	4,885	-	5,043	4,885	341,850	341,797	-	379,057	415,176	
Unit holder holding 10% or more Units											
Sindh General Provident Investment Fund	3,501,154	-	-	-	3,501,154	237,343,213	-	-	-	297,551,313	
The Nishat Mills Limited Employees Provident Fund	-	5,421,007	-	-	5,421,007	-	389,908,335	-	-	460,731,347	

	<u>Half year ended (Unaudited)</u>	
	<u>December 31,</u> <u>2017</u>	<u>December 31,</u> <u>2016</u>
	----- (Rupees) -----	
Other transactions		
Connected persons		
Alfalsh GHP Investment Management Limited - Management Company		
Remuneration of the Management Company	15,405,291	13,143,980
Performance fee of the Management Company	526,219	1,915,628
Sindh Sales Tax on Remuneration of the Management Company	2,002,688	1,709,456
Sindh sales tax on performance fee of the Management Company	68,408	249,034
Federal excise duty on remuneration of the Management Company	-	-
Allocated expenses	880,256	747,044
Selling & Marketing Expenses	5,621,391	3,754,250
Sales load	17,857,674	17,563,660
Bank Alfalah Limited		
Profit on balances with banks	3,676,999	3,479,563
Bank charges	5,090	62,635
Other related parties		
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	1,384,417	1,249,571
Sales tax on remuneration of Trustee	179,978	163,070
CDS charges	123,248	179,370
Other balances	<u>December 31,</u> <u>2017</u>	<u>June 30,</u> <u>2017</u>
Connected persons	(Unaudited)	(Audited)
	----- (Rupees) -----	
Alfalsh GHP Investment Management Limited - Management Company		
Remuneration of the Management Company	2,356,200	2,678,562
Sales tax on Management Fee	974,696	1,016,603
Federal excise duty on Management Fee	4,879,884	4,879,884
Performance fee	2,629,220	2,103,001
Sindh Sales Tax on performance fee of the Management Company	443,511	375,103
Federal Excise Duty payable on performance of the Management Company	297,850	297,850
Sales load	480,504	3,252,437
Selling & Marketing Expenses	5,621,391	755,510
Payable against allocated expenses	880,256	809,435
Bank Alfalah Limited		
Balances with banks	13,768,119	12,996,240
Profit receivable on balances with banks	591,585	628,548
Sales load payable	2,106	-
Other related parties		
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee	219,569	226,372
Sales tax on remuneration of the Trustee	28,541	29,426
Security deposit	200,000	200,000

FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the amount for which an asset could be exchanged, or liability can be settled, between knowledgeable willing parties in an arm's length transaction. Consequently, differences can arise between carrying values and the fair value estimates.

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

Financial assets which are traded in an open market are revalued at the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying values as the items are either short term in nature or periodically repriced.

Fair value of investments is determined as follows:

- Fair value of listed equity securities and listed units is determined on the basis of closing market prices quoted on the respective stock exchange.
- The fair value of all other financial assets and financial liabilities of the Fund approximate their carrying amounts due to short term maturities of these instruments.

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: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities.

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

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

As at December 31, 2017, the Fund held the following financial instruments measured at fair value:

----- As at December 31, 2017 -----
Level 1 Level 2 Level 3 Total
----- (Rupees) -----

Investments 'at fair
value through profit or loss'
Equity securities - quoted

1,355,127,207 - - 1,355,127,207
1,355,127,207 - - 1,355,127,207

----- As at June 30, 2017 -----
Level 1 Level 2 Level 3 Total
----- (Rupees) -----

Investments 'at fair
value through profit or loss'
Equity securities - quoted

1,421,523,440 - - 1,421,523,440
1,421,523,440 - - 1,421,523,440

During the half year ended December 31, 2017, 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.

CORRESPONDING FIGURES

Corresponding figures have been reclassified and rearranged, wherever necessary, for the purpose of comparison and better presentation. No significant rearrangements or reclassifications have been made in this condensed interim financial information during the current period.

GENERAL

Figures have been rounded off to the nearest rupee.

Figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2017 and December 31, 2016 have not been subject to limited scope review by the auditors

DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on February 26, 2018 by the Board of Directors of the Management Company.

**For Alfalah GHP Investment Management Limited
(Management Company)**

Chief Executive Officer

Chief Financial Officer

Director



**Alfalah
GHP Stock Fund**

FUND INFORMATION

Management Company:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Board of Directors of the Management Company:	Ms. Maheen Rahman Syed Ali Sultan Mr. Hanspeter Beier Mr. Muhammad Tauqir Zafar Mr. Abid Naqvi Mr. Tufail Jawed Ahmad Mr. Adeel Bajwa
Audit Committee:	Mr. Abid Naqvi Syed Ali Sultan Mr. Muhammad Tauqeer Zafar
HR Committee:	Syed Ali Sultan Mr. Tufail Jawed Ahmed Ms. Maheen Rahman Mr. Adeel Bajwa
Risk Committee:	Mr. Tufail Jawed Ahmad Syed Ali Sultan Mr. Muhammad Tauqeer Zafar Ms. Maheen Rahman
Chief Operating Officer and Company Secretary :	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Syed Hyder Raza Zaidi
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:	EY Ford Rhodes Chartered Accountants Progressive Plaza, Beaumont Road, P.O.Box 15541, Karachi 75530 Pakistan
Legal Advisor:	Ahmed & Qazi Advocates & Legal Consultants 402,403,404,417 Clifton Centre, Clifton, Karachi
Registrar:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, 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 Shahra-e-Faisal,
Karachi - 74400, Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326020 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com




TRUSTEE REPORT TO THE UNIT HOLDERS

ALFALAH GHP 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 Stock Fund (the Fund) are of the opinion that Alfalah GHP Investment 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, 2017 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; and
- (iii) 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.


Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 20, 2018



**AUDITORS' REPORT TO THE UNIT HOLDERS ON
REVIEW OF INTERIM FINANCIAL INFORMATION**

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalah GHP Stock Fund** (the Fund) as at **31 December 2017**, 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 flows and notes to the accounts for the six month period then ended (here-in-after referred to as "interim financial information"). Management Company is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial information based on our review.

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 interim financial information 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 interim financial information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Other matter

The condensed interim financial information for the half year ended 31 December 2016 and the financial statements of the Fund for the year ended 30 June 2017 were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 14 February 2017 and audit report dated 20 September 2017 expressed an unmodified conclusion and an unmodified opinion on the aforementioned financial information and financial statements, respectively.

EY Ford Rhodes

Chartered Accountants

Engagement Partner: **Shaikh Ahmed Salman**

Date: **26 February, 2018**

Karachi

ALFALAH GHP STOCK FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)
AS AT DECEMBER 31, 2017

		December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
	Note	----- (Rupees) -----	
Assets			
Balances with banks	4	289,382,290	478,581,673
Investments	5	1,988,930,267	2,620,166,678
Receivable against sale of shares		75,206,385	-
Dividend, prepayments and other receivables		14,251,710	6,129,393
Security deposits		2,600,000	2,600,000
Total assets		2,370,370,652	3,107,477,744
Liabilities			
Payable to the Management Company	6	29,344,909	22,841,234
Payable to the Trustee		294,706	334,985
Payable to the Securities and Exchange Commission of Pakistan (SECP)		1,289,065	2,410,750
Payable against purchase of investments		-	332,846,444
Payable against redemption of units		-	4,317,663
Accrued and other liabilities	7	18,677,267	23,984,470
Total liabilities		49,605,947	386,735,546
Net assets		2,320,764,705	2,720,742,198
Unit holders' fund (as per statement attached)		2,320,764,705	2,720,742,198
Contingencies and commitments	8		
		----- (Number of units) -----	
Number of units in issue		17,698,711	17,342,558
		----- (Rupees) -----	
Net assets value per unit		131.1262	156.8824

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP STOCK FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

	Note	Half year ended		Quarter ended	
		December 31, 2017	December 31, 2016	December 31, 2017	December 31, 2016
		(Rupees)		(Rupees)	
Income					
Profit on deposits with banks		8,223,637	5,572,947	4,005,131	2,621,551
At fair value through profit or loss - held-for-trading					
- Dividend income		65,204,895	44,213,503	41,905,930	26,394,398
- Capital (loss) / gain on sale of investments		(318,186,867)	142,979,809	(180,367,641)	136,636,427
- Net unrealised (loss) / gain on revaluation of investments	5.2	(229,397,039)	362,421,428	41,368,528	263,337,156
Total income		(474,155,374)	555,187,687	(93,088,052)	428,989,532
Expenses					
Remuneration of Management Company	6.1	27,138,188	22,565,927	12,478,270	11,881,513
Sindh Sales Tax on remuneration of the Management Company	6.2	3,527,963	2,933,569	1,622,175	1,544,599
Remuneration of the Trustee		1,861,023	1,632,323	875,966	846,139
Sindh Sales Tax on remuneration of the Trustee		241,933	212,200	113,878	109,996
Annual fee to the SECP		1,289,065	1,071,888	592,721	564,374
Expenses allocated by the Management Company	6.4	1,356,821	1,128,404	623,873	594,044
Brokerage and securities transaction costs		3,899,594	5,739,890	1,168,265	3,345,038
Bank and settlement charges		582,532	577,000	262,254	283,332
Auditors' remuneration		386,000	274,514	250,256	137,261
Annual listing fee		13,856	25,208	1,252	12,604
Annual rating fee		80,592	68,884	40,296	33,503
Printing charges		32,997	75,616	20,393	37,806
Selling and marketing expenses	6.5	8,661,587	-	5,729,792	-
Legal and professional charges		-	56,667	-	56,667
Total expenses		49,072,151	36,362,090	23,779,391	19,446,876
Net (loss) / income for the period from operations		(523,227,525)	518,825,597	(116,867,443)	409,542,656
Element of loss and capital losses included in the prices of units issued less those in units redeemed transferred to income statement - net	3.2	-	(47,521,150)	-	(66,613,747)
Net (loss) / income for the period before taxation		(523,227,525)	471,304,447	(116,867,443)	342,928,909
Taxation	9	-	-	-	-
Net (loss) / income for the period after taxation		(523,227,525)	471,304,447	(116,867,443)	342,928,909

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

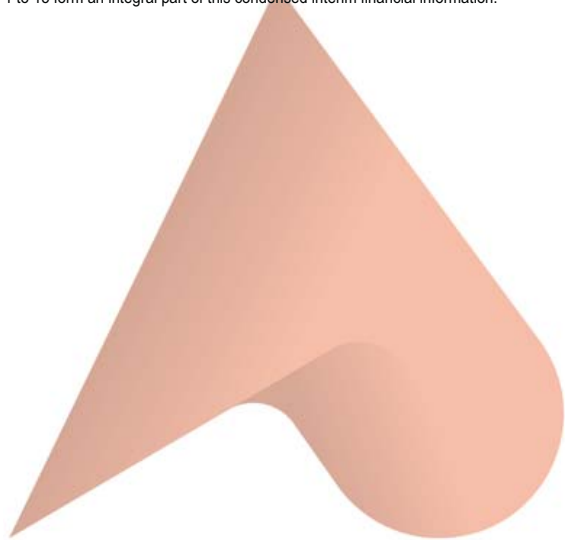
Chief Financial Officer

Director

ALFALAH GHP STOCK FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

	Half year ended		Quarter ended	
	December 31, 2017	December 31, 2016	December 31, 2017	December 31, 2016
	----- (Rupees) -----		----- (Rupees) -----	
Net (loss) / income for the period after taxation	(523,227,525)	471,304,447	(116,867,443)	342,928,909
Other comprehensive income	-	-	-	-
Total comprehensive (loss) / income for the period	<u>(523,227,525)</u>	<u>471,304,447</u>	<u>(116,867,443)</u>	<u>342,928,909</u>

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.



For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP STOCK FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

December 31, 2017			
Capital value	Undistributed income	Unrealised (losses) / gains on investment	Total
----- (Rupees) -----			
- Capital value	1,837,298,714	-	1,837,298,714
- Undistributed income brought forward			
- Realised	690,563,558	-	690,563,558
- Unrealised	192,879,926	-	192,879,926
Net assets at beginning of the period [Rs.156.8824 per unit (June 30, 2016 Rs.126.0747 per unit)]	1,837,298,714	883,443,484	2,720,742,198
Issuance of 6,433,800			
- Capital value (at net asset value per unit at the beginning of the period)	1,010,106,600	-	1,010,106,600
- Element of income	(28,460,859)	-	(28,460,859)
Total proceeds on issuance of units	981,645,741	-	981,645,741
Redemption of 6,077,647			
- Capital value (at net asset value per unit at the beginning of the period)	954,190,579	-	954,190,579
- Amount paid out of element of income			
- Relating to 'net income for the period after taxation'	-	-	-
- Relating to 'other comprehensive income for the period'	-	-	-
- Refund on units as element of income	(95,794,870)	-	(95,794,870)
Total payments on redemption of units	858,395,709	-	858,395,709
Total comprehensive loss for the period	-	(523,227,525)	(523,227,525)
Distribution during the period	-	-	-
Net loss for the period less distribution	-	(523,227,525)	(523,227,525)
Net assets at end of the period [Rs.131.1216 per unit (December 31, 2016 Rs.137.1718 per unit)]	1,960,548,746	(360,215,959)	2,320,764,705
Undistributed income carried forward			
- Realised	-	589,612,998	589,612,998
- Unrealised	-	(229,397,039)	(229,397,039)
	-	360,215,959	360,215,959
			December 31, 2016
			(Rupees)
Net assets at beginning of the period			1,527,839,442
Issue of 12,948,583 units			1,751,477,891
Redemption of 10,317,712 units			(1,467,312,769)
			1,812,004,564
Element of income and capital gains included in prices of units sold less those in units redeemed transferred to income statement - net			47,521,150
Element of income and capital gains included in prices of units sold less those in units redeemed transferred to distribution statement - net			(52,967,553)
			(5,446,403)
Other income (net of expenses) for the year			(34,096,790)
Capital gain on sale of investments - net			142,979,809
Net unrealised appreciation on remeasurement of investments classified as 'financial assets at fair value through profit or loss' - net			362,421,428
Total comprehensive income for the period			471,304,447
Net element of income and capital gains included in the prices of units issued less those in units redeemed - distribution statement			52,967,553
Net assets at end of the period			2,330,830,161

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP STOCK FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

	Half year ended	
	December 31, 2017	December 31, 2016
Note	----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the period before taxation	(523,227,525)	471,304,447
Adjustments for:		
At fair value through profit or loss - held-for-trading		
- Capital loss / (gain) on sale of investments	318,186,867	(142,979,809)
- Net unrealised loss / (gain) on revaluation of investments	229,397,039	(362,421,428)
Element of loss and capital losses included in prices of units sold less those in units redeemed - net	-	47,521,150
	24,356,381	13,424,360
Decrease / (increase) in assets		
Investments - net	83,652,505	(582,169,272)
Receivable against sale of shares - net	(75,206,385)	(139,659,478)
Dividend, prepayments and other receivables	(8,122,317)	11,650,968
	323,803	(710,177,782)
Increase / (decrease) in liabilities		
Payable to Management Company	6,503,675	(959,495)
Payable to the Trustee	(40,279)	(205,705)
Payable against sales of shares-net	(332,846,444)	-
Payable to SECP	(1,121,685)	(468,125)
Dividend payable	-	(2,147)
Accrued and other liabilities	(5,307,203)	356,290
	(332,811,936)	(1,279,182)
Net cash used in operating activities	(308,131,752)	(698,032,604)
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	981,645,741	1,751,477,891
Payment made against redemption of units	(862,713,372)	(1,138,092,222)
Net cash generated from financing activities	118,932,369	613,385,669
Net decrease in cash and cash equivalents during the period	(189,199,383)	(84,646,935)
Cash and cash equivalents at beginning of the period	478,581,673	264,413,236
Cash and cash equivalents at end of the period	4 <u>289,382,290</u>	<u>179,766,301</u>

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP STOCK FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Alfalah GHP Stock Fund (the Fund) is an open-ended Fund constituted under a trust deed entered into on June 10, 2008 between IGI Funds Limited (Former Management Company), a company incorporated under the Companies Ordinance, 1984 and Central Depository Company of Pakistan Limited (CDC) as the Trustee, also incorporated under the Companies Ordinance, 1984. On October 15, 2013, the management rights of the Fund were transferred from IGI Funds Limited to Alfalah GHP Investment 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 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 Stock 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 March 09, 2014. The registered office of the Management Company is situated at 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
- 1.3 The Fund is categorised as an 'equity scheme' pursuant to the provisions contained in Circular No. 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 long term capital appreciation and income, from a portfolio that is substantially constituted of equity and equity related securities. The Fund may also invest a certain portion of its assets in debt and money market securities in order to meet liquidity requirements from time to time. The investment objectives and policy are explained in the Fund's offering document.
- 1.5 The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of AM2+ (stable outlook) to the Management Company on December 22, 2017, and 4 star (long term) and 4 star (short term) by PACRA to the Fund in its rating report dated September 26, 2017.
- 1.6 Title to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.

2. BASIS OF PREPARATION

- 2.1 This condensed interim financial information of the Fund has been prepared in accordance with the requirements of the International Accounting Standard 34: 'Interim Financial Reporting' the requirements of the Trust Deed, the NBFC Rules, the Non Banking Finance Companies and Notified Entities Regulation, 2008 (the NBFC Regulations), the repealed Companies Ordinance, 1984 and directives issued by the SECP. In case requirements differ, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP shall prevail.
- 2.2 Effective May 30, 2017, the Companies Act, 2017 (the Act) has been promulgated, however, the Securities and Exchange Commission of Pakistan (SECP) vide its circular No. 23 of 2017 dated October 04, 2017 decided that the companies whose financial year closes on or before December 31, 2017 shall prepare their financial statements in accordance with the provisions of the repealed Companies Ordinance, 1984. Furthermore, the Institute of Chartered Accountants of Pakistan also issued clarification vide its circular dated October 06, 2017 which states that the interim financial statements of companies for the periods ending on or before December 31, 2017 shall also be prepared in accordance with the provisions of the repealed Companies Ordinance, 1984.
- 2.3 "These interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with Company's annual financial statements for the year ended June 30, 2017.
- 2.4 This condensed interim financial information are presented in Pak rupees, which is the Fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND FINANCIAL RISK MANAGEMENT POLICIES

Except for change in notes 3.1 and 3.2, the accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements as at and for the year ended June 30, 2017.

3.1 New / Revised Standards, Interpretations and Amendments

The Fund has adopted the following accounting standard and the amendments and interpretation of IFRSs which became effective for the current year:

IAS 7 Statement of Cash Flows - Disclosure Initiative - (Amendment)

IAS 12 Income Taxes - Recognition of Deferred Tax Assets for Unrealized losses (Amendments)

Improvements to Accounting Standards Issued by the IASB

IFRS 12 Disclosure of interests in Other Entities - Clarification of the scope of the disclosure Requirement

The adoption of the above amendments, improvements to accounting standards and interpretations did not have any effect on the financial statements.

3.2 Change in accounting policy - element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed

The Securities and Exchange Commission of Pakistan through its SRO No. 756(I)/2017 dated August 03, 2017 has made certain amendments in the NBFC Regulations. The notification includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in Regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. Furthermore, the revised regulations also require certain additional disclosures with respect to 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', whereas disclosure with respect to 'Distribution Statement' has been deleted in the revised regulations.

Previously, an equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' was created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption. The net element of income / (loss) and capital gains / (losses) relating to units issued and redeemed during the accounting period which pertained to unrealised appreciation / (diminution) held in the Unit Holder's Fund was recorded in a separate account and any amount remaining in this reserve account at the end of the accounting period (whether gain or loss) was included in the amount available for distribution to the unitholders. The remaining portion of the net element of income / (loss) and capital gains / (losses) relating to units issued and redeemed during an accounting period was recognised in the Income Statement.

As required by IAS 8: 'Accounting Policies, Changes in Accounting Estimates and Errors', a change in accounting policy requires retrospective application as if that policy had always been applied. However, the Management Company has applied the above changes in accounting policy, including the additional disclosures requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', prospectively from July 01, 2017 as required by SECP vide its SRO No. 756(I)/2017 dated August 03, 2017. Accordingly, corresponding figures have not been restated. The 'Distribution Statement' for the comparative period has not been presented as it has been deleted as a result of the amendments made in the NBFC Regulations the aforementioned SRO issued by the SECP.

Had the element of income been recognised as per the previous accounting policy, the loss of the Fund would have been lower by Rs.67.375 million. However, the change in accounting policy does not have any impact on the 'Cash Flow Statement', the 'net assets attributable to the unit holders' and 'net asset value per unit' as shown in the 'Statement of Assets and Liabilities' and 'Statement of Movement in Unit Holders' Fund'. The change has resulted in inclusion of certain additional disclosures / new presentation requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund which have been incorporated in this condensed interim financial information.

- 3.3 The 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, 2017.

		December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
	Note	----- (Rupees) -----	-----
4. BALANCES WITH BANKS			
Saving accounts	4.1	<u>289,382,290</u>	<u>478,581,673</u>
4.1 The rate of return on these accounts ranging from 4% to 6.7% (June 30, 2017: 5.00% to 6.70%) per annum includes deposit of Rs.272.439 million (June 30, 2017: Rs.158.880 million) which have accrued mark-up of Rs.744,575 (June 30, 2017: Rs.2,895) maintained with Bank Alfalah Limited (a related party).			
5. INVESTMENTS			
At fair value through profit or loss' - held for trading			
- Listed equity securities	5.1	<u>1,988,930,267</u>	<u>2,620,166,678</u>

5.1 Listed equity securities - 'at fair value through profit or loss' - held for trading

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

Name of the investee company	Note	As at July 01, 2017	Purchased during the period	Bonus / right shares received during the period	Sold during the period	As at December 31, 2017	As at December 31, 2017		Market value as a percentage of		Holding as a percentage of paid-up capital of the investee company
							Carrying value	Market value	Net assets of the fund	Total market value of investments	
						Number of shares		(Rupees)		(%)	
Commercial banks											
Bank Alfalah Limited (a related party)		1,514,000	1,715,000	-	966,000	2,263,000	92,134,148	96,177,500	4.14%	4.84%	0.141%
Bank AL Habib Limited		1,088,500	213,000	-	556,500	745,000	42,200,578	43,478,200	1.87%	2.19%	0.046%
The Bank of Punjab		1,250,500	1,968,000	-	3,218,500	-	-	-	0.00%	0.00%	0.000%
Habib Bank Limited		566,300	424,000	-	423,400	566,900	131,019,550	94,723,321	4.08%	4.76%	0.035%
JS Bank Limited		573,500	-	-	573,500	-	-	-	0.00%	0.00%	0.000%
MCB Bank Limited		501,800	110,700	-	244,400	368,100	77,100,729	78,154,992	3.37%	3.93%	0.023%
Meezan Bank Limited		-	466,500	70,500	166,500	380,500	27,429,397	25,531,550	1.10%	1.28%	0.024%
National Bank of Pakistan		-	626,000	-	626,000	-	-	-	0.00%	0.00%	0.000%
United Bank Limited		552,400	297,000	-	332,100	517,300	114,899,420	97,236,881	4.19%	4.89%	0.032%
							<u>484,783,822</u>	<u>435,302,444</u>	<u>18.75%</u>	<u>21.89%</u>	
Power generation and distribution											
Hub Power Company Limited		747,000	443,000	-	180,400	1,009,600	117,358,198	91,873,600	3.96%	4.62%	0.063%
Kot Addu Power Company Limited		-	400,000	-	1,000	399,000	21,137,512	21,506,100	0.93%	1.08%	0.025%
							<u>138,495,710</u>	<u>113,379,700</u>	<u>4.89%</u>	<u>5.70%</u>	
Oil and gas marketing companies											
Attock Petroleum Limited		36,500	-	-	36,500	-	-	-	0.00%	0.00%	0.000%
Hascol Petroleum Limited		73,940	77,800	2,800	146,800	7,740	2,156,370	1,912,090	0.08%	0.10%	0.000%
Pakistan State Oil Company Limited	5.1.1	121,700	211,000	42,200	55,500	319,400	109,915,300	93,619,334	4.03%	4.71%	0.020%
Shell (Pakistan) Limited		46,400	11,750	-	58,150	-	-	-	0.00%	0.00%	0.000%
Sui Northern Gas Pipelines Limited		728,100	671,500	-	743,500	656,100	91,070,015	62,073,621	2.67%	3.12%	0.041%
							<u>203,141,685</u>	<u>157,605,045</u>	<u>6.78%</u>	<u>7.93%</u>	
Oil and gas exploration companies											
Marl Petroleum Company Limited		58,300	22,360	-	12,380	68,280	106,791,572	99,065,404	4.27%	4.98%	0.004%
Oil and Gas Development Company Limited		788,400	532,500	-	444,700	876,200	127,015,827	142,636,598	6.15%	7.17%	0.055%
Pakistan Oilfields Limited		113,600	145,500	-	33,150	226,150	116,713,388	134,391,899	5.79%	6.76%	0.014%
Pakistan Petroleum Limited		452,100	584,000	-	448,400	587,700	103,602,808	121,013,307	5.21%	6.08%	0.037%
							<u>454,123,583</u>	<u>497,107,208</u>	<u>21.42%</u>	<u>24.98%</u>	
Chemical											
Biafo Industries Limited		3,640	-	-	3,400	240	60,072	51,960	0.00%	0.00%	0.000%
Engro Polymer and Chemicals Limited		1,599,000	483,000	-	2,082,000	-	-	-	0.00%	0.00%	0.000%
ICI Pakistan Limited		30,900	7,540	-	6,120	32,320	34,980,210	24,820,144	1.07%	1.25%	0.002%
							<u>35,040,282</u>	<u>24,872,104</u>	<u>1.07%</u>	<u>1.25%</u>	
Cement											
Attock Cement Pakistan Limited		-	64,700	-	64,700	-	-	-	0.00%	0.00%	0.000%
Cherat Cement Company Limited		248,000	53,000	-	301,000	-	-	-	0.00%	0.00%	0.000%
D. G. Khan Cement Company Limited		353,200	384,800	-	282,400	455,600	81,285,980	60,922,832	2.63%	3.06%	0.028%
Kohat Cement Limited		-	152,000	-	152,000	-	-	-	0.00%	0.00%	0.000%
Lucky Cement Limited		158,550	60,800	-	113,900	105,450	83,762,852	54,560,885	2.35%	2.74%	0.007%
Maple Leaf Cement Factory Limited		372,000	120,625	36,625	492,625	36,625	2,380,625	2,506,815	0.11%	0.13%	0.002%
Pioneer Cement Limited		254,500	57,000	-	311,500	-	-	-	0.00%	0.00%	0.000%
							<u>167,429,457</u>	<u>117,990,332</u>	<u>5.09%</u>	<u>5.93%</u>	
Fertilizer											
Engro Corporation Limited		338,300	347,500	-	270,600	415,200	126,314,338	114,076,200	4.92%	5.74%	0.026%
Engro Fertilizers Limited		609,000	843,500	-	340,500	1,112,000	63,591,679	75,304,640	3.24%	3.79%	0.069%
Fauji Fertilizer Company Limited		-	685,000	-	75,000	610,000	50,563,376	48,257,100	2.08%	2.43%	0.038%
							<u>240,469,393</u>	<u>237,637,940</u>	<u>10.24%</u>	<u>11.96%</u>	
Engineering											
Amreli Steels Limited		308,000	72,500	-	380,500	-	-	-	0.00%	0.00%	0.000%
Crescent Steel and Allied Products Limited		159,400	12,000	-	171,400	-	-	-	0.00%	0.00%	0.000%
International Industries Limited		207,900	66,900	-	125,700	149,100	47,890,193	35,800,401	1.54%	1.80%	0.009%
International Steels Limited		582,000	272,500	-	512,900	341,600	40,052,401	36,335,992	1.57%	1.83%	0.021%
							<u>87,942,594</u>	<u>72,136,393</u>	<u>3.11%</u>	<u>3.63%</u>	
Food and personal care products											
Treet Corporation Limited		635,000	140,000	-	775,000	-	-	-	0.00%	0.00%	0.000%
							-	-	0.00%	0.00%	
Textile composite											
Gul Ahmed Textile Mills Limited		4,554	-	-	-	4,554	186,623	168,862	0.01%	0.01%	0.000%
Nishat Mills Limited		516,300	317,000	-	229,500	603,800	94,452,945	90,268,100	3.89%	4.54%	0.038%
Nishat Chunian Limited		-	1,005,500	-	1,005,500	-	-	-	0.00%	0.00%	0.000%
							<u>94,639,568</u>	<u>90,436,962</u>	<u>3.90%</u>	<u>4.55%</u>	

Name of the investee company	Note	As at July 01, 2017	Purchased during the period	Bonus / right shares received during the period	Sold during the period	As at December 31, 2017	As at December 31, 2017		Market value as a percentage of		Holding as a percentage of paid-up capital of the investee company
							Carrying value	Market value	Net assets of the fund	Total market value of investments	
						Number of shares		(Rupees)		(%)	
Pharmaceuticals											
Abbott Laboratories (Pakistan) Limited		26,650	-	-	2,150	24,500	22,897,700.00	17,091,445.00	0.74%	0.86%	0.002%
The Searle Company Limited	5.1.1	106,297	32,800	13,939	123,400	29,636	12,602,762.52	9,331,190.96	0.40%	0.47%	0.002%
							35,500,463	26,422,636	1.14%	1.33%	
Automobile assembler											
Honda Atlas Cars (Pakistan) Limited		42,000	29,800	-	17,850	53,950	41,816,612.34	27,644,519.50	1.19%	1.39%	0.003%
Indus Motor Company Limited		37,900	19,220	-	24,720	32,400	57,285,531.51	54,437,508.00	2.35%	2.74%	0.002%
Pak Suzuki Motor Company Limited		79,250	47,300	-	40,700	85,850	60,136,289.57	42,733,554.50	1.84%	2.15%	0.005%
							159,240,433	124,815,582	5.38%	6.28%	
Automobiles parts and accessories											
Thal Limited (face value of Rs.5 each)		174,400	47,950	-	159,600	62,750	37,963,882.78	32,058,975.00	1.38%	1.61%	0.004%
The General Tyre and Rubber Company of Pakistan Limited		200,000	41,800	-	241,800	-	-	-	0.00%	0.00%	0.000%
							37,963,883	32,058,975	1.38%	1.61%	
Paper and board											
Packages Limited		110,350	28,600	-	42,000	96,950	67,401,383.06	49,428,018.50	2.13%	2.49%	0.006%
							67,401,383	49,428,019	2.13%	2.49%	
Cable and electrical goods											
Pak Elektron Limited		-	730,000	-	730,000	-	-	-	0.00%	0.00%	0.000%
							-	-	0.00%	0.00%	
Miscellaneous											
Synthetic Products Enterprises Limited		404,100	-	-	243,000	161,100	12,155,040.00	9,736,927.00	0.42%	0.49%	0.010%
							12,155,040	9,736,927	0.42%	0.49%	
Investment banks / investment companies / securities companies											
Arif Habib Limited		261,500	-	-	261,500	-	-	-	0.00%	0.00%	0.000%
							-	-	0.00%	0.00%	
As at December 31, 2017							2,218,327,306	1,988,930,267	86%	100%	
As at June 30, 2017							2,427,286,752	2,620,166,678	96%	100%	

5.1.1 The investment in equity securities include bonus shares having market value of Rs.4.3 million (June 30, 2017: Rs.4.71 million) million withheld by the investee companies, during the period, as issuance of bonus shares has been made taxable through Finance Act, 2014. Consequently, bonus shares equivalent to 5 percent (representing tax impact of the bonus announcement) have been withheld by the investee companies.

The management of the Fund jointly with other asset management companies and Mutual Funds Association of Pakistan, has filed a petition in Honorable Sindh High Court to declare the amendments brought in the Income Tax Ordinance, 2001 with reference to tax on bonus shares for collective investment schemes as null and void and not applicable on the mutual funds based on the premise of exemption given to mutual funds under clause 47B and 99 of Second Schedule to the Income Tax Ordinance, 2001. The Honorable Sindh High Court has granted stay order till the final outcome of the case.

5.1.2 Following shares were pledged with National Clearing Company of Pakistan Limited (NCCPL) as collateral against margin:

	December 31, 2017 (Un-audited)	June 30, 2017 (Audited)	December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
	----- (Number of shares) -----		----- (Rupees) -----	
Lucky Cement	20,000	20,000	10,348,200	16,725,200
Nishat Mills Limited	100,000	100,000	14,950,000	15,868,000
Hub Power Company Limited	470,000	470,000	42,770,000	55,192,100
	<u>590,000</u>	<u>590,000</u>	<u>68,068,200</u>	<u>87,785,300</u>

5.2 Unrealised appreciation on revaluation of investments classified as 'at fair value through profit or loss' - net

	Note	December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
		----- (Rupees) -----	
Market value of investments		1,988,930,267	2,620,166,678
Less: Carrying value of investments		2,218,327,306	2,427,286,752
Unrealised (loss) / gain on revaluation of investments for the period / year		<u>(229,397,039)</u>	<u>192,879,926</u>

6. PAYABLE TO MANAGEMENT COMPANY

Remuneration payable to the Management Company	6.1	3,942,381	4,710,099
Sindh Sales Tax payable on remuneration of the Management Company	6.2	1,943,247	2,043,054
Federal Excise Duty payable on remuneration of the Management Company	6.3	10,130,264	10,130,262
Expenses allocated by the Management Company	6.4	1,356,824	1,274,079
Selling and marketing expenses	6.5	8,661,587	1,177,624
Sales load payable		<u>3,310,606</u>	<u>3,506,116</u>
		<u>29,344,909</u>	<u>22,841,234</u>

- 6.1 The Management Company has charged remuneration at the rate of 2% of average annual net assets of the Funds. The remuneration is paid to the Management Company on a monthly basis in arrears.
- 6.2 The Provincial Government of Sindh levied Sindh Sales Tax at the rate of 13% (June 30, 2017: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.
- 6.3 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from June 13, 2013. As the asset management services rendered by the Management Company of the Fund are already subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund, the Management Company is of the view that further levy of FED was not justified.

On September 04, 2013, a constitutional petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 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.

With effect from July 01, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 01, 2016. However, as a matter of abundant caution the provision for FED made till June 30, 2017 amounting to Rs.10.130 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 for FED not been recorded in the financial statements of the Fund, the net asset value of the Fund as at December 31, 2017 would have been higher by Re.0.57 per unit (June 30, 2017: Re 0.58 per unit).

- 6.4 This represents the amount payable to the Management Company under NBFC Regulation 60(3)(s), wherein the Management Company is allowed to charge their cost to Collective Investment Schemes (CIS) in respect of fees and expenses related to registrar, accounting, and other services related to CIS. The maximum cost that can be charged in this regard is up to 0.1% of the average annual net assets of that CIS or actual, whichever is less.
- 6.5 In connection with Regulation 60(3)(v) of the NBFC Regulations, SECP has issued Circular No. 40 of 2016 dated December 30, 2016 (later amended vide Circular No. 05 of 2017 dated February 13, 2017) whereby it has prescribed certain conditions on Asset Management Companies (AMCs) for charging selling and marketing expenses to collective investment schemes (CISs). In accordance with the provisions contained in these circulars, selling and marketing expenses will be allowed initially for a period of three years (from January 01, 2017 till December 31, 2019) to be charged to open end equity, asset allocation and index funds upto a maximum of 0.4% per annum of net assets of the fund or actual expenses, whichever is less. Keeping in view the aforementioned provisions, the Management Company charged selling and marketing charges to the Fund.

7. ACCRUED AND OTHER LIABILITIES	Note	December 31,	June 30,
		2017 (Un-audited)	2017 (Audited)
		----- (Rupees) -----	
Auditors' remuneration		362,000	360,000
Brokerage and securities transaction costs		361,965	997,637
Clearing charges payable		51,702	56,715
Printing charges payable		18,073	25,000
Annual rating fee payable		106,536	160,438
Provision for Sindh Workers' Welfare Fund (SWWF)	7.1	17,625,220	17,625,220
Sales load payable		-	178,170
Capital gain tax payable		-	669,331
Withholding tax payable		151,771	3,911,959
		<u>18,677,267</u>	<u>23,984,470</u>

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

Had the provision for SWWF not been recorded in the condensed interim financial information of the Fund, the net asset value of the Fund as at December 31, 2017 would have been higher by Re.1.00 per unit (June 30, 2017: Re.1.02 per unit).

8. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2017.

9. 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% of the accounting income for the year as reduced by capital gains whether realised or unrealised is distributed to the unit holders as cash dividend. The management intends to distribute at least 90% of the Fund's net accounting income earned by the year end as cash dividend to the unit holders of the Fund. Accordingly, no provision in respect of taxation has been made in this condensed interim financial information.

10. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund is 1.82% (June 30, 2017: 3.61%) which includes 0.21% (June 30, 2017: 0.93%) representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4% prescribed under the NBFC Regulations for a collective investment scheme categorised as an equity scheme.

11. 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.

12. TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

12.1 Related parties / connected persons include Alfalah GHP Investment 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 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. The transactions with connected persons are in the normal course of business and at contractual rates.

12.2 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 market rates.

12.3 Remuneration to the Management Company and the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

12.4 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 information, are as follows:

12.5 Unit Holders' Fund

	Half year ended December 31, 2017 (Un-audited)							
	As at July 1, 2017	Issued for cash / conversion in / transfer in	Redeemed / conversion out / transfer out	As at December 31, 2017	As at July 1, 2017	Issued for cash / conversion in / transfer in	Redeemed / conversion out / transfer out	As at December 31, 2017
	Units				(Rupees)			
Associated Companies / Undertakings								
Alfalah Insurance Company Limited	586,574	-	586,574	-	92,023,137	-	92,023,137	-
Alfalah GHP Prosperity Planning Fund - Conservative Allocation Plan	218,072	-	19,530	198,542	34,211,620	-	2,500,000	26,034,058
Alfalah GHP Prosperity Planning Fund - Moderate Allocation Plan	1,024,654	-	269,544	755,110	160,750,257	-	36,500,000	99,014,705
Alfalah GHP Prosperity Planning Fund - Active Allocation Plan	835,429	259,668	-	1,095,097	131,064,136	40,000,000	-	143,595,908
Key Management Personnel - Management Company								
Head of Marketing & Sales	3,507	5	197	3,315	550,187	628	25,000	434,683
Chief Executive Officer	28,546	-	-	28,546	4,478,365	-	-	3,743,129
Chief Operating Officer	9,078	-	9,078	-	1,424,178	-	1,243,349	-
Head of Human Resource	610	-	610	-	95,847	-	80,111	-
Head of Finance	-	97	-	97	-	12,826	-	12,719
Unit holder holding 10% or more units								
Nishat Mills Limited - Employees Provident Fund	-	3,343,914	-	3,343,914	-	525,000,000	-	438,474,736
Half year ended December 31, 2016 (Un-audited)								
	As at July 1, 2016	Issued for cash / conversion in / transfer in	Redeemed / conversion out / transfer out	As at December 31, 2016	As at July 01, 2016	Issued for cash / conversion in / transfer in	Redeemed / conversion out / transfer out	As at December 31, 2016
	Units				(Rupees)			
Associated Companies / Undertakings								
Alfalah GHP Capital Preservation Fund	2,608,803	211,147	2,819,950	-	328,904,056	28,000,000	383,846,797	-
Alfalah Insurance Company Limited	659,414	898,109	987,982	569,541	83,135,296	141,000,000	155,279,968	74,681,747
Alfalah GHP Prosperity Planning Fund - Conservative Allocation Plan	55,523	129,966	-	185,489	7,000,000	17,000,000	-	24,322,468
Alfalah GHP Prosperity Planning Fund - Moderate Allocation Plan	312,481	298,845	195,923	415,403	39,395,959	43,000,000	28,500,000	54,470,217
Alfalah GHP Prosperity planning fund - Active Allocation Plan	396,590	182,886	100,021	479,455	50,000,000	28,000,000	14,000,000	62,869,112
Key Management Personnel - Management Company								
Head of Marketing & Sales	-	3,742	711	3,031	-	500,000	100,000	397,444
Chief Executive Officer	15,909	11,574	2,844	24,639	2,495,842	1,528,026	400,000	3,230,818
Chief Operating Officer	1,163	1,822	-	2,985	182,454	250,000	-	391,412
Head of Finance	6,480	2,627	6,481	2,626	816,964	382,890	904,550	344,337
Unit holder holding 10% or more units								
Nishat Mills Limited - Employees Provident Fund	-	2,925,145	-	2,925,145	-	390,573,194	-	383,563,148

		Half year ended (Un-audited)	
		December 31, 2017	December 31, 2016
		----- (Rupees) -----	
12.6 Other transactions			
	Connected persons		
	Alfalsh GHP Investment Management Limited - Management Company		
	Remuneration of the Management Company	27,138,188	22,565,927
	Sales tax on management fee	3,527,963	2,933,569
	Sales load	18,240,226	10,449,556
	Accounting and operational expenses	1,356,821	1,128,404
	Selling and marketing expenses	8,661,587	-
	Bank Alfalah Limited		
	Profit on bank deposit	1,295,229	1,202,156
	Bank charges	4,327	3,783
	Sales load	-	1,506,040
	Central Depository Company of Pakistan Limited - (Trustee of the Fund)		
	Remuneration of the Trustee	1,861,023	1,632,323
	Sales tax on trustee fee	241,933	212,200
	CDS charges	168,845	269,350
	Alfalsh Securities (Private) Limited		
	Brokerage expense	199,930	548,380
		December 31, 2017	June 30, 2017
		(Un-audited)	(Audited)
		----- (Rupees) -----	
12.7 Other balances			
	Alfalsh GHP Investment Management Limited - Management Company		
	Remuneration payable to the Management Company	3,942,381	4,710,099
	Sales tax payable on management fee	1,943,247	2,043,054
	Federal excise duty payable on management fee	10,130,264	10,130,262
	Accounting and operational expenses payable	1,356,824	1,274,079
	Sales load payable	3,310,606	3,506,116
	Selling and marketing expenses	8,661,587	1,177,624
	Central Depository Company of Pakistan Limited - (Trustee of the Fund)		
	Payable to the Trustee	257,506	293,152
	Sales tax payable on trustee fee	37,200	41,833
	Security deposit	100,000	100,000
	Bank Alfalah Limited		
	Bank balances	272,439,968	158,879,881
	Mark-up receivable on bank deposits	744,575	2,895
	Alfalsh Securities (Private) Limited		
	Brokerage payable	11,017	10,080

12.8 For the purpose of this disclosure, transactions by the Board of Directors and key management personnel falling within the scope of "executive" under the Code of Corporate Governance, 2012 are included herein. The term "executive" includes the Chief Executive Officer, Chief Operating Officer, Chief Financial Officer, Company Secretary, Chief Internal Auditor and executives of the Management Company of the Fund.

13. FAIR VALUE MEASUREMENTS

IFRS 13 - Fair Value Measurement establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

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

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

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

Level 2: those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and

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

As at December 31, 2017, the Fund held the following financial instruments measured at fair value:

ASSETS	December 31, 2017			Total
	Level 1	Level 2	Level 3	
	(Rupees)			
Financial assets 'at fair value through profit or loss'				
Equity securities- quoted	1,988,930,267	-	-	1,988,930,267
	June 30, 2017			
ASSETS	Level 1	Level 2	Level 3	Total
	(Rupees)			
Financial assets 'at fair value through profit or loss'				
Equity securities - quoted	2,620,166,678	-	-	2,620,166,678

The carrying value of remaining financial assets and liabilities approximate to their fair value.

14. GENERAL

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

14.2 In compliance with schedule V of the NBFC Regulations the Directors of the Management Company, hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2017.

14.3 Figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2017 and December 31, 2016 have not been subject to limited scope review by the auditors.

15. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on February 26, 2018.

**For Alfalah GHP Investment Management Limited
(Management Company)**

Chief Executive Officer

Chief Financial Officer

Director



**Alfalah
GHP Islamic Stock Fund**

FUND INFORMATION

Management Company:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Board of Directors of the Management Company:	Ms. Maheen Rahman Syed Ali Sultan Mr. Hanspeter Beier Mr. Muhammad Tauqir Zafar Mr. Abid Naqvi Mr. Tufail Jawed Ahmad Mr. Adeel Bajwa
Audit Committee:	Mr. Abid Naqvi Syed Ali Sultan Mr. Muhammad Tauqeer Zafar
HR Committee:	Syed Ali Sultan Mr. Tufail Jawed Ahmad Ms. Maheen Rahman Mr. Adeel Bajwa
Risk Committee:	Mr. Tufail Jawed Ahmad Syed Ali Sultan Mr. Muhammad Tauqeer Zafar Ms. Maheen Rahman
Chief Operating Officer and Company Secretary :	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Syed Hyder Raza Zaidi
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:	Ahmed & Qazi Advocates & Legal Consultants 402,403,404,417 Clifton Centre, Clifton, Karachi
Shariah Advisor:	Bank Islami Pakistan Limited 11th Floor, Dolmen Executive Towers, Marine Drive, Clifton, Block-4, Karachi
Registrar:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, 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) 34326020 - 23
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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 GHP Investment 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, 2017 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; and
- (iii) 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.

Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 20, 2018



**INDEPENDENT AUDITORS' REPORT ON REVIEW OF
CONDENSED INTERIM FINANCIAL INFORMATION TO THE UNIT HOLDERS**

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalah GHP Islamic Stock Fund** (the Fund) as at December 31, 2017 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' funds and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial information'), for the half year ended December 31, 2017. The Management Company (Alfalah GHP Investment Management Limited) is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2017 and December 31, 2016 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2017.

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 interim financial information 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 information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

A.F. Ferguson & Co.
Chartered Accountants

Engagement Partner: **Shahbaz Akbar**

Dated: **26 February, 2018**

Karachi

ALFALAH GHP ISLAMIC STOCK FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2017

	December 31, 2017 (Unaudited)	June 30, 2017 (Audited)
	----- (Rupees) -----	
ASSETS		
Balances with banks	4 883,876,127	895,022,640
Investments	5 4,163,786,530	8,534,461,407
Security deposits	2,600,000	2,600,000
Dividend, profit and other receivables	49,239,325	31,222,134
Receivable against sale of investments	51,356,287	-
Total assets	5,150,858,269	9,463,306,181
LIABILITIES		
Payable to the Management Company	6 43,721,872	33,187,626
Payable to the Trustee	580,537	956,649
Annual Fee payable to the Securities and Exchange Commission of Pakistan (SECP)	3,305,946	6,206,142
Accrued and other liabilities	7 53,397,200	114,950,739
Payable against purchase of investments	-	177,823,166
Total liabilities	101,005,555	333,124,322
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	<u>5,049,852,714</u>	<u>9,130,181,859</u>
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)	<u>5,049,852,714</u>	<u>9,130,181,859</u>
CONTINGENCIES AND COMMITMENTS	8	
	----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE	<u>82,529,641</u>	<u>125,375,142</u>
	----- (Rupees) -----	
NET ASSET VALUE PER UNIT	<u>61.1884</u>	<u>72.8229</u>

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

For Alfalah GHP Investment 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, 2017

Note	For the half year ended December 31, 2017	For the half year ended December 31, 2016	For the quarter ended December 31, 2017	For the quarter ended December 31, 2016
-----Rupees-----				
INCOME				
Profit on balances with banks	21,487,494	10,893,995	11,480,553	6,728,497
At fair value through profit or loss - held-for-trading				
Dividend income	172,529,195	83,374,433	110,727,895	55,771,539
(Loss) / gain on sale of investment - net	(959,648,062)	154,267,842	(626,184,251)	181,308,074
Unrealised (loss) / gain on revaluation of investments - net	(543,990,588)	942,006,986	220,927,780	817,457,342
	(1,331,109,455)	1,179,649,261	(294,528,576)	1,054,536,955
Total income	(1,309,621,961)	1,190,543,256	(283,048,023)	1,061,265,452
EXPENSES				
Remuneration of the Management Company	6.1 69,598,858	47,228,580	27,761,690	26,427,323
Sindh Sales Tax on remuneration of the Management Company	6.2 9,047,851	6,139,715	3,609,019	3,435,552
Federal excise duty on remuneration of the Management Company	6.3 -	-	-	-
Allocated expenses	6.4 3,479,710	2,068,988	1,387,989	1,320,482
Selling and marketing expenses	6.5 23,246,098	-	14,879,215	-
Remuneration of the Trustee	3,984,057	2,864,549	1,640,139	1,572,624
Sindh sales tax on remuneration of the Trustee	517,927	372,392	213,218	204,442
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	3,305,946	2,242,502	1,318,681	1,254,536
Brokerage expense, federal excise duty and capital value tax	6,579,702	13,594,246	2,405,325	7,770,236
Bank and settlement charges	901,315	733,358	585,632	515,735
Auditors' remuneration	455,236	427,693	280,058	213,846
Printing charges	35,288	75,624	17,644	37,812
Fees and subscriptions	89,481	98,257	44,741	50,275
Legal and professional charges	-	29,167	-	29,167
Shariah advisory fee	176,438	174,718	88,219	66,272
Total expenses	121,417,907	76,049,789	54,231,570	42,898,302
Net (loss) / income for the period	(1,431,039,868)	1,114,493,467	(337,279,593)	1,018,367,150
Element of income and capital gains included in the prices of units issued less those in units redeemed - net	-	166,356,515	-	137,676,065
Net (loss) / income for the period before taxation	(1,431,039,868)	1,280,849,982	(337,279,593)	1,156,043,215
Taxation	10 -	-	-	-
Net (loss) / income for the period after taxation	(1,431,039,868)	1,280,849,982	(337,279,593)	1,156,043,215
Allocation of net income for the period				
Net (loss) / income for the period after taxation	(1,431,039,868)	1,280,849,982	(337,279,593)	1,156,043,215
Income already paid on units redeemed	-	-	-	-
	(1,431,039,868)	1,280,849,982	(337,279,593)	1,156,043,215
Accounting income available for distribution				
- Relating to capital gain	-	-	-	-
- Excluding capital gain	-	-	-	-
	-	-	-	-

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

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

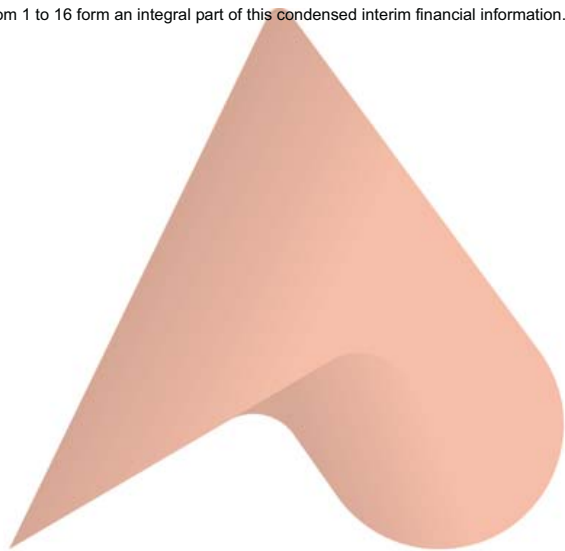
Chief Financial Officer

Director

ALFALAH GHP ISLAMIC STOCK FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

	For the half year ended December 31, 2017	For the half year ended December 31, 2016	For the quarter ended December 31, 2017	For the quarter ended December 31, 2016
	----- (Rupees) -----		----- (Rupees) -----	
Net (loss) / income for the period after taxation	(1,431,039,868)	1,280,849,982	(337,279,593)	1,156,043,215
Other comprehensive income	-	-	-	-
Total comprehensive (loss) / income for the period	<u>(1,431,039,868)</u>	<u>1,280,849,982</u>	<u>(337,279,593)</u>	<u>1,156,043,215</u>

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



For Alfalah GHP Investment 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, 2017

Half year ended December 31, 2017			
(Rupees)			
Capital Value	Undistributed income / (loss)	Unrealised appreciation on remeasurement of investments classified as available for sale - net	Total
- Capital value	6,560,798,904	-	6,560,798,904
- Undistributed income brought forward			
- Realised	- 2,092,332,568	-	2,092,332,568
- Unrealised	- 477,050,387	-	477,050,387
Net assets at beginning of the period [Rs.72.8229 per unit (June 30, 2016: Rs.63.8413 per unit)]	6,560,798,904	2,569,382,955	9,130,181,859
Issuance of 22,617,752 units (2016: 79,111,007 units)			
- Capital value (at net asset value per unit at the beginning of the period)	1,647,090,292	-	1,647,090,292
- Element of loss	(90,586,648)	-	(90,586,648)
Total proceeds on issuance of units	1,556,503,644	-	1,556,503,644
Redemption of 65,463,253 units (2016: 23,549,244 units)			
- Capital value (at net asset value per unit at the beginning of the period)	4,767,223,927	-	4,767,223,927
- Element of income	(561,431,006)	-	(561,431,006)
Total payments on redemption of units	4,205,792,921	-	4,205,792,921
Total comprehensive loss for the period	-	(1,431,039,868)	(1,431,039,868)
Distribution during the period	-	-	-
Net loss for the period less distribution	-	(1,431,039,868)	(1,431,039,868)
Net assets at end of the period	3,911,509,627	1,138,343,087	5,049,852,714
[Rs.61.1884 per unit (December 31, 2016: Rs.78.6218 per unit)]			
Undistributed income carried forward			
- Realised	- 1,682,333,675	-	1,682,333,675
- Unrealised	- (543,990,588)	-	(543,990,588)
	- 1,138,343,087	-	1,138,343,087
			December 31, 2016
			(Rupees)
Net assets at beginning of the period			1,986,725,940
Issue of 79,111,007 units			5,337,885,375
Redemption of 23,549,244 units			(1,624,043,666)
			5,700,567,649
Element of income and capital gains included in prices of units sold less those in units redeemed transferred to income statement - net			(166,356,515)
Element of income and capital gains included in prices of units sold less those in units redeemed transferred to distribution statement - net			(639,624,249)
			(805,980,764)
Other income (net of expenses) for the year			184,575,154
Capital gain on sale of investments - net			154,267,842
Unrealised gain on revaluation of investments classified as 'at fair value through profit or loss' - net			942,006,986
Total comprehensive income for the period			1,280,849,982
Net element of income and capital gains included in the prices of units issued less those in units redeemed - distribution statement			639,624,249
Net assets at end of the period			6,815,061,116

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

For Alfalah GHP Investment 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, 2017

	For the half year ended December 31, 2017	For the half year ended December 31, 2016
Note	----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the period before taxation	(1,431,039,868)	1,280,849,982
Adjustments for:		
Unrealised loss / (gain) on revaluation of investments classified 'at fair value through profit or loss' - held-for-trading - net	543,990,588	(942,006,986)
Element of income and capital gains included in prices of units issued less those in units redeemed - net	-	(166,356,515)
	(887,049,280)	172,486,481
Decrease / (increase) in assets		
Investments - net	3,826,684,289	(4,038,214,191)
Dividend, profit and other receivables	(18,017,191)	(6,372,371)
Receivable against sale of investments	(51,356,287)	-
	3,757,310,811	(4,044,586,562)
(Decrease) / increase in liabilities		
Payable to the Management Company	10,534,246	8,756,172
Payable to the Trustee	(376,112)	434,424
Payable to the Securities and Exchange Commission of Pakistan (SECP)	(2,900,196)	1,424,676
Payable against purchase of investments	(177,823,166)	159,828,796
Accrued and other liabilities	(61,553,539)	210,803
	(232,118,767)	170,654,871
Net cash flow generated from / (used in) operating activities	2,638,142,764	(3,701,445,210)
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received against issuance of units	1,556,503,644	5,337,885,375
Payment made against redemption of units	(4,205,792,921)	(1,624,043,666)
Net cash flow (used in) / generated from financing activities	(2,649,289,277)	3,713,841,709
Net (decrease) / increase in cash and cash equivalents during the period	(11,146,513)	12,396,499
Cash and cash equivalents at the beginning of the period	895,022,640	427,720,588
Cash and cash equivalents at the end of the period	4 883,876,127	440,117,087

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

For Alfalah GHP Investment 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, 2017

1. LEGAL STATUS AND NATURE OF BUSINESS

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 (SECP) in accordance with the NBFC (Establishment and Regulation) Rules, 2003 (NBFC Rules), on March 29, 2007. The SECP has approved 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.

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, 2017. The registered office of the Management Company is situated at 8-B, 8th floor, Executive Tower, Dolmen City, Block 4, Clifton, Karachi.

The Fund is categorised 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.

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 policy are explained in the Fund's offering document.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned 'AM2+' (Outlook: Stable) to the Management Company in its rating report dated December 22, 2017 and 3-Star (short-term) to the Fund in its rating report dated September 26, 2017.

Title to the assets of the Fund is 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 This condensed interim financial information has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does 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, 2017.

2.1.3 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 this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2017.

3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES, JUDGMENTS AND CHANGES THEREIN

- 3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2017 except for changes in accounting policies as explained in note 3.2.
- 3.2 The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated August 3, 2017 has made certain amendments in the NBFC Regulations. The notification includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. Furthermore, the revised regulations also require certain additional disclosures with respect to 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', whereas disclosure with respect to 'Distribution Statement' has been deleted in the revised regulations.

Previously, an equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' was created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption. The element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed to the extent that was represented by distributable income earned during the year was recognised in the income statement and the element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed represented by distributable income carried forward from prior periods was included in the distribution statement.

As required by IAS 8: 'Accounting Policies, Changes in Accounting Estimates and Errors', a change in accounting policy requires retrospective application as if that policy had always been applied. However, the Management Company has applied the above changes in accounting policy, including the additional disclosure requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', prospectively from July 1, 2017 based on the clarification issued by the SECP. Accordingly, corresponding figures have not been restated. The 'Distribution Statement' for the comparative period has not been presented as it has been deleted as a result of the amendments made in the NBFC Regulations through the aforementioned SRO issued by the SECP.

Had the element of income been recognised as per the previous accounting policy, the loss of the Fund would have been lower by Rs 470.84 million net off charge for SWWF in respect of element of income with no effect on the NAV per unit of the Fund. However, the change in accounting policy does not have any impact on the 'Cash Flow Statement', the 'net assets attributable to the unit holders' and 'net asset value per unit' as shown in the 'Statement of Assets and Liabilities' and 'Statement of Movement in Unit Holders' Fund'. The change has resulted in inclusion of certain additional disclosures / new presentation requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund which have been incorporated in these statements.

- 3.3 The preparation of this condensed interim financial information in conformity with the approved accounting 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, 2017.

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, 2017.

3.4 Amendments to published approved accounting standards that are effective in the current period

There are certain amendments to the approved accounting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2017. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in this condensed interim financial information.

3.5 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

During the current period the SECP has adopted IFRS 9: 'Financial Instruments' and IFRS 15: 'Revenue from Customers', which are applicable with effect from July 1, 2018. The management is currently assessing the impacts of these standards on the Fund's future financial statements. There are certain other new standards, interpretations and amendments to the approved accounting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2018. However, these are not expected to have any significant impacts on the Fund's operations and are, therefore, not detailed in this condensed interim financial information.

	Note	December 31, 2017 (Unaudited)	June 30, 2017 (Audited)
----- (Rupees) -----			
4 BALANCES WITH BANKS			
In savings accounts	4.1	873,445,565	352,741,673
In current account	4.2	10,430,562	542,280,967
		<u>883,876,127</u>	<u>895,022,640</u>

4.1 These accounts carry profit rates ranging from 3.37% to 6.00% (June 30, 2017: 3.37% to 5.60%) per annum. These include a balance of Rs. 16.722 million (June 30, 2017: Rs. 28.409 million) maintained with Bank Alfalah Limited, a related party.

4.2 This includes Rs. 10.430 million (June 30, 2017: 542.28 million) maintained with Bank Alfalah Limited - Islamic banking Division (a related party).

	Note	December 31, 2017 (Unaudited)	June 30, 2017 (Audited)
----- (Rupees) -----			
5 INVESTMENTS			
'At fair value through profit or loss' - held-for-trading			
Listed equity securities	5.1	4,163,781,481	8,534,455,977
Real Estate Investment Trust units - listed	5.2	5,049	5,430
		<u>4,163,786,530</u>	<u>8,534,461,407</u>

5.1 Investment in listed equity securities - 'at fair value through profit or loss' - held-for-trading Ordinary shares have a face value of Rs. 10 each unless stated otherwise.

5.1 Investment in listed equity securities - 'at fair value through profit or loss' - held-for-trading

Name of the investee company					As at December 31, 2017			Market value as a		Holding as a percentage of paid up capital of the investee company	
	As at July 01, 2017	Purchased during the period	Bonus / right shares received during the period	Sold during the period	As at December 31, 2017	Carrying value	Market value	Appreciation/ (diminution)	Net assets of the fund		Total market value of investments
	(Number of shares)					(Rupees)					
Fertilizer											
Engro Fertilizer Limited	2,787,400	3,202,500	-	2,202,507	3,787,393	217,142,726	256,482,254	39,339,528	5.08%	6.16%	0.28%
Dawood Hercules Corporation Limited	1,238,100	11,000	-	365,716	883,384	120,443,419	98,833,002	(21,610,417)	1.96%	2.37%	0.18%
Engro Corporation Limited	1,444,100	824,000	-	1,190,181	1,077,919	335,086,677	296,158,245	(38,928,432)	5.86%	7.11%	0.21%
						672,672,822	651,473,501	(21,199,321)			
Cement											
D.G Khan Cement Company Limited	1,302,000	663,500	-	965,960	999,540	187,997,940	133,658,489	(54,339,451)	2.66%	3.21%	0.23%
Kohat Cement Limited	-	431,100	-	431,100	-	-	-	-	0.00%	0.00%	0.00%
Maple Leaf Cement Company Limited	2,021,300	76,000	177,088	2,097,301	177,087	11,510,655	12,119,834	609,179	0.24%	0.29%	0.03%
Pioneer Cement Limited	965,900	8,700	-	974,600	-	-	-	-	0.00%	0.00%	0.00%
Cherat Cement Company Limited	1,136,100	5,000	-	1,141,100	-	-	-	-	0.00%	0.00%	0.00%
Lucky Cement Limited	806,250	110,000	-	612,532	303,718	243,055,695	157,146,730	(85,908,965)	3.11%	3.77%	0.09%
						442,564,290	302,925,053	(139,639,237)			
Power generation and distribution											
Hub Power Company Limited	3,473,900	819,100	-	1,318,876	2,974,124	348,142,182	270,645,284	(77,496,898)	5.36%	6.50%	0.26%
Kot Addu Power Company Limited	-	834,500	-	-	834,500	44,202,795	44,979,550	776,755	0.89%	1.08%	0.09%
						392,344,977	315,624,834	(76,720,143)			
Oil and gas marketing companies											
Hascol Petroleum Limited	278,208	102,700	2,227	376,800	6,335	1,772,270	1,564,998	(207,272)	0.03%	0.04%	0.004%
Pakistan State Oil Company Limited	474,700	473,300	126,440	271,868	802,572	274,261,547	235,241,879	(39,019,668)	4.66%	5.65%	0.25%
Attock Petroleum Limited	139,550	2,000	-	141,550	-	-	-	-	0.00%	0.00%	0.00%
Shell Pakistan Limited	153,200	21,000	-	174,200	-	-	-	-	0.00%	0.00%	0.00%
Sui Northern Gas Pipelines Limited	2,784,000	667,000	-	1,837,093	1,613,907	230,259,570	152,691,741	(77,567,829)	3.02%	3.67%	0.25%
						506,293,387	389,498,618	(116,794,769)			

Name of the investee company	As at July 01, 2017	Purchased during the period	Bonus / right shares received during the period	Sold during the period	As at December 31, 2017	As at December 31, 2016			Net assets of the fund	Total market value of investments	Holding as a percentage of Paid up capital of the investee company
						Carrying value	Market value	Appreciation/ (diminution)			
	(Number of shares)					(Rupees)			(%)		
Automobile parts and accessories											
Thal Limited (Face value of Rs. 5 per share)	621,500	9,700	-	496,951	134,249	81,357,885	68,587,814	(12,770,071)	1.36%	1.65%	0.17%
The General Tyre & Rubber Company of Pakistan Limited	619,400	81,400	-	700,434	366	110,291	68,918	(41,373)	0.00%	0.00%	0.001%
						81,468,176	68,656,732	(12,811,444)			
Oil and gas exploration companies											
Oil & Gas Development Company Limited	3,781,900	581,000	-	1,881,130	2,481,770	354,798,430	404,007,338	49,208,908	8.00%	9.70%	0.06%
Pakistan Oilfields Limited	672,100	201,150	-	282,439	580,811	280,333,931	345,152,745	64,818,814	6.83%	8.29%	0.25%
Pakistan Petroleum Limited	2,328,500	928,400	-	1,727,446	1,529,454	247,399,488	314,929,873	67,530,385	6.24%	7.56%	0.08%
Mari Petroleum Company Limited	247,630	7,780	-	93,977	161,433	253,841,501	234,218,297	(19,623,204)	4.64%	5.63%	0.15%
						1,136,373,350	1,298,308,253	161,934,903			
Automobile assembler											
Honda Atlas Cars (Pakistan) Limited	219,500	10,200	-	53,100	176,600	151,750,640	90,491,606	(61,259,034)	1.73%	2.17%	0.12%
Pak Suzuki Motor Company Limited	293,550	65,800	-	130,966	228,364	167,015,152	113,672,748	(53,342,404)	2.25%	2.73%	0.28%
						318,765,792	204,164,354	(114,601,438)			
Textile composite											
Nishat Mills Limited	2,158,700	431,000	-	986,226	1,603,474	252,290,197	239,719,363	(12,570,834)	4.75%	5.76%	0.46%
Kohinoor Textile Mills Limited	1,725	-	26	-	1,751	182,909	116,004	(66,905)	0.00%	0.00%	0.001%
						252,473,106	239,835,367	(12,637,739)			
Engineering											
Crescent Steel and Allied products Limited	559,350	5,000	-	564,350	-	-	-	-	0.00%	0.00%	0.00%
International Industries Limited	743,700	45,500	-	432,194	357,006	126,254,268	85,720,711	(40,533,557)	1.70%	2.06%	0.30%
International Steels Limited	1,949,500	307,300	-	1,439,271	817,529	102,770,824	86,960,560	(15,810,264)	1.72%	2.09%	0.19%
Amreli Steel Limited	1,232,500	85,000	-	1,317,500	-	-	-	-	0.00%	0.00%	0.00%
						229,025,092	172,681,271	(56,343,821)			
Pharmaceuticals											
The Searis Company Limited	396,399	36,000	67,399	250,501	249,297	105,916,787	78,493,832	(27,422,955)	1.55%	1.89%	0.13%
Highnoon Laboratories Limited	8	-	-	-	6	3,758	2,561	(1,197)	0.00%	0.00%	0.00%
Abbott Laboratories Pakistan Limited	100,600	800	-	3,450	97,950	91,500,717	68,330,900	(23,169,817)	1.35%	1.64%	0.10%
						197,421,262	146,827,293	(50,593,969)			
Cable and electrical goods											
Pak Elektron Limited	6,250	2,110,000	-	2,116,215	35	3,034	1,662	(1,372)	0.00%	0.00%	0.00%
						3,034	1,662	(1,372)			
Food and personal care products											
Al Shaheer Corporation Limited	475	-	-	-	475	19,052	10,555	(8,497)	0.00%	0.00%	0.00%
Treet Corporation Limited	1,903,000	384,000	-	2,287,000	-	-	-	-	0.00%	0.00%	0.00%
						19,052	10,555	(8,497)			
Commercial Banks											
Meezan Bank Limited	2,125,000	480,000	144,690	511,656	2,238,034	171,697,591	150,172,081	(21,525,510)	2.97%	3.61%	0.21%
						171,697,591	150,172,081	(21,525,510)			
Chemical											
Engro Polymer & Chemicals Limited	5,348,000	866,000	-	6,214,000	-	-	-	-	0.00%	0.00%	0.00%
ICI Pakistan Limited	126,100	4,800	-	25,663	105,237	114,766,049	80,816,754	(33,949,295)	1.60%	1.94%	0.11%
						114,766,049	80,816,754	(33,949,295)			
Paper and board											
Packages Limited	371,800	17,800	-	155,632	233,968	162,585,085	119,283,905	(43,301,180)	2.36%	2.86%	0.26%
						162,585,085	119,283,905	(43,301,180)			
Miscellaneous											
Synthetic Products Limited	1,093,950	7,500	-	712,614	388,836	29,298,623	23,501,248	(5,797,375)	0.47%	0.56%	0.46%
						29,298,623	23,501,248	(5,797,375)			
As at December 31, 2017	45,905,843	14,917,530	517,870	36,494,119	24,847,124	4,707,771,688	4,163,781,481	(543,990,207)			
As at June 30, 2017	9,661,713	84,192,450	266,750	48,215,070	45,905,843	8,057,406,063	8,534,455,977	477,049,914			

5.1.1 The Finance Act, 2014 introduced amendments to the Income Tax Ordinance 2001. As a result of these amendments, companies are liable to withhold bonus shares at the rate of 5 percent. In accordance with the requirement of the Ordinance these shares shall only be released if the fund deposits tax equivalent to 5% of the value of the bonus shares issued. The value of tax is computed on the basis of day-end price on the first day of book closure.

In this regard, a constitutional petition has 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, which is pending adjudication. The petition is based on the fact that because CISs

are exempt from deduction of income tax under Clause 99 of Part I of the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should not be applicable on bonus shares received by CISs. A stay order has been granted by the High Court of Sindh in favour of CISs.

As at December 31, 2017, the following bonus shares of the Fund were withheld by certain companies at the time of declaration. The Fund has included these shares in its portfolio, as the management believes that the decision of the constitutional petition will be in favour of the CISs.

Name of investee company	31-Dec-17		30-Jun-17	
	Bonus Shares			
	Number	Market value	Number	Market value
Hascol Petroleum Limited	3,071	758,660	3,071	1,047,518
Kohinoor Textile Mills Limited	1,287	85,264	1,287	135,302
The Searle Company Limited	10,055	3,165,917	5,618	2,876,304
Al-Shaheer Corporation Limited	274	6,088	274	10,990
Highnoon Laboratories Limited	1	427	1	626
Synthetic Product Limited	9,123	551,394	9,123	688,330
Pakistan State Oil Limited	6,322	1,853,041	-	-
	<u>30,133</u>	<u>6,420,791</u>	<u>19,374</u>	<u>4,759,070</u>

5.1.2 The above investments include shares having a market value (in aggregate) amounting to Rs. 99.023 million (June 30, 2017: Rs. 130.220 million) which have been pledged with the 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 investee company	December 31, 2017		June 30, 2017	
	Number of shares pledged	Market value of pledged shares	Number of shares pledged	Market value of pledged shares
D.G Khan Cement Company Limited	60,000	8,023,200	60,000	12,789,600
The Hub Power Company Limited	1,000,000	91,000,000	1,000,000	117,430,000
	<u>1,060,000</u>	<u>99,023,200</u>	<u>1,060,000</u>	<u>130,219,600</u>

5.2 Real estate investment trust units - quoted ' - at fair value through profit or loss' - held-for-trading

Name of the investee company	As at July 01, 2017	Purchased during the period	Bonus / Right units received during the period	Sold during the period	As at December 31, 2017	As at December 31, 2017			Market value as a		Holding as a percentage of paid up capital of the investee company
						Carrying value	Market value	Appreciation/ (diminution)	Net assets of the fund	Total market value of investments	
	-----Number of units-----					------(Rupees)-----					
Dolmen City REIT (Face value of Rs.10 each)	459	-	-	-	459	5,430	5,049	(381)	0.00%	0.00%	0.00%
As at December 31, 2017	459	-	-	-	459	5,430	5,049	(381)			
As at June 30, 2017	502,459	-	-	502,000	459	4,957	5,430	473			

	Note	December 31, 2017 (Unaudited)	June 30, 2017 (Audited)
		-----Rupees-----	
5.3 Unrealised loss on revaluation of investments classified as 'at fair value through profit or loss' - held-for-trading			
Market value of investments		4,163,786,530	8,534,461,407
Less: Carrying value of investments		<u>(4,707,777,118)</u>	<u>(8,057,411,020)</u>
		<u>(543,990,588)</u>	<u>477,050,387</u>
6 PAYABLE TO THE MANAGEMENT COMPANY			
Management remuneration payable	6.1	8,583,567	15,295,144
Sindh sales tax payable on management remuneration	6.2	1,904,825	2,777,329
Federal excise duty payable on management remuneration	6.3	5,412,371	5,412,371
Payable against allocated expenses	6.4	3,475,157	4,298,571
Payable against selling and marketing expenses	6.5	23,246,098	3,714,474
Sales load payable		<u>1,099,854</u>	<u>1,689,737</u>
		<u>43,721,872</u>	<u>33,187,626</u>

6.1 The Management company has charged remuneration at the rate of 2% per annum based on the average daily net assets of the Fund for the period from July 1, 2017 to December 31, 2017. The amount of remuneration is being paid monthly in arrears.

6.2 During the period, Sindh Sales Tax on management remuneration has been charged at the rate of 13% (2016: 13%).

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

On September 4, 2013, a Constitutional Petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the half year ended December 31, 2016, 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 still pending adjudication.

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.

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 till June 30, 2016 amounting to Rs 5.412 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 for FED not been recorded in the financial statements of the Fund, the net asset value of the Fund as at December 31, 2017 would have been higher by Rs 0.07 per unit (June 30, 2017: Rs 0.04 per unit).

- 6.4** In accordance with Regulation 60 of the NBFC Regulations the Management Company has charged expenses at the rate of 0.1% of the average net assets of the Fund being lower than actual expenses chargeable to the Fund for the period.
- 6.5** The Securities and Exchange Commission of Pakistan (SECP) vide a circular no.40 SCD/PRDD/ Circular/361/2016 dated December 30, 2016, allowed the Asset Management Companies to charge selling and marketing expenses to open end equity, asset allocation and index funds, initially for three years (from January 1, 2017 till December 31, 2019). Maximum cap of selling and marketing expense shall be 0.4% per annum of net assets of the Fund or actual expenses whichever is lower. During the year ended June 30, 2017 the Fund charged marketing expenses at the rate of 0.4% of the net assets of the Fund, being lower than actual expenses incurred w.e.f. May 26, 2017 (date of opening of branch). However, the SECP subsequently issued a clarification that marketing expenses which are not specifically linked to opening of new branches shall become applicable from the date of approval of the annual plan by the Board of Directors of the Management Company. Accordingly, based on the clarification issued by SECP, marketing expenses (which are not specifically linked to opening of new branches) incurred for the period from February 14, 2017 (plan approval date) to May 25, 2017 amounting to Rs 9.3 million have been charged during the current period.

7 ACCRUED AND OTHER LIABILITIES	Note	December 31,	June 30,
		2017 (Unaudited)	2017 (Audited)
		----- (Rupees) -----	
Provision against Sindh Workers' Welfare Fund (SWWF)	7.1	45,637,296	45,637,296
Auditors' remuneration		578,364	577,928
Brokerage expense, federal excise duty and capital value tax payable		1,142,453	3,386,228
Settlement charges		42,785	30,135
Withholding tax payable		2,537,966	47,560,877
Charity payable	7.2	2,681,344	2,681,344
Shariah advisory fee		456,183	279,745
Sales load payable		207,934	14,760,395
Annual fee		79,247	3,630
Other liabilities		33,628	33,161
		<u>53,397,200</u>	<u>114,950,739</u>

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

The status of initial chargeability of SWWF is the same as disclosed in the annual financial statements for the year ended June 30, 2017. Had the SWWF not been provided, the NAV per unit would have been higher by Re 0.55 per unit (June 30, 2017 0.36 per unit)

7.2 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.

8 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2017.

9 TOTAL EXPENSE RATIO (TER)

The total expense ratio of the Fund for the half year ended December 31, 2017 is 1.74% which includes 0.20% representing government levies on the Fund such as sales taxes, Sindh Workers' Welfare Fund and annual fee to the SECP.

10 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. The Fund has not recorded any tax liability as the Fund has incurred a net loss during the period.

11 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.

12 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected person / related parties include the Management Company, Alfalah GHP Investment Management Limited being, 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 (CDC) being the trustee of the Fund, and other associated companies and connected persons. Connected persons also include person beneficially owning directly or indirectly 10% or more of the units in the issue / net assets of the Fund. The transactions with connected persons are in the normal course of business and at contractual rates.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, their 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 and the Trustee of the Fund are determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

12.1 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 information, are as follows:

Unit Holders' Fund	December 31, 2017 (Unaudited)									
	As at July 01, 2017	Issued for cash / conversion in / transfer in	Dividend Reinvested	Redeemed / conversion out / transfer out	As at December 31, 2017	As at July 01, 2017	Issued for cash / conversion in / transfer in	Dividend Reinvested	Redeemed / conversion out / transfer out	As at December 31, 2017
	Units				(Rupees)					
Associated Companies / Undertakings										
Allalah GHP Prosperity Planning Fund										
Allalah GHP Active Allocation Plan	502,492	-	-	25,192	477,300	36,592,928	-	-	1,500,000	29,205,220
Allalah GHP Conservative Allocation Plan	207,642	-	-	64,063	143,579	15,121,097	-	-	4,000,000	8,785,358
Allalah GHP Moderate Allocation Plan	532,683	-	-	187,361	345,322	38,791,521	-	-	11,500,000	21,129,721
Allalah GHP Islamic Prosperity Planning Fund *										
Allalah GHP Islamic Active Allocation Plan	16,722,143	-	-	11,538,550	5,183,593	1,217,754,968	-	-	727,798,634	317,175,784
Allalah GHP Islamic Balanced Allocation Plan	8,133,310	-	-	5,909,239	2,224,071	592,291,185	-	-	373,979,650	136,087,303
Allalah GHP Islamic Active Allocation Plan II	19,981,189	-	-	13,251,954	6,729,235	1,455,088,108	-	-	834,977,242	411,751,128
Key Management Personnel (Employees)										
Head of marketing	8,794	4	-	1,061	7,737	640,383	254	-	65,000	473,404
Chief investment officer	21,828	1	-	-	21,829	1,589,548	41	-	-	1,335,635
Head of compliance and risk management	6	-	-	-	6	452	-	-	-	380
Head of investment advisory and senior portfolio manager	2,930	-	-	-	2,930	213,387	-	-	-	179,296
Head of administration	9,280	-	-	-	9,280	675,790	-	-	-	567,823
Head of human resource department	-	2	-	-	2	-	147	-	-	144
Chief financial officer	2,446	2,374	-	1,763	3,057	178,159	165,751	-	130,000	187,047
Unit holder holding 10% or more units*										
Al Hial Industries (Private) Limited	8,146,819	1,166,537	-	237,283	9,075,373	593,224,003	80,000,000	-	15,000,000	556,307,550

12.1.1 This reflects the position of related party / connected persons status as at December 31, 2017.

Unit Holders' Fund	December 31, 2016 (Unaudited)									
	As at July 01, 2016	Issued for cash / conversion in / transfer in	Dividend Reinvested	Redeemed / conversion out / transfer out	As at December 31, 2016	As at July 01, 2016	Issued for cash / conversion in / transfer in	Dividend Reinvested	Redeemed / conversion out / transfer out	As at December 31, 2016
	Units				(Rupees)					
Associated Companies / Undertakings										
Bank Alfalah Limited - Islamic banking division	5,590,077	-	-	-	5,590,077	356,877,680	-	-	-	342,047,868
CDC-Trustee - Allahah GHP Active Allocation Plan	-	805,084	-	345,934	459,150	-	52,000,000	-	24,000,000	29,094,654
CDC-Trustee - Allahah GHP Conservative Allocation Plan	-	245,955	-	56,223	189,732	-	16,000,000	-	4,000,000	11,693,398
CDC-Trustee - Allahah GHP Moderate Allocation Plan	328,367	489,457	-	154,544	663,280	20,963,388	32,000,000	-	36,500,000	18,557,219
CDC-Trustee - Allahah GHP Islamic Active Allocation Plan	1,099,277	17,746,699	-	4,634,118	14,188,858	69,987,671	1,165,000,000	-	317,500,000	868,193,152
CDC-Trustee - Allahah GHP Islamic Balanced Allocation Plan	1,099,277	7,133,998	-	982,145	7,248,128	69,987,670	468,000,000	-	65,000,000	443,591,355
CDC-Trustee - Allahah GHP Islamic Active Allocation Plan II	-	15,961,244	-	-	15,961,244	-	1,145,000,000	-	-	976,642,982
Key Management Personnel - (Employees)										
Management Company	11,112	-	-	2,988	8,124	709,391	-	-	200,000	497,095
Head of Marketing	10,180	6,529	-	13,772	2,937	649,922	425,000	-	1,018,980	173,710
Chief Investment Officer	6	-	-	-	6	366	-	-	-	367
Head of Compliance and Risk Management	3,443	-	-	3,443	-	219,616	-	-	235,027	-
Head of Investment Advisory and Senior portfolio manager	-	9,043	-	3,772	5,271	-	632,890	-	256,877	322,524
Head of Finance	-	-	-	-	-	-	-	-	-	-
Unit holder holding 10% or more units*										
Archroma Pakistan Limited - Employees Gratuity Fund	321,145	321,144	-	-	642,289	20,502,282	20,505,849	-	-	38,300,636
Nisat Mills Limited - Provident fund	-	3,408,272	-	3,408,272	-	-	225,076,830	-	227,101,359	-
Pakistan Mobile Communication Limited - Provident fund	185,827	-	-	185,827	-	11,863,425	-	-	14,639,776	-
Lahore University of Management Sciences	366,106	406,777	-	-	772,883	23,372,692	26,646,305	-	-	47,291,474
Siddiqi Leather works (Private) Limited	3,610,862	606,191	-	2,223,759	1,993,294	230,522,037	43,724,067	-	149,764,939	121,966,471
TCS (Private) Limited - Provident fund	15,516	-	-	-	15,516	990,557	-	-	-	949,399
Fajri Fertilizer Bin Qasim Limited - Provident fund	307,501	38,746	-	346,247	-	19,631,211	2,595,394	-	27,040,612	-
Pakistan Services Limited - Provident fund	201,845	-	-	-	201,845	12,866,029	-	-	-	12,350,573

*Current year figures have not been presented as the entity is not classified as a related party / connected person of the fund as at December 31, 2016.

	Half year ended (Unaudited)	
	December 31, 2017	December 31, 2016
	----- (Rupees) -----	
12.2 Other transactions		
<u>Associated companies / undertakings</u>		
Alfalsh GHP Investment Management Limited - Management Company		
Remuneration of the Management Company	69,598,858	47,228,580
Sindh sales tax on remuneration of the Management Company	9,047,851	6,139,715
Allocated expenses	3,479,710	2,068,988
Selling and marketing expenses	23,246,098	-
Sales load	2,169,258	11,959,470
Bank Alfalah Limited - Islamic Banking Division		
Profit on balances with banks	241,193	325,410
Bank charges	60,899	37,414
Sales load	1,894,788	6,916,610
<u>Other related parties</u>		
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	3,984,057	2,864,549
Sindh sales tax on Trustee fee	517,927	372,392
Settlement charges	365,084	265,792
	December 31, 2017	June 30, 2017
	(Unaudited)	(Audited)
	----- (Rupees) -----	
12.3 Other balances		
<u>Associated companies / undertakings</u>		
Alfalsh GHP Investment Management Limited - Management Company		
Management remuneration payable	8,583,567	15,295,144
Sindh Sales tax payable on management remuneration	1,904,825	2,777,329
Federal Excise Duty payable on management remuneration	5,412,371	5,412,371
Payable against allocated expenses	3,475,157	4,298,571
Payable against selling and marketing expenses	23,246,098	3,714,474
Sales load payable	1,099,854	1,689,737
Bank Alfalah Limited - Islamic Banking Division		
Balances with banks	27,202,990	570,690,358
Profit receivable	45,291	41,110
Sales load payable	207,934	14,760,395
<u>Other related parties</u>		
Central Depository Company of Pakistan Limited - Trustee		
Trustee remuneration payable	513,750	846,592
Sindh sales tax payable on trustee remuneration	66,787	110,057
Security deposit	100,000	100,000

13 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the amount for which an asset could be exchanged, or liability can be settled, between knowledgeable willing parties in an arm's length transaction. Consequently, differences can arise between carrying values and the fair value estimates.

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

Financial assets which are traded in an open market are revalued at the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying values as the items are either short term in nature or periodically repriced.

Fair value of investments is determined as follows:

- Fair value of listed equity securities and listed units is determined on the basis of closing market prices quoted on the respective stock exchange.
- The fair value of all other financial assets and financial liabilities of the Fund approximate their carrying amounts due to short term maturities of these instruments.

13.1 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: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities.

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

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

As at December 31, 2017, the Fund held the following financial instruments measured at fair value:

	----- As at December 31, 2017 -----			
	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
Investments 'at fair value through profit or loss'				
Listed equity securities	4,163,781,481	-	-	4,163,781,481
Real Estate Investment Trust units - listed	5,049	-	-	5,049
	<u>4,163,786,530</u>	<u>-</u>	<u>-</u>	<u>4,163,786,530</u>
	----- As at June 30, 2017 -----			
	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
Investments 'at fair value through profit or loss'				
Listed equity securities	8,534,455,977	-	-	8,534,455,977
Real Estate Investment Trust units - listed	5,430	-	-	5,430
	<u>8,534,461,407</u>	<u>-</u>	<u>-</u>	<u>8,534,461,407</u>

During the half year ended December 31, 2017, 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.

14 CORRESPONDING FIGURES

Corresponding figures have been reclassified and rearranged, wherever necessary, for the purpose of comparison and better presentation. No significant rearrangements or reclassifications have been made in this condensed interim financial information during the current period.

15 GENERAL

15.1 Figures are rounded off to the nearest rupee.

15.2 Figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2017 and December 31, 2016 have not been subject to limited scope review by the auditors.

16 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on February 26, 2018 by the Board of Directors of the Management Company.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



**Alfalah
GHP Value Fund**

FUND INFORMATION

Management Company:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Board of Directors of the Management Company:	Ms. Maheen Rahman Syed Ali Sultan Mr. Hanspeter Beier Mr. Muhammad Tauqir Zafar Mr. Abid Naqvi Mr. Tufail Jawed Ahmad Mr. Adeel Bajwa
Audit Committee:	Mr. Abid Naqvi Syed Ali Sultan Mr. Muhammad Tauqeer Zafar
HR Committee:	Syed Ali Sultan Mr. Tufail Jawed Ahmed Ms. Maheen Rahman Mr. Adeel Bajwa
Risk Committee:	Mr. Tufail Jawed Ahmad Syed Ali Sultan Mr. Muhammad Tauqeer Zafar Ms. Maheen Rahman
Chief Operating Officer and Company Secretary :	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Syed Hyder Raza Zaidi
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:	Ahmed & Qazi Advocates & Legal Consultants 402,403,404,417 Clifton Centre, Clifton, Karachi
Registrar:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, 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) 34326020 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

ALFALAH GHP 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 Value Fund (the Fund) are of the opinion that Alfalah GHP Investment 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, 2017 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; and
- (iii) 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.

Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 20, 2018



**INDEPENDENT AUDITORS' REPORT ON REVIEW OF
CONDENSED INTERIM FINANCIAL INFORMATION TO THE UNIT HOLDERS**

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalah GHP Value Fund** (the Fund) as at December 31, 2017 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' funds and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial information'), for the half year ended December 31, 2017. The Management Company (Alfalah GHP Investment Management Limited) is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2017 and December 31, 2016 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2017.

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 interim financial information 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 information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

A.F. Ferguson & Co.
Chartered Accountants

Engagement Partner: **Shahbaz Akbar**

Dated: **26 February, 2018**

Karachi

ALFALAH GHP VALUE FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2017

		December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
	Note	----- (Rupees) -----	
Assets			
Balances with banks	4	689,132,736	124,504,277
Investments	5	1,575,244,999	2,036,181,378
Security deposits		2,600,000	2,600,000
Dividend, profits and other receivables		10,075,217	4,569,368
Receivable against sale of investments		14,619,032	-
Total assets		2,291,671,984	2,167,855,023
Liabilities			
Payable to the Management Company	6	19,686,773	13,802,495
Payable to the Trustee		392,693	397,107
Payable to the Securities and Exchange Commission of Pakistan		1,140,799	1,466,796
Accrued expenses and other liabilities	7	13,856,425	62,992,622
Total liabilities		35,076,690	78,659,020
NET ASSETS		<u>2,256,595,294</u>	<u>2,089,196,003</u>
UNITHOLDERS' FUND (AS PER STATEMENT ATTACHED)		<u>2,256,595,294</u>	<u>2,089,196,003</u>
CONTINGENCIES AND COMMITMENTS	8	----- Number of units -----	
NUMBER OF UNITS IN ISSUE		<u>37,132,015</u>	<u>29,648,513</u>
		----- Rupees -----	
NET ASSET VALUE PER UNIT		<u>60.7722</u>	<u>70.4655</u>

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

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP VALUE FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

Note	Half year ended		Quarter ended	
	December 31, 2017	2016	December 31, 2017	2016
------(Rupees)-----				
INCOME				
Income from government securities	5,529,952	1,463,784	2,747,564	719,255
Income from term deposit receipts	398,712	-	398,712	-
Income from term finance certificates	18,918	-	18,918	-
Dividend income	49,803,875	17,212,531	32,427,960	12,415,232
Profit on balances with banks	11,635,338	5,246,501	6,473,304	2,953,870
Gain / (loss) on sale of investments - net	(210,807,832)	78,275,802	(125,184,540)	68,750,479
	(143,421,037)	102,198,618	(83,118,082)	84,838,836
Unrealised (loss) / gain on revaluation of investments classified as 'at fair value through profit or loss' - held-for-trading - net	5.7 (176,518,831)	146,194,936	18,754,632	109,698,103
Total Income	(319,939,868)	248,393,554	(64,363,450)	194,536,939
EXPENSES				
Remuneration of the Management Company	6.1 24,017,384	9,047,205	11,813,542	5,939,479
Sindh sales tax on remuneration of the Management Company	6.2 3,122,244	1,176,134	1,535,753	772,133
Allocated expenses	6.4 1,200,865	445,495	590,675	296,975
Selling and marketing expenses	6.5 7,424,731	-	4,983,975	-
Remuneration of the Trustee	1,705,058	850,590	842,771	538,906
Sindh sales tax on remuneration of the Trustee	221,658	110,577	109,560	70,058
Annual fee to the Securities and Exchange Commission of Pakistan	1,140,824	429,743	561,149	282,127
Brokerage expenses	2,698,578	2,601,671	898,824	1,926,777
Bank and settlement charges	370,229	268,174	241,067	163,225
Auditors' remuneration	333,960	227,205	166,980	113,605
Fees and subscription	86,772	56,085	43,236	28,563
Total expenses	42,322,303	15,212,879	21,787,532	10,131,848
Net (loss) / income from operating activities	(362,262,171)	233,180,675	(86,150,982)	184,405,091
Element of loss and capital losses included in the prices of units issued less those in units redeemed - net	-	21,706,348	-	26,184,694
Net (loss) / income for the period before taxation	(362,262,171)	254,887,023	(86,150,982)	210,589,785
Taxation	9 -	-	-	-
Net (loss) / income for the period after taxation	(362,262,171)	254,887,023	(86,150,982)	210,589,785
Allocation of net income for the period				
Net (loss) / income for the period after taxation	(362,262,171)	254,887,023	(86,150,982)	210,589,785
Income already paid on units redeemed	-	-	-	-
	<u>(362,262,171)</u>	<u>254,887,023</u>	<u>(86,150,982)</u>	<u>210,589,785</u>
Accounting income available for distribution				
- Relating to capital gains	-	-	-	-
- Excluding capital gains	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

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

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP VALUE FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

	Half year ended		Quarter ended	
	December 31,		December 31,	
	2017	2016	2017	2016
	(Rupees)		(Rupees)	
Net income for the period after taxation	(362,262,171)	254,887,023	(86,150,982)	210,589,785
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	(362,262,171)	254,887,023	(86,150,982)	210,589,785

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

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP VALUE FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

Half year ended December 31, 2017			
(Rupees)			
Capital Value	Undistributed income	Unrealised appreciation on remeasurement of investments classified as available for sale - net	Total
- Capital value	1,465,756,050	-	1,465,756,050
- Undistributed income brought forward			
- Realised	547,528,607	-	547,528,607
- Unrealised	75,911,346	-	75,911,346
Net assets at beginning of the period [Rs.70.4655 per unit (June 30, 2016 Rs.63.3712 per unit)]	1,465,756,050	623,439,953	2,089,196,003
Issue of 13,555,958 units (2016: 14,426,000 units)			
- Capital value (at net asset value per unit at the beginning of the period)	955,227,358	-	955,227,358
- Element of income	(43,540,282)	-	(43,540,282)
Total proceeds on issuance of units	911,687,076	-	911,687,076
Redemption of 6,072,456 units (2016: 8,316,206 units)			
- Capital value (at net asset value per unit at the beginning of the period)	427,898,648	-	427,898,648
- Element of loss	(45,873,034)	-	(45,873,034)
Total payments on redemption of units	382,025,614	-	382,025,614
Total comprehensive income for the period	-	(362,262,171)	(362,262,171)
Distribution during the period	-	-	-
Net income for the period less distribution	-	(362,262,171)	(362,262,171)
Net assets at end of the period [Rs.60.7722 per unit (December 31, 2016 Rs.78.8558 per unit)]	1,995,417,512	261,177,782	2,256,595,294
Undistributed income carried forward			
- Realised	437,696,613	-	437,696,613
- Unrealised	(176,518,831)	-	(176,518,831)
	261,177,782	-	261,177,782
			December 31, 2016
			(Rupees)
Net assets at beginning of the period			655,950,403
Issue of 14,426,000 units			1,002,846,445
Redemption of 8,316,206 units			(593,955,090)
			1,064,841,758
Element of income and capital gains included in prices of units sold less those in units redeemed transferred to income statement - net			(21,706,348)
Element of income and capital gains included in prices of units sold less those in units redeemed transferred to distribution statement - net			(85,130,467)
			(106,836,815)
Other income (net of expenses) for the year			30,416,285
Capital gain on sale of investments - net			78,275,802
Net unrealised appreciation on remeasurement of investments classified as 'financial assets at fair value through profit or loss' - net			146,194,936
Total comprehensive income for the period			254,887,023
Net element of income and capital gains included in the prices of units issued less those in units redeemed - distribution statement			85,130,467
Net assets at end of the period			1,298,022,433

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

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP VALUE FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

Note	December 31,	
	2017	2016
	----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the period before taxation	(362,262,171)	254,887,023
Adjustments for:		
Unrealised loss / (gain) on revaluation of investments classified as 'at fair value through profit or loss' - held-for-trading - net	176,518,831	(146,194,936)
Element of loss and capital losses included in the prices of units issued less those in units redeemed - net	-	(21,706,348)
	(185,743,340)	86,985,739
Decrease / (Increase) in assets		
Investments - net	85,496,348	(357,970,252)
Security deposits	-	1,089
Dividend, profits and other receivables	(5,505,849)	1,152,440
Receivable against sale of investments	(14,619,032)	(106,334,441)
	65,371,467	(463,151,164)
(Decrease) / Increase in liabilities		
Payable to the Management Company	5,884,278	1,448,728
Payable to the Trustee	(4,414)	(99,334)
Payable to the Securities and Exchange Commission of Pakistan	(325,997)	(247,067)
Accrued expenses and other liabilities	(49,136,197)	4,487,642
	(43,582,330)	5,589,969
Net cash flow used in operating activities	(163,954,203)	(370,575,456)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds on issuance of units	911,687,076	1,002,846,445
Payments on redemption of units	(382,025,614)	(593,955,090)
Net cash generated from financing activities	529,661,462	408,891,355
Net increase in cash and cash equivalents during the period	365,707,259	38,315,899
Cash and cash equivalents at beginning of the period	323,425,477	154,497,411
Cash and cash equivalents at end of the period	12 <u>689,132,736</u>	<u>192,813,310</u>

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

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP VALUE FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM
FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

1. LEGAL STATUS AND NATURE OF BUSINESS

Alfalah GHP Value 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 May 19, 2005 and was approved by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the NBFC (Establishment and Regulation) Rules, 2003 (NBFC Rules), on May 13, 2005. The SECP has approved first Supplemental Trust Deed, under the NBFC Regulations, vide its letter No. NBFC/RS/AGIML/AGVF/200/2010 dated March 18, 2010 to modify and restate the previous Trust Deed to effectuate renaming of the Fund to Alfalah GHP Value Fund.

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 8-B, 8th floor, Executive tower, Dolmen city, Block 4, Clifton, Karachi.

The Fund is categorised as a 'asset allocation 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.

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 equity, debt and money market securities. The Fund invests in listed equity securities, government treasury bills, Pakistan investment bonds, and interest bearing accounts. The investment objectives and policy are explained in the Fund's offering document.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned 'AM2+' (Outlook: Stable) to the Management Company in its rating report dated December 22, 2017 and 4-Star (short-term) and 4-Star (long-term) to the Fund in its rating report dated September 26, 2017.

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

This condensed interim financial information has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP differ with the requirements of IFRS, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does 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, 2017.

2.1.3 This condensed interim financial information is unaudited. However, a limited scope review has been performed by the statutory auditors in accordance with the requirements of the Code of Corporate Governance. In compliance with schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2017.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES, JUDGMENTS AND CHANGES THEREIN

- 3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2017 except for changes in accounting policies as explained in note 3.2.
- 3.2 The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated August 3, 2017 has made certain amendments in the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations, 2008). The notification includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in Regulation 63 (Amount distributable to unit holders) of the NBFC Regulations, 2008. As per the notification, Element of Income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. Furthermore, the revised regulations also require certain additional disclosures with respect to 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', whereas disclosure with respect to 'Distribution Statement' has been deleted in the revised regulations.

Previously, an equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' was created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption. The net element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed to the extent that is represented by distributable income earned during the period is recognised in the income statement and the element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed represented by distributable income carried forward from prior periods is included in the distribution statement.

As required by IAS 8: 'Accounting Policies, Changes in Accounting Estimates and Errors', a change in accounting policy requires retrospective application as if that policy had always been applied. However, the Management Company has applied the above changes in accounting policy, including the additional disclosure requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', prospectively from July 1, 2017 based on the clarification issued by the SECP. Accordingly, corresponding figures have not been restated. The 'Distribution Statement' for the comparative period has not been presented as it has been deleted as a result of the amendments made in the NBFC Regulations through the aforementioned SRO issued by the SECP.

Had the element of income been recognised as per the previous accounting policy, the loss of the Fund would have been lower by Rs 2.333 million net off charge for SWWF in respect of element of income with no effect on the NAV per unit of the Fund. However, the change in accounting policy does not have any impact on the 'Cash Flow Statement', the 'net assets attributable to the unit holders' and 'net asset value per unit' as shown in the 'Statement of Assets and Liabilities' and 'Statement of Movement in Unit Holders' Fund'. The change has resulted in inclusion of certain additional disclosures / new presentation requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund which have been incorporated in these statements.

- 3.3 The preparation of this condensed interim financial information in conformity with the approved accounting 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, 2017.

The financial risk management objectives and policies are consistent with those disclosed in the audited annual published financial statements of the Fund for the year ended June 30, 2017.

3.4 Amendments to published approved accounting standards that are effective in the current period

There are certain amendments to the approved accounting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2017. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in this condensed interim financial information.

3.5 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

During the current period the SECP has adopted IFRS 9: 'Financial Instruments' and IFRS 15: 'Revenue from Customers', which are applicable with effect from July 1, 2018. The management is currently assessing the impacts of these standards on the Fund's future financial statements. There are certain other new standards, interpretations and amendments to the approved accounting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2018. However, these are not expected to have any significant impacts on the Fund's operations and are, therefore, not detailed in this condensed interim financial information.

4. BALANCES WITH BANKS	Note	December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
		----- (Rupees) -----	
In saving accounts	4.1	509,132,736	124,504,277
Call deposit receipts	4.2	180,000,000	-
		<u>689,132,736</u>	<u>124,504,277</u>

4.1 These accounts carry profit at rates ranging from 5.30% to 6.25% (June 30, 2017: 5.30% to 6.60%) per annum. These include Rs. 10.154 million (June 30, 2017: Rs. 124.464 million) maintained with Bank Alfalah Limited, a related party.

4.2 Call deposit receipt is maintained with Allied Bank Limited.

5. INVESTMENTS	Note	December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
		----- (Rupees) -----	
'At fair value through profit or loss' - held-for-trading			
Listed equity securities	5.1	1,570,237,255	1,837,251,850
Listed real estate investment trust units	5.2	7,744	8,328
Government securities - market treasury bills	5.3	-	198,921,200
		<u>1,570,244,999</u>	<u>2,036,181,378</u>
Advance against IPO of term finance certificate	5.4	5,000,000	-
'Available-for-sale'			
Term finance certificates	5.5	-	-
		<u>1,575,244,999</u>	<u>2,036,181,378</u>

5.1 Listed equity securities

Name of the investee company	Number of shares / certificates					As at December 31, 2017			Market value as a		Holding as a percentage of Paid up capital of the investee
	As at July 1, 2017	Purchased during the period	Bonus / right shares received during the period	Sold during the period	As at December 31, 2017	Carrying Cost	Market value	Gain / (loss)	Net assets of the fund	Total market value of investments	
	(Number of shares)					(Rupees)			(%)		
Fertilizer											
Engro Corporation Limited	245,500	239,300	-	161,600	323,200	98,212,503	88,799,200	(9,413,303)	3.94%	5.64%	0.06%
Engro Fertilizers Limited	418,000	651,000	-	180,500	888,500	51,365,698	60,169,220	8,803,522	2.67%	3.82%	0.07%
Fauji Fertilizer Bin Qasim Limited	-	540,000	-	-	540,000	44,830,050	42,719,400	(2,110,650)	1.89%	2.71%	0.06%
						194,408,251	191,687,820	(2,720,431)			
Chemicals											
ICI Pakistan Limited	25,000	300	-	20	25,280	27,649,276	19,413,776	(8,235,500)	0.86%	1.23%	0.03%
Engro Polymer & Chemicals Limited	890,000	546,500	-	1,436,500	-	-	-	-	0.00%	0.00%	0.00%
						27,649,276	19,413,776	(8,235,500)			
Commercial banks											
Bank Alfalah Limited (a related party)	730,500	1,239,500	-	263,500	1,706,500	69,344,534	72,526,250	3,181,716	3.21%	4.60%	0.11%
Bank Al-Habib Limited	539,000	322,000	-	235,000	626,000	35,313,337	36,533,360	1,220,023	1.62%	2.32%	0.06%
Meezan Bank Limited	-	240,500	48,500	48,500	240,500	17,043,259	16,137,550	(905,709)	0.72%	1.02%	0.02%
National Bank of Pakistan Limited	-	432,000	-	432,000	-	-	-	-	0.00%	0.00%	0.00%
Habib Bank Limited	365,400	392,500	-	310,600	447,300	98,996,924	74,739,357	(24,257,567)	3.31%	4.74%	0.03%
JS Bank Limited	1,170,500	-	-	1,170,500	-	-	-	-	0.00%	0.00%	0.00%
MCB Bank Limited	306,500	146,000	-	156,100	296,400	61,617,652	62,931,648	1,313,996	2.79%	4.00%	0.03%
United Bank Limited	342,200	232,400	-	172,400	402,200	89,197,757	75,601,534	(13,596,223)	3.35%	4.80%	0.03%
The Bank of Punjab	845,000	1,044,000	1,400,000	3,289,000	-	-	-	-	0.00%	0.00%	0.00%
						371,513,463	338,469,699	(33,043,764)			
Cement											
D.G. Khan Cement Company Limited	306,600	233,100	-	177,000	362,700	65,074,922	48,500,244	(16,574,678)	2.15%	3.08%	0.08%
Lucky Cement Limited	127,100	21,400	-	62,200	86,300	70,494,090	44,652,483	(25,841,607)	1.98%	2.83%	0.03%
Cherat Cement Company Limited	249,300	7,000	-	256,300	-	-	-	-	0.00%	0.00%	0.00%
Pioneer Cement Limited	158,100	45,500	-	203,600	-	-	-	-	0.00%	0.00%	0.00%
Maple Leaf Cement Factory Limited	234,700	107,900	25,100	342,600	25,100	1,631,500	1,717,844	86,344	0.08%	0.11%	0.00%
						137,200,512	94,870,571	(42,329,941)			
Power generation and distribution											
Hub Power Company Limited	355,900	503,500	-	72,200	787,200	90,616,288	71,635,200	(18,981,088)	3.17%	4.55%	0.07%
Kot Addu Power Company Limited	-	309,500	-	1,000	308,500	16,354,111	16,628,150	274,039	0.74%	1.06%	0.04%
						106,970,399	88,263,350	(18,707,049)			
Oil and gas marketing companies											
Attock Petroleum Limited	36,400	-	-	36,400	-	-	-	-	0.00%	0.00%	0.00%
Pakistan State Oil Company Limited	90,500	169,200	32,000	38,700	253,000	87,660,714	74,156,830	(13,503,884)	3.29%	4.71%	0.08%
Hasecol Petroleum Limited	69,124	31,588	1,588	97,888	4,412	1,229,113	1,089,940	(139,173)	0.05%	0.07%	0.00%
Sui Northern Gas Pipelines Limited	545,000	464,000	-	526,400	482,600	66,347,102	45,658,786	(20,688,316)	2.02%	2.90%	0.08%
Shell Pakistan Limited	35,000	5,000	-	40,000	-	-	-	-	0.00%	0.00%	0.00%
						155,236,929	120,905,596	(34,331,373)			
Oil and gas exploration companies											
Mari Petroleum Company Limited	50,534	4,380	-	3,000	51,914	81,629,586	75,320,465	(6,309,121)	3.34%	4.78%	0.05%
Oil and Gas Development Company Limited	575,200	311,000	-	193,300	692,900	100,180,699	112,797,235	12,616,626	5.00%	7.16%	0.02%
Pakistan Oilfields Limited	99,100	104,000	-	18,600	184,500	95,693,126	109,640,970	13,947,844	4.86%	6.96%	0.08%
Pakistan Petroleum Limited	143,000	557,400	-	238,000	462,400	81,547,065	95,212,784	13,665,719	4.22%	6.04%	0.02%
						359,050,386	392,971,454	33,921,068			
Automobile assembler											
Pak Suzuki Motor Company Limited	67,300	28,150	-	20,500	74,950	51,870,932	37,307,862	(14,563,070)	1.65%	2.37%	0.09%
Honda Atlas Cars (Pakistan) Limited	8,900	36,500	-	3,520	41,880	30,074,570	21,459,731	(8,614,839)	0.95%	1.36%	0.03%
Indus Motor Company Limited	31,660	5,140	-	9,820	26,980	48,157,353	45,330,987	(2,826,366)	2.01%	2.88%	0.03%
						130,102,855	104,098,580	(26,004,275)			
Automobile parts and accessories											
General Tyre and Rubber Company of Pakistan Limited	155,100	7,100	-	162,200	-	-	-	-	0.00%	0.00%	0.00%
Thal Limited	129,600	15,700	-	92,300	53,000	32,149,890	27,077,700	(5,072,190)	1.20%	1.72%	0.13%

Cable and electrical goods											
Pak Elektron Limited	-	606,000	-	606,000	-	-	-	-	0.00%	0.00%	0.00%
Textile composite											
Gul Ahmed Textile	91,800	-	-	52,000	39,800	1,631,004	1,475,784	(155,220)	0.07%	0.09%	0.01%
Nishat Mills Limited	360,200	244,500	-	138,700	466,000	72,544,931	69,667,000	(2,877,931)	3.09%	4.42%	0.13%
Nishat Chunian Limited	-	818,000	-	818,000	-	-	-	-	-	-	0.00%
Kohinoor Textile Mills Limited	1,300	-	2	-	1,302	136,789	86,258	(50,531)	0.00%	0.01%	0.00%
						74,312,724	71,229,042	(3,083,682)			
Food and personal care products											
Treet Corporation Limited	374,000	132,500	-	506,500	-	-	-	-	0.00%	0.00%	0.00%
Engineering											
Amreli Steel Limited	279,000	16,000	-	295,000	-	-	-	-	0.00%	0.00%	0.00%
Crescent Steel & Allied Products Limited	126,575	-	-	126,575	-	-	-	-	0.00%	0.00%	0.00%
International Industries Limited	142,300	37,700	-	64,700	115,300	39,050,143	27,684,683	(11,365,460)	1.23%	1.76%	0.10%
International Steel Limited	404,500	212,000	-	353,000	263,500	31,196,634	28,028,495	(3,168,139)	1.24%	1.78%	0.06%
						70,246,777	55,713,178	(14,533,599)			
Pharmaceuticals											
ABBOTT Laboratories Pakistan Limited	21,500	-	-	-	21,500	20,093,900	14,998,615	(5,095,285)	0.66%	0.95%	0.02%
The Searle Company Limited	68,147	25,600	10,489	89,300	14,936	6,351,420	4,702,749	(1,648,671)	0.21%	0.30%	0.01%
						26,445,320	19,701,364	(6,743,956)			
Paper and board											
Packages Limited	70,700	27,000	-	20,150	77,550	53,606,830	39,537,317	(14,069,513)	1.75%	2.51%	0.09%
Miscellaneous											
Synthetic Products Limited	259,400	-	-	155,200	104,200	7,861,890	6,297,848	(1,564,042)	0.28%	0.40%	0.12%
Inv Banks/Inv COS/Securities COS.											
Arif Habib Limited	220,500	-	-	220,500	-	-	-	-	0.00%	0.00%	0.00%
Total as at December 31, 2017	11,765,640	11,112,358	1,517,679	13,897,373	10,498,304	1,746,755,502	1,570,237,255	(176,518,247)			
Total as at June 30, 2017	3,358,923	24,246,890	1,531,052	15,971,225	13,165,640	1,761,317,765	1,837,251,850	75,934,085			

5.1.1 The Finance Act, 2014 introduced amendments to the Income Tax Ordinance 2001. As a result of these amendments, companies are liable to withhold bonus shares at the rate of 5 percent. In accordance with the requirement of the Ordinance these shares shall only be released if the fund deposits tax equivalent to 5% of the value of the bonus shares issued. The value of tax is computed on the basis of day-end price on the first day of book closure.

In this regard, a constitutional petition has 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, which is pending adjudication. The petition is based on the fact that because CISs are exempt from deduction of income tax under Clause 99 of Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should not be applicable on bonus shares received by CISs. A stay order has been granted by the High Court of Sindh in favour of CISs.

As at December 31, 2017, the following bonus shares of the Fund were withheld by certain companies at the time of declaration. The Fund has included these shares in its portfolio, as the management believes that the decision of the constitutional petition will be in favour of the CISs.

Name of investee Company	December 31, 2017		June 30, 2017	
	Bonus Shares			
	Number	Market value Rupees	Number	Market value Rupees
Hascol Petroleum Limited	2,782	687,265	2,782	948,940
Kohinoor Textile Mills Limited	1,260	83,475	1,260	132,464
Mari Petroleum Company Limited	54	78,347	54	85,085
The Searle Company Limited	2,764	870,273	1,882	963,546
Synthetic Products Limited	1,245	75,248	1,245	93,935
Pakistan State Oil	1,600	476,272	-	-
	<u>9,705</u>	<u>2,270,880</u>	<u>7,223</u>	<u>2,223,970</u>

5.1.2 The above investments include shares having a market value (in aggregate) amounting to Rs 43.175 million (June 30, 2017: Rs 37.125 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 & Exchange Commission of Pakistan. The details of shares which have been pledged are as follows:

Name of investee Company	December 31, 2017	June 30, 2017	December 31, 2017	June 30, 2017
	Number of shares		Rupees	
Oil and Gas Development Company Limited	145,000	145,000	23,635,000	20,400,050
Nishat Mills Limited	200,000	-	9,200,000	-
Lucky Cement Limited	20,000	20,000	10,340,000	16,725,200
	<u>365,000</u>	<u>165,000</u>	<u>43,175,000</u>	<u>37,125,250</u>

5.2 Listed real estate investment trust units

Name of the investee company	Number of shares / certificates					As at December 31, 2017			Market value as a percentage		Holding as a percentage of Paid up capital of the investee company
	As at July 1, 2017	Purchased during the period	Bonus / Right shares received during the period	Sold during the period	As at December 31, 2017	Carrying value as at December 31, 2017	Market value as at December 31, 2017	Gain / (loss)	Net assets of the fund	Total market value of investments	
Dolmen City REIT (face value of Rs.10 each)	704	-	-	-	704	8,328	7,744	(584)	0.00%	0.00%	0.00%
Total as at December 31, 2017	<u>704</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>704</u>	<u>8,328</u>	<u>7,744</u>	<u>(584)</u>			
Total as at June 30, 2017	<u>526,704</u>	<u>-</u>	<u>-</u>	<u>526,000</u>	<u>704</u>	<u>7,603</u>	<u>8,328</u>	<u>725</u>			

5.3 Government securities - market treasury bills

Tenor	Note	Units				As at December 31, 2017	Carrying Value as at December 31, 2017	Market value as at December 31, 2017	Gain / (loss)	Market value as a percentage	
		As at July 1, 2017	Purchased during the period	Sold during the period	Matured during the period					Net assets of the fund	Total market value of investments
Treasury Bills - 3 months	5.3.1	200,000,000	1,867,000,000	1,272,000,000	795,000,000	-	-	-	0.00%	0.00%	
Total as at December 31, 2017		<u>200,000,000</u>	<u>1,867,000,000</u>	<u>-</u>	<u>795,000,000</u>	<u>-</u>	<u>-</u>	<u>-</u>			
Total as at June 30, 2017		<u>50,000,000</u>	<u>3,550,000,000</u>	<u>3,400,000,000</u>	<u>-</u>	<u>200,000,000</u>	<u>198,944,664</u>	<u>198,921,200</u>	<u>(23,464)</u>		

5.3.1 These treasury bills carry effective rate of return of Nil (June 30, 2017: 6.13% per annum).

5.4 This represents the amount deposited by the Fund against following IPO of Term finance certificates:

Company	Date of Deposit	Maturity Date	Tenor	Profit Rate	Amount Deposited (Rupees)
TPL Corporation Limited (TPL Trakker Limited)	12-Dec-17	12-Dec-19	2 years	3M Kibor + 1.50%	5,000,000

5.5

Name of the Investee company	Note	Maturity	Face value					Carrying Value as at December 31, 2017	Market as at December 31, 2017	Gain / (loss)	Market value as a	
			As at July 01, 2017	Purchased during the period	Sold during the period	Matured during the period	As at December 31, 2017				Net assets of the fund	Total market value of investments
Unlisted Term Finance Certificates											----- (Rupees) -----	----- Percentage -----
Agritech Limited (IV issue) (Formerly Pak American Fertilizer Limited)	####	January 2015	1,141	-	-	-	1,141	5,705,000	-	-	0.00%	0.00%
Total as at December 31, 2017			1,141	-	-	-	1,141	5,705,000	-	-		
Total as at June 30, 2017			1,141	-	-	-	1,141	5,705,000	-	-		

This represents additional TFCs of Agritech Limited received by the Fund through restructuring agreement reached between lender and Agritech Ltd. Under such agreement, outstanding mark-up due on May 29, 2011 amounting to Rs.7.61 million was settled in the form of zero coupon TFCs valuing Rs.7.61 million. This investment has been recorded as 100% impaired since these securities have been received in lieu of suspended overdue mark-up to be recognized in income upon realisation.

5.6 Non compliant investments

Name of non compliant investment	Type of investment	Value of investment before provision	Provision balance as on July 1, 2016	Provision during the period	Provision held, if any	Value of investment after provision	Fair value as a percentage		
							Net assets	Gross assets	Credit rating
----- (Rupees) -----									
Agritech Limited - IV	Term finance certificates	5,705,000	(5,705,000)	-	(5,705,000)	-	-	-	D

At the time of purchase / investment, the TFCs were in compliance with the investment requirement of the Constitutive Documents and investment restriction parameters laid down in NBFC Regulations or NBFC Rules. However, subsequently they defaulted or were downgraded upon default to non investment grade and became non-compliant with investment restriction parameters laid down in NBFC Regulations or NBFC Rules and with the requirements of Constitutive Documents. Disclosure of the non-compliance has been made as required by Circular No. 16 of 2010 dated July 07, 2010 issued by the SECP.

Note	December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
Unrealised (loss) / gain on revaluation of investments classified as 'at fair value through profit or loss' - held-for-trading - net	----- (Rupees) -----	----- (Rupees) -----
Market value of investments	1,570,244,999	2,036,181,378
Less: cost of investments	<u>(1,746,763,830)</u>	<u>(1,960,270,032)</u>
	<u>(176,518,831)</u>	<u>75,911,346</u>

	Note	December 31, 2017 (Un-audited)	June 30, 2017 (Audited)
----- (Rupees) -----			
6 PAYABLE TO THE MANAGEMENT COMPANY			
Management remuneration payable	6.1	3,825,540	3,958,467
Sindh sales tax payable on management remuneration	6.2	1,113,432	1,130,724
Federal excise duty payable on management remuneration	6.3	5,888,310	5,888,310
Allocated expenses payable	6.4	1,200,865	979,956
Selling and marketing expenses	6.5	7,424,731	964,461
Sales load payable		233,895	880,577
		<u>19,686,773</u>	<u>13,802,495</u>

6.1 The Management company has charged remuneration at a rate of 2% of average annual net assets of the Fund. The remuneration is paid to the Management Company on a monthly basis in arrears.

6.2 During the period, Sindh Sales Tax on management remuneration has been charged at the rate of 13% (June 30, 2017, 13%).

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

On September 4, 2013, a Constitutional Petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 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.

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.

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 till June 30, 2016 amounting to Rs 5.888 million is being retained in the condensed interim financial information of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the said provision for FED not been recorded in the condensed interim financial information of the Fund, the net asset value of the Fund as at December 31, 2017 would have been higher by Rs 0.16 per unit (June 30, 2017: Rs 0.20 per unit).

6.4 In accordance with Regulation 60 of the NBFC regulations the Management Company has charged expenses at the rate of 0.1% of the average net assets of the Fund being lower than actual expenses chargeable to the Fund for the period.

6.5 The Securities and Exchange Commission of Pakistan (SECP) vide a circular no.40 SCD/PRDD/ Circular/361/2016 dated December 30, 2016, allowed the Asset Management Companies to charge selling and marketing expenses to open end equity, asset allocation and index funds, initially for three years (from January 1, 2017 till December 31, 2019). Maximum cap of selling and marketing expense shall be 0.4% per annum of net assets of the Fund or actual expenses whichever is lower. During the year ended June 30, 2017 the Fund charged marketing expenses at the rate of 0.4% of the net assets of the Fund, being lower than actual expenses incurred w.e.f. May 26, 2017 (date of opening of branch). However, the SECP subsequently issued a clarification that marketing expenses which are not specifically linked to opening of new branches shall become applicable from the date of approval of the annual plan by the Board of Directors of the Management Company. Accordingly, based on the clarification issued by SECP marketing expenses (which are not specifically linked to opening of new branches) incurred for the period from February 14, 2017 (plan approval date) to May 25, 2017 amounting to Rs 0.96 million has been charged during the current period.

		December 31, 2017	June 30, 2017
		(Un-audited)	(Audited)
		----- (Rupees) -----	
7	ACCRUED EXPENSES AND OTHER LIABILITIES		
		Note	
	Provision against Sindh Workers' Welfare Fund (SWWF)	7.1	12,040,338
	Brokerage expenses payable		12,040,338
	Auditors' remuneration		700,648
	Settlement charges		512,264
	Printing charges		368,208
	Sales load payable		502,248
	Withholding tax		33,969
	Other liabilities		69,628
			138,156
			24,518,406
			25,021,288
			1,910
			<u>78,781</u>
			<u>13,856,425</u>
			<u>62,992,622</u>

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

Had the provision for SWWF not been recorded in the condensed interim financial information of the Fund, the net asset value of the Fund as at December 31, 2017 would have been higher by Re 0.3243 per unit (June 30, 2017 Re 0.41 per unit)

8 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2017.

9 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% of the 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 section 113 (minimum tax) under clause 4A of Part IV of the Second Schedule of the Income Tax Ordinance, 2001. The Fund has not recorded any tax liability as the Fund has incurred a net loss during the period.

10 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.

11 TOTAL EXPENSE RATIO (TER)

The total expense ratio of the Fund for the period ended December 31, 2017 is 1.76% which includes 0.20% representing government levies on the Fund such as sales taxes, annual fee payable to the SECP, etc.

	Half yearly ended	
	December 31, 2017	December 31, 2016
12 CASH AND CASH EQUIVALENTS	----- (Rupees) -----	
Balances with banks	689,132,736	142,958,257
Treasury bills maturing within 3 months	-	49,855,053
	<u>689,132,736</u>	<u>192,813,310</u>

13 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

13.1 Connected person / related parties include the Management Company, Alfalah GHP Investment 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 (CDC) being the trustee of the Fund, and other associated companies and connected persons. Connected persons also include persons beneficially owning directly or indirectly 10% or more of the units in issue / net assets of the Fund. The transactions with connected persons are in the normal course of business and at contractual rates.

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

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

13.4 Remuneration to the Trustee is determined in accordance with the provisions of 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 this condensed interim financial information, are as follows:

13.5

	Half year ended December 31, 2017 (Un-audited)									
	As at July 1, 2017	Issued for cash	Bonus	Redeemed	As at December 31, 2017	As at July 1, 2017	Issued for cash	Bonus	Redeemed	As at December 31, 2017
	Units					(Rupees)				
Other related parties										
MAB Investment Inc.	-	2,050	-	-	2,050	-	-	-	-	124,583
Bank Alfalah Limited - Employees Provident Fund	2,816,302	-	-	-	2,816,302	198,452,140	-	-	-	171,152,868
Key management personnel										
Head of marketing	10,718	27	-	3,549	7,196	755,275	1,638	-	220,000	437,317
Chief Executive officer	14,191	-	-	-	14,191	1,000,000	-	-	-	862,418
Chief Financial officer	-	61	-	-	61	-	3,729	-	-	3,707
Head of Human Resources	1,549	-	-	-	1,549	109,119	-	-	-	94,136
Unit holder holding 10% or more Units										
The Nishat Mills Limited Employees Provident Fund Trust	-	4,758,110	-	-	4,758,110	-	337,881,500	-	-	289,160,813

13.6 This reflects the position of related party / connected persons as at December 31, 2017

	Half year ended December 31, 2016 (Un-audited)									
	As at July 1, 2016	Issued for cash	Bonus	Redeemed	As at December 31, 2016	As at July 1, 2016	Issued for cash	Bonus	Redeemed	As at December 31, 2016
	Units					(Rupees)				
Other related parties										
MAB Investment Inc.	3,295,487	-	-	3,295,487	-	208,838,966	-	-	209,993,664	-
Bank Alfalah Limited - Employees Provident Fund	1,348,870	-	-	1,348,870	-	85,479,511	-	-	106,374,856	-

	Half year ended (Un-audited)	
	December 31, 2017	December 31, 2016
13.7 Other transactions	----- (Rupees) -----	
<u>Associated companies / undertakings</u>		
Alfalsh GHP Investment Management Limited - Management Company		
Remuneration of the Management Company	24,017,384	9,047,205
Sindh sales tax on remuneration of the Management Company	3,122,244	1,176,134
Allocated expenses	1,200,865	445,495
Selling and Marketing Expenses	7,424,731	-
Sales load	11,422,269	2,661,906
Federal excise duty	40,000	33,690
Bank Alfalah Limited		
Profit on balances with banks	10,665,368	5,246,501
Bank charges	30,927	7,134
Treasury Bills Purchased	-	98,665,000
Sales load	6,098,425	10,315,468
Treasury Bills - sold	-	-
<u>Other related parties</u>		
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	1,705,058	850,590
Sales tax on Trustee Fee	221,658	110,577
Settlement charges	103,331	261,040
	December 31, 2017	June 30, 2017
	(Un-audited)	(Audited)
	----- (Rupees) -----	
Other balances		
<u>Associated companies / undertakings</u>		
Alfalsh GHP Investment Management Limited - Management Company		
Management Company remuneration payable	3,825,540	3,958,467
Sindh sales tax payable on management remuneration	1,113,432	1,130,724
Federal excise duty payable on management remuneration	5,888,310	5,888,310
Allocated expenses payable	1,200,865	979,956
Selling and Marketing Expenses	7,424,731	964,461
Sales load payable	233,895	880,577
Bank Alfalah Limited		
Balances with bank	10,154,230	124,464,483
Profit receivable on balance with bank	2,694	4,985
Sales load payable	260,775	24,518,406
<u>Other related parties</u>		
Central Depository Company of Pakistan Limited - Trustee		
Trustee remuneration payable	356,686	360,592
Sindh sales tax payable on trustee remuneration	36,007	36,515
Security deposit	100,000	100,000

14 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the amount for which an asset could be exchanged, or liability can be settled, between knowledgeable willing parties in an arm's length transaction. Consequently, differences can arise between carrying values and the fair value estimates.

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

Financial assets which are traded in an open market are revalued at the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying values as the items are either short term in nature or periodically repriced.

Fair value of investments is determined as follows:

- Fair value of listed equity securities and listed units is determined on the basis of closing market prices quoted on the stock exchange.
- Investments in government securities are valued on the basis of average rates of brokers as announced by the Financial Markets Association of Pakistan.
- The fair value of all other financial assets and financial liabilities of the Fund approximate their carrying amounts due to short term maturities of these instruments.

14.1 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: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities.

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

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

As at December 31, 2017, the Fund held the following financial instruments measured at fair value:

	December 31, 2017			Total
	Level 1	Level 2	Level 3	
	(Rupees)			
Investments 'at fair value through profit or loss' - held-for-trading				
Listed equity securities	1,570,237,255	-	-	1,570,237,255
Listed real estate investment trust units	7,744	-	-	7,744
	<u>1,570,244,999</u>	<u>-</u>	<u>-</u>	<u>1,570,244,999</u>

As at June 30, 2017, the Fund held the following financial instruments measured at fair value:

	June 30, 2017			Total
	Level 1	Level 2	Level 3	
	(Rupees)			
Investments 'at fair value through profit or loss' - held-for-trading				
Government securities				
- market treasury bills	-	198,921,200	-	198,921,200
Listed equity securities	1,837,251,850	-	-	1,837,251,850
Listed real estate investment trust units	8,328	-	-	8,328
	<u>1,837,260,178</u>	<u>198,921,200</u>	<u>-</u>	<u>2,036,181,378</u>

During the half year ended December 31, 2017, 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.

15 GENERAL

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

Figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2017 and December 31, 2016 have not been subject to limited scope review by the statutory auditors of the Fund.

Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of comparison and better presentation. No significant rearrangements or reclassifications have been made in this condensed interim financial information during the current period.

16 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on February 26, 2018 by the Board of Directors of the Management Company.

**For Alfalah GHP Investment Management Limited
(Management Company)**

Chief Executive Officer

Chief Financial Officer

Director



Alfalah
GHP Prosperity Planning Fund

FUND INFORMATION

Management Company:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Board of Directors of the Management Company:	Ms. Maheen Rahman Syed Ali Sultan Mr. Hanspeter Beier Mr. Muhammad Tauqir Zafar Mr. Abid Naqvi Mr. Tufail Jawed Ahmad Mr. Adeel Bajwa
Audit Committee:	Mr. Abid Naqvi Syed Ali Sultan Mr. Muhammad Tauqeer Zafar
HR Committee:	Syed Ali Sultan Mr. Tufail Jawed Ahmed Ms. Maheen Rahman Mr. Adeel Bajwa
Risk Committee:	Mr. Tufail Jawed Ahmad Syed Ali Sultan Mr. Muhammad Tauqeer Zafar Ms. Maheen Rahman
Chief Operating Officer and Company Secretary :	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Syed Hyder Raza Zaidi
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:	EY Ford Rhodes Chartered Accountants Progressive Plaza, Beaumont Road, P.O.Box 15541, Karachi 75530 Pakistan
Legal Advisor:	Ahmed & Qazi Advocates & Legal Consultants 402,403,404,417 Clifton Centre, Clifton, Karachi
Registrar:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, 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 Shahra-e-Faisal,
Karachi - 74400, Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326020 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

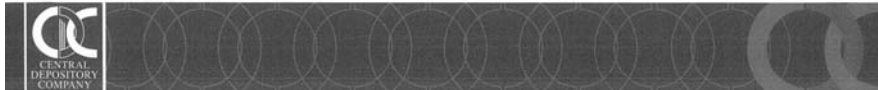
ALFALAH GHP PROSPERITY PLANNING FUND

**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 Prosperity Planning Fund (the Fund) are of the opinion that Alfalah GHP Investment 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, 2017 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; and
- (iii) 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.

Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited
Karachi: February 20, 2018



**INDEPENDENT AUDITORS' REPORT ON REVIEW OF
CONDENSED INTERIM FINANCIAL INFORMATION TO THE UNIT HOLDERS**

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalah GHP Prosperity Planning Fund** (the Fund) as at **31 December 2017**, 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 flows and notes to the accounts for the six month period then ended (here-in-after referred to as "interim financial information"). Management Company is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial information based on our review.

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 interim financial information 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 interim financial information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Other matter

The condensed interim financial information for the half year ended 31 December 2016 and the financial statements of the Fund for the year ended 30 June 2017 were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 14 February 2017 and audit report dated 20 September 2017 expressed an unmodified conclusion and an unmodified opinion on the aforementioned financial information and financial statements, respectively.

EY Ford Rhodes
Chartered Accountants

Engagement Partner: Shaikh Ahmed Salman

Date: 26 February, 2018

Karachi

**ALFALAH GHP PROSPERITY PLANNING FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2017**

Note	December 31, 2017				June 30, 2017			
	(Un-audited)		(Audited)		(Un-audited)		(Audited)	
	Active Allocation Plan	Conservative Allocation Plan	Moderate Allocation Plan	Total	Active Allocation Plan	Conservative Allocation Plan	Moderate Allocation Plan	Total
	(Rupees)				(Rupees)			
Assets								
4	1,452,369	822,573	320,134	2,595,076	52,148,815	245,570,323	131,857,378	429,576,516
5	514,405,725	413,454,835	655,728,496	1,583,589,056	276,679,456	238,469,636	808,009,537	1,323,158,629
	64,645	1,778,615	556,618	2,399,878	77,157	2,106,319	660,578	2,844,054
	51,615	549	3,805	55,969	869	2,356	1,012	4,237
	80,096	185,943	116,342	362,381	90,609	196,540	114,446	403,595
Total assets	516,054,450	416,242,515	656,725,395	1,589,022,360	328,996,906	486,347,174	940,642,951	1,755,987,031
Liabilities								
6	528,517	491,731	540,424	1,560,672	550,808	565,995	576,382	1,683,185
	58,184	41,400	61,366	160,950	44,878	47,373	85,762	178,013
7	193,266	188,697	304,823	666,686	229,036	287,128	410,570	926,734
	1,716,635	1,182,752	3,063,117	5,962,504	4,584,691	4,857,691	15,355,334	24,797,606
	2,486,602	1,884,480	3,969,730	8,350,812	5,409,413	5,758,077	16,428,048	27,595,538
Total liabilities	513,557,848	414,358,035	652,755,665	1,580,671,548	323,587,493	480,589,097	924,214,903	1,728,391,493
Net assets	513,557,848	414,358,035	652,755,665	1,580,671,548	323,587,493	480,589,097	924,214,903	1,728,391,493
Unit holders' fund (as per statement attached)	513,557,848	414,358,035	652,755,665	1,580,671,548	323,587,493	480,589,097	924,214,903	1,728,391,493
Contingencies and commitments								
8	4,882,739	3,812,640	6,388,641		2,755,740	4,371,415	8,641,503	
Number of units in issue								
Net assets value per unit	105.1782	108.6801	102.1744		117.4231	109.9390	106.9507	

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP PROSPERITY PLANNING FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017**

Note	Half year ended				Quarter ended							
	December 31, 2017		December 31, 2016		December 31, 2017		December 31, 2016					
	Active Allocation Plan	Moderate Allocation Plan	Active Allocation Plan	Moderate Allocation Plan	Active Allocation Plan	Moderate Allocation Plan	Active Allocation Plan	Moderate Allocation Plan				
Income	89,340	476,686	1,520,764	1,557,659	143,425	50,639	423,311	316,375	130,532	266,950	323,468	729,950
Profit on savings accounts												
At fair value through profit or loss - held-for-trading												
- Capital gain / (loss) on sale of investments - net	(1,049,801)	75,401	(8,143,755)	(8,143,755)	83,031	(128,896)	(7,967,981)	(7,267,836)	4,352,133	514,370	8,676,458	14,042,361
- Unrealised (loss) / gain on revaluation of investments - net	(52,232,550)	(5,000,202)	(13,637,350)	(13,637,350)	(12,214,005)	(1,348,683)	(2,411,714)	(2,411,714)	(2,088,722)	(14,670,138)	(9,585,897)	(55,442,757)
	(53,282,351)	(4,924,801)	(14,781,105)	(14,781,105)	(12,130,974)	(1,477,579)	(2,823,695)	(2,823,695)	(1,736,589)	(14,155,768)	(10,962,439)	(41,400,396)
	(53,282,351)	(4,924,801)	(14,781,105)	(14,781,105)	(12,130,974)	(1,477,579)	(2,823,695)	(2,823,695)	(1,736,589)	(14,155,768)	(10,962,439)	(41,400,396)
Total (loss) / income	(51,174,795)	(4,597,915)	(9,444,830)	(9,444,830)	(11,022,249)	(1,270,466)	(14,996,072)	(14,996,072)	(20,000,397)	(15,251,358)	(28,586,823)	(69,317,568)
Expenses	56,870	76,608	43,201	43,201	14,409	8,133	8,133	8,133	73,838	27,739	19,440	120,997
Remuneration of Management Company	7,966	32,449	5,811	5,811	1,519	1,273	1,273	1,273	3,978	6,206	3,206	12,163
Share Sales Tax on remuneration of the Management Company	27	2,449	4,042	4,042	1,273	1,273	1,273	1,273	4,042	1,273	1,273	2,355
Share Sales Tax on remuneration of the Trustee	33,900	2,923	52,158	52,158	11,876	14,054	13,707	13,707	54,771	7,912	12,141	31,542
Annual fee to the SECP	193,261	168,597	304,823	304,823	97,352	79,066	137,364	137,364	71,070	46,046	68,872	71,070
Allocated expenses	297,881	224,793	406,428	406,428	129,797	105,363	183,147	183,147	61,196	64,893	128,930	255,018
Share sales tax on remuneration of the Trustee	14,816	3,006	3,006	3,006	3,006	3,006	3,006	3,006	3,006	3,006	3,006	3,006
Amortisation of deferred formation cost	2,951	3,916	7,356	7,356	2,288	1,946	3,800	3,800	2,206	2,245	3,425	2,902
Annual listing fee	24,472	37,616	69,527	69,527	12,236	18,268	34,764	34,764	6,914	26,844	11,422	29,547
Printing charges	6,091	9,951	18,741	18,741	3,300	4,716	9,370	9,370	17,664	19,972	6,830	17,664
Other expenses	914,232	1,193,285	1,575,937	1,575,937	459,835	563,897	754,932	754,932	336,657	465,993	649,330	1,270,977
Net (loss) / income for the period from operations	(52,089,245)	(4,774,201)	(10,011,629)	(10,011,629)	(11,490,585)	(701,349)	(16,977,777)	(16,977,777)	(25,744,730)	(14,795,498)	(28,116,463)	(69,646,611)
Element of income and capital gains included in prices of units sold less those in units redeemed - net												
Net (loss) / income for the period before taxation	(52,089,245)	(4,774,201)	(10,011,629)	(10,011,629)	(11,490,585)	(701,349)	(16,977,777)	(16,977,777)	(25,744,730)	(14,795,498)	(28,116,463)	(69,646,611)
Taxation												
Net (loss) / income for the period after taxation	(52,089,245)	(4,774,201)	(10,011,629)	(10,011,629)	(11,490,585)	(701,349)	(16,977,777)	(16,977,777)	(25,744,730)	(14,795,498)	(28,116,463)	(69,646,611)

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

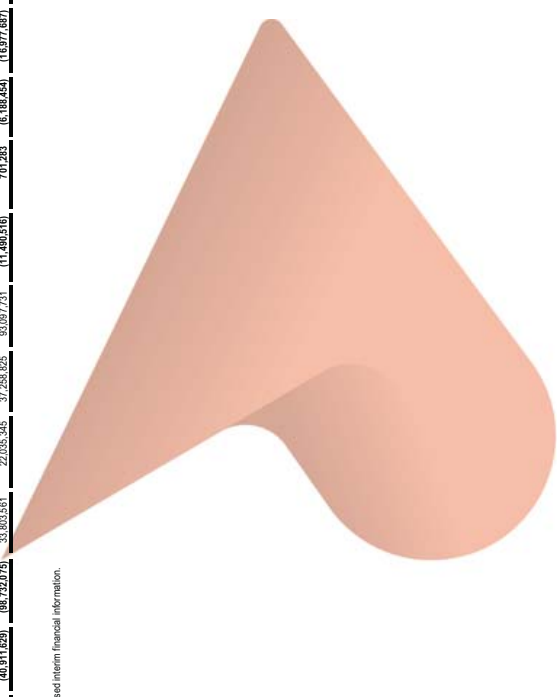
Chief Financial Officer

Director

**ALFALAH GHP PROSPERITY PLANNING FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017**

	Half year ended			Quarter ended		
	December 31, 2017	December 31, 2016	December 31, 2017	December 31, 2016	December 31, 2016	December 31, 2016
Active Allocation Plan	(52,089,246)	33,803,561	(11,480,916)	26,013,487	31,194,700	73,496,911
Moderate Allocation Plan	(40,911,629)	22,035,345	701,283	(16,977,887)	16,208,724	31,194,700
Conservative Allocation Plan	(5,731,201)	22,035,345	701,283	(16,977,887)	16,208,724	31,194,700
Total	(98,732,076)	88,732,076	(11,480,916)	26,013,487	16,208,724	73,496,911
Net (loss) / Income for the period after taxation	(52,089,246)	33,803,561	(11,480,916)	26,013,487	16,208,724	73,496,911
Other comprehensive income	(40,911,629)	22,035,345	701,283	(16,977,887)	16,208,724	31,194,700
Total comprehensive (loss) / income for the period	(93,600,875)	55,838,906	(10,779,633)	9,035,600	32,417,448	104,691,611

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



For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP PROSPERITY PLANNING FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017**

	Half year ended December 31, 2017												
	Active Allocation Plan			Conservative Allocation Plan			Moderate Allocation Plan			Unrealised			
	Capital value	Undistributed income	(losses) / gains on investment	Capital value	Undistributed income	(losses) / gains on investment	Capital value	Undistributed income	(losses) / gains on investment	Capital value	Undistributed income	(losses) / gains on investment	Total
- Capital value	275,578,831	-	-	275,578,831	436,852,997	-	436,852,997	863,770,992	-	-	-	-	863,770,992
- Undistributed income brought forward	-	34,288,636	-	34,288,636	-	38,408,870	-	38,408,870	-	62,338,347	-	-	62,338,347
- Realised	-	13,720,026	-	13,720,026	-	5,327,230	-	5,327,230	-	(1,894,436)	-	-	(1,894,436)
- Unrealised	-	-	-	-	-	-	-	-	-	-	-	-	-
Net assets at beginning of the period	275,578,831	48,008,662	-	323,587,493	436,852,997	43,736,100	-	480,589,097	863,770,992	60,443,911	-	-	924,214,903
Issuance of 3,234,402 (2016: 5,613,836 units)													
- Capital value (at net asset value per unit at the beginning of the period)	252,397,078	-	-	252,397,078	36,159,267	-	-	36,159,267	80,858,152	-	-	-	80,858,152
- Element of income	(8,003,399)	-	-	(8,003,399)	(38,213)	-	-	(38,213)	(2,924,672)	-	-	-	(2,924,672)
Total proceeds on issuance of units	244,393,679	-	-	244,393,679	35,801,054	-	-	35,801,054	77,933,480	-	-	-	77,933,480
Redemption of 3,919,040 (2016: 2,333,142 units)													
- Capital value (at net asset value per unit at the beginning of the period)	2,638,262	-	-	2,638,262	97,590,432	-	-	97,590,432	321,803,320	-	-	-	321,803,320
- Amount paid out of element of income - Relating to 'net income for the period after taxation'	-	-	-	-	-	-	-	-	-	-	-	-	-
- Relating to 'other comprehensive income for the period'	-	-	-	-	-	-	-	-	-	-	-	-	-
- Refund on units as element of income	(304,183)	-	-	(304,183)	(1,289,517)	-	-	(1,289,517)	(13,322,231)	-	-	-	(13,322,231)
Total payments on redemption of units	2,334,079	-	-	2,334,079	96,300,915	-	-	96,300,915	308,481,089	-	-	-	308,481,089
Element of loss and capital losses included in the prices of units issued less those in units redeemed - net - transferred to the income statement	-	-	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	-	(52,089,245)	-	(52,089,245)	-	(5,731,201)	-	(5,731,201)	-	(40,911,629)	-	-	(40,911,629)
Distribution during the period	-	-	-	-	-	-	-	-	-	-	-	-	-
Net loss for the period less distribution	-	(52,089,245)	-	(52,089,245)	-	(5,731,201)	-	(5,731,201)	-	(40,911,629)	-	-	(40,911,629)
Net assets at end of the period	517,638,431	(4,080,583)	-	513,557,848	376,353,136	38,004,899	-	414,358,035	633,223,383	19,532,282	-	-	652,755,665
Undistributed income carried forward													
- Realised	-	48,742,980	-	48,742,980	-	43,095,101	-	43,095,101	-	51,169,587	-	-	51,169,587
- Unrealised	-	(52,823,563)	-	(52,823,563)	-	(5,090,202)	-	(5,090,202)	-	(31,637,305)	-	-	(31,637,305)
	-	(4,080,583)	-	(4,080,583)	-	38,004,899	-	38,004,899	-	19,532,282	-	-	19,532,282

	Half year ended December 31, 2016			
	Active Allocation Plan	Conservative Allocation Plan	Moderate Allocation Plan	Total
	(Rupees)			
Net assets at beginning of the period	220,016,061	114,551,959	295,707,874	630,275,894
Issue of units: 84,453 units (Active Allocation Plan), 2,531,628 units (Conservative Allocation Plan), 2,997,757 units (Moderate Allocation Plan)	9,458,289	271,127,405	335,177,831	615,763,525
Redemption of units: 2,027 units (Active Allocation Plan), 81,479 units (Conservative Allocation Plan), 2,249,636 units (Moderate Allocation Plan)	(222,685)	(8,713,406)	(255,105,702)	(264,041,793)
Net element of (income) / loss and capital (gains) / losses included in prices of units sold less those in units redeemed - net	(371,817)	(3,844,980)	(1,641,368)	(5,858,165)
Element of (income) / loss and capital (gains) / losses included in the prices of units issued less those in units redeemed transferred to distribution statement - net	(620,967)	(13,714,788)	(3,651,439)	(17,987,194)
	(992,784)	(17,559,768)	(5,292,807)	(23,845,359)
Other income (net of expenses) for the year	185,829	3,480,122	1,393,523	5,059,474
Net unrealised diminution in fair value of investments classified as 'at fair value through profit or loss - held-for-trading'	28,705,599	18,040,853	25,333,936	72,140,388
Capital gain on sale of investments - net	4,852,133	514,370	10,531,366	15,897,869
Total comprehensive income for the period	33,803,361	22,035,345	37,258,625	93,097,331
Net element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - distribution statement	620,967	13,714,788	3,651,439	17,987,194
Net assets at end of the period	262,683,409	395,156,323	411,387,460	1,069,227,192

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.

**For Alfalah GHP Investment Management Limited
(Management Company)**

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PROSPERITY PLANNING FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

	Half year ended					
	December 31, 2017			December 31, 2016		
	Active Allocation Plan	Moderate Allocation Plan	Total	Active Allocation Plan	Moderate Allocation Plan	Total
CASH FLOWS FROM OPERATING ACTIVITIES						
Net income for the period before taxation	(52,089,245)	(5,731,201)	(40,911,629)	33,803,561	22,035,345	37,258,825
Adjustments for:						
Amortisation of deferred formation cost	12,512	327,704	103,960	12,308	327,704	103,960
At fair value through profit or loss - held-for-trading	(1,049,830)	(75,401)	8,143,755	(4,852,133)	(514,370)	(10,551,366)
- Capital (gain) / loss on sale of investments - net	52,823,363	5,090,202	31,637,305	(28,765,599)	(18,040,853)	(25,333,936)
- Unrealised loss / (gain) on revaluation of investments - net						
Element of income and capital gains included						
In prices of units sold less those in units redeemed - net	(303,000)	(388,696)	(1,026,609)	(371,817)	(3,844,980)	(1,641,368)
				(173,680)	(37,154)	(143,685)
(Increase) / decrease in assets						
Investments - net	(283,500,020)	(180,000,000)	(112,499,387)	(64,999,995)	(269,000,001)	(100,500,001)
Deferred formation cost	10,513	12,597	(1,896)	-	-	-
Prepayments and other receivable	(50,746)	1,807	(2,793)	73,676	280,733	208,796
Mark-up receivable	(283,540,235)	(179,985,596)	112,495,292	(64,926,319)	(268,719,268)	(100,291,205)
(Decrease) / increase in liabilities						
Payable to the Management Company	(22,291)	(74,264)	(35,956)	(69,697)	(3,295,217)	(97,678)
Remuneration payable to the Trustee	13,306	(5,973)	(24,396)	(95,300)	(110,776)	(86,973)
Annual fee to the Securities and Exchange Commission of Pakistan	(35,770)	(118,531)	(105,747)	(53,451)	(76,528)	(13,541)
Accrued and other liabilities	(2,888,056)	(3,674,829)	(12,292,217)	(153,626)	(880,256)	1,268,227
	(2,912,811)	(3,875,597)	(12,456,316)	(132,680)	(4,362,777)	190,924
Net cash (used in) / generated from operating activities	(292,796,046)	(184,247,869)	99,010,365	(65,232,679)	(273,119,199)	(100,244,166)
CASH FLOWS FROM FINANCING ACTIVITIES						
Proceeds from issuance of units	244,393,579	35,801,054	77,933,480	9,458,289	271,127,405	335,177,831
Payment made against redemption of units	(2,334,079)	(86,300,915)	(308,481,089)	(222,685)	(8,713,406)	(255,105,702)
Net cash generated / (used in) from financing activities	242,059,600	(60,499,861)	(230,547,609)	9,235,604	262,413,999	80,072,129
Net decrease in cash and cash equivalents during the period	(50,696,446)	(244,747,750)	(131,537,244)	(55,997,075)	(10,705,200)	(20,172,037)
Cash and cash equivalents at beginning of the period	52,148,815	245,570,323	131,857,378	61,162,275	19,753,764	28,945,509
Cash and cash equivalents at end of the period	1,452,369	822,573	320,134	5,165,200	9,048,564	8,773,472

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PROSPERITY PLANNING FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM
FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Alfalah GHP Prosperity Planning Fund (the Fund) is an open-ended Fund constituted under a trust deed entered into on July 07, 2015 between Alfalah GHP Investment Management Limited, (the Management Company), a company incorporated under the Companies Ordinance, 1984 and Central Depository Company of Pakistan Limited (CDC) as the Trustee, also incorporated under the Companies Ordinance, 1984. The Fund was registered by the Securities and Exchange Commission of Pakistan (SECP) as a Notified Entity under Regulation 44 of the Non Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) vide its letter No. SCD/SMCW/AGPPF/30/2015 dated July 30, 2015 and Offering Document was approved by SECP under Regulation 54 of the NBFC Regulations, vide its letter No. SCD/AMCW/AGPPF/29/2015 dated July 30, 2015.
- 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, 2017. The registered office of the Management Company is situated at 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
- 1.3** The Fund is categorised as a 'Fund of Fund' pursuant to the provisions contained in Circular No. 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 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 investment objectives and policy are explained in the Fund's offering document. Presently, the following allocation plans are offered:
- a. Alfalah GHP Active Allocation Plan
 - b. Alfalah GHP Conservative Allocation Plan
 - c. Alfalah GHP Moderate Allocation Plan
- 1.5** The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of AM2+ (stable outlook) to the Management Company on December 22, 2017.
- 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** This condensed interim financial information of the Fund has been prepared in accordance with the requirements of the International Accounting Standard 34: 'Interim Financial Reporting' the requirements of the Trust Deed, the NBFC Rules, the Non Banking Finance Companies and Notified Entities Regulation, 2008 (the NBFC Regulations), the repealed Companies Ordinance, 1984 and directives issued by the SECP. In case requirements differ, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP shall prevail.
- 2.2** Effective May 30, 2017, the Companies Act, 2017 (the Act) has been promulgated, however, the Securities and Exchange Commission of Pakistan (SECP) vide its circular No. 23 of 2017 dated October 04, 2017 decided that the companies whose financial year closes on or before December 31, 2017 shall prepare their financial statements in accordance with the provisions of the repealed Companies Ordinance, 1984. Furthermore, the Institute of Chartered Accountants of Pakistan also issued clarification vide its circular dated October 06, 2017 which states that the interim financial statements of companies for the periods ending on or before December 31, 2017 shall also be prepared in accordance with the provisions of the repealed Companies Ordinance, 1984.
- 2.3** This condensed interim financial information do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with Company's annual financial statements for the year ended June 30, 2017.
- 2.4** This condensed interim financial information are presented in Pak rupees, which is the Fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND FINANCIAL RISK MANAGEMENT POLICIES

Except for change in notes 3.1 and 3.2, the accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements as at and for the year ended June 30, 2017.

3.1 New / Revised Standards, Interpretations and Amendments

The Fund has adopted the following accounting standard and the amendments and interpretation of IFRSs which became effective for the current year:

IAS 7 Statement of Cash Flows - Disclosure Initiative - (Amendment)

IAS 12 Income Taxes - Recognition of Deferred Tax Assets for Unrealized losses (Amendments)

Improvements to Accounting Standards Issued by the IASB

IFRS 12 Disclosure of interests in Other Entities - Clarification of the scope of the disclosure Requirement
The adoption of the above amendments, improvements to accounting standards and interpretations did not have any effect on the financial statements.

3.2 Change in accounting policy - element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed

The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated August 03, 2017 has made certain amendments in the NBFC Regulations. The notification includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in Regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. Furthermore, the revised regulations also require certain additional disclosures with respect to 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', whereas disclosure with respect to 'Distribution Statement' has been deleted in the revised regulations.

Previously, an equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' was created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption. The net element of income / (loss) and capital gains / (losses) relating to units issued and redeemed during the accounting period which pertained to unrealised appreciation / (diminution) held in the Unit Holder's Fund was recorded in a separate account and any amount remaining in this reserve account at the end of the accounting period (whether gain or loss) was included in the amount available for distribution to the unitholders. The remaining portion of the net element of income / (loss) and capital gains / (losses) relating to units issued and redeemed during an accounting period was recognised in the Income Statement.

As required by IAS 8: 'Accounting Policies, Changes in Accounting Estimates and Errors', a change in accounting policy requires retrospective application as if that policy had always been applied. However, the Management Company has applied the above changes in accounting policy, including the additional disclosures requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', prospectively from July 01, 2017 as required by SECP vide its letter no SRO 756(I)/2017 dated August 03, 2017. Accordingly, corresponding figures have not been restated. The 'Distribution Statement' for the comparative period has not been presented as it has been deleted as a result of the amendments made in the NBFC Regulations the aforementioned SRO issued by the SECP.

Had the element of income been recognised as per the previous accounting policy, the loss of the Fund would have been lower by Rs.7.699 million and higher by Rs.0.931 million and Rs.10.379 million in Active Allocation Plan, Conservative Allocation Plan and Moderate Allocation Plan respectively. However, the change in accounting policy does not have any impact on the 'Cash Flow Statement', the 'net assets attributable to the unit holders' and 'net asset value per unit' as shown in the 'Statement of Assets and Liabilities' and 'Statement of Movement in Unit Holders' Fund'. The change has resulted in inclusion of certain additional disclosures / new presentation requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund which have been incorporated in this condensed interim financial information.

3.3 The 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, 2017.

Note	December 31, 2017 (Un-audited)				June 30, 2017 (Audited)				
	Active Allocation Plan	Conservative Allocation Plan	Moderate Allocation Plan	Total	Active Allocation Plan	Conservative Allocation Plan	Moderate Allocation Plan	Total	
	(Rupees)								
4. BANK BALANCES									
Savings accounts	4.1	1,452,369	822,573	320,134	2,595,076	52,148,815	245,570,323	131,857,378	429,576,516

4.1 These represent balances in saving accounts maintained with banks carrying profit rates ranging from 4% to 6.6% (2017: 4% to 6.6%) per annum. It includes deposit of Rs.2.36 million (June 30, 2017: Rs.27.75 million) which have accrued markup of Rs.55,547 (June 30, 2017: Rs.1,012) maintained with Bank Alfalah Limited (a related party).

Note	December 31, 2017 (Un-audited)				June 30, 2017 (Audited)				
	Active Allocation Plan	Conservative Allocation Plan	Moderate Allocation Plan	Total	Active Allocation Plan	Conservative Allocation Plan	Moderate Allocation Plan	Total	
	(Rupees)								
5. INVESTMENTS									
Financial assets 'at fair value through profit or loss'									
Units of Mutual Funds - open ended	5.1	514,405,725	413,454,835	655,728,496	1,583,589,056	276,679,456	238,469,636	808,009,537	1,323,158,629

5.1 Units of Mutual Funds - open ended - Related Parties

5.1.1 Active Allocation Plan

Particulars	As at July 01, 2017	Purchased during the period	Sold during the period	As at December 31, 2017	Carrying amount as at December 31, 2017	Market value as at December 31, 2017	Market value as a percentage of Net assets of the fund	Market value as a percentage of Total Investments
Alfalah GHP Alpha Fund	1,272,247	482,597	-	1,754,844	147,504,806	124,821,976	24.31%	24.27%
Alfalah GHP Cash Fund	-	54,020	-	54,020	27,000,000	27,389,716	5.33%	5.32%
Alfalah GHP Stock Fund	835,429	259,668	-	1,095,097	171,054,135	143,613,230	27.96%	27.92%
Alfalah GHP Sovereign Fund	1,852	327,896	167,044	162,694	17,460,940	17,594,825	3.43%	3.42%
Alfalah GHP Money Market Fund	1,986	1,082,067	491,955	592,098	58,547,946	59,180,887	11.52%	11.50%
Alfalah GHP Income Fund	4,936	567,889	282,849	289,976	32,823,094	33,177,865	6.46%	6.45%
Alfalah GHP Income Multiplier Fund	10,806	2,413,008	965,766	1,458,048	78,069,931	79,416,378	15.46%	15.44%
Alfalah GHP Islamic Stock Fund	502,492	-	25,192	477,300	34,758,436	29,205,848	5.69%	5.68%
Total as on December 31, 2017	2,629,748	5,187,135	1,932,806	5,884,077	567,229,288	514,405,725		
Total as on June 30, 2017	1,891,154	6,179,444	5,430,850	2,629,748	262,959,430	276,679,456		

5.1.2 Conservative Allocation Plan

Particulars	As at July 01, 2017	Purchased during the period	Sold during the period	As at December 31, 2017	Carrying amount as at December 31, 2017	Market value as at December 31, 2017	Market value as a percentage of Net assets of the fund	Market value as a percentage of Total Investments
Alfalah GHP Alpha Fund	405,260	-	14,243	391,017	33,040,966	27,813,064	6.71%	6.73%
Alfalah GHP Cash Fund	-	68,244	5,939	62,305	31,047,512	31,590,724	7.62%	7.64%
Alfalah GHP Stock Fund	218,072	-	19,530	198,542	31,147,715	26,037,170	6.28%	6.30%
Alfalah GHP Sovereign Fund	214,221	69,551	214,940	68,832	7,362,591	7,443,965	1.80%	1.80%
Alfalah GHP Money Market Fund	45,255	2,141,223	505,382	1,681,096	164,530,534	168,027,308	40.55%	40.64%
Alfalah GHP Income Fund	560,692	163,727	145,279	579,140	65,007,987	66,262,692	15.99%	16.03%
Alfalah AGHP Income Multiplier Fund	1,221,530	794,114	592,937	1,422,707	75,951,972	77,493,453	18.70%	18.74%
Alfalah GHP Islamic Stock Fund	207,642	-	64,063	143,579	10,455,760	8,786,449	2.12%	2.13%
Total as on December 31, 2017	2,872,672	3,236,859	1,562,313	4,547,218	418,545,037	413,454,835		
Total as on June 30, 2017	1,102,484	5,972,876	4,202,688	2,872,672	233,142,406	238,469,636		

5.1.3 Moderate Allocation Plan

Particulars	As at July 01, 2017	Purchased during the period	Sold during the period (No. of Units)	As at December 31, 2017	Carrying amount as at December 31, 2017 (Rupees)	Market value as at December 31, 2017	Market value as a percentage of Net assets of the fund	
							the fund	Market value as a percentage of Total Investments (%)
Alfalaha GHP Alpha Fund	1,558,496	-	366,928	1,191,568	100,687,523	84,756,255	12.98%	12.94%
Alfalaha GHP Cash Fund	-	46,155	11,878	34,277	17,095,023	17,379,277	2.66%	2.66%
Alfalaha GHP Stock Fund	1,024,655	-	269,544	755,111	118,463,618	99,026,760	15.17%	15.10%
Alfalaha GHP Sovereign Fund	1,470,886	316,034	1,630,215	156,705	16,857,923	16,947,053	2.60%	2.58%
Alfalaha GHP Money Market Fund	14,960	1,235,639	758,317	492,282	48,616,973	49,204,141	7.54%	7.50%
Alfalaha GHP Income Fund	1,732,259	396,635	1,217,969	910,925	102,504,310	104,224,349	15.97%	15.89%
Alfalaha AGHP Income Multiplier Fund	2,362,333	5,388,971	2,921,799	4,829,505	257,992,971	263,058,316	40.30%	40.12%
Alfalaha GHP Islamic Stock Fund	532,683	-	187,361	345,322	25,147,460	21,132,345	3.24%	3.22%
Total as on December 31, 2017	8,696,272	7,383,434	7,384,011	8,715,695	687,365,801	655,728,498		
Total as on June 30, 2017	3,238,207	11,366,032	5,907,967	8,686,272	809,903,973	808,009,537		

	December 31, 2017 (Un-audited)				June 30, 2017 (Audited)			
	Active Allocation Plan	Conservative Allocation Plan	Moderate Allocation Plan	Total	Active Allocation Plan	Conservative Allocation Plan	Moderate Allocation Plan	Total
	(Rupees)				(Rupees)			
5.2 Unrealised (loss) / gain on revaluation of investments classified as 'at fair value through profit or loss' - net								
Market value of investments	514,405,725	413,454,835	655,728,496	1,583,589,056	276,679,456	238,469,636	808,009,537	1,323,158,629
Less: Carrying value of investments	(567,229,288)	(418,545,037)	(687,365,801)	(1,673,140,126)	(262,959,430)	(233,142,406)	(809,903,973)	(1,306,005,809)
Unrealised (loss) / gain on revaluation of investments for the period / year	(52,823,563)	(5,090,202)	(31,637,305)	(89,551,070)	13,720,026	5,327,230	(1,894,436)	17,152,820

Note	December 31, 2017 (Un-audited)				June 30, 2017 (Audited)				
	Active Allocation Plan	Conservative Allocation Plan	Moderate Allocation Plan	Total	Active Allocation Plan	Conservative Allocation Plan	Moderate Allocation Plan	Total	
	(Rupees)				(Rupees)				
6. PAYABLE TO ALFALAH GHP INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY (RELATED PARTY)									
Payable to Alfalah GHP Investment Management Limited	6.1	11,309	1,459	124	12,892	39,832	114,624	56,972	211,428
Sindh Sales Tax payable on remuneration of the Management Company	6.2	1,722	903	1,534	4,159	5,419	16,328	8,930	30,677
Federal Excise Duty payable on remuneration of the Management Company	6.3	5,557	6,924	10,873	23,354	5,557	6,924	10,873	23,354
Allocated expenses	6.4	257,688	224,793	406,428	888,909	187,425	230,801	378,141	796,367
Sales load payable		252,241	257,652	121,465	631,358	312,575	197,318	121,466	631,359
		528,517	491,731	540,424	1,560,672	550,808	585,995	576,382	1,693,185

- 6.1 The Management Company is entitled to receive a remuneration at the rate not exceeding 1.5% of the average daily net assets of the allocation plans after deducting the market value of investment in collective investments, managed by the Management Company of the Fund. Accordingly, the Management Company has charged remuneration at the rate of 1% per annum based on the average daily net assets of the allocation plans after deducting the market value of investment in collective investments, managed by the Management Company of the Fund. The amount of remuneration is being paid monthly in arrears.
- 6.2 The Provincial Government of Sindh levied Sindh Sales Tax at the rate of 13% (June 30, 2017: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.
- 6.3 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from June 13, 2013. As the asset management services rendered by the Management Company of the Fund are already subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund, the Management Company is of the view that further levy of FED was not justified.

On September 04, 2013, a constitutional petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 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.

With effect from July 01, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 01, 2016. However, as a matter of abundant caution the provision for FED made till June 30, 2017 amounting to Rs 0.023 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 for FED not been recorded in the financial statements of the Fund, the net asset value of the Fund as at December 31, 2017 would have been higher by Re.0.001 (June 30, 2017: Re.0.002) per unit, Re.0.002 (June 30, 2017: Re.0.002) per unit and Re.0.0002 (June 30, 2017: Re.0.001) per unit per unit for Active Allocation Plan, Conservative Allocation Plan and Moderate Allocation Plan respectively.

- 6.4 The SECP vide SRO No. 1160 (1) / 2015 dated November 25, 2015 introduced amendments in the NBFC regulations. As a result of these amendments, the Management Company of the Fund is entitled to reimbursement of fees and expenses incurred by the Management Company in relation to registrar services, accounting, operation and valuation services related to collective investment schemes upto a maximum of 0.1% of the average annual net assets of the scheme or actual whichever is less. Based on these requirements, the Management Company has charged operating expenses amounting to Rs.0.258 million, Rs.0.225 million and Rs.0.406 million to Active Allocation Plan, Conservative Allocation Plan and Moderate Allocation Plan respectively from July 01, 2017 to December 31, 2017.

	December 31, 2017 (Un-audited)				June 30, 2017 (Audited)			
	Active Allocation Plan	Conservative Allocation Plan	Moderate Allocation Plan	Total	Active Allocation Plan	Conservative Allocation Plan	Moderate Allocation Plan	Total
	(Rupees)				(Rupees)			
7. ACCRUED EXPENSES AND OTHER LIABILITIES								
Rating fee payable	209,793	127,874	304,487	642,154	185,319	90,859	234,963	511,141
Printing charges payable	92,105	-	59,772	151,877	93,718	-	61,813	155,531
Auditors' remuneration	106,029	-	110,325	216,354	94,348	-	76,960	171,308
Withholding tax	1,491	6,959	2,023	10,473	1,334,571	3,007,066	8,063,722	12,405,359
Sales load	-	91,281	43,179	134,460	1,550,881	801,392	4,225,198	6,577,471
Capital gain tax payable	-	41,755	34,791	76,546	5,572	43,381	177,379	226,332
Other liabilities	-	-	-	-	13,067	-	6,759	19,826
Provision for Workers' Welfare Fund	7.1 1,307,217	914,883	2,508,540	4,730,640	1,307,217	914,883	2,508,540	4,730,640
	1,716,635	1,182,752	3,063,117	5,962,504	4,584,681	4,837,581	15,355,334	24,797,606

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

Had the provision for SWWF not been recorded in the condensed interim financial information of the Fund, the net asset value of the Fund as at December 31, 2017 would have been higher by Re.0.27 per unit (June 30, 2017: Rs.0.47 per unit), Re.0.24 per unit (June 30, 2017: Rs.0.21 per unit) and Re.0.39 per unit (June 30, 2017: Rs.0.29 per unit) for Active Allocation Plan, Conservative Allocation Plan and Moderate Allocation Plan respectively.

8. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2017.

9. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Active Allocation Plan as at December 31, 2017 is 0.17% (December 31, 2016: 0.254%) which includes 0.045% (December 31, 2016: 0.047%) representing government levies on the plan such as federal excise duties and sales taxes, Workers' Welfare Fund, 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 a Fund of Fund.

The Total Expense Ratio (TER) of the Conservative Allocation Plan as at December 31, 2017 is 0.26% (December 31, 2016: 0.296%) which includes 0.046% (December 31, 2016: 0.047%) representing government levies on the plan such as federal excise duties and sales taxes, Workers' Welfare Fund, 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 a 'Fund of Fund'.

The Total Expense Ratio (TER) of the Moderate Allocation Plan as at December 31, 2017 is 0.18% (December 31, 2016: 0.241%) which includes 0.045% (December 31, 2016: 0.046%) representing government levies on the plan such as federal excise duties and sales taxes, Workers' Welfare Fund, 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 'Fund of Fund'.

10. 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% of the accounting income for the year as reduced by capital gains whether realised or unrealised is distributed to the unit holders as cash dividend. The management intends to distribute at least 90% of the allocation plan's net accounting income earned by the year end as cash dividend to the unit holders of the allocation plans. Accordingly, no provision in respect of taxation has been made in this condensed interim financial information.

11. 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.

12. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

12.1 Related parties / connected persons include Alfalah GHP Investment 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 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.

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

12.3 Remuneration to the Management Company and the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

12.4 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 information, are as follows:

12.5 Balances held as at period end

	December 31, 2017				June 30, 2017			
	(Un-audited)				(Audited)			
	Active Allocation Plan	Conservative Allocation Plan	Moderate Allocation Plan	Total	Active Allocation Plan	Conservative Allocation Plan	Moderate Allocation Plan	Total
	(Rupees)				(Rupees)			
Associated companies / undertakings								
Alfalah GHP Investment Management Limited - Management Company								
Remuneration of the Management Company	11,309	1,459	124	12,892	39,832	114,624	56,972	211,428
Sindh Sales tax on remuneration of the Management Company	1,722	903	1,534	4,159	5,419	16,328	8,930	30,677
Federal Excise duty on remuneration of the Management Company	5,557	6,924	10,873	23,354	5,557	6,924	10,873	23,354
Formation cost	-	-	-	-	-	-	-	-
Sales load	252,241	257,652	121,465	631,358	312,575	197,318	121,466	631,359
Accounting and operational charges	257,688	224,793	406,428	888,909	187,425	230,801	378,141	796,367
Bank Alfalah Limited								
Bank balances	1,367,212	714,019	277,213	2,358,444	4,290,284	4,223,347	19,235,055	27,748,686
Mark up receivable on bank deposits	51,461	531	3,555	55,547	-	-	1,012	1,012
Sales load	-	91,281	43,179	134,460	1,550,881	801,392	4,225,198	6,577,471
Central Depository Company of Pakistan Limited - Trustee								
Remuneration of the trustee	51,140	35,946	54,302	141,388	39,365	41,233	75,894	156,492
Sindh sales tax on remuneration of trustee	7,044	5,454	7,064	19,562	5,513	6,140	9,868	21,521

12.6 Transactions during the period

	Half year ended (Un-audited)				December 31, 2016			
	December 31, 2017		December 31, 2016		December 31, 2017		December 31, 2016	
	Active Allocation Plan	Conservative Allocation Plan	Moderate Allocation Plan	Total	Active Allocation Plan	Conservative Allocation Plan	Moderate Allocation Plan	Total
	(Rupees)				(Rupees)			
Associated Companies / Undertakings								
Alfalsh GHP Investment Management Limited - Management Company								
Remuneration of the Management Company	56,810	76,608	43,201	176,619	97,264	53,869	33,794	184,927
Sindh sales tax on remuneration of the Management Company	7,396	9,245	5,611	22,252	12,399	7,466	4,403	24,268
Federal excise duty on remuneration of the Management Company	-	-	-	-	-	-	-	-
Sales load paid during the period	110,504	37,293	39,437	187,234	-	-	131,808	131,808
Accounting and operational charges	257,688	224,793	406,428	888,909	114,077	146,420	169,487	429,984
Central Depository Company Limited - Trustee								
Remuneration of the trustee	257,691	224,794	406,430	888,915	115,421	152,035	169,350	436,806
Sindh sales tax on remuneration of the trustee	33,500	29,223	52,839	115,562	15,009	20,548	22,031	57,588
Bank Alfalah Limited								
Mark-up on bank deposits	380,371	121,062	241,853	743,286	418,298	526,850	562,491	1,507,639
Bank charges	4,460	25	25	4,510	-	-	-	-
Sales load paid during the period	769,394	181,689	853,475	1,804,558	104,038	997,707	1,592,359	2,694,104

12.7 Unit Holders' Fund

	Half year ended December 31, 2017 (Un-audited)					
	As at July 01, 2017	Issued for cash / conversion in / transfer in	As at December 31, 2017	As at July 01, 2017	Issued for cash / conversion in / transfer in	As at December 31, 2017
	Units			(Rupees)		
Active Allocation Plan:						
Associated companies / undertakings						
Bank Alfalah Limited - Employees Provident Fund*	528,437	-	528,437	62,050,711	-	55,580,052
Bank Alfalah Limited - Employees Gratuity Fund*	1,056,875	-	1,056,875	124,101,539	-	111,160,210
Unit holder holding 10% or more Units						
Mohammad Ishaq Dar	-	1,315,093	1,315,093	-	150,000,000	138,319,115
Conservative Allocation Plan:						
Unit holder holding 10% or more Units						
Jinnah Medical and Dental College (SMST)	489,316	-	489,316	53,794,912	-	53,178,912
Additional Registrar Judicial / Deputy Registrar Judicial	1,456,558	-	1,456,558	160,132,530	-	158,298,869
Medicare Pakistan (Private) Limited	450,762	-	450,762	49,556,324	-	48,988,859
Half year ended December 31, 2016 (Un-audited)						
	As at July 01, 2016	Issued for cash / conversion in / transfer in	As at December 31, 2016	As at July 01, 2016	Issued for cash / conversion in / transfer in	As at December 31, 2016
	Units			(Rupees)		
Active Allocation Plan:						
Associated companies / undertakings						
Alfalsh GHP Investment Management Limited	989,365	-	989,365	106,391,681	-	122,104,856
Bank Alfalah Limited - Employees Provident Fund	494,682	-	494,682	53,195,841	-	61,052,366
Unit holder holding 10% or more Units						
Pakistan State Oil Company Limited	249,081	-	249,081	26,784,993	-	30,740,929
Employees Provident Fund	-	-	-	-	-	-
Conservative Allocation Plan:						
Unit holder holding 10% or more Units						
Medicare Pakistan (Pvt.) Limited	437,289	-	437,289	46,147,756	-	48,873,299
ADDL Registrar (Judicial) / Deputy Registrar Judicial	-	1,404,625	1,404,625	-	150,000,000	156,986,930
Moderate Allocation Plan:						
Unit holder holding 10% or more Units						
Archroma Pakistan Limited - Employees Gratuity Fund	405,709	-	405,709	42,533,396	-	46,768,998

13. FAIR VALUE OF FINANCIAL INSTRUMENTS

IFRS 13 - Fair Value Measurement establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

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

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

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

As at December 31, 2017, the Fund held the following financial instruments measured at fair value:

	December 31, 2017			
	Level 1	Level 2	Level 3	Total
	(Rupees)			
ASSETS				
Financial assets classified as 'fair value through profit or loss'				
Investment in units of mutual funds				
Active Allocation Plan	-	514,405,725	-	514,405,725
Conservative Allocation Plan	-	413,454,835	-	413,454,835
Moderate Allocation Plan	-	655,728,496	-	655,728,496
	June 30, 2017			
	Level 1	Level 2	Level 3	Total
	(Rupees)			
Financial assets classified as 'fair value through profit or loss'				
Investment in units of mutual funds				
Active Allocation Plan	-	276,679,456	-	276,679,456
Conservative Allocation Plan	-	238,469,636	-	238,469,636
Moderate Allocation Plan	-	808,009,537	-	808,009,537

The carrying value of remaining financial assets and liabilities approximate to their fair value.

13.1 Valuation techniques used in determination of fair values within level 2

Fair values of investments in units of mutual funds are determined based on redemption prices disclosed at the Mutual Funds Association of Pakistan (MUFAP) as at the close of the business days.

14. GENERAL

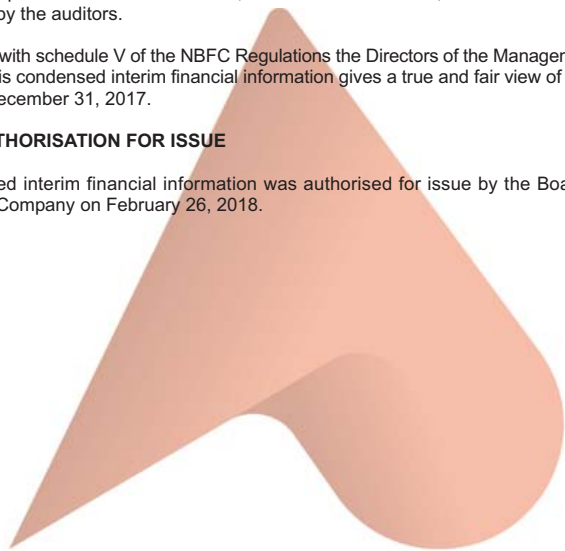
14.1 Figures have been rounded off to the nearest Rupee unless stated otherwise.

14.2 Figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2017 and December 31, 2016 have not been subject to limited scope review by the auditors.

14.3 In compliance with schedule V of the NBFC Regulations the Directors of the Management Company, hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2017.

15. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on February 26, 2018.



**For Alfalah GHP Investment Management Limited
(Management Company)**

Chief Executive Officer

Chief Financial Officer

Director



**Alfalah
GHP Islamic Prosperity
Planning Fund**

FUND INFORMATION

Management Company:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Board of Directors of the Management Company:	Ms. Maheen Rahman Syed Ali Sultan Mr. Hanspeter Beier Mr. Muhammad Tauqir Zafar Mr. Abid Naqvi Mr. Tufail Jawed Ahmad Mr. Adeel Bajwa
Audit Committee:	Mr. Abid Naqvi Syed Ali Sultan Mr. Muhammad Tauqeer Zafar
HR Committee:	Syed Ali Sultan Mr. Tufail Jawed Ahmed Ms. Maheen Rahman Mr. Adeel Bajwa
Risk Committee:	Mr. Tufail Jawed Ahmad Syed Ali Sultan Mr. Muhammad Tauqeer Zafar Ms. Maheen Rahman
Chief Operating Officer and Company Secretary :	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Syed Hyder Raza Zaidi
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:	Ahmed & Qazi Advocates & Legal Consultants 402,403,404,417 Clifton Centre, Clifton, Karachi
Shariah Advisor:	Bank Islami Pakistan Limited 11th Floor, Dolmen Executive Towers, Marine Drive, Clifton, Block-4, Karachi
Registrar:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, 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) 34326020 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



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 GHP Investment 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, 2017 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; and
- (iii) 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.

Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 20, 2018



**AUDITORS' REPORT TO THE PARTICIPANTS OF FUND ON
REVIEW OF INTERIM FINANCIAL INFORMATION**

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, 2017 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' funds and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial information'), for the half year ended December 31, 2017. The Management Company (Alfalah GHP Investment Management Limited) is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2017 and December 31, 2016 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2017.

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 interim financial information 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 information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

**A.F. Ferguson & Co.
Chartered Accountants**

Engagement Partner: Shaikh Ahmed Salman

Date: 26 February, 2018

Karachi

ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND
INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2017

	As at December 31, 2017 (Un-audited)			As at June 30, 2017 (Audited)		
	Active Allocation Plan	Balanced Allocation Plan	Total	Active Allocation Plan	Balanced Allocation Plan	Total
Assets						
4 Balances with banks	2,444,575	3,908,682	12,604,268	98,071,822	2,133,709,150	320,844,902
5 Investments	1,411,242,357	2,263,775,910	1,866,412,331	1,648,821,364	1,417,136,264	1,999,348,351
6 Deferred formation cost	1,038,580	199,761	-	2,225,748	229,017	796,531,904
Profit receivable on balances with banks	67,859	163,648	1,930,341	1,855,022	5,260,562	-
Prepayments and other receivable	1,028	207,551	677,962	1,855,022	207,550	1,093,869
Total assets	1,414,794,389	2,268,255,552	1,879,694,561	1,750,973,956	3,556,542,543	2,121,068,347
Liabilities						
7 Payable to the Management Company	1,063,996	1,690,144	1,009,979	1,399,593	3,116,468	1,241,582
Payable to the Trustees	155,386	204,485	178,783	356,882	687,438	200,344
Annual Fee payable to the Securities and Exchange Commission of Pakistan	595,211	1,133,213	781,375	1,277,598	2,167,309	1,055,977
Accrued expenses and other liabilities	7,743,012	7,246,670	3,396,126	19,724,629	19,779,504	19,882,945
Payable to unit holders	9,547,615	10,273,572	5,318,263	22,756,632	7,461,700	19,555,787
Total liabilities	14,052,461	2,247,982,000	1,874,376,296	17,287,15,324	33,212,419	22,330,956
NET ASSETS	1,405,246,784	2,247,982,000	1,874,376,296	1,728,715,324	3,523,330,124	2,098,737,391
UNIT HOLDERS' FUND (as per statement attached)	1,405,246,784	2,247,982,000	1,874,376,296	1,728,715,324	3,523,330,124	2,098,737,391
NUMBER OF UNITS IN ISSUE	14,537,085	21,743,048	20,467,881	16,225,041	33,588,257	20,813,100
NET ASSET VALUE PER UNIT	96.6683	103.3885	91.5765	106.5153	104.8977	100.8383

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

For Alfalah GHP Investment 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, 2017**

	Half year ended December 31, 2017				Half year ended December 31, 2016				From August 29, 2016 to December 31, 2016			
	Active Allocation Plan		Active Allocation Plan II		Active Allocation Plan		Active Allocation Plan II		Active Allocation Plan		Active Allocation Plan II	
	Balance	Allocation	Balance	Allocation	Balance	Allocation	Balance	Allocation	Balance	Allocation	Balance	Allocation
Income												
Profit on balances with banks	2,178,168	6,419,595	3,041,897	2,483,485	1,487,546	8,147,150	5,861,203	15,985,859				
(Loss) / gain on sale of investments - net	(111,932,765)	(57,675,530)	(129,981,045)	(35,861,685)	19,548,226	2,006,233	2,889,197	24,543,656				
Unrealised (loss) / gain on revaluation of investments classified as 'at fair value through profit or loss - held-for-trading' - net	2,455,621	-	725,709	267,123	1,348,165	-	-	1,348,165				
Total income	(47,145,769)	6,234,494	(61,954,927)	(20,315,579)	183,314,285	138,794,934	117,893,510	450,092,679				
	(154,444,744)	(45,027,437)	(188,168,366)	(53,446,655)	(441,081,202)	215,699,202	148,949,287	126,533,910				
Expenses												
Remuneration of the Management Company	429,660	1,079,615	649,334	681,491	142,423	1,013,141	738,489	1,895,033				
Sindh Sales tax on remuneration of the Management Company	55,897	140,336	94,412	88,437	18,515	131,707	96,132	246,394				
Allocated expenses	762,415	1,565,476	975,192	530,058	816,515	1,315,555	286,656	2,246,743				
Remuneration of the Trustee	731,268	1,274,688	976,081	523,040	603,872	1,315,550	357,175	2,292,547				
Sindh Sales tax on remuneration of the Trustee	85,062	165,713	113,694	68,238	104,305	448,797	45,459	288,727				
Annual fee to the Securities and Exchange Commission of Pakistan	1,167,169	1,139,256	731,400	397,546	2,447,470	1,187,181	221,526	1,916,428				
Acquisition of deferred formation cost	1,167,169	1,139,256	731,400	397,546	2,447,470	1,187,181	221,526	1,916,428				
Share subscription fee	34,040	69,368	125,174	74,904	1,937,181	109,586	25,194	197,181				
Annual listing fee	4,541	11,592	6,840	2,573	168,488	41,185	27,754	141,265				
Annual rating fee	15,456	31,464	18,768	9,752	25,546	12,055	4,635	23,595				
Printing charges	7,729	15,824	9,394	4,988	37,904	18,862	16,776	68,372				
Bank charges	6,793	24,756	4,619	5,090	41,258	5,063	3,660	64,364				
Total expenses	3,956,730	5,586,390	3,636,465	2,409,829	3,837,156	4,894,755	1,856,038	10,367,949				
Net (loss) / income for the period from operating activities	(158,431,474)	(50,607,827)	(191,304,832)	(55,856,484)	211,861,046	144,253,532	124,677,872	480,792,450				
Element of (loss) / income and capital (losses) / gains included in prices of units sold less those in units redeemed - net					(2,801,741)	16,791,527		14,189,786				
Net (loss) / income for the period before taxation	(158,431,474)	(50,607,827)	(191,304,832)	(55,856,484)	(2,801,741)	16,791,527		494,982,236				
Taxation					209,259,305	16,045,059	124,677,872					
Net (loss) / income for the period after taxation	(158,431,474)	(50,607,827)	(191,304,832)	(55,856,484)	(486,700,617)	209,259,305	124,677,872	494,982,236				
Allocation of net income for the period												
Net (loss) / income for the period after taxation	(158,431,474)	(50,607,827)	(191,304,832)	(55,856,484)	(486,700,617)	209,259,305	124,677,872	494,982,236				
Income already paid on units redeemed												
Accounting income available for distribution carried to distribution account												
- Relating to capital gains												
- Excluding capital gains												

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

For Alfalah GHP Investment 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, 2017**

	For the Quarter ended December 31, 2017		For the Quarter ended December 31, 2016		From August 23, 2016 to December 31, 2016		Total
	Active Allocation Plan	Balance Allocation Plan II	Active Allocation Plan III	Balance Allocation Plan	Active Allocation Plan II	Balance Allocation Plan I	
	(Rupees)		(Rupees)		(Rupees)		
Income	620,928	1,183,945	633,693	4,205,130	179,816	3,397,943	9,128,962
Profit on balances with banks	(89,825,169)	(51,211,361)	(12,847,243)	(258,109,265)	19,191,354	2,898,197	22,180,551
(Loss) / gain on sale of investments - net	2,261,675	184,793	242,957	2,669,418	1,346,883	-	1,346,883
Other income	63,970,464	47,274,332	72,537,813	190,138,377	169,164,896	177,993,510	404,345,466
Unrealised gain on revaluation of investments classified as at fair value through profit or loss - held-for-trading - net	(2,972,159)	(2,173,465)	(6,353,828)	(6,109,676)	169,862,949	120,967,003	120,967,003
Total income	114,761	324,155	309,177	898,812	27,964	552,964	1,320,397
Expenses	14,919	42,135	40,199	129,845	3,633	71,853	171,648
Remuneration of the Management Company	372,343	657,695	261,056	1,764,235	412,462	861,227	298,656
Allocated expenses	342,272	556,212	258,807	1,575,237	412,463	861,231	1,430,869
Remuneration of the Trustee	44,493	72,307	54,335	204,784	53,623	85,936	186,014
Sindh Sales Tax on remuneration of the Trustee	278,493	491,949	354,931	1,957,92	308,495	494,559	1,030,580
Annual fee to the Securities and Exchange Commission of Pakistan	59,524	93,881	59,524	200,701	59,524	93,881	183,722
Amortisation of deferred formation cost	17,020	34,694	10,856	203,244	41,185	44,375	113,314
Share subscription fee	1,694	5,796	733	11,643	1,593	6,028	12,246
Annual listing fee	7,728	15,732	4,876	37,720	18,720	32,876	68,372
Annual rating fee	3,864	7,812	2,484	18,962	2,946	16,438	32,010
Printing charges	2,845	11,244	3,065	20,151	5,038	2,418	3,660
Bank charges	1,819,894	2,298,798	1,719,015	7,004,609	1,912,267	2,675,546	1,856,038
Total expenses	(24,791,743)	(4,460,253)	(6,795,987)	(68,102,949)	(87,970,682)	(17,906,467)	(30,555,011)
Net (loss) / income for the period from operating activities	(24,791,743)	(4,460,253)	(6,795,987)	(68,102,949)	(87,970,682)	(17,906,467)	(30,555,011)
Element of (loss) / income and capital (losses) / gains included in prices of units sold less those in units redeemed - net	(24,791,743)	(4,460,253)	(6,795,987)	(68,102,949)	(87,970,682)	(17,906,467)	(30,555,011)
Net (loss) / income for the period before taxation	(24,791,743)	(4,460,253)	(6,795,987)	(68,102,949)	(87,970,682)	(17,906,467)	(30,555,011)
Taxation	(24,791,743)	(4,460,253)	(6,795,987)	(68,102,949)	(87,970,682)	(17,906,467)	(30,555,011)
Net (loss) / income for the period after taxation	(24,791,743)	(4,460,253)	(6,795,987)	(68,102,949)	(87,970,682)	(17,906,467)	(30,555,011)
Allocation of net income for the period	(24,791,743)	(4,460,253)	(6,795,987)	(68,102,949)	(87,970,682)	(17,906,467)	(30,555,011)
Net (loss) / income for the period after taxation	(24,791,743)	(4,460,253)	(6,795,987)	(68,102,949)	(87,970,682)	(17,906,467)	(30,555,011)
Income already paid on units redeemed	-	-	-	-	-	-	-
Accounting income available for distribution carried to distribution account	(24,791,743)	(4,460,253)	(6,795,987)	(68,102,949)	(87,970,682)	(17,906,467)	(30,555,011)
- Relating to capital gains	-	-	-	-	-	-	-
- Excluding capital gains	-	-	-	-	-	-	-

Note

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

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND
INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017**

	Half year ended December 31, 2017			Half year ended December 31, 2016		From August 29, 2016 to December 31, 2016			
	Active Allocation Plan	Balanced Allocation Plan	Active Allocation Plan III	Total	Active Allocation Plan	Balanced Allocation Plan	Active Allocation Plan II	Total	
	(Rupees)				(Rupees)			(Rupees)	
Net (loss) / income for the period after taxation	(158,431,474)	(50,607,827)	(191,804,832)	(55,856,484)	(456,700,617)	209,259,305	161,045,059	124,677,872	494,982,236
Other comprehensive income	-	-	-	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	<u>(158,431,474)</u>	<u>(50,607,827)</u>	<u>(191,804,832)</u>	<u>(55,856,484)</u>	<u>(456,700,617)</u>	<u>209,259,305</u>	<u>161,045,059</u>	<u>124,677,872</u>	<u>494,982,236</u>

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

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND
INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017**

	Quarter ended December 31, 2017			Quarter ended December 31, 2016		
	Active Allocation Plan	Active Allocation Plan II	Active Allocation Plan III	Balanced Allocation Plan	Active Allocation Plan	Total
Net (loss) / income for the period after taxation	(24,791,743)	(4,460,253)	(32,054,966)	(6,795,987)	184,459,181	124,677,872
Other comprehensive income	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	(24,791,743)	(4,460,253)	(32,054,966)	(6,795,987)	184,459,181	124,677,872

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

For Alfalah GHP Investment 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, 2017

	Alfa Al-Falah Bin Halayem December 31, 2017		Alfa Al-Falah Bin Halayem December 31, 2017		Alfa Al-Falah Bin Halayem December 31, 2017		Alfa Al-Falah Bin Halayem December 31, 2017	
	Capital Value	Unredeemed Investment Income (Net)	Capital Value	Unredeemed Investment Income (Net)	Capital Value	Unredeemed Investment Income (Net)	Capital Value	Unredeemed Investment Income (Net)
162,264,595	162,264,595	3,389,968,402	2,013,939,889	3,389,968,402	2,013,939,889	1,107,752,912	3,389,968,402	
-	23,653,987	33,263,812	34,683,482	33,263,812	34,683,482	(70,930)	33,263,812	
-	7,671,722	2,047,910	2,047,910	2,047,910	(7,294,882)	(3,400,366)	2,047,910	
162,264,595	162,264,595	3,389,968,402	2,013,939,889	3,389,968,402	2,013,939,889	1,107,752,912	3,389,968,402	
50,786	50,786	564,762,673	564,762,673	564,762,673	564,762,673	-	564,762,673	
2,271	2,271	2,152,584	2,152,584	2,152,584	2,152,584	-	2,152,584	
50,015	50,015	566,915,257	566,915,257	566,915,257	566,915,257	-	566,915,257	
1,987,937	1,987,937	1,309,952,014	1,309,952,014	1,309,952,014	1,309,952,014	1,272,914	1,309,952,014	
152,230,307	152,230,307	1,047,339,161	1,047,339,161	1,047,339,161	1,047,339,161	6,881,847	1,047,339,161	
84,647,138	84,647,138	1,394,471,175	1,394,471,175	1,394,471,175	1,394,471,175	10,844,033	1,394,471,175	
-	(154,613,474)	(3,007,627)	(3,007,627)	(3,007,627)	(3,007,627)	-	(3,007,627)	
-	(154,613,474)	(3,007,627)	(3,007,627)	(3,007,627)	(3,007,627)	-	(3,007,627)	
1,831,744	1,831,744	2,342,263,148	2,342,263,148	2,342,263,148	2,342,263,148	10,844,033	2,342,263,148	
-	(5,246,867)	107,491,401	107,491,401	107,491,401	107,491,401	(817,290)	107,491,401	
-	67,145,780	624,484	624,484	624,484	624,484	(2,015,578)	67,145,780	
-	67,145,780	626,730,885	626,730,885	626,730,885	626,730,885	(1,398,094)	626,730,885	

- Capital value
 - Unredeemed investment income (net)
 - Redeemed
 - Unredeemed
 Net assets at beginning of the period
 (Alfa Al-Falah Bin Halayem) (Rs. 165,515,595 per unit (December 31, 2016) Rs. 144,994,990 unit)
 (Balanced Allocation Plan) (Rs. 104,487 per unit (December 31, 2016) Rs. 100,027 per unit)
 (Alfa Al-Falah Bin Halayem) (Rs. 102,853 per unit (December 31, 2016) Rs. 100,027 per unit)
 (Alfa Al-Falah Bin Halayem) (Rs. 88,882 per unit (December 31, 2016) Rs. 100,027 per unit)

Issue of units: 55,046 units (Alfa Al-Falah Bin Halayem) 5,231,014 units (Balanced Allocation Plan) (1 unit (Alfa Al-Falah Bin Halayem)) (1 unit (Balanced Allocation Plan))
 - Capital value of net assets at the beginning of the period
 - Earnings of income
 Total proceeds from issuance of units
 (188,326 units (Alfa Al-Falah Bin Halayem), 1,073,321 units (Balanced Allocation Plan), 95,729 units (Alfa Al-Falah Bin Halayem))
 113,077 units (Alfa Al-Falah Bin Halayem)
 - Capital value of net assets at the beginning of the period
 - Earnings of income
 Total payments on redemption of units
 Total comprehensive loss for the period
 Distribution during the period
 Net loss for the period less distribution
 Net assets at end of the period
 Unredeemed income earned forward
 - Redeemed
 - Unredeemed

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

For Alfaiah GHP Investment Management Limited
 (Management Company)

 Chief Executive Officer

 Chief Financial Officer

 Director

**ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND
INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND
FOR THE HALF YEAR ENDED DECEMBER 31, 2017**

	Active Allocation Plan Half year ended December 31, 2016 ----- (Rupees) -----	Balanced Allocation Plan Half year ended December 31, 2016 ----- (Rupees) -----	Active Allocation Plan II From August 29, 2016 to December 31, 2016 ----- (Rupees) -----	Total
Net assets at beginning of the period	1,543,039,962	2,119,029,985	-	3,662,069,947
Issue of units: 622,638 units (Active Allocation Plan), 18,930,166 units (Balanced Allocation Plan), 20,893,125 units (Active Allocation Plan II)	62,851,246	1,939,481,538	2,089,312,489	4,091,445,273
Redemption of units: 693,039 units (Active Allocation Plan), 10,855,795 units (Balanced Allocation Plan), Nil (Active Allocation Plan II)	(62,318,322) 1,543,372,886	(1,115,013,134) 2,943,497,989	-	(1,177,331,456) 6,576,183,364
Element of income / (loss) and capital gains / (losses) included in prices of units sold less those in units redeemed - net	2,601,741	(16,791,527)	-	(14,189,786)
Element of income and capital gains included in prices of units sold less those in units redeemed transferred to distribution statement - net	25,597 2,627,338	(198,754) (16,990,281)	-	(173,157) (14,362,943)
Other income (net of expenses) for the year	(3,603,186)	20,243,922	3,705,165	20,345,901
Capital gain on sale of investments - net	19,548,226	2,006,233	2,989,197	24,543,656
Net unrealised appreciation on remeasurement of investments classified as financial assets at fair value through profit or loss - net	193,314,265	138,794,904	117,983,510	450,092,679
Total comprehensive income for the period	209,259,305	161,046,059	124,677,872	494,982,236
Net element of income and capital gains included in the prices of units issued less those in units redeemed - distribution statement	(25,597)	198,754	-	173,157
Net assets at end of the period	1,755,233,932	3,087,751,521	2,273,990,361	7,056,975,814

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

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND
INTERIM STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED DECEMBER 31, 2017**

	Half year ended December 31, 2017			Half year ended December 31, 2016			From August 23, 2016 to December 31, 2016		
	Active Allocation Plan II		Active Allocation Plan III	Active Allocation Plan		Active Allocation Plan	Active Allocation Plan II		Active Allocation Plan II
	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)	
CASH FLOWS FROM OPERATING ACTIVITIES									
Net (loss) / income for the period before taxation	(158,431,474)	(50,607,827)	(91,804,832)	(55,856,484)	(456,706,617)	209,259,305	161,045,059	124,677,872	494,882,236
Adjustments for:									
Amortisation of deferred formation cost									
Unrealised loss / (gain) on revaluation of investments classified as 'at fair value through profit or loss' - held-for-trading - net	1,187,168	29,256	-	-	1,216,424	1,187,168	29,256	-	1,216,424
Element of (income) / loss and capital (gains) / losses included in prices of units sold less those in units redeemed - net	47,145,768	(6,234,484)	61,954,927	20,315,578	123,181,779	(193,314,265)	(138,794,904)	(117,963,510)	(450,092,679)
Decrease / (increase) in assets									
Investments - net	(110,088,538)	(56,813,085)	(129,849,305)	(35,540,906)	(332,302,414)	2,601,741	(1,167,915,527)	-	(14,188,785)
Prepayment	190,433,238	(830,405,152)	70,981,033	(249,138,307)	(813,129,127)	(1,489,548,229)	(2,873,006,227)	(2,092,989,198)	(6,455,543,645)
Profit receivable on balances with banks	1,787,163	5,066,913	412,843	(675)	(1,703)	1,828,665	(851,638)	(553,237)	703,791
(Decrease) / increase in liabilities									
Payable to the Management Company	(335,587,324)	(1,426,324)	(231,513)	262,534	(1,740,990)	(5,850,540)	112,269	300,105	(5,438,190)
Payable to the Trustee	(201,436)	(483,953)	(21,761)	91,408	(615,742)	97,997	234,553	209,070	541,620
Payable to the Securities and Exchange Commission of Pakistan	(692,377)	(1,034,096)	(324,512)	377,171	(67,808,382)	548,508	805,355	227,526	1,581,389
Accrued expenses and other liabilities	(11,981,617)	(19,994,534)	(16,434,519)	(19,397,412)	(67,808,382)	(16,641,231)	1,797,481	29,661,270	14,817,520
Payable to unit holders	(13,211,017)	(22,938,907)	(17,012,895)	(18,634,211)	(71,798,830)	(21,845,270)	2,948,638	30,397,971	11,602,339
Net cash generated from / (used in) operating activities	65,909,619	(905,060,211)	(75,488,664)	(302,271,420)	(1,213,889,476)	(1,490,030,881)	(2,884,350,337)	(2,056,480,102)	(6,411,421,320)
CASH FLOWS FROM FINANCING ACTIVITIES									
Proceeds from issuance of units (including units issued to Pre-Private equity agencies during interest before initial period)	90,073	555,739,478	-	-	555,822,551	62,651,246	1,939,481,539	2,089,312,489	4,091,445,273
Partly paid-up units	(64,627,130)	(1,224,472,735)	(32,576,259)	(10,884,933)	(1,988,361,066)	(62,318,322)	(1,115,013,134)	(1,177,331,456)	(1,177,331,456)
Partly paid-up units of units	(64,537,066)	(1,224,740,257)	(32,576,259)	(10,884,933)	(1,432,538,515)	332,924	(824,468,404)	2,089,312,489	2,914,113,177
Net (decrease) / increase in cash and cash equivalents during the period	(65,627,247)	(1,224,800,488)	(108,044,823)	(312,856,353)	(2,646,428,861)	(1,489,687,957)	(2,040,461,933)	(32,852,387)	(3,497,307,503)
Cash and cash equivalents at beginning of the period	98,071,822	2,133,709,150	120,649,191	320,844,902	2,673,275,065	1,494,594,358	2,050,961,761	-	3,545,556,119
Cash and cash equivalents at end of the period	32,444,575	3,909,892	12,604,268	7,988,549	26,846,074	4,806,401	10,489,828	32,852,387	48,248,616

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

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

1. LEGAL STATUS AND NATURE OF BUSINESS

Alfalah GHP Islamic Prosperity Planning Fund (the Fund) is an open-ended Fund constituted under a trust deed entered into on March 15, 2016 between Alfalah GHP Investment Management Limited (Management Company), a company incorporated under the Companies Ordinance, 1984 and Central Depository Company of Pakistan Limited (CDC) as the Trustee, also incorporated under the Companies Ordinance, 1984. The Fund was registered by the Securities and Exchange Commission of Pakistan (SECP) as a Notified Entity under Regulation 44 of the Non Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) vide its letter No. SCD/AMCW/AGIML/437/2016 dated April 25, 2016 and the Offering Document of the Fund was approved by SECP under Regulation 54 of the NBFC Regulations, vide its letter No. SCD/AMCW/AGIPPF/449/2016 dated May 02, 2016.

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 8-B, 8th floor, Executive tower, Dolmen city, Block 4, Clifton, Karachi.

The Fund is categorised as a 'Fund of Fund 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.

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 following allocation plans:

- a. Alfalah GHP Active Allocation Plan (AAP) : The initial maturity of plan is two (2) years from the close of subscription period.
- b. Alfalah GHP Balanced Allocation Plan (BAP) is perpetual
- c. Alfalah GHP Active Allocation Plan II (AAP II) : The initial maturity of plan is two (2) years from the close of subscription period.
- d. Alfalah GHP Active Allocation Plan III (AAP III) : The initial maturity of plan is two (2) years from the close of subscription period.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of AM2+ (stable outlook) to the Management Company on December 22, 2017.

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. STATEMENT OF COMPLIANCE

This condensed interim financial information has been prepared in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the SECP. Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does 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, 2017.

This condensed interim financial information is unaudited. However, a limited scope review has been performed by the statutory auditors in accordance with the requirements of the Code of Corporate Governance.

In compliance with schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2017.

3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES AND JUDGMENTS AND CHANGES THEREIN

- 3.1** The accounting policies adopted and the methods of computation of balances used in the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2017 except for changes in accounting policy as explained in note 3.2.
- 3.2** The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated August 3, 2017 has made certain amendments in the NBFC Regulations. The notification includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. Furthermore, the revised regulations also require certain additional disclosures with respect to 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', whereas disclosure with respect to 'Distribution Statement' has been deleted in the revised regulations.

Previously, an equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' was created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption. The net element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed to the extent that is represented by distributable income earned during the period is recognised in the income statement and the element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed represented by distributable income carried forward from prior periods is included in the distribution statement.

As required by IAS 8: 'Accounting Policies, Changes in Accounting Estimates and Errors', a change in accounting policy requires retrospective application as if that policy had always been applied. However, the Management Company has applied the above changes in accounting policy, including the additional disclosure requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', prospectively from July 1, 2017 based on the clarification issued by the SECP. Accordingly, corresponding figures have not been restated. The 'Distribution Statement' for the comparative period has not been presented as it has been deleted as a result of the amendments made in the NBFC Regulations through the aforementioned SRO issued by the SECP.

Had the element of income been recognised as per the previous accounting policy, the loss of the Fund would have been lower by Rs 28.13 million net off charge for SWWF in respect of element of income with no effect on the NAV per unit of the Fund. However, the change in accounting policy does not have any impact on the 'Cash Flow Statement', the 'net assets attributable to the unit holders' and 'net asset value per unit' as shown in the 'Statement of Assets and Liabilities' and 'Statement of Movement in Unit Holders' Fund'. The change has resulted in inclusion of certain additional disclosures / new presentation requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund which have been incorporated in these statements.

- 3.3** The preparation of this condensed interim financial information in conformity with the approved accounting 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 to the financial statements of the Fund as at and for the year ended June 30, 2017.

The financial risk management objectives and policies are consistent with those disclosed in the audited annual published financial statements of the Fund for the year ended June 30, 2017.

3.4 Amendments to published approved accounting standards that are effective in the current period

There are certain amendments to the approved accounting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2017. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in this condensed interim financial information.

3.5 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

During the current period the SECP has adopted IFRS 9: 'Financial Instruments' and IFRS 15: 'Revenue from Customers', which are applicable with effect from July 1, 2018. The management is currently assessing the impacts of these standards on the Fund's future financial statements. There are certain other new standards, interpretations and amendments to the approved accounting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2018. However, these are not expected to have any significant impacts on the Fund's operations and are, therefore, not detailed in this condensed interim financial information.

	Note	December 31, 2017					June 30, 2017				
		Active Allocation Plan	Balanced Allocation Plan	Active Allocation Plan II (Un-audited)	Active Allocation Plan III	Total	Active Allocation Plan	Balanced Allocation Plan	Active Allocation Plan II (Audited)	Active Allocation Plan III	Total
4. BALANCES WITH BANKS											
In saving accounts	4.1	2,444,575	3,908,682	12,604,268	7,888,549	26,846,074	98,071,822	2,133,709,150	120,649,191	320,844,902	2,673,275,065

4.1 These accounts carry profit at rates ranging from 5.30% to 6.00% (June 30, 2017: 4.00% to 6.60%) per annum. Balances in these accounts includes Rs. 5.791 million (June 30, 2017: Rs.591.02 million) which is maintained with Bank Alfalah Limited - Islamic Division (a related party).

	Note	December 31, 2017					June 30, 2017				
		Active Allocation Plan	Balanced Allocation Plan	Active Allocation Plan II (Un-audited)	Active Allocation Plan III	Total	Active Allocation Plan	Balanced Allocation Plan	Active Allocation Plan II (Audited)	Active Allocation Plan III	Total
5. INVESTMENTS											
At fair value through profit or loss - held-for-trading											
Units of Mutual Funds - open ended	5.1	1,411,242,357	2,253,775,910	1,866,412,331	1,025,354,633	6,556,785,231	1,648,821,364	1,417,136,264	1,999,346,351	796,531,904	5,861,837,883

5.1 Units of Mutual Funds - open ended

Active Allocation Plan

Particulars	As at July 1, 2017	Purchased during the period	Sold during the period	As at December 31, 2017	Carrying amount as at December 31, 2017	Market value as at December 31, 2017	Unrealized Gain / (loss)	Market value as a percentage of net assets of the fund	Market value as a percentage of total market value of investments
Alfalah GHP Islamic Income Fund *	3,971,006	3,988,128	355,226	7,603,910	771,943,948	785,280,980	13,337,032	55.88%	55.64%
Alfalah GHP Islamic Stock Fund *	16,722,143	-	11,538,550	5,183,593	377,484,301	317,215,179	(60,269,122)	22.57%	22.49%
Alfalah GHP Islamic Dedicated Equity Fund *	299,971	3,697,655	261,205	3,736,418	308,959,876	308,746,198	(213,678)	21.97%	21.88%
Total as per December 31, 2017	20,993,120	7,685,783	12,154,981	16,223,921	1,458,388,125	1,411,242,357	(47,145,768)		
Total as per June 30, 2017	1,096,276	31,628,818	11,731,972	20,993,122	1,571,844,152	1,648,821,364	76,977,212		

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

Balanced Allocation Plan

Particulars	As at July 1, 2017	Purchased during the period	Sold during the period	As at December 31, 2017	Carrying amount as at December 31, 2017	Market value as at December 31, 2017	Unrealized Gain / (loss)	Market value as a percentage of net assets of the fund	Market value as a percentage of total market value of investments
Alfalah GHP Islamic Income Fund *	7,908,592	18,884,763	8,214,287	18,579,068	1,881,215,339	1,918,721,647	37,506,308	85.35%	85.13%
Alfalah GHP Islamic Stock Fund *	8,133,310	-	5,909,240	2,224,070	161,963,249	136,104,206	(25,859,043)	6.05%	6.04%
Alfalah GHP Islamic Dedicated Equity Fund *	249,971	2,420,820	263,116	2,407,675	204,362,828	198,950,657	(5,412,171)	8.85%	8.83%
Total as per December 31, 2017	16,291,873	21,305,583	14,386,643	23,210,813	2,247,541,416	2,253,751,510	6,209,094		
Total as per June 30, 2017	1,096,277	56,391,505	41,195,909	16,291,873	1,398,669,043	1,417,136,264	18,467,221		

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

Active Allocation Plan II

Particulars	As at July 1, 2017	Purchased during the period	Sold during the period	As at December 31, 2017	Carrying amount as at December 31, 2017	Market value as at December 31, 2017	Unrealised Gain / (loss)	Market value as a percentage of net assets of the fund	Market value as a percentage of total market value of investments
	(No. of Units)			(Rupees)					
Alfalah GHP Islamic Income Fund *	4,993,412	5,455,167	-	10,448,579	1,062,009,520	1,079,059,271	17,049,751	57.57%	57.81%
Alfalah GHP Islamic Stock Fund *	19,981,188	-	13,251,953	6,729,235	490,042,413	411,802,270	(78,240,143)	21.57%	22.06%
Alfalah GHP Islamic Dedicated Equity Fund *	400,000	4,461,700	315,819	4,544,881	376,315,325	375,550,790	(764,535)	20.04%	20.12%
Total as per December 31, 2017	25,374,600	9,916,867	13,568,772	21,722,695	1,928,367,258	1,866,412,331	(61,954,927)		
Total as per June 30, 2017	-	37,495,336	12,120,736	25,374,600	2,016,564,443	1,999,348,351	(17,216,092)		

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

Active Allocation Plan III

Particulars	As at July 1, 2017	Purchased during the period	Sold during the period	As at December 31, 2017	Carrying amount as at December 31, 2017	Market value as at December 31, 2017	Unrealised Gain / (loss)	Market value as a percentage of net assets of the fund	Market value as a percentage of total market value of investments
	(No. of Units)			(Rupees)					
Alfalah GHP Islamic Income Fund *	1,977,148	6,675,928	1,198,971	7,454,105	757,147,944	769,810,013	12,662,069	74.59%	75.08%
Alfalah GHP Islamic Dedicated Equity Fund *	6,156,018	1,420,170	4,483,611	3,092,577	288,522,267	255,544,620	(32,977,647)	24.76%	24.92%
Total as per December 31, 2017	8,133,166	8,096,098	5,682,582	10,546,682	1,045,670,211	1,025,354,633	(20,315,578)		
Total as per June 30, 2017	-	8,133,166	-	8,133,166	800,000,000	796,531,904	(3,468,096)		

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

5.2 Unrealised (loss) / gain on revaluation of investments classified as 'at fair value through profit or loss' - held-for-trading - net

	December 31, 2017					June 30, 2017				
	Active Allocation Plan	Balanced Allocation Plan	Active Allocation Plan II (Un-audited)	Active Allocation Plan III	Total	Active Allocation Plan	Balanced Allocation Plan	Active Allocation Plan II (Audited)	Active Allocation Plan III	Total
Market value of investments	1,411,242,357	2,253,775,910	1,866,412,331	1,025,354,633	6,556,785,231	1,648,821,364	1,417,136,264	1,999,348,351	796,531,904	5,861,837,883
Less: carrying value of investments	(1,458,388,125)	(2,247,541,416)	(1,928,367,258)	(1,045,670,211)	(6,679,967,010)	(1,571,844,152)	(1,388,669,043)	(2,016,564,443)	(800,000,000)	(5,787,077,638)
	(47,145,768)	6,234,494	(61,954,927)	(20,315,578)	(123,181,779)	76,977,212	18,467,221	(17,216,092)	(3,468,096)	74,760,245

6. DEFERRED FORMATION COST

This represents expenses incurred on the formation of the Fund. The offering document of the Fund, approved by the Securities and Exchange Commission of Pakistan, permits the deferral of the cost over a period not exceeding five years. Accordingly the said expenses are being amortised over a period of five years effective from June 11, 2016, i.e. after the end of initial period of the Fund. Formation cost is divided amongst the allocation plans according to the ratios of their Pre-IPO investments.

7. PAYABLE TO THE MANAGEMENT COMPANY

Note	December 31, 2017					June 30, 2017				
	Active Allocation Plan	Balanced Allocation Plan	Active Allocation Plan II	Active Allocation Plan III	Total	Active Allocation Plan	Balanced Allocation Plan	Active Allocation Plan II	Active Allocation Plan III	Total
	(Rupees)									
Management remuneration payable	7.1	502	48,270	30,786	20,613	100,171	201,208	1,080,235	121,348	1,203,328
Sindh sales tax payable on management remuneration	7.2	11,799	17,937	4,001	2,523	36,260	37,891	152,088	15,776	221,425
Federal excise duty payable on management remuneration	7.3	83,821	83,234	-	-	167,055	83,821	83,234	-	167,055
Allocated expenses payable	7.4	782,418	1,506,483	975,192	530,057	3,793,150	891,208	1,765,691	1,104,468	3,788,533
Sales lead payable		185,456	35,220	-	-	220,676	185,456	35,220	-	220,676
		1,063,996	1,690,144	1,009,979	653,193	4,317,312	1,399,583	3,116,468	1,241,592	6,058,302

7.1 The Management company has charged remuneration at a rate of 1.5% of 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, Sindh Sales Tax on management remuneration has been charged at the rate of 13% (June 30, 2017, 13%).

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

On September 4, 2013, a Constitutional Petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 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.

With effect from July 1, 2017, 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, 2017.

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 till June 30, 2016 amounting to Rs 83,821 and 83,233 of Active Allocation Plan and Balanced Allocation Plan respectively (June 30, 2017: 83,821 and 83,233 of Active Allocation Plan and Balanced Allocation Plan respectively) is being retained in the condensed interim financial information of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the said provision for FED not been recorded in the condensed interim financial information of the Fund, the Net Asset Value per unit of the Fund as at December 31, 2017 would have been higher by Rs 0.005 and 0.003 per unit of Active Allocation Plan and Balanced Allocation Plan respectively (June 30, 2017: Rs 0.01 and 0.002 per unit of Active Allocation Plan and Balanced Allocation Plan respectively).

- 7.4 In accordance with Regulation 60 of the NBFC regulations the Management Company has charged expenses at the rate of 0.1% of the average net assets of the Fund being lower than actual expenses chargeable to the Fund for the period.

8 ACCRUED EXPENSES AND OTHER LIABILITIES

Note	December 31, 2017				June 30, 2017						
	Active	Balanced	Active	Active	Total	Active	Balanced	Active	Active	Total	
	(Rupees)										
Provision against Sindh Workers' Welfare Fund	8.1	4,736,953	5,128,632	3,002,126	-	12,867,711	4,736,953	5,128,632	3,002,126	-	12,867,711
Auditors' remuneration		53,866	104,633	76,900	32,752	268,151	71,553	140,888	44,543	1,848	258,832
Shariah advisor fee		78,642	213,216	104,396	23,746	420,000	81,910	143,848	63,028	2,034	290,820
Listing fee		38,418	64,547	18,459	11	121,435	38,418	52,955	18,374	340	110,087
Rating fee		52,895	96,892	85,340	10,985	245,853	37,210	65,428	66,572	1,233	170,443
Printing charges payable		87,785	93,685	43,917	690	236,058	71,218	94,385	44,453	925	210,981
Withholding tax		49,204	1,368,877	66,988	90,221	1,575,290	14,687,387	14,153,568	16,593,849	73,717	45,508,501
Sales load payable		2,665,477	176,178	-	-	2,841,655	-	-	-	-	19,475,690
		<u>7,743,012</u>	<u>7,246,610</u>	<u>3,398,126</u>	<u>158,375</u>	<u>18,546,183</u>	<u>19,724,829</u>	<u>19,779,904</u>	<u>19,832,945</u>	<u>19,555,187</u>	<u>78,882,865</u>

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

Had the provision for SWWF not been recorded in the condensed interim financial information of the Fund, the net asset value of the Fund as at December 31, 2017 would have been increased by Re 0.33 per unit, Re 0.24 per unit, Re 0.15 per unit, and Re 0.00 per unit for Active Allocation Plan, Balanced Allocation Plan, Active Allocation Plan II and Active Allocation Plan III respectively. (June 30, 2017 Re 0.29, 0.15, 0.14 and Nil per unit).

9 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2017 and June 30, 2017.

10 TOTAL EXPENSES RATIO

The Total Expense Ratios (TER) of the Fund for the period ended December 31, 2017 are 0.2526%, 0.185%, 0.183% and 0.209% which includes 0.046%, 0.013%, 0.016% and 0.09% representing government levies on the plan such as federal excise duties and sales taxes, Workers' Welfare Fund, annual fee payable to the SECP, etc. in Active Allocation Plan, Balanced Allocation Plan, Active Allocation Plan II and Active Allocation Plan III respectively.

11 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% of the 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 section 113 (minimum tax) under clause 4A of Part IV of the Second Schedule of the Income Tax Ordinance, 2001. The Fund has not recorded any tax liability as the Fund has incurred a net loss during the period.

12 EARNINGS PER UNIT

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

13 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

13.1 Connected persons / related parties include Alfalah GHP Investment 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 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.

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

13.3 Remuneration to the Management Company and the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

13.4 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 information, are as follows:

	Half year ended December 31, 2017					Half year ended December 31, 2016			from August 29, 2016 to December 31, 2016
	Active Allocation Plan	Balanced Allocation Plan	Active Allocation Plan II	Active Allocation Plan III	Total	Active Allocation Plan	Balanced Allocation Plan	Active Allocation Plan II	Total
Note	(Rupees)					(Rupees)			
Associated companies / undertakings									
Alfalah GHP Investment Management Limited - Management Company	429,660	1,079,619	649,334	681,491	2,840,104	142,423	1,013,141	739,469	1,895,033
Remuneration of the Management Company	55,857	140,356	84,412	88,437	369,062	18,515	131,707	96,132	246,354
Sindh Sales Tax on remuneration of the Management Company	782,415	1,505,476	975,192	530,058	3,793,141	816,532	1,137,555	298,656	2,246,743
Allocated expenses	-	209,494	-	721,492	350,966	46,939	87,869	651,485	780,073
Sales load	-	-	-	-	-	-	-	-	-

	Half year ended December 31, 2017					Half year ended December 31, 2016				
	Active Allocation Plan	Balanced Allocation Plan	Active Allocation Plan II	Active Allocation Plan III	Total	Active Allocation Plan	Balanced Allocation Plan	Active Allocation Plan II	Active Allocation Plan III	Total
	(Rupees)					(Rupees)				
Bank Alfalah Limited										
Profit on balances with bank	80,437	560,561	50,619	284,516	976,133	165,613	1,329,117	1,224,220	2,718,950	
Bank charges	1,321	1,825	878	2,234	6,258	2,363	28	2,390	3,348	
Sales load	-	5,100,392	-	-	5,100,392	1,338,793	19,644,267	29,946,110	50,929,139	
Central Depository Company of Pakistan Limited - Trustee										
Remuneration of the Trustee	731,266	1,274,689	876,081	525,040	3,407,076	803,672	1,131,500	357,475	2,292,547	
Sindh Sales Tax on remuneration of the Trustee	95,082	165,713	113,894	88,238	442,927	104,505	148,787	46,438	299,729	
	December 31, 2017					June 30, 2017				
	Active Allocation Plan	Balanced Allocation Plan	Active Allocation Plan II	Active Allocation Plan III	Total	Active Allocation Plan	Balanced Allocation Plan	Active Allocation Plan II	Active Allocation Plan III	Total
	(Rupees)					(Rupees)				
13.5 Other balances										
Associated companies / undertakings										
Alfalah GHP Investment Management Limited - Management Company										
Management remuneration payable	502	49,270	30,766	20,613	100,171	201,208	1,080,235	121,348	120,537	1,523,328
Sindh sales tax payable on management remuneration	11,799	17,937	4,001	2,523	36,260	37,891	152,088	15,776	15,670	221,425
Federal excise duty payable on management remuneration	83,821	83,234	-	-	167,055	83,821	83,234	-	-	167,055
Allocated expenses payable	782,418	1,505,483	975,192	530,057	3,793,150	891,208	1,765,691	1,104,468	27,166	3,788,533
Sales load payable	185,456	35,220	-	-	220,676	185,456	35,220	-	-	220,676
Bank Alfalah Limited										
Balances with bank	1,092,860	2,280,670	746,165	1,671,101	5,790,996	10,257,829	233,763,020	26,112,455	320,886,990	591,020,294
Profit receivable on balances with bank	17,085	17,216	400,417	28,453	463,171	28,614	410,143	408,489	1,093,889	1,941,115
Sales load payable	2,665,477	178,178	-	-	2,843,655	-	7,481,700	-	19,674,690	26,957,399
Central Depository Company of Pakistan Limited - Trustee										
Trustee remuneration payable	137,518	178,570	158,210	88,380	562,678	315,777	606,650	177,471	27,167	1,127,065
Sindh sales tax payable on Trustee remuneration	17,878	24,915	20,573	11,491	74,857	41,055	80,588	23,073	3,531	148,247
13.6 Unit Holders' Fund										
	Half year ended December 31, 2016									
	As at July 1, 2016	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	As at December 31, 2016	As at July 01, 2016	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	As at December 31, 2016
	(Units)				(Rupees)					
Active Allocation Plan										
Unit holder holding 10% or more units	2,194,480	-	-	-	2,194,480	217,570,600	-	-	-	247,020,544
Balanced Allocation Plan										
Key management personnel	100	-	-	-	100	10,000	-	-	-	10,553
	For the period from August 29, 2016 to December 31, 2016									
	As at July 1, 2016	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	As at December 31, 2016	As at July 1, 2016	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	As at December 31, 2016
	(Units)				(Rupees)					
Active Allocation Plan II										
Associated companies / undertakings										
Bank Alfalah Limited - Employees	-	1,500,000	-	-	1,500,000	-	150,000,000	-	-	158,951,100
Unit holder holding 10% or more units	-	2,876,098	-	-	2,876,098	-	290,000,000	-	-	304,772,627

14 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the amount for which an asset could be exchanged, or liability settled, between knowledgeable willing parties in an arm's length transaction. Consequently, differences can arise between carrying values and the fair value estimates.

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

Fair value of investments is determined as follows:

- The fair value of investments in the units of open-end collective investment schemes is based on the net assets value quoted by the Fund on the balance sheet date.
- The fair value of all other financial assets and financial liabilities of the allocations plans approximate their carrying amounts due to short term maturities of these instruments.

Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify its 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: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities.
- Level 2: Fair value measurements using inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Fair value measurement using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at December 31, 2017 and June 30, 2017 the Fund held the following financial instruments measured at fair value:

	December 31, 2017			
	Level 1	Level 2	Level 3	Total
	(Rupees)			
Active Allocation Plan				
Investments 'at fair value through profit or loss' Mutual fund units - open ended	1,411,242,357	-	-	1,411,242,357
Balanced Allocation Plan				
Investments 'at fair value through profit or loss' Mutual fund units - open ended	2,253,775,910	-	-	2,253,775,910
Active Allocation Plan II				
Investments 'at fair value through profit or loss' Mutual fund units - open ended	1,866,412,331	-	-	1,866,412,331
Active Allocation Plan III				
Investments 'at fair value through profit or loss' Mutual fund units - open ended	1,025,354,633	-	-	1,025,354,633

	June 30, 2017			
	Level 1	Level 2	Level 3	Total
	(Rupees)			
Active Allocation Plan				
Investments 'at fair value through profit or loss' Mutual fund units - open ended	1,648,821,364	-	-	1,648,821,364
Balanced Allocation Plan				
Investments 'at fair value through profit or loss' Mutual fund units - open ended	1,417,136,264	-	-	1,417,136,264
Active Allocation Plan II				
Investments 'at fair value through profit or loss' Mutual fund units - open ended	1,999,348,351	-	-	1,999,348,351
Active Allocation Plan III				
Investments 'at fair value through profit or loss' Mutual fund units - open ended	796,531,904	-	-	796,531,904

During the period ended December 31, 2017, there were nor transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurements.

15. GENERAL

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

Figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2017 and December 31, 2016 have not been subject to limited scope review by the statutory auditors of the Fund.

Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of comparison and better presentation. No significant rearrangements or reclassifications have been made in this condensed interim financial information during the current period.

16. DATE OF AUTHORISATION FOR ISSUE


This condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on February 26, 2018.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



**Alfalah
GHP Islamic
Dedicated Equity Fund**

FUND INFORMATION

Management Company:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Board of Directors of the Management Company:	Ms. Maheen Rahman Syed Ali Sultan Mr. Hanspeter Beier Mr. Muhammad Tauqir Zafar Mr. Abid Naqvi Mr. Tufail Jawed Ahmad Mr. Adeel Bajwa
Audit Committee:	Mr. Abid Naqvi Syed Ali Sultan Mr. Muhammad Tauqeer Zafar
HR Committee:	Syed Ali Sultan Mr. Tufail Jawed Ahmed Ms. Maheen Rahman Mr. Adeel Bajwa
Risk Committee:	Mr. Tufail Jawed Ahmad Syed Ali Sultan Mr. Muhammad Tauqeer Zafar Ms. Maheen Rahman
Chief Operating Officer and Company Secretary :	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Syed Hyder Raza Zaidi
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:	EY Ford Rhodes Chartered Accountants Progressive Plaza, Beaumont Road, P.O.Box 15541, Karachi 75530 Pakistan
Legal Advisor:	Ahmed & Qazi Advocates & Legal Consultants 402,403,404,417 Clifton Centre, Clifton, Karachi
Shariah Advisor:	Bank Islami Pakistan Limited 11th Floor, Dolmen Executive Towers, Marine Drive, Clifton, Block-4, Karachi
Registrar:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, 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) 34326020 - 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 GHP Investment 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, 2017 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; and
- (iii) 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.

Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 20, 2018



**AUDITORS' REPORT TO THE UNIT HOLDERS ON
REVIEW OF INTERIM FINANCIAL INFORMATION**

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalah GHP Islamic Dedicated Equity Fund** (the Fund) as at **31 December 2017**, 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 flows and notes to the accounts for the six month period then ended (here-in-after referred to as "interim financial information"). Management Company is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial information based on our review.

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 interim financial information 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 interim financial information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Other matter

The financial statements of the Fund for the year ended 30 June 2017 was audited by another firm of Chartered Accountants, whose audit report dated 20 September 2017 expressed an unmodified conclusion and an unmodified opinion on the aforementioned financial information and financial statements, respectively.

EY Ford Rhodes
Chartered Accountants

Engagement Partner: Shaikh Ahmed Salman

Date: 26 February, 2018

Karachi

ALFALAH GHP ISLAMIC DEDICATED EQUITY FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2017

		(Un-audited) December 31, 2017	(Audited) June 30, 2017
	Note	----- (Rupees) -----	
Assets			
Bank balances	4	195,856,152	692,418,751
Investments	5	919,227,694	530,068,654
Security deposits		2,600,000	2,600,000
Dividend and profit receivable		9,973,533	371,717
Receivable against sale of investments		15,882,061	-
Formation cost		999,776	1,114,463
Total assets		1,144,539,216	1,226,573,585
Liabilities			
Payable to the Management Company	7	4,576,536	1,298,336
Payable to the Trustee		204,504	67,109
Payable to the Securities and Exchange Commission of Pakistan (SECP)		393,758	11,429
Payable against purchase of investments		111,000	536,081,691
Accrued and other liabilities	8	571,157	712,816
Total liabilities		5,856,955	538,171,381
Net assets		1,138,682,261	688,402,204
Unit holders' fund (as per statement attached)		1,138,682,261	688,402,204
Contingencies and commitments			
Number of units in issue	10	13,781,552	7,105,960
Net assets value per unit		82.6237	96.8767

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

For Alfalah GHP Investment 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, 2017

		Half year ended December 31, 2017	Quarter ended December 31, 2017
	Note	----- (Rupees) -----	-----
INCOME			
Profit / mark-up income		1,471,187	1,335,209
At fair value through profit or loss - held-for-trading			
- Dividend income from equity securities		22,248,914	18,295,310
- Net loss on sale of investments		(63,881,585)	(36,263,632)
- Net unrealised (loss) / gain on revaluation of investments	5.1	(25,921,222)	14,771,359
		(67,553,893)	(3,196,963)
Other Income		61,479	61,479
Total loss		(66,021,227)	(1,800,275)
EXPENSES			
Remuneration to the Management Company	7.1	5,181,034	3,389,596
Sindh sales tax on remuneration to the Management Company	7.2	673,534	440,647
Remuneration of the Trustee		791,944	505,312
Sindh sales tax on remuneration of the Trustee		102,953	65,691
Annual fees to the SECP		393,758	257,609
Securities transaction cost		1,018,627	426,854
Auditors' remuneration		172,400	8,564
Amortization of formation cost		114,687	57,343
Printing charges		48,022	30,378
Expenses allocated by the Management Company	7.3	414,475	271,166
Selling and marketing expenses	7.4	1,657,900	1,084,664
Shariah advisory fee		176,438	88,219
Legal and professional charges		42,843	42,843
Bank and settlement charges		165,627	79,020
Total expenses		10,954,242	6,747,906
Net loss for the period before taxation		(76,975,469)	(8,548,181)
Taxation	11	-	-
Net loss for the period after taxation		(76,975,469)	(8,548,181)

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

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

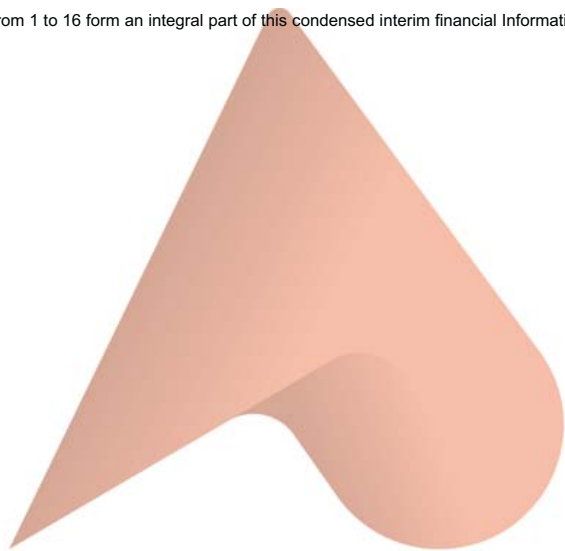
Chief Financial Officer

Director

ALFALAH GHP ISLAMIC DEDICATED EQUITY FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

	Half year ended December 31, 2017 ----- (Rupees) -----	Quarter ended December 31, 2017 -----
Net loss for the period	(76,975,469)	(8,548,181)
Other comprehensive income	-	-
Total comprehensive loss for the period	<u>(76,975,469)</u>	<u>(8,548,181)</u>

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



For Alfalah GHP Investment 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, 2017

	Half Year Ended December 31, 2017 ----- (Rupees) -----
CASH FLOWS FROM OPERATING ACTIVITIES	
Net loss for the period after taxation	(76,975,469)
Adjustments for:	
At fair value through profit or loss - held-for-trading	
- Net loss on sale of investments	63,881,585
- Net unrealised loss on revaluation of investments	25,921,222
- Dividend income from equity securities	(22,248,914)
Amortization of formation cost	114,687
	<u>(9,306,889)</u>
Decrease in assets	
Investments - net	(478,961,847)
Receivable against sale of investments	(15,882,061)
	<u>(494,843,908)</u>
Decrease in liabilities	
Payable to the Management Company	3,278,200
Payable to the Trustee	137,395
Payable to SECP	382,329
Payable against purchase of investments	(535,970,691)
Accrued and other liabilities	(141,659)
	<u>(532,314,426)</u>
Dividend received	12,647,098
Net cash used in operating activities	<u>(1,023,818,125)</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Amount received against issuance of units	989,775,526
Payments made against redemption of units	(462,520,000)
Net cash generated from financing activities	<u>527,255,526</u>
Net decrease in cash and cash equivalents	<u>(496,562,599)</u>
Cash and cash equivalents at the beginning of the period	692,418,751
Cash and cash equivalents at the end of the period	<u>195,856,152</u>

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

For Alfalah GHP Investment 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, 2017**

	December 31, 2017			Total
	Capital value	Undistributed income	Unrealised (losses) / gains on investment	
	(Rupees)			
- Capital value	710,595,971	-	-	-
Undistributed income brought forward				
- Realised	-	(16,180,730)	-	(16,180,730)
- Unrealised	-	(6,013,037)	-	(6,013,037)
Net assets at beginning of the period [Rs.96.8767 per unit]	710,595,971	(22,193,767)	-	688,402,204
Issuance of 12,000,346 units				
- Capital value (at net asset value per unit at the beginning of the period)	1,162,553,919	-	-	1,162,553,919
- Element of income	(172,778,393)	-	-	(172,778,393)
Total proceeds on issuance of units	989,775,526			989,775,526
Redemption of 5,324,754 units				
- Capital value (at net asset value per unit at the beginning of the period)	515,844,596	-	-	515,844,596
- Amount paid out of element of income				
- Relating to 'net income for the period after taxation'	-	-	-	-
- Relating to 'other comprehensive income for the period'	-	-	-	-
- Refund on units as element of income	(53,324,596)	-	-	(53,324,596)
Total payments on redemption of units	462,520,000	-	-	462,520,000
Element of loss and capital losses included in the prices of units issued less those in units redeemed - net				
- transferred to the income statement	-	-	-	-
Total comprehensive income for the period	-	(76,975,469)	-	(76,975,469)
Distribution during the period				
Net income for the period less distribution	-	(76,975,469)	-	(76,975,469)
Net assets at end of the period [Rs.82.623 per unit]	1,237,851,497	(99,169,236)	-	1,138,682,261
Undistributed income carried forward				
- Realised	-	(73,248,014)	-	(73,248,014)
- Unrealised	-	(25,921,222)	-	(25,921,222)
	-	(99,169,236)	-	(99,169,236)

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

For Alfalah GHP Investment 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, 2017

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Alfalah GHP Islamic Dedicated Equity 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 06, 2017 and was approved by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the NBFC (Establishment and Regulation) Rules, 2003 (NBFC Rules), on March 28, 2017.
- 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, 2017. The registered office of the Management Company is situated at 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
- 1.3 The Fund is categorised as a 'Islamic Equity Scheme' pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. Units are offered for subscription on a continuous basis to other Islamic mutual funds. The units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holders.
- 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 policy are explained in the Fund's offering document.
- 1.5 The Pakistan Credit Rating Agency (PACRA) Limited has assigned an asset manager rating of AM2+ (stable outlook) dated December 22, 2017 to the Management Company.
- 1.6 The transactions undertaken by the Fund are in accordance with the process prescribed under the Shariah guidelines issued by the Shariah Advisory Board of the Fund.
- 1.7 According to the instructions of the Shariah Advisory Board, any income 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.
- 1.8 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 This condensed interim financial information of the Fund has been prepared in accordance with the requirements of the International Accounting Standard 34: 'Interim Financial Reporting' the requirements of the Trust Deed, the NBFC Rules, the Non Banking Finance Companies and Notified Entities Regulation, 2008 (the NBFC Regulations), the repealed Companies Ordinance, 1984 and directives issued by the SECP. In case requirements differ, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP shall prevail.
- 2.2 Effective May 30, 2017, the Companies Act, 2017 (the Act) has been promulgated, however, the Securities and Exchange Commission of Pakistan (SECP) vide its circular No. 23 of 2017 dated October 04, 2017 decided that the companies whose financial year closes on or before December 31, 2017 shall prepare their financial statements in accordance with the provisions of the repealed Companies Ordinance, 1984. Furthermore, the Institute of Chartered Accountants of Pakistan also issued clarification vide its circular dated October 06, 2017 which states that the interim financial statements of companies for the periods ending on or before December 31, 2017 shall also be prepared in accordance with the provisions of the repealed Companies Ordinance, 1984.
- 2.3 This condensed interim financial Information do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with Company's annual financial statements for the year ended June 30, 2017.
- 2.4 This condensed interim financial Information have been presented in Pak Rupees which is the functional and presentation currency of the Fund.

3. SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND FINANCIAL RISK MANAGEMENT POLICIES

Except for change in note 3.1 and 3.2, the accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements as at and for the period ended June 30, 2017.

3.1 New / Revised Standards, Interpretations and Amendments

The Fund has adopted the following accounting standard and the amendments and interpretation of IFRSs which became effective for the current year:

IAS 7 Statement of Cash Flows - Disclosure Initiative - (Amendment)

IAS 12 Income Taxes - Recognition of Deferred Tax Assets for Unrealized losses (Amendments)

Improvements to Accounting Standards Issued by the IASB

IFRS 12 Disclosure of interests in Other Entities - Clarification of the scope of the disclosure Requirement
The adoption of the above amendments, improvements to accounting standards and interpretations did not have any effect on the financial statements.

3.2 Change in accounting policy - element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed

The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated August 3, 2017 has made certain amendments in the NBFC Regulations. The notification includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in Regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. Furthermore, the revised regulations also require certain additional disclosures with respect to 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', whereas disclosure with respect to 'Distribution Statement' has been deleted in the revised regulations.

Previously, an equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' was created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption. The net element of income / (loss) and capital gains / (losses) relating to units issued and redeemed during the accounting period which pertained to unrealised appreciation / (diminution) held in the Unit Holder's Fund was recorded in a separate account and any amount remaining in this reserve account at the end of the accounting period (whether gain or loss) was included in the amount available for distribution to the unit holders. The remaining portion of the net element of income / (loss) and capital gains / (losses) relating to units issued and redeemed during an accounting period was recognised in the Income Statement.

As required by IAS 8: 'Accounting Policies, Changes in Accounting Estimates and Errors', a change in accounting policy requires retrospective application as if that policy had always been applied. However, the Management Company has applied the above changes in accounting policy, including the additional disclosures requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', prospectively from July 1, 2017 as required by SECP vide its letter no (S.R.O) no. 756(I) / 2017 dated August 03, 2017. Accordingly, corresponding figures have not been restated. The 'Distribution Statement' for the comparative period has not been presented as it has been deleted as a result of the amendments made in the NBFC Regulations the aforementioned SRO issued by the SECP.

Had the element of income been recognised as per the previous accounting policy, the loss of the Fund would have been higher by Rs 119,453 million. However, the change in accounting policy does not have any impact on the 'cash flow statement', the 'net assets attributable to the unit holders' and 'net asset value per unit' as shown in the 'Statement of Assets and Liabilities' and 'Statement of Movement in Unit Holders' Fund'. The change has resulted in inclusion of certain additional disclosures / new presentation requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund which have been incorporated in this condensed interim financial information.

- 3.3 The 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, 2017.

	Note	(Un-audited) December 31, 2017	(Audited) June 30, 2017
		----- (Rupees) -----	
4. BANK BALANCE			
Current account	4.1	96,296,698	692,010,000
Saving accounts	4.2	99,559,454	408,751
		<u>195,856,152</u>	<u>692,418,751</u>

- 4.1 This includes bank balance of Rs.95,740 million (June 30, 2017: Rs.692.01 million) maintained with Bank Alfalah Limited (a related party).

- 4.2 The rate of return on these accounts ranges from 3.34% to 6% (June 30, 2017: 3.37%) per annum. It includes bank balance of Rs.12,405 million (June 30, 2017: Rs.0.41 million) and accrued markup of Rs. 37,264 (June 30, 2017: Rs.371,717) maintained with Bank Alfalah Limited - Islamic Banking Division (a related party).

5. INVESTMENTS

At fair value 'through profit or loss' - held for trading

Listed equity securities	5.1	<u>919,227,694</u>	<u>530,068,654</u>
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5.1 Investment in listed equity securities - 'at fair value through profit or loss' - held-for-trading

Name of the investee company	Note	As at July 01, 2017	Purchases during the period	Bonus / Right during the period	Sales during the period	As at December 31, 2017	Carrying Value as at December 31, 2017	Market Value as at December 31, 2017	Unrealised gain / (loss) as at December 31, 2017	Market Value as a percentage of		Holding as a percentage of capital of investee company
										Net Assets	Total Investments	
						Rupees			Percentage			
<i>Fully paid up ordinary shares of Rs.10 each unless otherwise stated</i>												
Commercial banks												
Meezan Bank Limited		109,500	556,186	13,530	132,530	546,686	38,377,820	36,682,631	(1,695,189)	3.22	3.99	0.0515
							<u>38,377,820</u>	<u>36,682,631</u>	<u>(1,695,189)</u>	<u>3</u>	<u>4</u>	<u>0.0515</u>
Textile composite												
Nishat Mills Limited		143,000	305,726	-	178,500	360,226	52,239,420	53,853,787	1,614,367	4.73	5.86	0.1025
							<u>52,239,420</u>	<u>53,853,787</u>	<u>1,614,367</u>	<u>4.73</u>	<u>5.86</u>	<u>0.1025</u>
Cement												
Cherat Cement Company Limited		66,000	16,500	-	82,500	-	-	-	-	-	-	-
D.C. Khan Cement Company Limited		98,000	255,460	-	152,200	241,260	36,056,415	32,261,267	(3,795,148)	2.83	3.51	0.0551
Lucky Cement Limited		49,000	114,982	-	90,950	73,032	42,298,695	37,787,487	(4,511,208)	3.32	4.11	0.0226
Maple Leaf Cement Factory Limited		150,000	23,200	9,750	173,200	9,750	633,750	667,290	33,540	0.06	0.07	0.0148
Pioneer Cement Limited		60,000	13,400	-	73,400	-	-	-	-	-	-	-
							<u>78,982,860</u>	<u>70,716,064</u>	<u>(8,266,796)</u>	<u>6.21</u>	<u>7.69</u>	<u>0.0925</u>
Power generation and distribution												
The Hub Power Company Limited		216,000	622,276	-	174,400	663,876	72,737,376	60,412,716	(12,324,660)	5.31	6.57	0.0574
Kot Addu Power Company Limited		-	186,000	-	-	186,000	9,845,570	10,025,400	179,830	0.88	1.09	0.0211
							<u>82,582,946</u>	<u>70,438,116</u>	<u>(12,144,830)</u>	<u>6.19</u>	<u>7.66</u>	<u>0.0765</u>
Oil and gas marketing companies												
Attock Petroleum Limited		-	13,036	-	13,036	-	-	-	-	-	-	-
Hazoci Petroleum Limited		15,000	18,000	2,600	33,000	2,600	429,001	642,304	213,303	0.06	0.07	0.0018
Pakistan State Oil Company Limited	5.1.1	28,000	159,768	8,200	15,700	180,268	61,747,427	52,838,353	(8,909,074)	4.64	5.75	0.0553
Shell Pakistan Limited		10,100	28,029	-	38,129	-	-	-	-	-	-	-
Sui Northern Gas Pipelines Limited		208,000	498,953	-	342,000	364,693	44,481,449	34,503,605	(9,977,844)	3.03	3.75	0.0575
							<u>106,657,877</u>	<u>87,984,262</u>	<u>(18,673,615)</u>	<u>7.73</u>	<u>9.57</u>	<u>0.1146</u>
Oil and gas exploration companies												
Mani Petroleum Company Limited		14,780	34,977	-	13,900	35,857	52,980,470	52,023,846	(956,624)	4.57	5.66	0.0325
Oil & Gas Development Company Limited		239,000	594,239	-	277,200	556,030	60,412,519	60,516,124	10,103,605	7.95	9.85	0.0129
Pakistan Oilfields Limited		39,000	109,839	-	19,000	129,839	68,591,216	77,158,124	8,566,908	6.78	8.39	0.0549
Pakistan Petroleum Limited		176,000	359,446	-	195,000	340,446	57,449,857	70,101,236	12,651,379	6.16	7.63	0.0173
							<u>250,426,662</u>	<u>293,799,330</u>	<u>30,372,668</u>	<u>25.46</u>	<u>31.53</u>	<u>0.1476</u>
Engineering												
Anrrel Steels Limited		71,000	22,200	-	93,200	-	-	-	-	-	-	-
Crescent Steel and Allied Products Limited		30,000	9,400	-	39,400	-	-	-	-	-	-	-
International Industries Limited		49,700	91,264	-	69,700	81,294	23,066,553	19,519,502	(3,547,051)	1.71	2.12	0.0678
International Steels Limited		138,000	262,571	-	197,200	203,371	21,896,978	21,632,573	(264,405)	1.90	2.35	0.0468
							<u>44,763,531</u>	<u>41,152,075</u>	<u>(3,611,456)</u>	<u>3.61</u>	<u>4.47</u>	<u>0.1146</u>

Name of the investee company	Note	As at July 01, 2017	Purchases during the period	Bonus / Right during the period	Sales during the period	As at December 31, 2017	Carrying Value as at December 31, 2017	Market Value as at December 31, 2017	Unrealised gain / (loss) as at December 31, 2017	Market Value as a percentage of		Holding as a percentage of paid-up capital of investee company	
										Net Assets	Total Investments		
						Number of shares						Percentage	
						Rupees							
Automobile assembler													
Honda Atlas Cars (Pakistan) Limited		14,850	500	-	2,500	12,850	11,131,659	6,584,469	(4,547,190)	0.58	0.72	0.8090	
Pak Suzuki Motor Company Limited		22,300	52,586	-	10,300	64,586	34,972,718	32,148,973	(2,823,745)	2.82	3.50	0.0785	
		37,150	53,086	-	12,800	77,436	46,104,377	38,733,442	(7,370,935)	3.40	4.22	0.0875	
Automobile parts and accessories													
The General Tyre & Rubber Company Of Pakistan Limited		36,500	23,334	-	61,834	-	-	-	-	-	-	-	
Thal Limited (Face value Rs. 5 per share)		31,000	80,551	-	81,500	30,051	16,948,635	15,353,056	(1,595,579)	1.35	1.67	0.0371	
							16,948,635	15,353,056	(1,595,579)	1.35	1.67	0.0371	
Cable and electrical goods													
Pak Electron Limited		-	401,815	-	401,500	315	23,615	14,959	(8,656)	-	-	-	
		-	401,815	-	401,500	315	23,615	14,959	(8,656)	-	-	-	
Fertilizer													
Dawood Hercules Corporation Limited		66,300	169,416	-	43,200	192,516	22,589,938	21,538,690	(1,051,248)	1.89	2.34	0.0400	
Engro Fertilizers Limited		194,000	1,095,007	-	395,500	854,507	50,095,497	57,867,214	7,800,717	5.08	6.30	0.0640	
Engro Corporation Limited		83,000	281,881	-	121,300	243,981	70,345,315	66,923,880	(3,421,435)	5.88	7.28	0.0465	
							143,001,750	146,328,784	3,328,034	12.85	15.92	0.1565	
Pharmaceuticals													
The Searle Company Limited	5.1.1	27,000	59,601	15,120	45,850	55,871	18,286,578	17,991,543	(295,035)	1.54	1.91	0.0302	
							18,286,578	17,991,543	(295,035)	1.54	1.91	0.0302	
Chemicals													
Engro Polymer & Chemicals Limited		437,000	16,000	-	453,000	23,683	21,336,125	18,187,360	(3,148,765)	1.60	1.98	0.0256	
ICI Pakistan Limited		6,500	21,463	-	4,280								
							21,336,125	18,187,360	(3,148,765)	1.60	1.98	0.0256	
Paper and board													
Packagees Limited		27,000	55,782	-	30,050	52,732	30,973,050	26,884,355	(4,088,695)	2.36	2.92	0.0590	
							30,973,050	26,884,355	(4,088,695)	2.36	2.92	0.0590	
Foods and personal care products													
Treet Corporation Limited		124,000	55,500	-	179,500	-	-	-	-	-	-	-	
							-	-	-	-	-	-	
Miscellaneous													
Synthetic Products Enterprises Limited		-	211,114	-	120,000	91,114	5,445,270	5,506,930	61,660	0.48	0.61	0.1071	
							5,445,270	5,506,930	61,660	0.48	0.61	0.1071	
As at December 31, 2017							845,148,916	919,227,694	(25,821,222)	80.51	100.01		
As at June 30, 2017							536,081,891	530,066,654	(6,015,237)				

5.1.1 The investment in equity securities include bonus shares having market value of Rs. 0.36 million (June 30, 2017: Rs. Nil) withheld by the investee companies during the period as issuance of bonus shares has been made taxable through Finance Act, 2014. Consequently, bonus shares equivalent to 5 percent (representing tax impact of the bonus announcement) have been withheld by the investee companies.

The management of the Fund jointly with other asset management companies and Mutual Funds Association of Pakistan, has filed a petition in Honorable Sindh High Court to declare the amendments brought in the Income Tax Ordinance, 2001 with reference to tax on bonus shares for collective investment schemes as null and void and not applicable on the mutual funds based on the premise of exemption given to mutual funds under clause 47B and 99 of Second Schedule to the Income Tax Ordinance, 2001. The Honorable Sindh High Court has granted stay order till the final outcome of the case.

5.1.2 Following shares were pledged with National Clearing Company of Pakistan Limited (NCCPL) as collateral against margin:

	December 31, 2017		June 30, 2017	
	Number of Shares	Amount	Number of Shares	Amount
Engro Fertilizers Limited	150,000	10,158,000	-	-
Engro Corporation Limited	20,000	5,495,000	-	-
The Hub Power Company Limited	100,000	9,100,000	-	-
Nishat Mills Limited	70,000	10,465,000	-	-
Oil & Gas Development Company Limited	130,000	21,162,700	-	-
	470,000	56,380,700	-	-

		(Un-audited) December 31, 2017	(Audited) June 30, 2017
	Note	----- (Rupees) -----	
6. DIVIDEND AND PROFIT RECEIVABLES			
Dividend receivable		9,470,552	-
Profit receivable on bank balances		502,981	371,717
		<u>9,973,533</u>	<u>371,717</u>
7. PAYABLE TO THE MANAGEMENT COMPANY			
Remuneration of the Management Company	7.1	1,200,563	122,815
Sindh Sales Tax payable on remuneration of the Management Company	7.2	156,073	15,966
Formation cost payable		1,137,525	1,137,525
Expenses allocated by the Management Company	7.3	414,475	12,030
Selling and marketing expenses	7.4	1,657,900	-
Other payable		10,000	10,000
		<u>4,576,536</u>	<u>1,298,336</u>

- 7.1 The Management Company has charged remuneration at the rate of 1.25% of average annual net assets of the Funds. The remuneration is paid to the Management Company on a monthly basis in arrears.
- 7.2 During the period, Sindh Sales Tax on management remuneration has been charged at the rate of 13% by the Government of Sindh (June 30, 2017: 13%).
- 7.3 In accordance with the provisions of the NBFC Regulations, 2008 (amended vide S.R.O 1160(I) / 2015 dated November 25, 2015), the Management Company of the Fund is entitled to reimbursement of fees and expenses in relation to registrar services, accounting, operation and valuation services related to the Fund upto a maximum of 0.1% of the average annual net assets of the Scheme or actual whichever is less.
- Keeping in view the aforementioned provisions, the Management Company charged accounting and operational charges to the Fund in respect of the back office accounting function outsourced to ITMINDS Limited (a subsidiary of the Central Depository Company of Pakistan Limited, the Trustee and a connected person of the Fund). Periodic invoices are raised to the Fund for services allowed under the NBFC Regulations, 2008.
- 7.4 In connection with Regulation 60(3)(v) of the NBFC Regulations, SECP has issued Circular No. 40 of 2016 dated December 30, 2016 (later amended vide Circular No. 05 of 2017 dated February 13, 2017) whereby it has prescribed certain conditions on Asset Management Companies (AMCs) for charging selling and marketing expenses to collective investment schemes (CISs). In accordance with the provisions contained in these circulars, selling and marketing expenses will be allowed initially for a period of three years (from 1 January 2017 till 31 December 2019) to be charged to open end equity, asset allocation and index funds upto a maximum of 0.4% per annum of net assets of the fund or actual expenses, whichever is less. Keeping in view the aforementioned provisions, the Management Company charged selling and marketing charges to the Fund.

		(Un-audited) December 31, 2017	(Audited) June 30, 2017
		----- (Rupees) -----	
8. ACCRUED AND OTHER LIABILITIES			
Auditors' remuneration payable		151,000	100,000
Printing charges payable		28,379	20,000
Securities transaction charges payable		140,329	538,761
Withholding tax payable		60,261	4,055
Payable to Shariah Advisor		191,188	50,000
		<u>571,157</u>	<u>712,816</u>

9. TOTAL EXPENSE RATIO (TER)

The Total Expense Ratio (TER) of the Fund is 1.33% (June 30, 2017: 0.73%) which includes 0.16% (June 30, 2017: 0.12%) representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4% prescribed under the NBFC Regulations for a collective investment scheme categorised as an equity scheme.

10. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2017.

11. TAXATION

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the period, 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 section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the Fund has incurred a loss during the period, no provision for taxation has been in these condensed interim financial statements.

12. EARNINGS PER UNIT

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

13. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include Alfalah GHP Investment 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 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 owning directly or indirectly 10% or more of the units in the issue / net assets of the Fund. The transactions with connected persons are in the normal course of business and at contractual rates.

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 market rates.

Remuneration to the Management Company and the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

	(Un-audited) Half year ended December 31, 2017	
	---- (Rupees) ----	
13.1 Details of transaction with related parties during the period are as follows:		
Alfalsh GHP Investment Management Limited (Management Company)		
Remuneration to the Management Company		5,181,034
Sindh sales tax on remuneration to Management Company		673,534
Remuneration paid		4,103,286
Accounting and operational charges		414,475
Advertisement and marketing charges		1,657,900
Central Depository Company of Pakistan Limited (Trustee)		
Trustee fee		791,944
Sindh sales tax on trustee fee		102,953
Trustee fee paid		683,780
CDS charges		93,050
Sindh sales tax on CDS charges		12,097
Bank Alfalah Limited [Group Company]		
Profit accrued		10,970
Profit received		345,423
Alfalsh Securities (Private) Limited - [Group Brokerage House]		
Brokerage expense		57,599
Sindh sales tax on brokerage		7,488
13.2 Details of balances with related parties as at period / year end are as follows:		
	(Un-audited) December 31, 2017	(Audited) June 30, 2017
	----- (Rupees) -----	
Alfalsh GHP Investment Management Limited (Management Company)		
Remuneration of the Management Company	1,200,563	122,815
Sindh sales tax payable on remuneration of the Management Company	156,073	15,966
Formation cost payable	1,137,525	1,137,525
Other payable	10,000	10,000
Accounting and operational charges reimbursable by the Fund	414,475	12,030
Advertisement and Marketing charges reimbursable by the Fund	1,657,900	-
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration payable to the Trustee	180,977	72,813
Sales tax on Trustee fee	23,527	9,466
Security deposit	100,000	100,000
Bank Alfalah Limited (Group Company)		
Bank balance	108,145,313	692,418,751
Profit receivable	37,264	371,717
Alfalsh Securities (Private) Limited - [Group Brokerage House]		
Brokerage payable	1,000	-
Sindh sales tax payable on brokerage	130	-

13.3 Unit Holder's Fund

December 31, 2017 (Un-audited)

As at July 01, 2017	Issued for cash / conversion in / transfer in	Redeemed / conversion out / transfer out	As at December 31, 2017	Net asset value as at July 01, 2017	Issued for cash / conversion in / transfer in	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2017
---------------------	---	--	-------------------------	-------------------------------------	---	--	---

(Number of Units)

(Rupees)

Other Related Parties

CDC Trustee - Alfalah
GHP Islamic Prosperity
Planning Fund

7,105,960	12,000,345	5,324,753	13,781,552	688,402,204	989,775,526	462,520,000	1,138,682,261
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June 30, 2017 (Audited)

As at May 25, 2017	Issued for cash / conversion in / transfer in	Redeemed / conversion out / transfer out	As at June 30, 2017	Net asset value as at May 25, 2017	Issued for cash / conversion in / transfer in	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2017
--------------------	---	--	---------------------	------------------------------------	---	--	---

(Number of Units)

(Rupees)

Other Related Parties

CDC Trustee - Alfalah
GHP Islamic Prosperity
Planning Fund

-	7,306,018	200,058	7,105,960	-	715,000,000	20,000,000	688,402,204
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14. FAIR VALUE OF FINANCIAL INSTRUMENTS

IFRS 13 - Fair Value Measurement establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

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

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

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

Level 2: those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and

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

The Fund held the following assets measured at fair values:

The table below analyse financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

	December 31, 2017 (Un-audited)			
	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
Financial assets classified as 'at fair value through profit or loss' - held-for-trading - Listed equity securities	<u>919,227,694</u>	-	-	<u>919,227,694</u>

	June 30, 2017 (Audited)			
	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
Financial assets classified as 'at fair value through profit or loss' - held-for-trading - Listed equity securities	<u>530,068,654</u>	-	-	<u>530,068,654</u>

15. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by Board of Directors of the Management Company on February 26, 2018.

16. GENERAL

16.1 Figures are rounded off to the nearest rupee.

16.2 In compliance with schedule V of the NBFC Regulations the Directors of the Management Company, hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2017.

16.3 Figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2017 have not been subject to limited scope review by the auditors.

16.4 The first accounting period of the Fund started from May 25, 2017 therefore there are no comparatives figures in condensed interim income statement and condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement to report for.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



**Alfalah
GHP Islamic Value Fund**

FUND INFORMATION

Management Company:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Board of Directors of the Management Company:	Ms. Maheen Rahman Syed Ali Sultan Mr. Hanspeter Beier Mr. Muhammad Tauqir Zafar Mr. Abid Naqvi Mr. Tufail Jawed Ahmad Mr. Adeel Bajwa
Audit Committee:	Mr. Abid Naqvi Syed Ali Sultan Mr. Muhammad Tauqeer Zafar
HR Committee:	Syed Ali Sultan Mr. Tufail Jawed Ahmed Ms. Maheen Rahman Mr. Adeel Bajwa
Risk Committee:	Mr. Tufail Jawed Ahmad Syed Ali Sultan Mr. Muhammad Tauqeer Zafar Ms. Maheen Rahman
Chief Operating Officer and Company Secretary :	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Syed Hyder Raza Zaidi
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:	Ahmed & Qazi Advocates & Legal Consultants 402,403,404,417 Clifton Centre, Clifton, Karachi
Shariah Advisor:	Bank Islami Pakistan Limited 11th Floor, Dolmen Executive Towers, Marine Drive, Clifton, Block-4, Karachi
Registrar:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, 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 Shahra-e-Faisal,
Karachi - 74400, Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326020 - 23
URL: www.cdcPakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

ALFALAH GHP ISLAMIC VALUE FUND

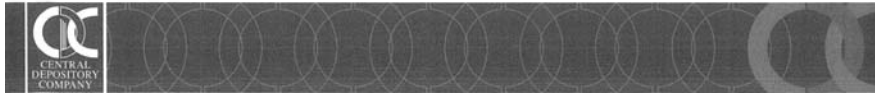
**Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance
Companies and Notified Entities Regulations, 2008**

We Central Depository Company of Pakistan Limited, being the Trustee of Alfalah GHP Islamic Value Fund (the Fund) are of the opinion that Alfalah GHP Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund for the period from October 12, 2017 to December 31, 2017 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; and
- (iii) 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.

Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 20, 2018



**INDEPENDENT AUDITORS' REPORT ON REVIEW OF
CONDENSED INTERIM FINANCIAL INFORMATION 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, 2017 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' funds and condensed interim cash flow statement together with the notes forming part thereof (herein-after referred to as the 'condensed interim financial information'), for the period from October 12, 2017 to December 31, 2017. The Management Company (Alfalah GHP Investment Management Limited) is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

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 interim financial information 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 information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

A.F. Ferguson & Co.
Chartered Accountants

Engagement Partner: Shahbaz Akbar

Dated: 26 February, 2018

Karachi

ALFALAH GHP ISLAMIC VALUE FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)
AS AT DECEMBER 31, 2017

	Note	December 31, 2017 (Rupees)
ASSETS		
Balances with banks	5	281,360,840
Investments	6	96,707,339
Security deposits	7	2,600,000
Profits and other receivables		2,142,695
Preliminary expenses and floatation cost	8	329,013
Total assets		383,139,887
LIABILITIES		
Payable to the Management Company	9	3,948,721
Payable to the Trustee	10	67,755
Payable to the Securities and Exchange Commission of Pakistan	11	66,670
Accrued expenses and other liabilities	12	392,817
Total liabilities		4,475,963
NET ASSETS		378,663,924
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		378,663,924
CONTINGENCIES AND COMMITMENTS	14	(Number of units)
NUMBER OF UNITS IN ISSUE		3,753,685
NET ASSET VALUE PER UNIT		(Rupees)
		100.8779

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC VALUE FUND
 CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE PERIOD FROM OCTOBER 12, 2017 TO DECEMBER 31, 2017

	Note	For the period from October 12, 2017 to December 31, 2017 (Rupees)
INCOME		
Income from sukuk certificates		423,711
Profit on balances with banks		3,267,198
Other income		63,700
		3,754,609
Unrealised gain on revaluation of investments classified as 'at fair value through profit or loss' - held-for-trading - net	6.4	1,352,230
Total income		<u>5,106,839</u>
EXPENSES		
Remuneration of the Management Company	9.1	1,403,596
Sindh sales tax on remuneration of the Management Company	9.2	182,467
Allocated expenses	9.3	1,098
Selling and marketing expenses	9.4	4,391
Remuneration of the Trustee	10.1	155,861
Sindh sales tax on remuneration of the Trustee		20,249
Annual fee to the Securities and Exchange Commission of Pakistan	11	66,670
Settlement and bank charges		31,107
Auditors' remuneration		61,815
Brokerage expenses		65,493
Amortisation of formation cost		15,297
Printing and related costs		15,469
Annual listing fee		8,505
Shariah advisory fee		77,285
Provision against Sindh workers welfare fund		59,109
Total expenses		<u>2,168,412</u>
Net income for the period before taxation		<u>2,938,427</u>
Taxation	16	-
Net income for the period after taxation		<u>2,938,427</u>
Allocation of net income for the year :		
Net income for the period after taxation		2,938,427
Income already paid on units redeemed		(17,577)
		<u>2,920,850</u>
Accounting Income available for distribution		
-Relating to capital gains		1,344,141
-Excluding capital gains		1,576,709
		<u>2,920,850</u>

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment Management Limited
 (Management Company)

 Chief Executive Officer

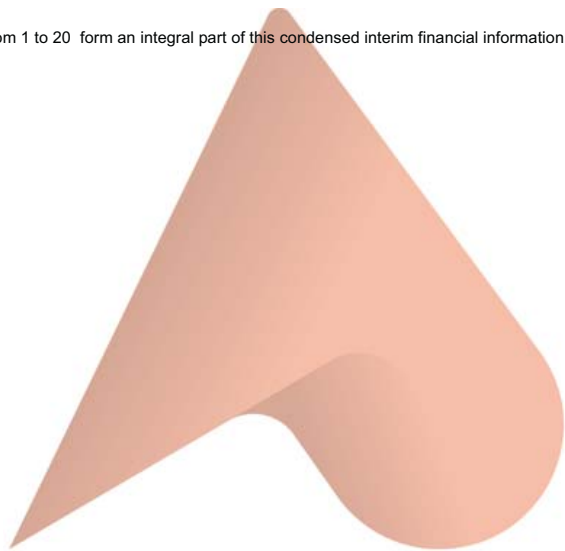
 Chief Financial Officer

 Director

ALFALAH GHP ISLAMIC VALUE FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE PERIOD FROM OCTOBER 12, 2017 TO DECEMBER 31, 2017

	For the period from October 12, 2017 to December 31, 2017 (Rupees)
Net income for the period after taxation	2,938,427
Other comprehensive income for the period	-
Total comprehensive income for the period	<u><u>2,938,427</u></u>

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.



For Alfalah GHP Investment 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 PERIOD FROM OCTOBER 12, 2017 TO DECEMBER 31, 2017

	Note	For the period from October 12, 2017 to December 31, 2017 (Rupees)
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation		2,938,427
Adjustments for:		
Unrealised gain on revaluation of investments classified as at fair value through profit or loss - held-for-trading - net		(1,352,230)
Amortisation of formation cost		15,297
Provision against Sindh workers welfare fund		59,109
		1,660,603
Increase in assets		
Investments - net		(95,355,109)
Security deposits		(2,600,000)
Profits and other receivables		(2,142,695)
Preliminary expenses and floatation cost		(344,310)
		(100,442,114)
Increase in liabilities		
Payable to the Management Company		3,948,721
Payable to the Trustee		67,755
Payable to the Securities and Exchange Commission of Pakistan		66,670
Accrued expenses and other liabilities		333,708
		4,416,854
Net cash flows used in operating activities		(94,364,657)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of units		383,766,326
Payments on redemption of units		(8,040,829)
Net cash flows generated from financing activities		375,725,497
Cash and cash equivalents at end of the period	5	281,360,840

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment 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 PERIOD FROM OCTOBER 12, 2017 TO DECEMBER 31, 2017

For the period from October 12, 2017 to December 31, 2017			
(Rupees)			
Capital Value	Undistributed income	Unrealised appreciation on remeasurement of investments classified as available for sale - net	Total
Net assets at beginning of the period	-	-	-
Issuance of 3,833,863 units during the current period representing:			
- Capital value (at net asset value per unit at the beginning of the period)	383,386,300	-	383,386,300
- Element of income	380,026	-	380,026
Total proceeds on issuance of units	383,766,326	-	383,766,326
Redemption of 80,178 units during the current period representing:			
- Capital value (at net asset value per unit at the beginning of the period)	8,017,800	-	8,017,800
- Element of income	5,452	17,577	23,029
Total payments on redemption of units	8,023,252	17,577	8,040,829
Total comprehensive income for the period	-	2,938,427	2,938,427
Distribution during the period	-	-	-
Net income for the period less distribution	-	2,938,427	2,938,427
Net assets at end of the period	375,743,074	2,920,850	378,663,924
Undistributed income carried forward			
- Realised	-	1,568,620	1,568,620
- Unrealised	-	1,352,230	1,352,230
	-	2,920,850	2,920,850

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.

For Alfalah GHP Investment 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 INFORMATION (UN-AUDITED)
FOR THE PERIOD FROM OCTOBER 12, 2017 TO DECEMBER 31, 2017

1. LEGAL STATUS AND NATURE OF BUSINESS

Alfalah GHP Islamic value 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 6, 2017, and was approved by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the NBFC (Establishment and Regulation) Rules, 2003 (NBFC Rules), on March 28, 2017.

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 8-B, 8th floor, Executive tower, Dolmen city, Block 4, Clifton, Karachi.

The Fund commenced its operations from October 12, 2017. The Fund is categorised as a 'shariah compliant (Islamic) asset allocation 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.

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 policy are explained in the Fund's offering document.

The Pakistan Credit Rating Agency (PACRA) Limited has assigned an asset manager rating of AM2+ (stable outlook) dated December 22, 2017 to the Management Company.

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.

This is the first condensed interim financial information of the Fund. Therefore, basis of preparation (note 2) and significant accounting policies (notes 3 and 4) have been fully disclosed.

2 BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 This condensed interim financial information has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the SECP. Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP differ with the requirements of the IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements.

2.1.3 This condensed interim financial information is unaudited. However, a limited scope review has been performed by the statutory auditors in accordance with the requirements of the Code of Corporate Governance. In compliance with schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2017.

3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES, JUDGEMENTS AND CHANGES THEREIN

3.1 Amendments to published approved accounting standards that are effective in the current period

There are certain amendments to the approved accounting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2017. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in this condensed interim financial information.

3.2 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

During the current period the SECP has adopted IFRS 9: 'Financial Instruments' and IFRS 15: 'Revenue from Customers', which are applicable with effect from July 1, 2018. The management is currently assessing the impacts of these standards on the Fund's future financial statements. There are certain other new standards, interpretations and amendments to the approved accounting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2018. However, these are not expected to have any significant impacts on the Fund's operations and are, therefore, not detailed in this condensed interim financial information.

3.3 Critical accounting estimates and judgments

The preparation of this condensed interim financial information in conformity with the approved accounting 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. The estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised if the revision affects only that period, or in the year of revision and future periods if the revision affects both current and future periods.

The areas involving a degree of judgment or complexity, or areas where estimates and assumption are significant to the condensed interim financial information are as follows:

- Classification and valuation of financial assets (notes 4.2 and 6)
- Impairment of financial assets (note 4.2.5)
- Amortisation of preliminary expenses and floatation cost (notes 4.5 and 7)
- Provision against Sindh workers welfare fund (note 12.1)
- Taxation (notes 4.7 and 16)

3.4 Accounting Convention

The condensed interim financial information has been prepared under the historical cost convention, except for certain investments which are stated at fair value.

3.5 Functional and presentation currency

Items included in this condensed interim financial information are measured using the currency of the primary economic environment in which the Fund operates. The condensed interim financial information is presented in Pakistani Rupees which is the Fund's functional and presentation currency.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies applied in the preparation of this condensed interim financial information are set out below.

4.1 Cash and cash equivalents

Cash and cash equivalents comprise of bank balances and short-term highly liquid investments with original maturity of three months or less, are readily convertible to known amount of cash, are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short term cash commitments rather than for investments and other purposes.

4.2 Financial Assets

4.2.1 Classification

The Fund classifies its financial assets in the following categories: loans and receivables, financial assets at fair value through profit or loss and available for sale. The classification depends on the purpose for which the financial assets were acquired. The management determines the appropriate classification of its financial assets at initial recognition and re-evaluates this classification on a regular basis.

Investments are categorised as follows:

a) Financial assets 'at fair value through profit or loss'

Financial assets that are acquired principally for the purpose of generating profits from short-term fluctuations in prices are classified as financial assets at fair value through profit or loss category. These include held for trading investments and such other investments that, upon initial recognition, are designated under this category.

b) Loans and receivables

These are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

c) Available for sale

Available for sale financial assets are those non-derivative financial assets that are designated as available for sale or are not classified as (a) financial assets at fair value through profit or loss, (b) loans and receivables. These are intended to be held for an indefinite period of time which may be sold in response to the needs for liquidity or changes in prices.

4.2.2 Derivatives

These are measured at fair value. Derivatives with positive fair values (unrealised gains) are included in fair value of derivative asset and derivative with negative fair values (unrealised losses) are included in fair value of derivative liability in the statement of assets and liabilities. The resultant gains and losses are included in the income statement.

4.2.3 Regular way contracts

Regular 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.

4.2.4 Initial recognition and measurement

Financial assets 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 expensed out in the income statement .

4.2.5 Subsequent measurement

a) Financial assets at "fair value through profit or loss" and "available for sale"

Subsequent to initial recognition, financial instruments classified as 'at fair value through profit or loss' and 'available-for-sale' are measured at fair value.

Gains or losses arising, from changes in the fair value and on sale of the financial assets 'at fair value through profit or loss' are recognised in the Income Statement.

Changes in the fair value of financial instruments classified as 'available-for-sale' are recognised in other comprehensive income until derecognised or impaired, then the accumulated fair value adjustments recognised in other comprehensive income are included in the Income Statement.

Basis of valuation

- The fair value of investments in listed equity securities is determined by reference to Stock Exchange quoted market prices at the close of period end.
- Other debt securities are valued on the basis of rates determined by the Mutual Fund Association of Pakistan (MUFAP) in accordance with the methodology prescribed by SECP for valuation of debt securities vide its circular no. 33 of 2012 dated October 24, 2012 (which is essentially the same as contained in circular no. 1 of 2009 previously used). 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 circular also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non-performing debt securities.
- The fair value of investments in Government securities is determined by reference to the quotations obtained from the PKRV rate sheet on the MUFAP website.

b) Loans and receivables

Subsequent to initial recognition financial assets classified as loans and receivables are carried at amortised cost using the effective yield method.

4.2.6 Impairment

The Fund assesses at each reporting date whether there is an objective evidence that the financial assets or a group of financial assets are impaired. The carrying value of the Fund's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the recoverable amount of such asset is estimated. An impairment loss is recognised whenever the carrying value of an asset exceeds its recoverable amount.

In the case of equity securities classified as 'available for sale', a significant or prolonged decline in the fair value of the security below its cost is considered as an objective evidence of impairment. In case of impairment of available for sale securities, the cumulative loss previously recognised in other comprehensive income is removed therefrom and included in the income statement. Impairment losses recognised in the income statement on equity securities are only reversed when the equity securities are derecognised.

For certain other financial assets, a provision for impairment is established when there is an objective evidence that the Fund will not be able to collect all amounts due according to the original terms. The provision against these amounts is made as per the provisioning policy duly formulated and approved by the Board of Directors of the Management Company in accordance with the requirements of the Securities and Exchange commission of Pakistan. Impairment losses are recognised in the income statement.

4.2.7 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or the Fund has transferred substantially all the risks and rewards of ownership.

4.3 Financial liabilities

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. These are initially recognised at fair value and subsequently stated at amortised cost.

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired.

4.4 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the 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.

4.5 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 five years in accordance with the requirements set out in the Trust Deed of the Fund and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

4.6 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 amount of the obligation can be made. Provisions, if any, are regularly reviewed and adjusted to reflect the current best estimate.

4.7 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 ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed to the 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.

4.8 Dividend distribution and appropriations

Dividend distributions and appropriations are recorded in the period in which the distributions and appropriations are approved.

4.9 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the applications received by the distributors during business hours on that date. The offer price represents the net assets value per unit as of the close of the business day plus the allowable sales load and any provision for duties and charges, if applicable. The sales load is payable to the investment facilitators, distributors, and the Management Company.

Units redeemed are recorded at the redemption price applicable to units for which the distributors receive redemption applications during business hours of that day. The redemption price represents the net asset value per unit as of the close of the business day less any back-end load, duties, taxes, and charges on redemption, if applicable.

4.10 Element of income

Element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution.

4.11 Earnings per unit

Earnings per unit (EPU) has not been disclosed as in the opinion of the management, determination of weighted average units for calculating EPU is not practicable.

4.12 Net asset value per unit

The Net Asset Value (NAV) per unit as disclosed in the statement of assets and liabilities is calculated by dividing the net assets of the Fund by the number of units in circulation at the year end.

4.13 Revenue recognition

- Realised capital gains / (losses) arising on sale of investments are included in the income statement on the date at which the transaction takes place.
- Dividend income is recognised when the Fund's right to receive the dividend is established.
- Unrealised gain / (loss) in the value of investments classified as at fair value through profit or loss' are included in the income statement in the year in which they arise.
- Profit from shariah compliant debt securities and return on bank balances is recognised on an accrual basis using effective profit rate method.

4.1 Expenses

All expenses including management fee and trustee fee are recognised in the Income Statement on an accrual basis.

		December 31, 2017 (Rupees)
5 BALANCES WITH BANKS	Note	
- In savings accounts	5.1	275,670,456
- In current accounts	5.2	5,690,384
		<u>281,360,840</u>

5.1 These accounts carry profit at rates ranging from 3.72% to 6% per annum. These include a balance of Rs. 28.479 million maintained with Bank Alfalah Limited - Islamic Banking Division (a related party).

5.2 Balance in current account is maintained with Bank Alfalah Limited - Islamic Banking Division (a related party).

		December 31, 2017 (Rupees)
6 INVESTMENTS	Note	
'At fair value through profit or loss' - held-for-trading		
Listed equity securities	6.1	56,355,884
Sukuk certificates	6.2	20,351,455
Advance against IPO of sukuk certificates	6.3	20,000,000
		<u>96,707,339</u>

6.1 Listed equity securities

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

Name of the investee company	Number of shares / certificates				As at December 31, 2017			Market value as a		Holding as a percentage of paid up capital of the investee company	
	As at October 12, 2017	Purchased during the period	Bonus / Right shares received during the period	Sold during the period	As at December 31, 2017	Carrying value	Market value	Unrealised gain	Net assets		Total market value of investments
----- (Rupees) -----											
----- (%) -----											
Fertilizer											
Engro Corporation Limited	-	39,800	-	-	39,800	10,260,884	10,935,050	674,166	2.89%	11.31%	0.01%
						10,260,884	10,935,050	674,166			
Power generation and distribution											
Kot Addu Power Company Limited	-	132,500	-	-	132,500	6,888,145	7,141,750	253,605	1.89%	7.38%	0.02%
						6,888,145	7,141,750	253,605			
Oil and gas marketing companies											
Pakistan State Oil Company Limited	-	12,300	-	-	12,300	3,432,129	3,605,253	173,124	0.95%	3.73%	0.00%
						3,432,129	3,605,253	173,124			
Oil and gas exploration companies											
Oil & Gas Development Company Limited	-	65,000	-	-	65,000	10,321,901	10,581,350	259,449	2.79%	10.94%	0.00%
Pakistan Oilfields Limited	-	16,600	-	-	16,600	10,312,670	9,864,716	(447,954)	2.61%	10.20%	0.01%
Pakistan Petroleum Limited	-	51,500	-	-	51,500	10,352,180	10,604,365	252,185	2.80%	10.97%	0.01%
						30,986,751	31,050,431	63,680			
Commercial Banks											
Meezan Bank Limited	-	54,000	-	-	54,000	3,447,200	3,623,400	176,200	0.96%	3.75%	0.01%
As at December 31, 2017	-	371,700	-	-	371,700	65,015,109	66,355,884	1,340,775			

6.1.1 The above investments include shares having a market value (in aggregate) amounting to Rs 28.179 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 & Exchange Commission of Pakistan. The details of shares which have been pledged are as follows:

Name of Investee Company	December 31, 2017	
	Number of shares	Rupees*
Engro Corporation Limited	19,900	5,468,520
Kot Addu Power Company Limited	66,250	3,570,875
Pakistan State Oil Company Limited	6,150	1,802,565
Oil & Gas Development Company Limited	32,500	5,290,675
Pakistan Oilfields Limited	8,300	4,932,690
Pakistan Petroleum Limited	25,750	5,302,183
Meezan Bank Limited	27,000	1,811,700
	185,850	28,179,208

6.2 Sukuk certificates

Name of the investee company	Maturity Date	Profit rate	Face Value (Number of certificates)				Rupees			Percentage	
			As at October 12, 2017	Purchased during the period	Matured / Sold during the period	As at December 31, 2017	Carrying value as at December 31, 2017	Market value as at December 31, 2017	Unrealised gain	Investment as a percentage of Net Assets	Investment as a percentage of total investment
Dubai Islamic Bank Limited	14-Jul-27	6 Months Kibor + 0.50%	-	20	-	20	20,340,000	20,351,455	11,455	5.37%	21.04%
Total as at December 31, 2017							20,340,000	20,351,455	11,455		

6.3 This represents the amount deposited by the Fund against following IPO of sukuk certificates.

Company	Date of Deposit	Maturity Date	Tenor	Profit Rate	Amount Deposited (Rupees)
International Brands Limited	3-Oct-17	3-Oct-21	4 Years	12M Kibor + 1.50%	20,000,000
Total as at December 31, 2017					20,000,000

	Note	December 31, 2017 (Rupees)
6.4 Unrealised gain on revaluation of investments classified as		
Market value of investments		76,707,339
Less: carrying value of investments		(75,355,109)
		<u>1,352,230</u>

7 SECURITY DEPOSITS

Central Depository Company of Pakistan Limited (CDC)	100,000
National Clearing Company of Pakistan Limited (NCCPL)	2,500,000
	<u>2,600,000</u>

8 PRELIMINARY EXPENSES AND FLOATATION COSTS

Preliminary expenses and floatation costs incurred prior to commencement of operations	8.1	344,310
Less: amortised during the period		15,297
Balance as at period end		<u>329,013</u>

8.1 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 Non-Banking Finance companies and Notified Entities Regulation, 2008

	Note	December 31, 2017 (Rupees)
9 PAYABLE TO THE MANAGEMENT COMPANY		
Management remuneration payable	9.1	591,259
Sindh sales tax payable on management remuneration	9.2	76,865
Allocated expenses payable	9.3	1,098
Selling and marketing expenses payable	9.4	4,391
Sales load payable		280,798
security deposits payable to the management company		2,600,000
Preliminary expenses and floatation cost payable to the management company		394,310
		<u>3,948,721</u>

9.1 The Management company has charged remuneration at a rate of 2% of average annual net assets of the Fund. The remuneration is paid to the Management Company on a monthly basis in arrears.

9.2 During the period, Sindh Sales Tax on management remuneration has been charged at the rate of 13%.

9.3 In accordance with Regulation 60 of the NBFC Regulations the Management Company has charged expenses at the rate of 0.1% of the average net assets of the Fund being lower than actual expenses chargeable to the Fund for the period.

9.4 SECP vide a circular no.40 SCD/PRDD/ Circular/361/2016 dated December 30, 2016, allowed the Asset Management Companies to charge selling and marketing expenses to open end equity, asset allocation and index funds, initially for three years (from January 1, 2017 till December 31, 2019). Maximum cap of selling and marketing expenses shall be 0.4% per annum of net assets of the fund or actual expenses whichever is lower. Accordingly, such expenses have been charged at the rate of 0.4% of net assets of the Fund, being lower than the actual expenses incurred.

10.1 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 NAV of the Fund. The remuneration is payable to the Trustee according to the following tariff structure:

The tariff structure applicable to the Fund as at December 31, 2017 was as follows:

Average net asset value	Tariff per annum
Up to Rs.1 billion	Rs.0.7 million or 0.20% per annum of net assets whichever is higher.
Over Rs.1 billion	Rs.2.0 million plus 0.10% per annum of net assets on amount exceeding Rs.1 billion.

10.2 During the period, Sindh Sales Tax on Trustee remuneration has been charged at the rate of 13%.

11 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

Under the provisions of the Non Banking Finance Companies and Notified Entities Regulations, 2008, a collective investment scheme is required to pay as annual fee to the SECP, an amount equal to 0.095 percent of the average annual net assets of the Fund.

	Note	December 31, 2017 (Rupees)
12 ACCRUED EXPENSES AND OTHER LIABILITIES		
Payable against Sindh Workers' welfare fund (SWWF)	12.1	59,109
Auditors' remuneration		61,815
Sale load payable		93,994
Settlement charges		16,091
Listing fee		8,505
Brokerage payable		59,844
Printing charges		15,469
Withholding tax payable		705
Shariah advisory fee		77,285
		<u>392,817</u>

12.1 As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the MUFAP with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of the SWWF Act as these were not industrial establishments but were pass through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF

under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISOs / mutual funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISOs/ mutual funds, the MUFAP recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015).

Had the provision for SWWF not been recorded in the condensed interim financial information of the Fund, the net asset value of the Fund as at December 31, 2017 would have been higher by Re 0.016 per unit

13 TOTAL EXPENSE RATIO (TER)

The total expense ratio of the Fund for the period ended December 31, 2017 is 1.00% which includes 0.145% representing government levies on the Fund such as sales taxes, Sindh Workers' Welfare Fund, annual fee payable to the SECP, etc.

14 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2017.

15 NUMBER OF UNITS IN ISSUE

	December 31, 2017 (Rupees)
Units issued during the period	3,833,863
Less: units redeemed during the period	<u>(80,178)</u>
Total units in issue as at December 31, 2017	<u><u>3,753,685</u></u>

16 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 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% net accounting income other than capital gains to the 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. Since the management company intends to distribute the income earned by the Fund during the year to the unit holders in the manner as explained above, no provision for taxation has been made in this condensed interim financial information.

17 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties include Alfalah GHP Investment 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 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. The transactions with connected persons are in the normal course of business and at contractual rates.

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 market rates.

Remuneration to the Management Company and the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

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

17 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

	For the period from October 12, 2017 to December 31, 2017									
	As at October 12, 2017	Issued for cash / conversion in / transfer in	Bonus	Redeemed/ conversion out / transfer out	As at December 31, 2017	As at October 12, 2017	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	Net asset value as at December 31, 2017
	Units				(Rupees)					
Unit holder holding 10% or more Units										
Barret Hodgson Pakistan private Limited	-	499,498	-	-	499,498	-	50,000,000	-	-	50,388,269

17.1 Other transactions

Associated companies / undertakings

Alfalah GHP Investment Management Limited - Management Company

Remuneration of the Management Company	1,403,596
Sindh sales tax on remuneration of the Management Company	182,467
Allocated expenses	1,098
Selling and marketing expenses	4,391
Sales load	4,585,506

Bank Alfalah Limited - Islamic Banking Division

Profit on balances with banks	165,479
Sales load	1,647,982

**For the period
from October
12, 2017 to
December 31,
2017
(Rupees)**

17.2 Other balances	December 31, 2017 (Rupees)
<u>Other related parties</u>	
Central Depository Company of Pakistan Limited - Trustee	
Remuneration of the Trustee	155,861
Sindh sales tax on remuneration of the Trustee	20,249
Associated companies / undertakings	
Alfalah GHP Investment Management Limited - Management Company	
Management remuneration payable	591,259
Sindh sales tax payable on management remuneration	76,865
Allocated expenses payable	1,098
Selling and marketing expenses payable	4,391
Sales load payable	280,798
security deposits payable to the management company	2,600,000
Preliminary expenses and floatation cost payable to the management company	394,310
Bank Alfalah Limited - Islamic Banking Division	
Balances with banks	34,169,045
Profits and other receivables	27,866
Sales load payable	93,994
Other related parties	
Central Depository Company of Pakistan Limited - Trustee	
Trustee remuneration payable	59,971
Sindh Sales Tax payable on Trustee remuneration	7,784
Security deposit	100,000

18 FAIR VALUE MEASUREMENTS

Fair value is the amount for which an asset could be exchanged, or liability can be settled, between knowledgeable willing parties in an arm's length transaction. Consequently, differences can arise between carrying values and the fair value estimates.

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

Financial assets which are traded in an open market are revalued at the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying values as the items are either short term in nature or periodically repriced.

Fair value of investments is determined as follows:

- The fair value of investments in listed equity securities is determined by reference to Stock Exchange quoted market prices at the close of period end.
- Listed and unlisted debt securities, other than government securities, are valued on the basis of prices announced by the Mutual Funds Association of Pakistan (MUFAP), as per the method of valuation agreed with the Trustees of the Fund under the Rules. The MUFAP calculates these prices in accordance

with the SECP's Circular 1 of 2009. The said circular prescribes a valuation methodology which, in case of currently traded securities, is based on weighted average prices during the 15 days preceding the valuation date and in case of thinly or non-traded securities, on the basis of discount coupon method which takes into consideration credit risk and maturities of the instruments.

- Investments in government securities are valued on the basis of average rates of brokers as announced by the Financial Markets Association of Pakistan.
- The fair value of all other financial assets and financial liabilities of the Fund approximate their carrying amounts due to short term maturities of these instruments.

Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify fair value measurements 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 that the entity can access at the measurement date;

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);

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

As at December 31, 2017, the Fund held the following financial instruments measured at fair value:

	December 31, 2017			Total
	Level 1	Level 2	Level 3	
	(Rupees)			
At fair value through profit or loss' - held-for-trading				
-Listed equity securities	56,355,884	-	-	56,355,884
-Sukuk certificates		20,351,455		20,351,455
	<u>56,355,884</u>	<u>20,351,455</u>	<u>-</u>	<u>76,707,339</u>

During the period ended December 31, 2017, 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

Figures are rounded off to the nearest rupee.

20 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on February 26, 2018 by the Board of Directors of the Management Company.

**For Alfalah GHP Investment Management Limited
(Management Company)**

Chief Executive Officer

Chief Financial Officer

Director

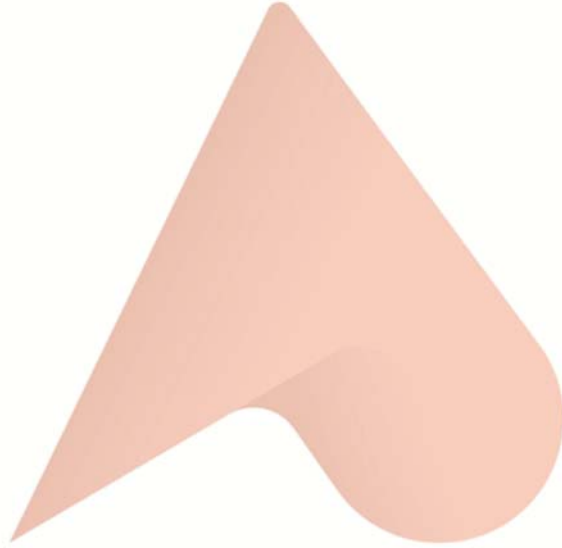
اقرارنامہ

بورڈ ترقی سمیت، تعاون، اور رہنمائی کے لیے سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کا مشکور ہے۔ بورڈ سٹیجیٹ کمپنی کے ملازمین اور ریسٹی کا بھی لگن اور سٹھ محنت کے ساتھ کام کرنے اور پینٹ، ہولڈرز کا سٹیجیٹ پر اتماد کرنے کے لئے بھی شکر گزار ہے۔

بورڈ کے لیے اور بورڈ کی جانب سے

چیف ایگزیکٹو آفسر

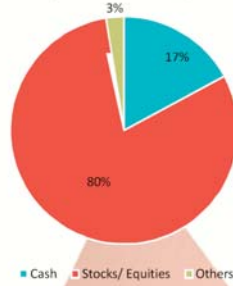
تاریخ: 26 فروری، 2018



الفلاح جی ایچ پی اسلامک ڈیڈیکٹڈ ایکویٹی فنڈ

نڈے شیئرمارک میں حاصل ہونے والے %12.71- کے خلاف %14.70 کارڈیزن حاصل کیا۔

Asset Allocation
(As at 31 Dec, 2017)



ملین

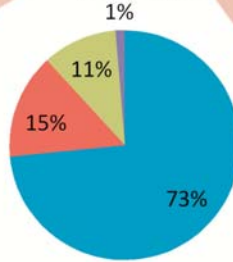
کلیدی مالیاتی اعداد و شمار

ختم شدہ نصف سال 31 دسمبر، 2017	تفصیل
1,138.68	نیٹ اثاثے
-66.02	مجموعی نقصان/آمدنی
-76.98	نیٹ جامع آمدنی
82.6237	نیٹ اثاثوں کی قیمت فی یونٹ (روپے)
989.76	دوران مدت پنشن کا اجراء
462.52	دوران مدت پنشن کی ریٹرنیشن

الفلاح جی ایچ پی اسلامک ویلیو فنڈ

نڈے زیر جائزہ مدت کے لئے شیئرمارک میں حاصل ہونے والے %1.17 کے خلاف %0.87 کارڈیزن حاصل کیا۔

Asset Allocation
(As at 31 Dec, 2017)



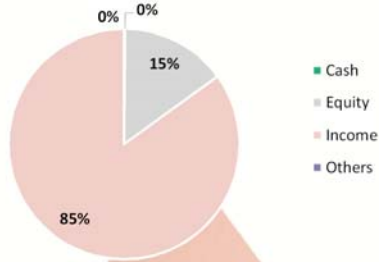
ملین

کلیدی مالیاتی اعداد و شمار

ختم شدہ نصف سال 31 دسمبر، 2017	تفصیل
378.66	نیٹ اثاثے
5.11	مجموعی نقصان/آمدنی
2.94	نیٹ جامع آمدنی
100.8779	نیٹ اثاثوں کی قیمت فی یونٹ (روپے)
383.77	دوران مدت پنشن کا اجراء
-8.04	دوران مدت پنشن کی ریٹرنیشن

الفلاح جی ایچ پی اسلامک پروسیپیٹی پلاننگ فنڈ - بیلنس ایلوکیشن پلان
 فنڈ نے 0.79% کے شیئرمارک کے خلاف 1.44% کاریزن حاصل کیا

Asset Allocation
(As at 31 Dec, 2017)



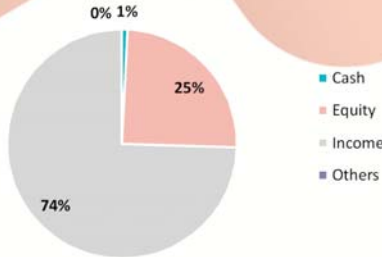
ملین

کلیدی مالیاتی اعداد و شمار

تفصیل	ختم شدہ نصف سال 31 دسمبر، 2016	ختم شدہ نصف سال 31 دسمبر، 2017
نیٹ اثاثے	3,087.75	2,247.98
مجموعی نقصان/آمدنی	148.95	-45.02
نیٹ جامع آمدنی	161.05	-50.61
نیٹ اثاثوں کی قیمت فی یونٹ (روپے)	105.5339	103.3885
دوران مدت پنشن کا اجراء	1,939.48	555.73
دوران مدت پنشن کی ریٹرنیشن	-1,115.01	1780.47

الفلاح جی ایچ پی اسلامک پروسیپیٹی پلاننگ فنڈ - ایکٹیو ایلوکیشن پلان III
 فنڈ نے 4.03% کے شیئرمارک کے خلاف 5.06% کاریزن حاصل کیا، فنڈ کا آغاز 22 جون 2017 کو کیا گیا تھا۔

Asset Allocation
(As at 31 Dec, 2017)



ملین

کلیدی مالیاتی اعداد و شمار

تفصیل	ختم شدہ نصف سال 31 دسمبر، 2017
نیٹ اثاثے	1,032.02
مجموعی نقصان/آمدنی	-53.45
نیٹ جامع آمدنی	-55.86
نیٹ اثاثوں کی قیمت فی یونٹ (روپے)	94.6254
دوران مدت پنشن کا اجراء	-
دوران مدت پنشن کی ریٹرنیشن	10.68

الفلاح جی ایچ پی اسلامک پروسیپیٹی پلاننگ فنڈ - ایکٹیو ایلوکیشن پلان
 فنڈ نے 7.16% کے شیئرمارک کے خلاف 9.24% کارڈین حاصل کیا۔

Asset Allocation
(As at 31 Dec, 2017)



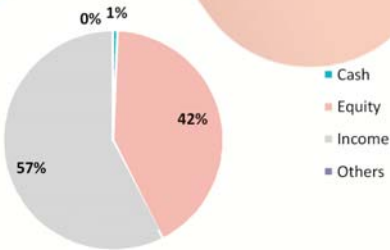
ملین

کلیدی مالیاتی اعداد و شمار

تفصیل	ختم شدہ نصف سال 31 دسمبر، 2016	ختم شدہ نصف سال 31 دسمبر، 2017
نیٹ اثاثے	1,755.23	1,405.25
مجموعی نقصان/آمدنی	215.70	-154.44
نیٹ چارج آمدنی	209.26	-158.43
نیٹ اثاثوں کی قیمت فی یونٹ (روپے)	108.4366	96.6663
دوران مدت پنشن کا اجراء	62.65	0.09
دوران مدت پنشن کی ریڈیمپشن	62.32	164.63

الفلاح جی ایچ پی اسلامک پروسیپیٹی پلاننگ فنڈ - ایکٹیو ایلوکیشن پلان II
 فنڈ نے 7.03% کے شیئرمارک کے خلاف 9.18% کارڈین حاصل کیا۔

Asset Allocation
(As at 31 Dec, 2017)



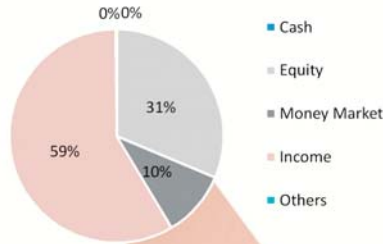
ملین

کلیدی مالیاتی اعداد و شمار

تفصیل	ختم شدہ نصف سال 31 دسمبر، 2016	ختم شدہ نصف سال 31 دسمبر، 2017
نیٹ اثاثے	2,213.99	1,874.38
مجموعی نقصان/آمدنی	126.53	-188.17
نیٹ چارج آمدنی	124.68	-191.80
نیٹ اثاثوں کی قیمت فی یونٹ (روپے)	105.9674	91.5765
دوران مدت پنشن کا اجراء	2089.31	-
دوران مدت پنشن کی ریڈیمپشن	-	32.58

الفلاح جی ایچ پی پرو سپیریٹی پلاننگ فنڈ - ماڈریٹ ایلوکیشن پلان
1HFY18 کے دوران فنڈ نے شیئر مارک 2.20% کے خلاف کارڈین حاصل کیا۔

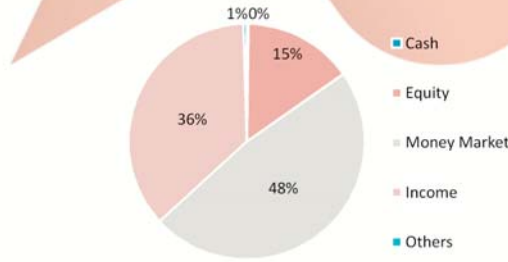
Asset Allocation
(As at 31 Dec, 2017)



تفصیل	ختم شدہ نصف سال 31 دسمبر، 2016	ختم شدہ نصف سال 31 دسمبر، 2017	کلیدی مالیاتی اعداد و شمار
نیٹ اثاثے	411.40	652.76	ملین
مجموعی نقصان/آمدنی	36.43	-39.34	
نیٹ جائز آمدنی	37.26	-40.91	
نیٹ اثاثوں کی قیمت فی یونٹ (روپے)	115.2772	102.1744	
دوران مدت پنشن کا اجراء	335.18	77.93	
دوران مدت پنشن کی ریٹرنیشن	255.11	308.48	

الفلاح جی ایچ پی پرو سپیریٹی پلاننگ فنڈ - کنزرویٹو ایلوکیشن پلان
فنڈ نے 0.43% شیئر مارک کے خلاف 1.13% کارڈین حاصل کیا۔

Asset Allocation
(As at 31 Dec, 2017)

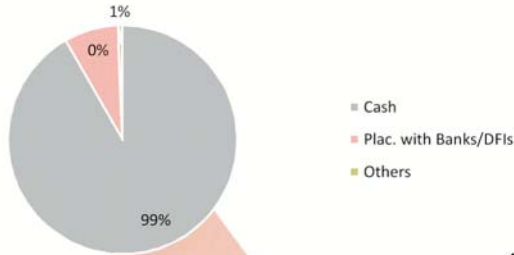


تفصیل	ختم شدہ نصف سال 31 دسمبر، 2016	ختم شدہ نصف سال 31 دسمبر، 2017	کلیدی مالیاتی اعداد و شمار
نیٹ اثاثے	395.16	414.36	ملین
مجموعی نقصان/آمدنی	19.08	-4.54	
نیٹ جائز آمدنی	22.04	-5.73	
نیٹ اثاثوں کی قیمت فی یونٹ (روپے)	111.7643	108.6801	
دوران مدت پنشن کا اجراء	271.13	35.80	
دوران مدت پنشن کی ریٹرنیشن	8.71	96.30	

الفلاح جی ایچ پی منی مارکیٹ فنڈ

1HFY18 کے دوران، الفلاح جی ایچ پی منی مارکیٹ فنڈ (AGMF) نے 5.22% کارڈین حاصل کیا جبکہ ای مدت کے دوران فنڈ کا نتیجہ مارک ڈیزین 5.18% حاصل ہوا۔

Asset Allocation
(As at 31 Dec, 2017)



ملین

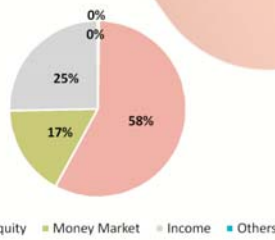
کلیدی مالیاتی اعداد و شمار

تفصیل	ختم شدہ نصف سال 31 دسمبر، 2016	ختم شدہ نصف سال 31 دسمبر، 2017
نیٹ اثاثے	1,378.03	2,061.77
مجموعی نقصان/آمدنی	48.07	57.42
نیٹ جائز آمدنی	36.85	47.47
نیٹ اثاثوں کی قیمت فی یونٹ (روپے)	100.9186	99.9790
دوران مدت پختہ کا اجراء	2,510.38	4,167.53
دوران مدت پختہ کی ری پیمین	5,021.62	3,393.37

الفلاح جی ایچ پی پرو سپیریٹی پلاننگ فنڈ - ایکٹیو ایلوکیشن پلان

1HFY18 کے دوران، فنڈ نے نتیجہ مارک 7.44% - کے خلاف 10.42% کارڈین حاصل کیا۔

Asset Allocation
(As at 31 Dec, 2017)



ملین

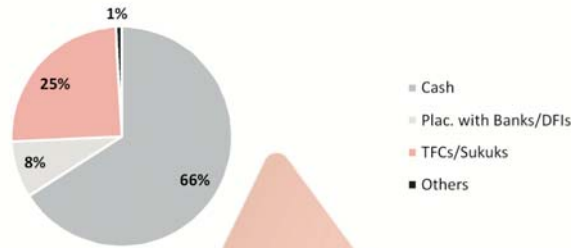
کلیدی مالیاتی اعداد و شمار

تفصیل	ختم شدہ نصف سال 31 دسمبر، 2016	ختم شدہ نصف سال 31 دسمبر، 2017
نیٹ اثاثے	262.68	513.56
مجموعی نقصان/آمدنی	34.04	-51.17
نیٹ جائز آمدنی	33.80	-52.09
نیٹ اثاثوں کی قیمت فی یونٹ (روپے)	123.4174	105.1782
دوران مدت پختہ کا اجراء	9.46	244.39
دوران مدت پختہ کی ری پیمین	0.22	2.33

الفلاح جی ایچ پی اسلامک انکم فنڈ

1HFY18 کے دوران، الفلاح جی ایچ پی اسلامک انکم فنڈ نے 4.04% p.a کارپوریشن حاصل کیا جبکہ اسی مدت کے دوران فنڈ کا اوسط شیئر مارک ریٹرن 2.46% p.a رہا۔

Asset Allocation
(As at 31 Dec, 2017)



ملین

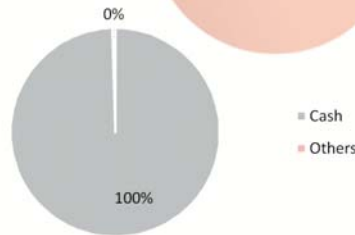
کلیدی مالیاتی اعداد و شمار

تفصیل	ختم شدہ نصف سال 31 دسمبر، 2016	ختم شدہ نصف سال 31 دسمبر، 2017
نیٹ اثاثے	4,838.89	7,230.37
مجموعی نقصان/آمدنی	100.57	177.15
نیٹ جامع آمدنی	128.23	129.97
نیٹ اثاثوں کی قیمت فی یونٹ (روپے)	103.3487	103.2993
دوران مدت پینس کا اجراء	6,062.04	6,179.14
دوران مدت پینس کی ریٹرنیشن	1,402.66	1,853.89

الفلاح جی ایچ پی کیش فنڈ

1HFY18 کے دوران، الفلاح جی ایچ پی کیش فنڈ (AGCF) نے 4.15% کارپوریشن حاصل کیا جبکہ اسی مدت کے دوران فنڈ کا اوسط شیئر مارک ریٹرن 5.18% حاصل ہوا۔

Asset Allocation
(As at 31 Dec, 2017)



ملین

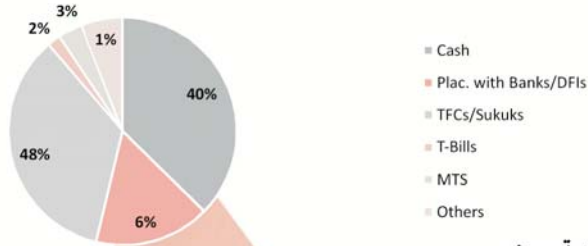
کلیدی مالیاتی اعداد و شمار

تفصیل	ختم شدہ نصف سال 31 دسمبر، 2016	ختم شدہ نصف سال 31 دسمبر، 2017
نیٹ اثاثے	1,375.16	105.07
مجموعی نقصان/آمدنی	28.08	5.43
نیٹ جامع آمدنی	34.54	3.41
نیٹ اثاثوں کی قیمت فی یونٹ (روپے)	508.37	507.17
دوران مدت پینس کا اجراء	908.73	217.17
دوران مدت پینس کی ریٹرنیشن	1,422.78	1,521.76

الفلاح جی ایچ پی انکم منسٹی پلانر فنڈ

1HFY18 کے دوران، الفلاح جی ایچ پی انکم منسٹی پلانر فنڈ نے 4.59% کارڈین حاصل کیا جبکہ اسی مدت کے دوران فنڈ کا شیئہ مارک ریٹرن 6.47% رہا۔

Asset Allocation
(As at 31 Dec, 2017)



کلیدی مالیاتی اعداد و شمار

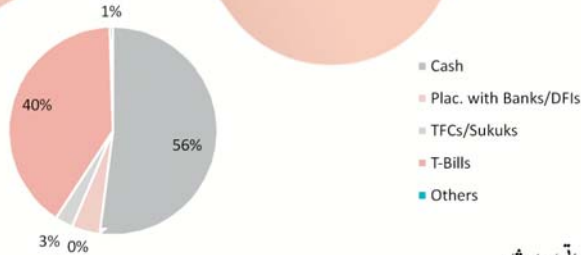
ملین

تفصیل	ختم شدہ نصف سال 31 دسمبر، 2016	ختم شدہ نصف سال 31 دسمبر، 2017
نیٹ اثاثے	2,266.66	1,558.78
مجموعی نقصان/آمدنی	83.75	67.01
نیٹ چارج آمدنی	60.14	46.71
نیٹ اثاثوں کی قیمت فی یونٹ (روپے)	54.4535	54.4815
دوران مدت پختی کا اجراء	2,193.37	1,297.57
دوران مدت پختی کی ریڈیمیشن	1,492.45	1,525.23

الفلاح جی ایچ پی سوورنن فنڈ

1HFY18 کے دوران، الفلاح جی ایچ پی سوورنن فنڈ نے 4.53% کارڈین حاصل کیا جبکہ اسی مدت کے دوران فنڈ کا شیئہ مارک ریٹرن 6.01% رہا۔

Asset Allocation
(As at 31 Dec, 2017)



کلیدی مالیاتی اعداد و شمار

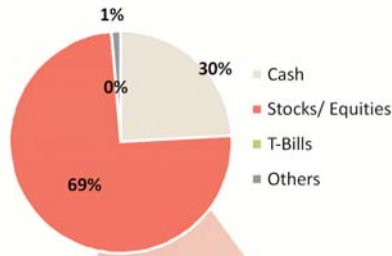
ملین

تفصیل	ختم شدہ نصف سال 31 دسمبر، 2016	ختم شدہ نصف سال 31 دسمبر، 2017
نیٹ اثاثے	2,376.29	1,331.89
مجموعی نقصان/آمدنی	133.69	38.95
نیٹ چارج آمدنی	54.92	28.09
نیٹ اثاثوں کی قیمت فی یونٹ (روپے)	108.2917	108.1708
دوران مدت پختی کا اجراء	3,847.47	650.44
دوران مدت پختی کی ریڈیمیشن	4,558.77	567.99

الفلاح جی ایچ پی ویلیو فنڈ

1HFY18 کے دوران AGVF کو 13.75% کارڈین حاصل ہوا جس کے مقابلے میں اسی مدت کے دوران شیڈ مارک ریٹرن 9.47% رہا۔

Asset Allocation
(As at 31 Dec, 2017)



کلیدی مالیاتی اعداد و شمار

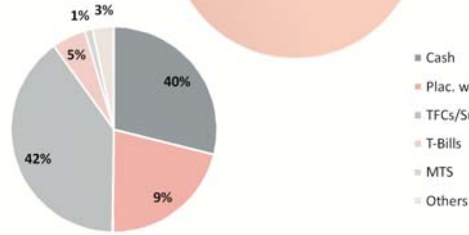
تفصیل	ختم شدہ نصف سال 31 دسمبر، 2017	ختم شدہ نصف سال 31 دسمبر، 2016
نیٹ اثاثے	2,256.60	1,298.02
مجموعی نقصان/آمدنی	-319.94	248.39
نیٹ جامع آمدنی	-362.26	254.89
نیٹ اثاثوں کی قیمت فی یونٹ (روپے)	60.7722	78.8558
دوران مدت پنڈس کا اجراء	911.69	1,002.85
دوران مدت پنڈس کی ریٹرنیشن	382.03	593.96

ملین

الفلاح جی ایچ پی انکم فنڈ

1HFY18 کے دوران AGIF کو 4.38% کارڈین حاصل ہوا جس کے مقابلے میں اسی مدت کے دوران شیڈ مارک ریٹرن 6.17% رہا۔

Asset Allocation
(As at 31 Dec, 2017)



کلیدی مالیاتی اعداد و شمار

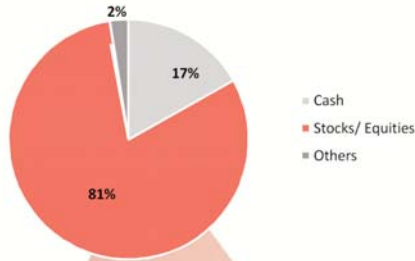
تفصیل	ختم شدہ نصف سال 31 دسمبر، 2017	ختم شدہ نصف سال 31 دسمبر، 2016
نیٹ اثاثے	545.08	1,318.06
مجموعی نقصان/آمدنی	29.64	50.41
نیٹ جامع آمدنی	19.99	31.45
نیٹ اثاثوں کی قیمت فی یونٹ (روپے)	114.4389	113.4246
دوران مدت پنڈس کا اجراء	992.00	2,229.32
دوران مدت پنڈس کی ریٹرنیشن	1229.73	1,586.05

ملین

الفلاح جی ایچ پی اسلامک اسٹاک فنڈ

1HFY18 کے دوران، (AGISTF) کو 15.97% کارڈین حاصل ہوا جس کے مقابلے میں شیئ مارک ریٹرن اسی مدت کے دوران داہنی کے ساتھ 12.71% رہا۔

Asset Allocation
(As at 31 Dec, 2017)



کلیدی مالیاتی اعداد و شمار

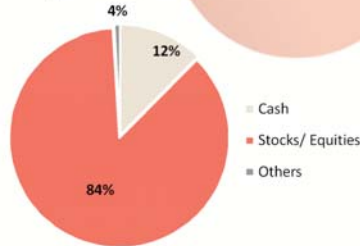
ملین

تفصیل	ختم شدہ نصف سال 31 دسمبر، 2016	ختم شدہ نصف سال 31 دسمبر، 2017
نیٹ اثاثے	6,815.06	5,049.85
مجموعی نقصان/آمدنی	1,190.54	-1,309.62
نیٹ جائز آمدنی	1,280.85	-1,431.04
نیٹ اثاثوں کی قیمت فی ہونٹ (روپے)	78.6218	61.1884
دوران مدت پینس کا اجراء	5,337.88	1,556.50
دوران مدت پینس کی ری پیمینٹ	1,624.04	4,205.79

الفلاح جی ایچ پی اسلامک اسٹاک فنڈ

1HFY18 کے دوران، (AGSF) کو 16.41% کارڈین حاصل ہوا جس کے مقابلے میں شیئ مارک ریٹرن (KSE-100 انڈیکس) اسی مدت کے دوران داہنی کے ساتھ 13.09% رہا۔

Asset Allocation
(As at 31 Dec, 2017)



کلیدی مالیاتی اعداد و شمار

ملین

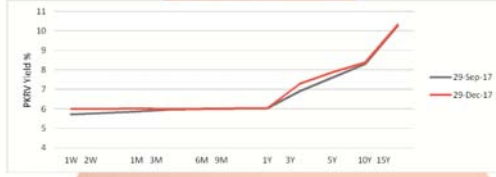
تفصیل	ختم شدہ نصف سال 31 دسمبر، 2016	ختم شدہ نصف سال 31 دسمبر، 2017
نیٹ اثاثے	2,330.83	2,320.76
مجموعی نقصان/آمدنی	555.18	-474.16
نیٹ جائز آمدنی	471.30	-523.23
نیٹ اثاثوں کی قیمت فی ہونٹ (روپے)	158.0289	131.1262
دوران مدت پینس کا اجراء	1,751.47	981.85
دوران مدت پینس کی ری پیمینٹ	1,467.31	868.39

جائزہ برائے منی مارکیٹ

CY17 کے دوران، مارکیٹ نے پیداوار کے وکر میں اضافہ دیکھا جیسا کہ ذیل میں گراف سے واضح ہے۔ سال کے دوران بجٹ کے خسارے کو پورا کرنے کے تکنیکی ہدف تجارتی بینکوں اور مرکزی بینک کی جانب بھاری طور پر منتقل ہو گیا۔ SBP نے ٹی بلز سے 2016 میں 5.2 ٹریلین پاکستانی روپے کے قرضوں کے مقابلے میں اس سال کے دوران 12.6 ٹریلین پاکستانی روپے حاصل کیے اور PIB کی نیلا میں سے 2016 میں حاصل ہونے والے 1.2 ٹریلین پاکستانی روپے کے مقابلے میں اس سال کے دوران 300 بلین پاکستانی روپے حاصل کیے۔ CY17 کے آخری نصف میں تکنیکی قرضے PIBs کے مقابلے میں ٹی بلز کی جانب بھاری حد تک منتقل ہو گئے اور تکنیکی خسارے کو نانس دینے کے لئے رقم کی اکثریت مع کی گئی اور طویل عرصے کے لینچر رہا بلز کے بجائے مختصر مدت کے لینچر رہا بلز کا لین دین کیا گیا۔ مارکیٹ کے شرکاء کی اکثریت میں میڈیم-لاگ ٹرم تکنیکی سیکورٹیز میں حصہ لینے سے متعلق پگھلا ہوا نظر آئی جس کی وجہ سے (i) معیشت کے مزید زخمت، مالیاتی پوزیشن کا سامنا کرنے سے متعلق خوف (ii) پچھلے سال کے مقابلے میں بلند افراط زر کی توقعات، اور (iii) امریکی ڈالر کے خلاف پاکستانی روپے کی متوقع فرسودگی ہے۔

گرنٹ اکاؤنٹ خسارے کے متعلق بڑھتے ہوئے خدشات اور 2HCY17 میں مقامی کرنسی کی حد سے زیادہ قیمت لگانے کے ادراک سے طویل لینچر کی پیداوار بڑھ گئی۔ جیسا کہ 2HCY17 کے دوران بانڈ نیلامیوں سے واضح ہے مارکیٹ کے شرکاء میڈیم-لاگ ٹرم تکنیکی سیکورٹیز میں سرمایہ کاری سے متعلق رہے۔ مارکیٹ کے شرکاء نے یا تو زیادہ پیداوار کو نشاندہ بنایا یا پھر یا خاموش رہے، لہذا، سینٹرل بینک زیادہ پیداوار کے لیے آفس دینے سے اجتناب کیا اور جس کے نتیجے میں 2HCY17 کے تمام بانڈ زر کی نیلامیوں کو مسترد کر دیا گیا۔

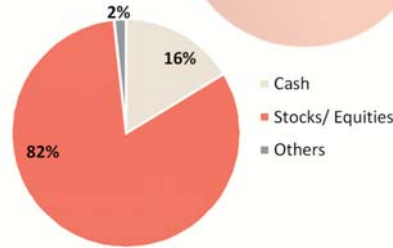
CY17 کے دوران اوسط افراط زر تقریباً 4.09% پر قائم رہا۔ مختلف طور پر افراط زر کو مثبت رینل ریزروں کے ساتھ قابو میں کر لیا گیا جس نے MPC کے ارکان کو درجہ قوی طرف دوت دینے کے لئے پائل کیا۔ تاہم خراب اقتصادی حالات، 5% کی اپٹیک کرنسی کی قیمت میں کمی اور 18CY18 میں مزید فرسودگی کی توقع کے ساتھ اور بین الاقوامی تیل کی قیمتوں میں مسلسل اضافہ، ممکنہ طور پر آگے بڑھتے ہوئے افراط زر پر اثر انداز ہو سکتا ہے۔



فائدہ آپریشنز اور کارکردگی الفلاح جی ایچ پی الفا فائدہ

1HFY18 کے دوران، AGAF کو 15.82% کارڈین حاصل ہوا جس کے مقابلے میں بیچ مارک ریزروں (KSE-100 انڈیکس) اسی مدت کے دوران واپسی کے ساتھ 13.09% رہا۔

Asset Allocation
(As at 31 Dec, 2017)



کلیدی مالیاتی اعداد و شمار

تفصیل	ختم شدہ نصف سال 31 دسمبر، 2017	ختم شدہ نصف سال 31 دسمبر، 2016
نیٹ اثاثے	1,618.08	1,656.58
مجموعی نقصان/آمدنی	-278.34	369.30
نیٹ جائز آمدنی	-308.59	335.18
نیٹ جانوں کی قیمت فی یونٹ (روپے)	71.12	84.99
دوران مدت پینس کا اجراء	602.83	1,100.87
دوران مدت پینس کی ریٹرنیشن	169.35	813.01

اس بھگت کی کمی وجوہات ہیں جن میں (i) وزیراعظم کے مائل ہو جانے کے باعث پیدا ہونے والی غیر یقینی سیاسی صورتحال (ii) کمزور بیرونی اکاؤنٹس کی صورتحال (iii) پاکستانی روپے میں قیمت تخفیف کی توقع جس سے غیر ملکیوں کی فروخت میں حوصلہ افزائی ہوئی اور (iv) بجٹ 18FY میں کئی نقصان دہ ٹیکس شامل کرنے کے اقدامات شامل ہیں۔

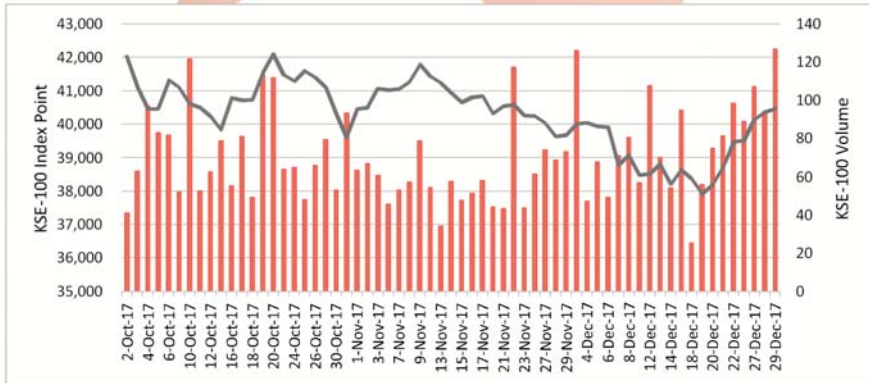
سیاست نے مارکیٹ کے جذبات کو مائل بھرے حد تک متاثر کیا اور سپریم کورٹ کی جانب سے وزیراعظم کو مائل قرار دینے پر جولائی 2017 سے مارکیٹ کافی دباؤ کا شکار رہی۔ جس کے باعث سال کے اختتام تک یہ منفی کیفیت برقرار رہی۔

فیڈرل بجٹ 18FY نے بھی اسٹاک مارکیٹ کے لئے کچھ منفی صورتحال بے نقاب کی۔ نئے ٹیکسوں کے اقدامات جنہوں نے سرمایہ کاروں کے جذبات کو مزید کم کر دیا ان میں شامل ہیں: (i) ہولڈنگ مدت کو قطع نظر کرتے ہوئے عائد کیا جانے والا برابری شرح کا حصول حاصلات کا سرمایہ (ii) براہ راست ایکٹیو ہولڈنگ اور سٹیبل فنڈز سے حاصل ہونے والے ڈیویڈنڈس کے ٹیکس میں اضافہ (iii) کم از کم پرنس ٹرن اور ٹیکس میں 1.00% سے 1.25% کا اضافہ اور (iv) دوسرے سال کے لئے سپر ٹیکس میں توسیع۔

سینٹ سیکر اینڈ ٹیکس کی کمی میں سب سے بڑا اثر اکتادار تھا کیونکہ اس سے انڈیکس میں 2,352 پوائنٹس سے کمی ہوئی۔ جنوری رجبین میں بڑھنے والی صلاحیت میں اضافے سے متعلق موجودہ خوف اور قیمتوں کی جنگ کے امکانات کے نتیجے میں اس شعبے میں کمی نظر میں آئی۔ سال بھر کے دوران شمالی رجبین میں سینٹ کی قیمتوں میں تقریباً مسلسل سلائیڈ کے باوجود بھی جذبات کو مدد نہیں ملی۔ CY17 میں نیو پارک انیسٹیٹ ڈیپازٹس آف فنانشل سروسز کی جانب سے حویب بینک لمیٹڈ (ایچ بی ایل) انڈیکس ہونے پر عائد کردہ چٹائی کے باعث مجموعی طور پر 7,335 پوائنٹس میں سے 1,374 پوائنٹس (18.7%) کی شراکت پر KSE-100 انڈیکس میں کمی واقع ہوئی۔

سال کے آخر میں پاکستان کی قرضہ انزبانی کسی کی فزس آئل سے درآمد شدہ قدرتی گیس کی جانب تہہ پٹی کی حکمت عملی کی وجہ سے بڑی کہانیاں میں سے ایک ہے، اور یہ 2018 میں بھی اسی طرح سے جاری رہے گی۔ ایل این جی کی درآمدات کو 600mmcfcd سے 1.2 bcfcd سے دوگنا کرنے کی ملکی صلاحیت کے بعد اور سپلیے ٹیچ آر ایل این جی پاور پلانٹس کے پٹن کی تکمیل سے، ملکی بجلی کے خریداروں کا FOF پر مشتمل پائپس پر مشتمل پائپس پر مشتمل پائپس کی حصولی کے لیے منتقل ہو گئے۔ اس تبدیلی کے نتیجے میں پٹن مارکیٹنگ کمپنیوں، ریٹائمریوں اور آڈیو بجلی پیدا کرنے والے پروڈیوسرز کی قیمتوں کی کمی واقع ہوئی۔

CY17 میں پاور جنریشن اور ڈسٹری بیوٹن اور رائٹل بائرنریٹ 20% کے ہماری ریٹرن کے ساتھ سب سے ٹاپ کارکردگی کا مظاہرہ کرنے والے شعبے رہے۔ اس کے علاوہ، بیوی ویف آئل اور گیس ریسرچ سیکٹر 3.4% اور کرش ٹیکسٹائل میں 21.4% سے کمی ہوئی۔ سب سے کم کارکردگی کا مظاہرہ کرنے والے شعبے ٹیکسٹائل اور سینٹ بائرنریٹ 61.1% اور 45.7% کی منفی واپسی کے ساتھ رہے۔ مندرجہ ذیل جدول گزشتہ سہ ماہی اکتوبر-دسمبر 2017 کے لئے انڈیکس کی کارکردگی اور حجم ظاہر کرتا ہے:



ڈائریکٹرز رپورٹ برائے یونٹ ہولڈرز برائے ششماہی اختتام از 31 دسمبر 2017

مجھے پورے آف ڈائریکٹرز کی جانب سے، الفلاح جی ایچ پی اگمٹی پلاننگ فنانڈ (AGIMF)، الفلاح جی ایچ پی کیش فنانڈ (AGCF)، الفلاح جی ایچ پی اسلاک فنانڈ (AGISTF)، الفلاح جی ایچ پی الفلاح فنانڈ (AGAF)، الفلاح جی ایچ پی ویلیو فنانڈ (AGVF)، الفلاح جی ایچ پی سوورین فنانڈ (AGSOF)، الفلاح جی ایچ پی اگمٹی فنانڈ (AGIF)، الفلاح جی ایچ پی اسٹاک فنانڈ (AGSTF)، الفلاح جی ایچ پی مٹی مارکیٹ فنانڈ (AGMMF)، الفلاح جی ایچ پی اسلاک اگمٹی فنانڈ (AGIIF)، الفلاح جی ایچ پی پریوینٹیو پلاننگ فنانڈ (AGPPF)، الفلاح جی ایچ پی اسٹاک فنانڈ (AGIPPF)، الفلاح جی ایچ پی اسلاک ڈیٹیلڈ اگمٹی فنانڈ (AGIDEF) اور الفلاح جی ایچ پی اسٹاک ویلیو فنانڈ (AGIVF) کی 31 دسمبر 2017 کو اختتام پزیر ہونے والی ششماہی کے لیے مالیاتی گوشوارے پیش کرنے پر خوشی محسوس ہو رہی ہے۔

معیشت کا جائزہ

جی ڈی پی کی ترقی

2017 CY ایک مشروط معاشی ترقی اور جزواں وغیرست کو برہانے کا سال ثابت ہوا۔ 17 FY کے اختتام پر مجموعی طور پر جی ڈی پی کی افزائش میں 5.3% کا اضافہ ہوا اور 18 FY کے دوران 5.8% تک پہنچنے کی توقع ہے۔ اقتصادی سرگرمی کی بنیادی طور پر لارج اسکیل مینوفیکچرنگ (LSM) نے قیادت جس سے 17 FY میں 5.68% اور 18 FY میں 9.64% سے ترقی حاصل ہوئی۔ اعلیٰ توانائی کی دستیابی کے ساتھ کم قرضوں کے اخراجات نے مینوفیکچرنگ کی معاشی کے لیے معاونت کی اگرچہ ترقی بنیادی طور پر کمزور گھٹ میں ہوئی۔

اغراض

اغراض اور بعد ازاں شرح سود پورے عرصے کے دوران کم رہی۔ سال کے دوران اوسط اغراض زرخیز 4.09% رہی کیونکہ پاکستان نے تیل کی قیمت اور ایشیا کی قیمتوں کے واہجہ تک کم کرنا جاری رکھا۔ جس کے نتیجے میں شرح سود سال بھر میں کم اور مستحکم رہی۔

بیرونی اکاؤنٹ

تاہم 2017 کے دوران جموں کا شمار ہونے والی برآمدات اور درآمدات میں اضافے کی وجہ سے موجودہ اکاؤنٹ کا خسارہ مستحکم طور پر رہتا ہوا گیا۔ سال کے آخر میں برآمدات نے کچھ قوت رکھا رکھا لیکن اپنی بناوٹی مسائل جن میں حد سے زیادہ زرمبادلہ کی قیمت شرح شامل ہے، نے ترقی کو درآمدات سے کم برقرار رکھنے کی کوشش جاری رکھی۔ سال کے آخر تک PKR کی قیمت میں 5.4% سے فروسوگی ہوئی (USD/104.8PKR سے USD/110.45PKR) تاہم اس فروسوگی کے اثرات 2018 کے دوران زیادہ دیکھے جانے کا امکان ہے۔

توازن ادائیگی پر جاری مسلسل دباؤ کے باعث 2016 کے آخر میں ملک کے زرمبادلہ کے ذخائر 23.2 بلین امریکی ڈالر سے بڑھ کر 2017 کے اختتام میں 20.2 بلین امریکی ڈالر ہو گئے۔

حکومت نے بنیادی طور پر بیرونی پوزیشنوں کو بحال کرنے اور قرضوں کے ذریعے فنانڈ زفرائیم کیے جن میں 2017 میں 2.52 بلین امریکی ڈالر سٹاک بانڈ اور یورو بانڈ کا اجرا شامل ہے۔

مالیاتی خسارہ

17 FY کے ہدف میں مالیاتی تاخیر دیکھنے میں نظر آئی اور بجٹ کا خسارہ 17 FY کے دوران جی ڈی پی کا 5.8% رہا ہوا۔

غیر یقینی سیاسی صورتحال

سپریم کورٹ کے وزیر اعظم کو عہدے سے ہٹا کر اترار دینے کے فیصلے باعث یہ سال غیر یقینی سیاسی صورتحال کا شکار ہوا گیا تاہم اس فیصلے نے حکومت کو معیشت سے متعلق فیصلے لینے سے نہیں روکا (پاکستانی روپے کی فروسوگی، سٹاک بانڈ اور یورو بانڈ کا اجرا وغیرہ)۔

ایکونومی مارکیٹ کا جائزہ

2017 CY کے بعد بدترین سالانہ کارکردگی کے ساتھ 17 CY میں KSE-100 انڈیکس کم ہو کر 15.3% پر آ گیا۔ امریکی ڈالر کی اصطلاح میں KSE-100 انڈیکس 19.64% سے نیچے آ گیا تھا، جس نے پاکستانی مارکیٹ کو بلومبرگ پر موجود اعداد و شمار کے مطابق عالمی انڈیکسز میں بہت نیچے چھپا دیا ہے۔ 17 CY میں اوسط یومیہ کاروبار (ADT) میں 22% سے کم ہو کر سال کے دوران 102.5 بلین ڈالر ہو گیا۔ 17 CY تاہم سال کے دوسرے نصف میں اوسط یومیہ حجم میں صرف 78 بلین ڈالر کی کمی اور 17 CY میں 127 بلین ڈالر کے مقابلے میں 39% کمی دیکھنے میں آئی۔

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











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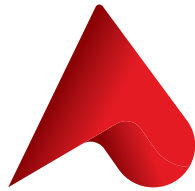
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