



HBL Pension Fund

**Half Yearly Report
December 31, 2014
(Un-audited)**

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HBL PENSION FUNDS

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CORPORATE INFORMATION

Management Company

HBL Asset Management Limited.

Board of Directors

Chairman	Mr. Towfiq Habib Chinoy	(Independent Non-Executive Director)
Directors	Mr. Rehan N. Shaikh	(Executive Director)
	Mr. Rizwan Haider	(Non-Executive Director)
	Mr. Salahuddin Manzoor	(Non-Executive Director)
	Mr. Salim Amlani	(Non-Executive Director)
	Ms. Sima Kamil	(Non-Executive Director)
	Ms. Sadia Khan	(Independent Non-Executive Director)

Audit Committee

Chairman	Mr. Salim Amlani	(Non-Executive Director)
Members	Mr. Rizwan Haider	(Non-Executive Director)
	Mr. Salahuddin Manzoor	(Non-Executive Director)

Human Resource Committee

Chairperson	Ms. Sima Kamil	(Non-Executive Director)
Members	Ms. Sadia Khan	(Independent Non-Executive Director)
	Mr. Salahuddin Manzoor	(Non-Executive Director)
	Mr. Rehan N. Shaikh	(Executive Director)

Risk Management Committee

Chairman	Mr. Rizwan Haider	(Non-Executive Director)
Members	Mr. Salim Amlani	(Non-Executive Director)
	Mr. Salahuddin Manzoor	(Non-Executive Director)
	Mr. Rehan N. Shaikh	(Executive Director)

Company Secretary & Chief Financial Officer

Mr. Noman Qurban

External Auditors

M. Yousuf Adil Saleem & Co. Chartered Accountants
Cavish Court, A-35, Block 7 & 8,
KCHSU, Sharae Faisal
Karachi-75350 Pakistan

Internal Auditors

A.F.Ferguson & Co., Chartered Accountants,
State Life Building No.1-C,I.I Chundrigar Road,
P.O.Box 4716, Karachi.

Trustee

Central Depository Company of Pakistan Limited (CDC)
CDC House,99- B, Block "B" ,S.M.C.H.S, Main Shakra-e-Faisal, Karachi

Legal Advisors

Mandviwalla & Zafar, Advocates and Legal Consultants,
Mandviwalla Chambers, C-15, Block 2, Clifton, Karachi.

Website

www.hblasst.com

Head Office

24-C, Khayaban-e-Hafiz, Phase VI, D.H.A., Karachi.

Registered Office

24-C, Khayaban-e-Hafiz, Phase VI, D.H.A., Karachi.

FUND INFORMATION

NAME OF FUND

HBL Pension Fund

NAME OF AUDITORS

External Auditors

M. Yousuf Adil Saleem & Co., Chartered Accountants.

Internal Auditors

A.F. Ferguson & Co., Chartered Accountants.

NAME OF BANKERS

**Habib Bank Limited
Faysal Bank Limited
Askari Bank Limited
Meezan Bank Limited
NIB Bank Limited
Soneri Bank Limited**

HBL PENSION FUNDS

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 **HBL PENSION FUND** ("the Fund") as at December 31, 2014 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in participants' sub funds, condensed interim cash flow statement and notes to the accounts for the six months period ended December 31, 2014 (herein-after referred to as the "interim financial information"). **HBL Asset Management Limited** ("Pension Fund Manager") 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. The figures of the condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in participants' sub funds and condensed interim cash flow statement for the three months ended December 31, 2014 have not been reviewed, as we are required to review only the cumulative figures for the six months ended December 31, 2014.

Scope of Review

We conducted our review in accordance with 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 as at and for the six months ended December 31, 2014 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 of the Fund for the six months period ended December 31, 2013 and the financial statements of the Fund for the year ended June 30, 2014 were reviewed and audited by another firm of Chartered Accountants whose reports dated February 17, 2014 and October 30, 2014 expressed an unqualified conclusion and opinion thereon respectively.

Chartered Accountants

Engagement Partner:

Nadeem Yousuf Adil

Date: February 27, 2015

Place: Karachi

HBL PENSION FUND
Condensed Interim Statement of Assets and Liabilities
As At December 31, 2014

Note	December 31, 2014 (Un-audited)				June 30, 2014 (Audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
	(Rupees in '000)				(Rupees in '000)				
Assets									
Bank balances	4	7,196	7,793	5,189	20,178	4,301	14,820	12,513	31,634
Investments	5	103,937	107,925	114,064	325,926	78,759	101,610	109,197	289,566
Dividend and profit receivable	6	171	4,329	29	4,529	126	1,625	10	1,761
Preliminary expenses and floatation costs	7	-	-	-	-	5	5	5	15
Advances, deposits, prepayments and other receivables	8	100	100	-	200	4,200	100	-	4,300
Total assets		111,404	120,147	119,282	350,833	87,391	118,160	121,725	327,276
Liabilities									
Payable to HBL Asset Management Limited - Pension Fund Manager	9	162	173	315	650	123	152	160	435
Payable to Central Depository Company of Pakistan Limited - Trustee		14	15	15	44	9	19	20	48
Payable to the Securities and Exchange Commission of Pakistan		16	19	19	54	27	33	33	93
Accrued expenses and other liabilities	10	1,150	809	811	2,770	877	574	573	2,024
Total liabilities		1,342	1,016	1,160	3,518	1,036	778	786	2,600
Net assets		110,062	119,131	118,122	347,315	86,355	117,382	120,939	324,676
Participants' sub-funds (as per statement attached)		110,062	119,131	118,122	347,315	86,355	117,382	120,939	324,676
Number of units in issue	12	421,810	909,958	940,538	2,272,306	386,254	957,928	997,221	2,341,403
Net assets value per unit	Rupees	260.9283	130.9200	125.7413		223.5688	122.5372	121.2766	

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

For HBL Asset Management Limited
(Pension Fund Manager)

Chief Executive

Director

HBL PENSION FUND
Condensed Interim Income Statement (Un-audited)
For the six months ended December 31, 2014

	For the six months ended December 31, 2014 (Un-audited)				For the six months ended December 31, 2013 (Un-audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note	(Rupees in '000)				(Rupees in '000)			
Income								
Dividend income	1,899	-	-	1,899	2,571	-	-	2,571
Profit on bank deposits	253	207	173	633	258	154	352	764
Mark-up / return on investments	-	5,673	5,473	11,146	-	4,268	4,120	8,388
Capital gain / (loss) on sale of investments - net	7,021	(3)	(9)	7,009	11,962	-	10	11,972
	9,173	5,877	5,637	20,687	14,791	4,422	4,482	23,695
Impairment loss on investments classified as 'available for sale'	-	-	-	-	(714)	-	-	(714)
	9,173	5,877	5,637	20,687	14,077	4,422	4,482	22,981
Expenses								
Remuneration to HBL Asset Management Limited - Pension Fund Manager	967	1,143	1,169	3,279	774	983	983	2,740
Remuneration of Central Depository Company of Pakistan Limited - Trustee	73	86	88	247	58	73	73	204
Annual fee to the Securities and Exchange Commission of Pakistan	16	19	19	54	13	16	16	45
Auditors' remuneration	66	66	66	198	47	48	47	142
Amortisation of preliminary expenses and floatation costs	5	5	5	15	6	6	6	18
Settlement and bank charges	12	4	3	19	25	8	3	36
	1,139	1,323	1,350	3,812	923	1,134	1,128	3,185
Net income from operating activities	8,034	4,554	4,287	16,875	13,154	3,288	3,354	19,796
Provision for Workers' Welfare Fund	13 (163)	(95)	(88)	(346)	(277)	(69)	(70)	(416)
Net income for the period before taxation	7,871	4,459	4,199	16,529	12,877	3,219	3,284	19,380
Taxation	14 -	-	-	-	-	-	-	-
Net income for the period after taxation	7,871	4,459	4,199	16,529	12,877	3,219	3,284	19,380

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

For HBL Asset Management Limited
(Pension Fund Manager)

Chief Executive

Director

HBL PENSION FUND
Condensed Interim Income Statement (Un-audited)
For the three months ended December 31, 2014

	For the three months ended December 31, 2014 (Un-audited)				For the three months ended December 31, 2013 (Un-audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note	----- (Rupees in '000) -----				----- (Rupees in '000) -----			
Income								
Dividend income	1,152	-	-	1,152	1,300	-	-	1,300
Profit on bank deposits	132	117	60	309	167	125	325	617
Mark-up / return on investments	-	2,909	2,773	5,682	-	2,207	1,971	4,178
Gain / (loss) on sale of investments	5,203	(3)	(2)	5,198	5,814	-	-	5,814
	6,487	3,023	2,831	12,341	7,281	2,332	2,296	11,909
Impairment loss on investments classified as 'available for sale'	-	-	-	-	(714)	-	-	(714)
	6,487	3,023	2,831	12,341	6,567	2,332	2,296	11,195
Expenses								
Remuneration to HBL Asset Management Limited - Pension Fund Manager	520	570	581	1,671	400	504	491	1,395
Remuneration of Central Depository Company of Pakistan Limited - Trustee	39	43	44	126	30	37	36	103
Annual fee to the Securities and Exchange Commission of Pakistan	9	9	9	27	7	8	8	23
Auditors' remuneration	42	42	42	126	23	24	23	70
Amortisation of preliminary expenses and floatation costs	2	2	2	6	3	3	3	9
Settlement and bank charges	6	1	-	7	15	8	3	26
	618	667	678	1,963	478	584	564	1,626
Net income from operating activities	5,869	2,356	2,153	10,378	6,089	1,748	1,732	9,569
Provision for Workers' Welfare Fund	(118)	(49)	(44)	(211)	(134)	(36)	(36)	(206)
Net income for the period before taxation	5,751	2,307	2,109	10,167	5,955	1,712	1,696	9,363
Taxation	-	-	-	-	-	-	-	-
Net income for the period after taxation	5,751	2,307	2,109	10,167	5,955	1,712	1,696	9,363

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

For HBL Asset Management Limited
(Pension Fund Manager)

Chief Executive

Director

HBL PENSION FUND

Condensed Interim Statement of Comprehensive Income (Un-audited)

For the six months ended December 31, 2014

	For the six months ended December 31, 2014 (Un-audited)				For the six months ended December 31, 2013 (Un-audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees in '000)				(Rupees in '000)			
Net income for the period	7,871	4,459	4,199	16,529	12,877	3,219	3,284	19,380
Other comprehensive income for the period								
Items to be reclassified to income statement in subsequent periods:								
Net unrealised appreciation / (diminution) in the market value of securities classified as available for sale	7,192	3,054	42	10,288	(895)	(75)	(65)	(1,035)
Total comprehensive income for the period	15,063	7,513	4,241	26,817	11,982	3,144	3,219	18,345

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

For HBL Asset Management Limited
(Pension Fund Manager)

Chief Executive

Director

HBL PENSION FUND

Condensed Interim Statement of Comprehensive Income (Un-audited)

For the three months December 31, 2014

	For the three months ended December 31, 2014 (Un-audited)				For the three months ended December 31, 2013 (Un-audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees in '000)				(Rupees in '000)			
Net income for the period	5,751	2,307	2,109	10,167	5,955	1,712	1,696	9,363
Other comprehensive income for the period								
Items to be reclassified to income statement in subsequent periods:								
Net unrealised appreciation in the market value of securities classified as available for sale	5,278	2,390	62	7,730	6,216	58	3	6,277
Total comprehensive income for the period	11,029	4,697	2,171	17,897	12,171	1,770	1,699	15,640

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

For HBL Asset Management Limited
(Pension Fund Manager)

Chief Executive

Director

HBL PENSION FUND

Condensed Interim Statement of Movement In Participants' Funds (Un-audited)

For the six months ended December 31, 2014

	For the six months ended December 31, 2014 (Un-audited)				For the six months ended December 31, 2013 (Un-audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note	(Rupees in '000)				(Rupees in '000)			
Net assets at beginning of the period	86,355	117,382	120,939	324,676	60,828	91,964	104,436	257,228
Amount received on issuance of units	11 9,963	24,182	33,990	68,135	1,283	5,038	3,337	9,658
Amount paid on redemption of units	(848)	(30,289)	(41,176)	(72,313)	(5)	(1)	-	(6)
Reallocation among funds	(471)	343	128	-	11,604	828	(12,432)	-
Net income for the period	7,871	4,459	4,199	16,529	12,877	3,219	3,284	19,380
Net unrealised appreciation / (diminution) in the market value of securities classified as available for sale	7,192	3,054	42	10,288	(895)	(75)	(65)	(1,035)
Total comprehensive income for the period	15,063	7,513	4,241	26,817	11,982	3,144	3,219	18,345
Net assets at end of the period	110,062	119,131	118,122	347,315	85,692	100,973	98,560	285,225

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

For HBL Asset Management Limited
(Pension Fund Manager)

Chief Executive

Director

HBL PENSION FUND
Condensed Interim Statement of Cash Flows (Un-audited)
For the six months ended December 31, 2014

	For the six months ended December 31, 2014 (Un-audited)				For the six months ended December 31, 2013 (Un-audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note	-----Rupees-----				-----Rupees-----			
CASH FLOWS FROM OPERATING ACTIVITIES								
Net income for the period	7,871	4,459	4,199	16,529	12,877	3,219	3,284	19,380
Adjustments for non-cash items								
Amortisation of preliminary expenses and floatation costs	5	5	5	15	6	6	6	18
Impairment loss on investments classified as 'available for sale'	-	-	-	-	714	-	-	714
	<u>7,876</u>	<u>4,464</u>	<u>4,204</u>	<u>16,544</u>	<u>13,597</u>	<u>3,225</u>	<u>3,290</u>	<u>20,112</u>
(Increase) / decrease in assets								
Investments - net	(17,986)	(3,261)	(4,825)	(26,072)	(29,144)	(4,433)	42,826	9,249
Dividend and profit receivable	(45)	(2,704)	(19)	(2,768)	(2)	(89)	(196)	(287)
Advances, deposits, prepayments and other receivables	4,100	-	-	4,100	-	(3,990)	-	(3,990)
	<u>(13,931)</u>	<u>(5,965)</u>	<u>(4,844)</u>	<u>(24,740)</u>	<u>(29,146)</u>	<u>(8,512)</u>	<u>42,630</u>	<u>4,972</u>
Increase / (decrease) in liabilities								
Payable to HBL Asset Management Limited - Pension Fund Manager	39	21	155	215	(98)	(121)	(34)	(253)
Payable to Central Depository Company of Pakistan Limited - Trustee	5	(4)	(5)	(4)	2	2	(1)	3
Payable to the Securities and Exchange Commission of Pakistan	(11)	(14)	(14)	(39)	(3)	(8)	(11)	(22)
Accrued expenses and other liabilities	273	235	238	746	3,413	149	145	3,707
	<u>306</u>	<u>238</u>	<u>374</u>	<u>918</u>	<u>3,314</u>	<u>22</u>	<u>99</u>	<u>3,435</u>
Net cash (used in) / generated from operating activities	(5,749)	(1,263)	(266)	(7,278)	(12,235)	(5,265)	46,019	28,519
CASH FLOWS FROM FINANCING ACTIVITIES								
Amount received on issue of units	9,963	24,182	33,990	68,135	1,283	5,038	3,337	9,658
Amount paid on redemption of units	(848)	(30,289)	(41,176)	(72,313)	(5)	(1)	-	(6)
Reallocation among funds	(471)	343	128	-	11,604	828	(12,432)	-
	<u>2,895</u>	<u>(7,027)</u>	<u>(7,324)</u>	<u>(11,456)</u>	<u>647</u>	<u>600</u>	<u>36,924</u>	<u>38,171</u>
Net (decrease) / increase in cash and cash equivalents	2,895	(7,027)	(7,324)	(11,456)	647	600	36,924	38,171
Cash and cash equivalents at beginning of the period	4,301	14,820	12,513	31,634	6,453	1,590	2,834	10,877
Cash and cash equivalents at end of the period	7,196	7,793	5,189	20,178	7,100	2,190	39,758	49,048

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

For HBL Asset Management Limited
(Pension Fund Manager)

Chief Executive

Director

HBL PENSION FUND

Notes To The Condensed Interim Financial Statements (Un-audited)

For the six months ended December 31, 2014

1. LEGAL STATUS AND NATURE OF BUSINESS

HBL Pension Fund ("the Fund") was established under a Trust Deed, dated August 17, 2011, between HBL Asset Management Limited as the Pension Fund Manager and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Fund was authorised by the Securities and Exchange Commission of Pakistan (SECP) as a pension fund on October 05, 2011.

The Pension Fund Manager has been licensed to act as a Pension Fund Manager under the Voluntary Pension System Rules, 2005 (VPS Rules) through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 24-C, Khayaban-e-Hafiz, Phase VI, D.H.A, Karachi, Pakistan.

The Fund is an unlisted pension scheme and offers units for public subscription on a continuous basis. The units are non-transferable except in the circumstances mentioned in VPS Rules and can be redeemed by surrendering to the Fund. Further, as per the offering document, no distribution of income or dividend is allowed from any of the sub-funds.

The objective of the Fund is to provide individuals with a portable, individualised, funded and flexible pension scheme, assisting and facilitating them to plan and provide for their retirement.

The Fund consists of three sub-funds namely, HBL Pension Fund Equity Sub-Fund ("Equity Sub-Fund"), HBL Pension Fund Debt Sub-Fund ("Debt Sub-Fund") and HBL Pension Fund Money Market Sub-Fund ("Money Market Sub-Fund") (collectively the "Sub-Funds"). The investment policy for each of the sub-funds are as follows:

- The Equity sub-fund consists of a minimum 90% of net assets invested in listed equity securities. Investment in a single company is restricted to lower of 10% of Net Asset Value (NAV) or paid-up capital of the investee company. Investment in a single stock exchange sector is restricted to the higher of 30% of NAV or index weight, subject to a maximum of 35% of NAV. Remaining assets of the equity sub-fund shall be invested in any government security having less than one year time to maturity, or be deposited with scheduled commercial banks having at least 'A' rating.
- The Debt Sub-Fund consist of tradable debt securities with weighted average duration of the investment portfolio of the Sub-Fund not exceeding five years. At least twenty five percent (25%) of the assets in the Sub-Fund shall be invested in securities debt issued by the Federal Government. Upto twenty five percent (25%) may be deposited with banks having not less than 'AA+' rating. Composition of the remaining portion of the investments shall be as defined in the offering document.
- The Money Market sub-fund consists of short term debt instruments with weighted average time to maturity not exceeding ninety days. There is no restriction on the amount of investment in securities issued by the Federal Government and the commercial banks having 'A+' rating provided that deposit with any one bank shall not exceed twenty (20%) of net assets. Investment in securities issued by provincial government, city government, government entity with 'A' or higher rating or a corporate entity with 'A+' or higher rating shall be made upto 10%, 5% and 5% of net assets of the Sub-Fund respectively.

The Fund offers five types of allocation schemes, as prescribed by the SECP under VPS Rules, to the contributors of the Fund namely High Volatility, Medium Volatility, Low Volatility, Lower Volatility and Life Cycle Allocation. The participants of the Fund voluntarily determine the contribution amount, subject to the minimum limit fixed by the Pension Fund Manager. The allocation to the sub-funds has to be done at the date of opening of contributor's pension account and on an anniversary date thereafter. The contribution amount may be paid by the contributor on a periodic basis such as annual, semi annual, quarterly or monthly basis.

JCR-VIS Credit Rating Agency has assigned management quality rating of 'AM2-' to the Pension Fund Manager while the Fund is currently not rated.

Title to the assets of the Fund are held in the name of CDC 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 provisions of the Voluntary Pension System Rules, 2005 (the VPS Rules) and directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the VPS Rules or directives issued by the SECP differ with the requirements of IFRS, the requirements of the VPS Rules or the directives issued by the SECP shall 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, 2014.

This condensed interim financial information is being submitted to the participants as required under Regulation 7(f) of t

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention except for the investments which are stated at fair value.

2.3 Functional and presentation currency

This condensed interim financial information has been presented in Pak Rupees, which is the functional and presentation currency of the Fund.

2.4 Critical accounting estimates and judgments

The presentation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing this Condensed interim financial information, significant judgments made by management in applying accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2014.

2.5 Financial Risk Management

The Fund's financial risk management objectives and policies are consistent with those objectives and policies which were disclosed in the financial statements of the Fund for the year ended June 30, 2014.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted for the preparation of the 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, 2014.

4. BANK BALANCES

		December 31, 2014 (Un-audited)				June 30, 2014 (Audited)			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note		-----Rupees-----				-----Rupees-----			
Savings accounts	4.1	<u>7,196</u>	<u>7,793</u>	<u>5,189</u>	<u>20,178</u>	<u>4,301</u>	<u>14,820</u>	<u>12,513</u>	<u>31,634</u>

- 4.1 This represents bank accounts held with various banks. Mark-up rates on these accounts range between 6.5% to 7.10% per annum (June 30, 2014: 7.05% - 8% per annum).

5. INVESTMENTS

	Note	December 31, 2014 (Un-audited)				June 30, 2014 (Audited)			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		-----Rupees-----				-----Rupees-----			
Investments by category									
Available for sale investments									
Listed equity securities	5.1	103,937	-	-	103,937	78,759	-	-	78,759
Government securities-Treasury Bills									
- Treasury Bills	5.2	-	20,110	114,064	134,174	-	66,286	109,197	175,483
- Pakistan Investment Bonds	5.3	-	82,034	-	82,034	-	29,596	-	29,596
Term Finance Certificates - Listed	5.4	-	5,781	-	5,781	-	5,728	-	5,728
		103,937	107,925	114,064	325,926	78,759	101,610	109,197	289,566

5.1 Listed equity securities

5.1.1 Held by Equity Sub-Fund

(Fully paid up ordinary shares of Rs. 10 each except Thal Limited and K-Electric Limited which have face value of Rs. 5 each and Rs. 3.5 each respectively.)

Name of the Investee Company	As at July 01, 2014	Purchases during the period	Bonus / Right during the period	Sales during the period	As at December 31, 2014	Cost of holdings as at December 31, 2014	Market value as at December 31, 2014	Market value as a percentage of total investments	Market value as a percentage of net assets of sub-fund	Par value as a percentage of issued capital of the investee company
Number of shares.....				(Rupees in '000).....				
Oil and Gas										
Oil and Gas Development Company Limited										
	23,800	18,500	-	23,800	18,500	4,632	3,809	3.66%	3.46%	0.0004%
Pakistan State Oil Limited	20,420	17,500	-	20,420	17,500	6,396	6,263	6.03%	5.69%	0.0064%
Pakistan Petroleum Limited	9,700	10,000	-	-	19,700	4,271	3,477	3.35%	3.16%	0.0010%
Mari Petroleum Company Limited	16,400	-	-	16,400	-	-	-	0.00%	0.00%	0.0000%
	70,320	46,000	-	60,620	55,700	15,299	13,549	13.04%	12.31%	
Chemicals										
Fauji Fertilizer Bin Qasim Limited	-	105,000	-	105,000	-	-	-	0.00%	0.00%	0.0000%
ICI Pakistan Limited	17,500	-	-	-	17,500	4,522	8,093	7.79%	7.35%	0.0189%
Engro Corporation Limited	10	-	-	10	-	-	-	0.00%	0.00%	0.0000%
	17,510	105,000	-	105,010	17,500	4,522	8,093	7.79%	7.35%	
Construction and Materials										
Kohat Cement Limited	36,000	33,000	-	-	69,000	7,751	13,170	12.67%	11.97%	0.0035%
Lucky Cement Limited	15,000	6,500	-	-	21,500	6,825	10,756	10.35%	9.77%	0.0066%
	51,000	39,500	-	-	90,500	14,576	23,926	23.02%	21.74%	

Name of the Investee Company	As at July 01, 2014	Purchases during the period	Bonus / Right during the period	Sales during the period	As at December 31, 2014	Cost of holdings as at December 31, 2014	Market value as at December 31, 2014	Market value as a percentage of total investments	Market value as a percentage of net assets of sub-fund	Par value as a percentage of issued capital of the investee company
Number of shares.....			(Rupees in '000).....					
Industrial Transportation										
Pakistan National Shipping Corporation										
	100,000	-	-	100,000	-	-	-	0.00%	0.00%	0.0000%
	100,000	-	-	100,000	-	-	-	-	0.00%	
Food Producers										
Engro Foods Limited										
	3,500	-	-	3,500	-	-	-	0.00%	0.00%	0.0000%
	3,500	-	-	3,500	-	-	-	-	0.00%	
Personal Goods										
Kohinoor Textile Mills Limited										
	95,000	-	-	-	95,000	2,759	3,330	3.20%	3.03%	0.0387%
	95,000	-	-	-	95,000	2,759	3,330	3.20%	3.03%	
Pharma and Bio Tech										
The Searle Company Limited *										
	16,500	10,000	6,600	26,500	6,600	905	1,596	1.54%	1.45%	0.0077%
	16,500	10,000	6,600	26,500	6,600	905	1,596	1.54%	1.45%	
Automobile And Parts										
Pak Suzuki Motor Company Limited										
	-	32,500	-	5,000	27,500	8,348	10,206	9.82%	9.27%	0.0334%
	-	32,500	-	5,000	27,500	8,348	10,206	9.82%	9.27%	
General Industrials										
Thal Limited										
	-	30,000	-	-	30,000	8,197	8,071	7.77%	7.33%	0.0370%
	-	30,000	-	-	30,000	8,197	8,071	7.77%	7.33%	
Electricity										
Hub Power Company Limited										
	-	137,500	-	-	137,500	9,324	10,775	10.37%	9.79%	0.0119%
K-Electric Limited										
	475,000	-	-	475,000	-	-	-	0.00%	0.00%	0.0000%
Kot Addu Power Company Limited										
	76,000	-	-	76,000	76,000	3,603	5,999	5.77%	5.45%	0.0086%
	551,000	137,500	-	475,000	213,500	12,927	16,774	16.14%	15.24%	
Commercial Banks										
Bank Al Habib Limited										
	10,548	87,500	-	-	98,048	4,690	4,760	4.58%	4.32%	0.0088%
United Bank Limited										
	26,587	8,000	-	-	34,587	6,092	6,112	5.88%	5.55%	0.0028%
MCB Bank Limited										
	15,400	-	-	15,400	-	-	-	0.00%	0.00%	0.0000%
Meezan Bank Limited										
	-	160,000	-	-	160,000	7,620	7,520	7.24%	6.83%	0.0160%
Habib Bank Limited										
	17,600	-	-	17,600	-	-	-	0.00%	0.00%	0.0000%
	70,135	255,500	-	33,000	292,635	18,402	18,392	17.70%	16.70%	
Non Life Insurance										
Adamjee Insurance Company Limited										
	100,000	-	-	100,000	-	-	-	0.00%	0.00%	0.0000%
	100,000	-	-	100,000	-	-	-	-	0.00%	
Total	1,074,965	656,000	6,600	908,630	828,935	85,935	103,937	100%	94.42%	

* This represents gross bonus shares as per Fund's entitlement declared by the investee company. Finance Act, 2014 has brought amendments in the Income Tax Ordinance, 2001 whereby the bonus shares received by the shareholder are to be treated as income and a tax at the rate of 5 percent is to be applied on value of bonus shares determined on the basis of day end price on the first day of closure of books. The tax is to be collected at source by the investee company which shall be considered as final discharge of tax liability on such income. However, the Pension Fund Manager jointly with other asset management companies and Mutual Fund Association of Pakistan, has filed a petition in Honourable Sindh High Court to declare the amendments brought in Income Tax Ordinance, 2001 with reference to tax on bonus shares for collective investment schemes as null and void and not applicable on the funds based on the premise of exemption given to pension funds under clause 57 (3) (viii) of Part I of the Second Schedule of the Income Tax Ordinance, 2001. The Honourable Sindh High Court has granted stay order till the final outcome of the case. However, the investee company(s) has withheld the share equivalent to 5% of bonus announcement and not yet deposited on CDC account of department of Income tax. Management is of the view that the decision will be in the favour and accordingly has recorded the bonus shares on gross basis.

5.2 Government securities - Treasury bills

5.2.1 Held by Debt Sub-Fund

	Issue date	Face value				Amortised cost as at December 31, 2014	Market value as at December 31, 2014	Market value as a percentage of	
		As at July 1, 2014	Purchases during the period	Sales / matured during the period	As at December 31, 2014			Total investments of sub-fund	Net assets of sub-fund
----- (Rupees in '000) -----									
Treasury Bill - 6 months	March 20, 2014	47,000	-	47,000	-	-	-	0%	0%
Treasury Bill - 6 months	April 17, 2014	6,000	-	6,000	-	-	-	0%	0%
Treasury Bill - 6 months	May 15, 2014	9,000	-	9,000	-	-	-	0%	0%
Treasury Bill - 6 months	May 29, 2014	6,000	-	6,000	-	-	-	0%	0%
Treasury Bill - 6 months	August 7, 2014	-	3,500	-	3,500	3,467	3,467	3%	3%
Treasury Bill - 6 months	August 21, 2014	-	4,500	-	4,500	4,442	4,442	4%	4%
Treasury Bill - 3 months	October 16, 2014	-	3,000	-	3,000	2,994	2,994	3%	3%
Treasury Bill - 3 months	October 30, 2014	-	1,500	-	1,500	1,492	1,492	1%	1%
Treasury Bill - 6 months	November 13, 2014	-	2,000	-	2,000	1,931	1,934	2%	2%
Treasury Bill - 6 months	November 27, 2014	-	6,000	-	6,000	5,781	5,781	5%	5%
		68,000	20,500	68,000	20,500	20,107	20,110	18%	18%

5.2.1.1 These treasury bills carry maturities ranging from January 2015 to May 2015.

5.2.2 Held by Money Market Sub-Fund

	Issue date	Face value				Amortised cost as at December 31, 2014	Market value as at December 31, 2014	Market value as a percentage of	
		As at July 1, 2014	Purchases during the period	Sales / matured during the period	As at December 31, 2014			Total investments of sub-fund	Net assets of sub-fund
----- (Rupees in '000) -----									
Treasury Bill - 6 months	March 6, 2014	-	-	4,350	-	-	-	0.0%	0.00%
Treasury Bill - 6 months	April 17, 2014	4,350	-	25,000	-	-	-	0.0%	0.00%
Treasury Bill - 3 months	May 15, 2014	25,000	-	65,000	-	-	-	0.0%	0.00%
Treasury Bill - 3 months	May 29, 2014	65,000	-	16,500	-	-	-	0.0%	0.00%
Treasury Bill - 3 months	July 29, 2014	16,500	67,500	67,500	-	-	-	0.0%	0.00%
Treasury Bill - 3 months	August 12, 2014	-	30,500	30,500	-	-	-	0.0%	0.00%
Treasury Bill - 3 months	August 26, 2014	-	2,900	2,900	-	-	-	0.0%	0.00%
Treasury Bill - 3 months	September 10, 2014	-	6,000	6,000	-	-	-	0.0%	0.00%
Treasury Bill - 3 months	October 16, 2014	-	12,000	-	12,000	11,994	11,977	10.5%	10.14%
Treasury Bill - 3 months	October 30, 2014	-	75,000	-	75,000	74,677	74,582	65.4%	63.14%
Treasury Bill - 6 months	November 13, 2014	-	19,500	-	19,500	18,849	18,853	16.5%	15.96%
Treasury Bill - 6 months	November 27, 2014	-	3,000	-	3,000	2,894	2,890	2.5%	2.45%
Treasury Bill - 6 months	December 11, 2014	-	6,000	-	6,000	5,767	5,762	5.1%	4.88%
		110,850	222,400	217,750	115,500	114,181	114,064	100.0%	96.57%

5.2.2.1 These treasury bills carry maturities ranging from January 2015 to June 2015.

5.3 Government securities - Pakistan Investment Bonds

5.3.1 Held by Debt Sub-Fund

Issue date	Face value				Amortised cost as at December 31, 2014	Market value as at December 31, 2014	Market value as a percentage of		
	As at July 01, 2014	Purchases during the year	Sales / matured during the year	As at December 31, 2014			Total investments of sub-fund	Net assets of the sub-fund	
----- (Rupees in '000) -----									
Pakistan Investment Bonds	July 18, 2013	30,000	50,000	-	80,000	79,028	82,034	76%	69%

5.3.1.1 These Pakistan Investment Bonds carry coupon at the rate of 11.25% maturing in July 2018.

5.4 Term Finance Certificates and Sukuk bonds - Unlisted

5.4.1 Held by Debt Sub-Fund

Name of the Investee Company	Number of certificates				Market value / Carrying value as at December 31, 2014	Market value as a percentage of	
	As at July 1, 2014	Purchases during the year	Sales / Matured during the year	As at December 31, 2014		Total investments of sub-fund	Net assets of the sub-fund
(Rupees in '000)							
Commercial Banks							
Standard Chartered Bank (Pakistan) Limited	300	-	-	300	1,501	1.39%	1.26%
Utilities	300	-	-	300	1,501	1.39%	1.26%
WAPDA	798	-	-	798	4,280	3.97%	3.59%
	798	-	-	798	4,280	3.97%	3.59%
Total	1,098	-	-	1,098	5,781	5.36%	4.85%
Cost of investments at December 31, 2014						5,490	

5.4.1.1 Significant terms and conditions of Term Finance Certificates and Sukuk Bonds outstanding as at December 31, 2014 are as follows:

Name of security	Remaining principal (per TFC) (Rupees)	Mark-up rate (per annum)	Issue date	Maturity date
Term Finance Certificates and Sukuk Bonds - Unlisted				
Standard Chartered Bank (Pakistan) Limited	5,000	6 month KIBOR + 0.75%	29-Jun-12	29-Jun-22
WAPDA	5,000	6 month KIBOR + 1%	14-Oct-13	14-Oct-21

6. DIVIDEND AND PROFIT RECEIVABLE

	December 31, 2014 (Un-audited)				June 30, 2014 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note	----- (Rupees in '000) -----				----- (Rupees in '000) -----			
Dividend receivable	133	-	-	133	105	-	-	105
Mark-up accrued on deposits with banks	38	31	29	98	21	13	10	44
Mark-up accrued on Term Finance Certificates	-	180	-	180	-	96	-	96
Mark-up accrued on Government Securities - Pakistan Investment Bonds	-	4,118	-	4,118	-	1,516	-	1,516
	171	4,329	29	4,529	126	1,625	10	1,761

7. PRELIMINARY EXPENSES AND FLOATATION COSTS

Opening balance		5	5	5	15	16	16	16	48
Less: Amortization for the period	7.1	5	5	5	15	11	11	11	33
		-	-	-	-	5	5	5	15

7.1 Preliminary expenses and floatation costs represents expenditure incurred prior to the commencement of operations of the Fund and are being amortised over a period of three years commencing from the end of the initial offering period as per the requirements set out in the Trust Deed of the Fund and the VPS Rules.

8. ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

	December 31, 2014 (Un-audited)				June 30, 2014 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Rupees in '000) -----				----- (Rupees in '000) -----			
Advance against subscription towards issue of equity shares	-	-	-	-	4,100	-	-	4,100
Security Deposit with Central Depository Company of Pakistan Limited	100	100	-	200	100	100	-	200
	100	100	-	200	4,200	100	-	4,300

9. PAYABLE TO HBL ASSET MANAGEMENT LIMITED - PENSION FUND MANAGER

	December 31, 2014 (Un-audited)				June 30, 2014 (Audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
Note	----- (Rupees in '000) -----				----- (Rupees in '000) -----				
Management fee	9.1	138	147	268	553	104	128	135	367
Sindh Sales Tax	9.2	24	26	47	97	19	24	25	68
		162	173	315	650	123	152	160	435

- 9.1 As per rule 11 of the VPS Rules, the Pension Fund Manager is allowed to charge maximum annual management fee of 1.5% of the average of the values of the net assets of each of the Sub-Fund calculated during the period. Accordingly, the management fee has been accrued at 1.5% of the average annual net assets of each of the Sub-Fund.
- 9.2 This represents amount payable in respect of Sindh Sales Tax at the rate of 15% (June 30, 2014: 16%) on the services provided by the Pension Fund Manager as required by Sindh Sales Tax on Services Act, 2011.

10. ACCRUED EXPENSES AND OTHER LIABILITIES

	December 31, 2014 (Un-audited)				June 30, 2014 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note	----- (Rupees in '000) -----				----- (Rupees in '000) -----			
Auditors' remuneration	50	50	50	150	56	56	56	168
Payable to broker	-	-	1	1	-	2	3	5
Federal Excise Duty	10.1	293	351	995	177	214	211	602
Provision for Workers' Welfare Fund	13	807	396	1,595	644	302	303	1,249
Other payable	-	12	17	29	-	-	-	-
	1,150	809	811	2,770	877	574	573	2,024

- 10.1 As per the requirement of Finance Act, 2013, Federal Excise Duty (FED) at the rate of 16% on the remuneration of the Pension Fund Manager has been applied effective June 13, 2013. The Pension Fund Manager is of the view that since the remuneration is already subject to provincial sales tax, further levy of FED may result in double taxation, which does not appear to be the spirit of the law. In prior year, the Honourable High Court Sindh in a Constitutional petition relating to levy of FED on Mutual Funds has granted a stay order for the recovery of FED. As a matter of abundant caution, the Pension Fund Manager has made a provision with effect from June 13, 2013, aggregating to Rs. 0.336 million, Rs. 0.407 million and Rs. 0.412 million for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund respectively, out of which Rs. 0.043 million, Rs. 0.056 million and Rs. 0.061 million have been paid to Pension Fund Manager for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund respectively. Had the provision not been made Value (NAV) per unit of Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund as at December 31, 2014 would have been higher by Rs. 0.6946, Rs. 0.3858 and Rs. 0.3734 respectively.

11. CONTRIBUTION TABLE

Contributions received are as follows:

	For the six months ended December 31, 2014 (Un-audited)							
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total	
	Units	(Rupees in '000)	Units	(Rupees in '000)	Units	(Rupees in '000)	Units	(Rupees in '000)
From:								
Individuals	41,181	9,963	193,750	24,182	278,639	33,990	513,570	68,135
	41,181	9,963	193,750	24,182	278,639	33,990	513,570	68,135
	For the six months ended December 31, 2013 (Un-audited)							
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total	
	Units	(Rupees in '000)	Units	(Rupees in '000)	Units	(Rupees in '000)	Units	(Rupees in '000)
From:								
Individuals	6,642	1,283	43,466	5,038	28,904	3,337	79,012	9,658
	6,642	1,283	43,466	5,038	28,904	3,337	79,012	9,658

12. NUMBER OF UNITS IN ISSUE

	December 31, 2014 (Un-audited)				June 30, 2014 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Rupees in '000) -----				----- (Rupees in '000) -----			
Opening units in issue	386,254	957,928	997,221	2,341,403	341,661	806,314	922,511	2,070,486
Units issued during the period	41,181	193,750	278,639	513,570	51,581	299,182	301,187	651,950
Units redeemed during the period	(3,541)	(243,337)	(335,921)	(582,799)	(65,856)	(154,931)	(117,201)	(337,988)
Reallocation during the period	(2,084)	1,617	599	132	58,868	7,363	(109,276)	(43,045)
Total units in issue at the end of the period	421,810	909,958	940,538	2,272,306	386,254	957,928	997,221	2,341,403

13. PROVISION FOR WORKERS' WELFARE FUND

The Finance Act 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance). As a result of this amendment it may be construed that all Collective Investment Schemes / mutual funds (CISs) whose income exceeds Rs. 0.5 million in a tax year, have been brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever is higher. In this regard, a constitutional petition has been filed by certain CISs through their trustees in the Honourable High Court of Sindh, challenging the applicability of WWF to the CISs, which is pending adjudication.

Subsequently, the Ministry of Labour and Manpower (the Ministry) vide its letter dated 15 July 2010 clarified that "Mutual Fund(s) is a product which is being managed / sold by the Asset Management Companies which are liable to contribute towards Workers Welfare Fund under Section-4 of WWF Ordinance 1971. However, the income on Mutual Fund(s), the product being sold, is exempted under the law *ibid*".

Further, the Secretary (Income Tax Policy) Federal Board of Revenue (FBR) issued a letter dated October 6, 2010 to the Members (Domestic Operation) North and South FBR. In the letter, reference was made to the clarification issued by the Ministry of Labour and Manpower stating that mutual funds are a product and their income are exempted under the law *ibid*. The Secretary (Income Tax Policy) Federal Board of Revenue directed that the Ministry's letter may be circulated amongst field formations for necessary action. Following the issuance of FBR Letter, show cause notice which had been issued by taxation office to certain mutual funds for payment of levy under WWF were withdrawn. However, the Secretary (Income Tax Policy) Federal Board of Revenue vide letter January 4, 2011 has cancelled ab-initio clarificatory letter dated October 6, 2010 on applicability of WWF on mutual funds and issued show cause notices to certain mutual funds for collecting WWF. In respect of such show cause notices, certain mutual funds have been granted stay by Honourable High Court of Sindh on the basis of the pending constitutional petition in the said court as referred above.

Furthermore, in 2011 the Honourable Lahore High Court in a Constitutional Petition relating to the amendments brought in WWF Ordinance through the Finance Act 2006, and the Finance Act, 2008, has declared the said amendments as unlawful and unconstitutional. The Management Company is hopeful that the decision of the Honourable Lahore High Court, will lend further support to the Constitutional Petition which is pending in the Honourable High Court of Sindh.

During the year ended June 30, 2013, the Larger Bench of the Sindh High Court (SHC) issued a judgment in response to a petition in another similar case in which it is held that the amendments introduced in the WWF Ordinance through Finance Acts, 2006 and 2008 do not suffer from any constitutional or legal infirmity.

During the year ended June 30, 2014, the Honourable Peshawar High Court on a petition filed by certain aggrieved parties (other than the mutual funds) have adjudicated that the amendments introduced in the Workers Welfare Fund Ordinance, 1971 through the Finance Acts of 1996 and 2009 lacks the essential mandate to be introduced and passed through the money bill under the Constitution of Pakistan and hence have been declared as ultra vires the Constitution.

However, without prejudice to the above, the Pension Fund Manager, as a matter of abundant caution, has decided to continue to maintain the provision for WWF aggregating to Rs. 807,115, Rs. 396,423 and Rs. 391,754 for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund (including Rs. 346,238 for the current period). Had the provision not been made, the Net Asset Value (NAV) per unit of Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund as at December 31, 2014 would have been higher by Rs. 1.9135, Rs. 0.4356 and Rs. 0.4165 respectively.

14. TAXATION

No provision for taxation for the period ended December 31, 2014 has been made in the view of exemption available under clause 57 (3) (viii) of Part I of the Second Schedule of the Income Tax Ordinance, 2001.

15. TRANSACTIONS WITH CONNECTED PERSONS

Connected persons include HBL Asset Management Limited being the Pension Fund Manager, Habib Bank Limited being the Sponsor, Central Depository Company of Pakistan Limited being the Trustee of the Fund, collective investment schemes managed by the Management Company, directors and officers of the Management Company. Transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates. Remuneration payable to Pension Fund Manager and Trustee is determined in accordance with the provisions of the Voluntary Pension System Rules and the Trust Deed respectively. Details of the transactions with connected persons and balances with them, if not disclosed elsewhere in these financial statements are as follows:

15.1 Transactions during the period

	Six months ended December 31, 2014 (Un-audited)				Six months ended December 31, 2013 (Un-audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	------(Rupees in '000)-----				------(Rupees in '000)-----			
HBL Asset Management Limited - Pension Fund Manager								
Management fee	967	1,143	1,169	3,279	774	983	983	2,740
Habib Bank Limited - Sponsor								
Bank charges	1	1	1	3	3	5	3	11
Profit on bank deposits earned	252	207	173	632	238	131	142	511
Profit received on bank deposits	235	189	155	579	221	135	150	506
Dividend earned and received	39	-	-	39	64	-	-	64
Directors and Executives of the Pension Fund Manager and their relatives								
Directors and their relatives								
Mr. Salim Amlani								
Issue of units	Number	2,411	2,441	4,852	-	9,223	9,292	18,515
Amount of units issued		300	300	600	-	1,071	1,071	2,142
Reallocation of units	Number	(134)	135	1	-	(186)	187	1
Amount of units reallocated		(16,414)	16,414	-	-	(21)	21	-
Executives and their relatives								
Reallocation of units	Number	2	-	1	(5)	8	-	3
Amount of units reallocated		1	-	-	(1)	1	-	-
Central Depository Company of Pakistan Limited - Trustee								
Remuneration		86	88	247	58	73	73	204
Central Depository System Charges		3	-	11	8	3	-	11
Directors of connected persons								
Reallocation of units	Number	330	210	249	65,230	(204)	(112,997)	(47,971)
Amount of units reallocated		41	25	-	12,875	(24)	(12,851)	-
Redemption of units	Number	(2,315)	(6,087)	(8,906)	-	-	-	-
Amount of units redeemed		(290)	(750)	(1,160)	-	-	-	-

15.2 Balances outstanding as at period end

	December 31, 2014 (Un-audited)				June 30, 2014 (Audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
	(Rupees in '000)				(Rupees in '000)				
HBL Asset Management Limited - Pension Fund Manager									
Management fee payable	138	147	268	553	104	128	135	367	
Sindh Sales Tax	24	26	47	97	19	24	25	68	
Habib Bank Limited - Sponsor									
Units held	Number	300,000	300,000	300,000	900,000	300,000	300,000	300,000	900,000
Amount of units held		78,278	39,276	37,722	155,276	67,071	36,761	36,383	140,215
Mark-up accrued on deposits with bank		38	31	29	98	21	13	10	44
Balance in savings account		7,173	7,792	5,139	20,104	4,279	14,819	12,463	31,561
Dividend receivable		-	-	-	-	35	-	-	35
Directors and Executives of the Pension Fund Manager and their relatives									
Directors and their relatives									
Units held	Number	-	106,004	107,119	213,123	-	103,727	104,543	208,270
Amount of units held		-	13,878	13,469	27,347	-	12,710	12,679	25,389
Executives and their relatives									
Units held	Number	37	33	3	73	38	31	3	72
Amount of units held		10	4	-	14	8	4	-	12
Central Depository Company of Pakistan Limited - Trustee									
Remuneration payable		14	15	15	44	9	19	20	48
Security deposit receivable		100	100	-	200	100	100	-	200
Shares held in associated undertakings									
Ordinary shares held in Habib Bank Limited	Number	-	-	-	-	2,165	-	-	2,165
Directors of connected persons									
Units held	Number	9,868	45,594	119,787	175,249	10,663	47,579	125,664	183,906
Amount of units held		2,575	5,969	15,062	23,606	2,384	5,830	15,240	23,454

16. DATE OF AUTHORISATION FOR ISSUE

The condensed interim financial information was authorised for issue by the Board of Directors of the Pension Fund Manager on February 27, 2015.

17. GENERAL

Figures have been rounded off to the nearest thousand rupees.

For HBL Asset Management Limited
(Pension Fund Manager)

Chief Executive

Director

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HBL Asset Management Limited



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