

HBL

ASSET MANAGEMENT LTD.
ایسٹٹ منیجمنٹ لمیٹڈ

AMC Rating : AM1 by VIS



HBL Pension Fund & HBL Islamic Pension Fund

NINE MONTHS REPORT 2023

For the period ended March 31, 2023

MOVING TOWARDS
EXCELLENCE

TABLE OF CONTENTS

<i>Corporate Information</i>	02
<i>Report of the Directors of the Management Company</i>	03
HBL Pension Fund	
<i>Fund Information</i>	07
<i>Condensed Interim Statement of Assets and Liabilities</i>	08
<i>Condensed Interim Income Statement and Comprehensive Income (Un-audited)</i>	09
<i>Condensed Interim Statement of Movement in Participants' Fund (Un-audited)</i>	10
<i>Condensed Interim Cash Flow Statement (Un-audited)</i>	11
<i>Notes to the Condensed Interim Financial Information (Un-audited)</i>	12
HBL Islamic Pension Fund	
<i>Fund Information</i>	25
<i>Condensed Interim Statement of Assets and Liabilities</i>	26
<i>Condensed Interim Income Statement and Comprehensive Income (Un-audited)</i>	27
<i>Condensed Interim Statement of Movement in Participants' Fund (Un-audited)</i>	28
<i>Condensed Interim Cash Flow Statement (Un-audited)</i>	29
<i>Notes to the Condensed Interim Financial Information (Un-audited)</i>	30

CORPORATE INFORMATION

Management Company

HBL Asset Management Limited

Board of Directors (Composition as of April 28, 2023)

Chairman	Mr. Shahid Ghaffar	(Independent Director)
Directors	Mr. Mir Adil Rashid Ms. Ava Ardeshir Cowasjee Mr. Khalid Malik Mr. Rayomond H. Kotwal Mr. Tariq Masaud Mr. Abrar Ahmed Mir Mr. Abid Sattar	(Chief Executive Officer) (Independent Director) (Independent Director) (Non-Executive Director) (Non-Executive Director) (Non-Executive Director) (Independent Director)

Audit Committee

Chairman	Mr. Khalid Malik	(Independent Director)
Members	Ms. Ava Ardeshir Cowasjee Mr. Rayomond H. Kotwal	(Independent Director) (Non-Executive Director)

Human Resource Committee

Chairman	Mr. Shahid Ghaffar	(Independent Director)
Members	Ms. Ava Ardeshir Cowasjee Mr. Rayomond H. Kotwal Mr. Abid Sattar	(Independent Director) (Non-Executive Director) (Independent Director)

Risk Management Committee

Chairman	Mr. Shahid Ghaffar	(Independent Director)
Members	Mr. Tariq Masaud Mr. Abid Sattar	(Non-Executive Director) (Independent Director)

Technology Committee

Chairman	Mr. Abrar Ahmed Mir	(Non-Executive Director)
Members	Mr. Abid Sattar Ms. Ava Ardeshir Cowasjee	(Independent Director) (Independent Director)

Company Secretary & Chief Financial Officer

Mr. Noman Qurban

AMC Rating

AM1 (Stable Outlook)

Legal Advisor

Bawany & Partners,
Lane 13, D.H.A Phase 6, Bukhari Commercial Area,
Defense Housing Authority, Karachi.

Website

www.hblasst.com

Head Office & Registered Office

7th Floor, Emerald Tower, G-19, Block-5, Main Clifton Road, Clifton, Karachi.

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

The Board of Directors of HBL Asset Management Limited is pleased to present its report along with Financial Statements Report of HBL Pension Fund and HBL Islamic Pension Fund (the Funds) for the period ended March 31, 2023.

ECONOMIC REVIEW

Pakistan continued to face severe economic challenges during 9MFY23 as rising inflation, low FX reserves, import restrictions, and delay in IMF program remained key concern for investors. CPI inflation in March-2023 rose to a multi-decade high of 35% taking 9MFY23 inflation to 27.2% as against 10.7% same period last year. The sharp rise in inflation could be attributed to 1) currency devaluation, 2) higher petroleum prices, 4) impact of floods on crops, and 3) import restrictions leading to supply shortages.

SBP, keeping in view rising inflationary pressures and rising interest rates globally, adopted a very aggressive monetary policy stance. In FYTD, SBP has cumulatively raised the policy rate by 725bps to 21%. In its monetary policy statements, SBP highlighted that growing inflationary expectations and increased external account challenges as key drivers of monetary tightening.

On the external front, SBP foreign exchange reserves were down from USD 8.4bn in July-2022 to USD 4.0bn as of April 7, 2023. This was due to large debt repayments and lower foreign inflows during this period. Due to the depleting reserves, Pak rupee depreciated by 28% against USD as PKR-USD parity closed at PKR 284 against the USD. Lower Current Account Deficit (CAD) though provided some cushion as it dropped by 74% to USD 3.4bn in 9MFY23 driven by import restriction and lower trade deficit. Trade deficit during 9MFY23 was down 30% to USD 20.4bn led by 21% fall in imports.

Slowdown in aggregate demand, floods, high interest rates, and import restrictions have significantly impacted growth outlook for the country. Large Scale Manufacturing Index (LSM) was down 5.56% in 8MFY23 indicating sharp slowdown in economy. World Bank has also recently revised down Pakistan's GDP growth forecast to 0.4% in FY23 considering these factors.

STOCK MARKET REVIEW

KSE-100 index during 9MFY23 dropped by 4% to 40,000 index level as investors remained skeptical over the prevailing economic and political uncertainty while KMI index rose slightly gaining 0.80% to close at 69,337 points KMI Index after making a high of 73,770 points on Feb 09, 2023, dropped by 6% owing to prevailing economic and political uncertainty. Key factors that contributed to this decline included 1) delay in ninth review of IMF, 2) sharp fall in foreign exchange reserves, 3) sharp rise in interest rates, 4), import restrictions impacting listed companies profitability, and 5) increase in political noise specially over the possible timing of general elections.

Due to these uncertain times, total traded volume and traded value were down 33% and 37% to 204mn shares and PKR 6.6bn, respectively. Foreigners were net buyers during 9MFY23 to the tune of USD 7mn. Amongst local investors, Mutual Funds and Insurance Companies were net sellers of USD 111mn and USD 105mn, respectively. Companies and Commercial Banks buyers were net buyers of USD 82mn and USD 60mn, respectively. Technology, Power and E&P sectors remained top performers whereas Pharma, Automobiles, and Consumer Sector contributed negatively to the index during 9MFY23.

MONEY MARKET REVIEW

SBP conducted 6 monetary policies during 9MFY23 where it raised policy rates by 625bps to 20% by March end which is one of the highest rate increases in a span of 9 months. Given imminent inflationary pressures, SBP further raised rates to 21% in April-2023. SBP also linked Export Finance Scheme (EFS) and Long Term Financing Facility (LTFF) to the policy rate instead of fixed rate during 9MFY23 in order to improve monetary policy transmission.

Owing to rising inflationary pressures and expectations of higher interest rates, secondary market bond yields saw an increasing trend. Yields on shorter tenor 6M and 1Y TBills were up ~600bps in 9MFY23 to 21.1% and 21.2%, respectively. Similarly, longer tenor bond yields also went up with 3Y bond yields increasing by 479bps to 18.2% and 5Y bond yields going up 226bps to 15.19%. During 9MFY23, government raised PKR 15.5trn against target of PKR 16.1trn. Similarly, government raised PKR 966bn through fixed PIBs in 9MFY23.

Government raised PKR 21bn through fixed rate Ijarah Sukuk whereas it raised PKR 380bn from Variable Rate Ijarah Sukuk during 9MFY23.

FUTURE OUTLOOK

Pakistan has now secured external financing assurances of USD 3bn from Saudi Arabia and UAE which was a key requirement for revival of IMF program. Pakistan is also in talks with Saudi Arabia & China for additional deposits and Commercial loans. It is likely that government is able to convince IMF on the remaining financing arrangement soon which will ensure signing of staff level agreement, going ahead. Furthermore, once the staff level agreement is signed with IMF, flows from multi-lateral donor agencies like World Bank and Asian Development Bank (ADB) will also unlock which will improve FX reserves position and give comfort to equity and fx markets.

In its last monetary policy statement, SBP had also highlighted that inflation will start coming down from June 2023 onwards which indicates that interest rates have almost peaked or they are near its peak. We anticipate CPI inflation to average 29% in FY23 and then fall to 18% in FY24 due to high base and expected fall in commodity prices. This expected drop in inflation rates from FY24 propels case for interest rate cut from later part of 2023. This will provide a major boost to equity markets.

Our long term view on market remain positive given IMF program is round the corner, political instability is expected to subside gradually with elections scheduled this year and interest rate are likely to fall from FY24. The market trades at all time low PE of less than 4x with dividend yield of around 10%.

Fund's Performance

HBL Pension Fund

The Fund comprises of three sub funds namely Equity sub-fund, Debt sub-fund and Money Market sub-fund.

The Fund as a whole earned a total and net income of Rs. 92.33 million and Rs. 84.74 million respectively during the period under review. The fund size increased from Rs. 831.41 million as on June 30, 2022 to Rs. 998.49 million as at March 31, 2023 thereby showing an increase of 20% during the period under review. Performance review for each sub Fund is given below:

Equity Sub-Fund

During the period under review, the Equity sub-fund incurred a total and net loss of Rs. 0.82 million and Rs. 3.28 million respectively. The net assets of the Equity sub-fund was Rs. 54.48 million representing Net Asset Value (NAV) of Rs. 294.2609 per unit as at March 31, 2023. The Sub Fund yielded a negative return of 5.87% for the period under review. The Fund is invested to the extent of 88% in equities.

Debt Sub-Fund

During the period under review, the Debt sub-fund earned total and net income of Rs. 35.52 million and Rs. 33.16 million respectively. The net assets of the Debt sub-fund was Rs. 330.56 million representing Net Asset Value (NAV) of Rs. 265.2328 per unit as at March 31, 2023. The Fund yielded annualized return of 16.23% for the period under review.

Money Market Sub-Fund

During the period under review, the Money Market sub-fund earned total and net income of Rs. 57.63 million and Rs. 54.85 million respectively. The net assets of the Money Market sub-fund was Rs. 613.46 million representing Net Asset Value (NAV) of Rs. 231.8180 per unit as at March 31, 2023. An annualized return of 16.79% was earned by the Fund for the period under review.

HBL Islamic Pension Fund

The Fund comprises of three sub funds namely Equity sub-fund, Debt sub-fund and Money Market sub-fund.

The Fund as a whole earned a total and net income of Rs. 30.34 million and Rs. 25.41 million respectively during the period under review. The fund size increased from Rs. 343.34 million as at June 30, 2022 to Rs. 469.58 million as at March 31, 2023 showing an increase of 37%. Performance review for each sub Fund is given below:

Equity Sub-Fund

During the period under review, the Equity sub-fund incurred a total and net loss of Rs. 3.36 million and Rs. 6.09 million respectively. The net assets of the Equity sub-fund was Rs. 70.52 million representing Net Asset Value (NAV) of Rs. 325.4542 per unit as at March 31, 2023. The Fund yielded a negative return of 7.82% for the period. The Sub Fund is invested to the extent of 86% in equities.

Debt Sub-Fund

During the period under review, the Debt sub-fund earned total and net income of Rs. 18.51 million and Rs. 17.20 million respectively. The net assets of the Debt sub-fund was Rs. 205.45 million representing Net Asset Value (NAV) of Rs. 209.3566 per unit as at March 31, 2023. The Fund yielded annualized return of 15.64% for the period under review.

Money Market Sub-Fund

During the period under review, the Money Market sub-fund earned total and net income of Rs. 15.19 million Rs. 14.30 million respectively. The net assets of the Money Market sub-fund was Rs. 193.62 million representing Net Asset Value (NAV) of Rs. 203.2350 per unit as at March 31, 2023. An annualized return of 15.20% was earned by the Fund for the period under review.

Acknowledgement

The Board takes this opportunity to thank its valued unit-holders for their confidence and patronage. It would like to place on record its appreciation for the help and guidance provided by the Securities & Exchange Commission of Pakistan, the Central Depository Company of Pakistan as Trustee, the Pakistan Stock Exchange and the State Bank of Pakistan.

The Board also wishes to place on record its appreciation for the hard work and dedication shown by the staff.

On behalf of the Board of
HBL Asset Management Limited

Chief Executive Officer

HBL

Pension Fund

FUND INFORMATION

Name of Fund	HBL Pension Fund
Name of Auditor	Yousuf Adil Chartered Accountants.
Name of Trustee	Central Depository Company of Pakistan Limited (CDC)
Bankers	Habib Bank Limited Faysal Bank Limited Allied Bank Limited JS Bank Limited NIB Bank Limited Sindh Bank Limited Soneri Bank Limited Zarai Taraqati Bank Limited

HBL Pension Fund
Condensed Interim Statement of Assets and Liabilities
As at March 31, 2023

	Note	March 31, 2023 (Un-Audited)				June 30, 2022 (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) -----									
Assets									
Bank balances	4	2,480	111,907	42,365	156,752	3,321	229,087	358,775	591,183
Investments	5	48,675	210,585	563,805	823,065	127,901	60,896	37,522	226,319
Dividend and profit receivable	6	643	9,326	8,552	18,521	144	5,809	7,818	13,771
Advances, deposits, prepayments and other receivables	7	3,723	323	394	4,440	3,421	414	171	4,006
Total assets		55,521	332,141	615,116	1,002,778	134,787	296,206	404,286	835,279
Liabilities									
Payable to Pension Fund Manager	8	78	227	276	581	411	195	174	780
Payable to Trustee	9	12	50	87	149	25	43	61	129
Payable to Securities and Exchange Commission of Pakistan	10	22	86	137	245	49	55	76	180
Accrued expenses and other liabilities	11	934	1,222	1,156	3,312	869	967	940	2,776
Total liabilities		1,046	1,585	1,656	4,287	1,354	1,260	1,251	3,865
Net assets		54,475	330,556	613,460	998,491	133,433	294,946	403,035	831,414
Participants' sub funds (as per statement attached)		54,475	330,556	613,460	998,491	133,433	294,946	403,035	831,414
Number of units in issue	12	185,124	1,246,285	2,646,302	4,077,711	426,826	1,247,541	1,957,660	3,632,027
----- (Rupees) -----									
Net assets value per unit		294.2609	265.2328	231.8180		312.6181	236.4216	205.8763	

The annexed notes 1 to 19 form an integral part of the condensed interim financial information.

For HBL Asset Management Limited
(Pension Fund Manager)

Chief Financial Officer

Chief Executive Officer

Director

HBL Pension Fund

Condensed Interim Income Statement and Statement of Comprehensive Income (Un-Audited)

For the Nine months period ended March 31, 2023

	2023				2022			
	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) -----							
Income								
Dividend income	4,260	-	-	4,260	8,058	-	-	8,058
Profit on bank balances	318	17,702	22,354	40,374	151	7,937	15,984	24,072
Mark-up / return on investments	-	17,828	35,158	52,986	-	6,543	4,441	10,984
(Loss) / Gain on sale of investments - net	(29,234)	(13)	(258)	(29,505)	(12,663)	302	139	(12,222)
Unrealized appreciation / (diminution) on re-measurement of investments at fair value through profit or loss	23,835	5	376	24,216	(27,162)	(1,102)	(18)	(28,282)
Total Income	(821)	35,522	57,630	92,331	(31,616)	13,680	20,546	2,610
Expenses								
Remuneration of HBL Asset Management Limited - Pension Fund Manager	1,029	1,753	1,893	4,675	2,921	2,355	3,221	8,497
Remuneration of Central Depository Company of Pakistan Limited - Trustee	93	366	583	1,042	257	260	364	881
Annual fee to Securities and Exchange Commission of Pakistan	22	86	137	245	38	38	54	130
Auditors' remuneration	105	108	109	322	72	87	79	238
Settlement and bank charges	796	34	34	864	36	45	27	108
Other expenses	413	15	20	448	758	37	71	866
Total Expenses	2,458	2,362	2,776	7,596	4,082	2,822	3,816	10,720
Net (loss) / income from operating activities	(3,279)	33,160	54,854	84,735	(35,698)	10,858	16,730	(8,110)
Reversal of Provision for Sindh Workers' Welfare Fund (SWWF)	-	-	-	-	3,040	1,501	923	5,464
Net (loss) / income before taxation	(3,279)	33,160	54,854	84,735	(32,658)	12,359	17,653	(2,646)
Taxation	-	-	-	-	-	-	-	-
Net (loss) / income for the period	(3,279)	33,160	54,854	84,735	(32,658)	12,359	17,653	(2,646)
Other comprehensive income								
Other comprehensive income / (loss)	-	-	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	(3,279)	33,160	54,854	84,735	(32,658)	12,359	17,653	(2,646)

The annexed notes 1 to 19 form an integral part of the condensed interim financial information.

For HBL Asset Management Limited
(Pension Fund Manager)

Chief Financial Officer

Chief Executive Officer

Director

HBL Pension Fund

Condensed Interim Income Statement and Statement of Comprehensive Income (Un-Audited)

For the Quarter ended March 31, 2023

	2023				2022			
	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) -----							
Income								
Dividend income	900	-	-	900	3,693	-	-	3,693
Profit on bank balances	121	4,650	1,722	6,493	11,193	8,625	15,914	35,732
Mark-up / return on investments	-	8,820	22,101	30,921	(145)	2,809	(4,368)	(1,704)
(Loss) / Gain on sale of investments - net	(27,251)	29	127	(27,095)	(12,663)	(4,507)	(3,401)	(20,571)
Unrealized appreciation / (diminution) on re-measurement of investments at fair value through profit or loss	26,732	(15)	376	27,093	(6,619)	(760)	2	(7,377)
	502	13,484	24,326	38,312	(4,541)	6,167	8,147	9,773
Impairment loss on investments classified as "available for sale"	-	-	-	-	(1,744)	(1,685)	(2,394)	(5,823)
Total Income	502	13,484	24,326	38,312	(6,285)	4,482	5,753	3,950
Expenses								
Remuneration of HBL Asset Management Limited - Pension Fund Manager	222	632	750	1,604	2,500	2,317	3,197	8,014
Remuneration of Central Depository Company of Pakistan Limited - Trustee	22	132	231	385	16	232	326	574
Annual fee to Securities and Exchange Commission of Pakistan	5	31	54	90	(2,628)	(1,966)	(2,731)	(7,325)
Auditors' remuneration	14	34	36	84	72	87	79	238
Settlement and bank charges	344	7	12	363	29,776	(5,464)	(9,587)	14,725
Other expenses	163	3	3	169	758	37	71	866
Total Expenses	770	839	1,086	2,695	30,494	(4,757)	(8,645)	17,092
	----- (Rupees) -----							
Net (loss) / income from operating activities	(268)	12,645	23,240	35,617	(36,779)	9,239	14,398	(13,142)
Provision for Sindh Workers' Welfare Fund (SWWF)	-	-	-	-	3,040	1,501	923	5,464
Net (loss) / income before taxation	(268)	12,645	23,240	35,617	(33,739)	10,740	15,321	(7,678)
Taxation	-	-	-	-	-	-	-	-
Net (loss) / income for the period	(268)	12,645	23,240	35,617	(33,739)	10,740	15,321	(7,678)
Other comprehensive income								
Other comprehensive income / (loss)	-	-	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	(268)	12,645	23,240	35,617	(33,739)	10,740	15,321	(7,678)

The annexed notes 1 to 19 form an integral part of the condensed interim financial information.

For HBL Asset Management Limited
(Pension Fund Manager)

Chief Financial Officer

Chief Executive Officer

Director

HBL Pension Fund
Condensed Interim Statement of Movement in Participants' Funds (Un-Audited)
For the Nine months period ended March 31, 2023

Note	2023				2022			
	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) -----								
Net assets at beginning of the period	133,433	294,946	403,035	831,414	212,630	191,557	260,469	664,656
Issuance of units	14 14,853	111,290	344,986	471,129	30,449	66,182	75,230	171,861
Redemption of units	(90,532)	(108,840)	(189,415)	(388,787)	(21,138)	(34,000)	(48,766)	(103,904)
Reallocation among funds	-	-	-	-	8,026	(5,328)	(2,698)	-
Other comprehensive income								
Net (loss) / income for the period	(3,279)	33,160	54,854	84,735	(32,658)	12,359	17,653	(2,646)
Net unrealised (loss) / gain on remeasurement of investments classified as available for sale	-	-	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	(3,279)	33,160	54,854	84,735	(32,658)	12,359	17,653	(2,646)
Net assets at end of the period	54,475	330,556	613,460	998,491	197,309	230,770	301,888	729,967
Net assets value per unit at beginning of the period	312.6181	236.4216	205.8763		433.3512	215.5798	186.9322	
Net assets value per unit at end of the period	294.2609	265.2328	231.8180		368.9509	228.9955	198.7790	

The annexed notes 1 to 19 form an integral part of the condensed interim financial information.

For HBL Asset Management Limited
(Pension Fund Manager)

Chief Financial Officer

Chief Executive Officer

Director

HBL Pension Fund
Condensed Interim Cash Flow Statement (Un-audited)
For the Nine months period ended March 31, 2023

Note	2023				2022			
	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) -----								
CASH FLOW FROM OPERATING ACTIVITIES								
Net (loss) / income for the period	(3,279)	33,160	54,854	84,735	(32,658)	12,359	17,653	(2,646)
Adjustments								
Unrealized (appreciation) / diminution on re-measurement of investments at fair value through profit or loss	(23,835)	(5)	(376)	(24,216)	27,162	1,102	18	28,282
	(27,114)	33,155	54,478	60,519	(5,496)	13,461	17,671	25,636
(Increase) / decrease in assets								
Investments - net	103,061	(149,684)	(525,907)	(572,530)	(5,485)	50,715	126,895	172,125
Dividend and profit receivable	(499)	(3,517)	(734)	(4,750)	(2,386)	(1,753)	(4,552)	(8,691)
Advances, deposits, prepayments and other receivables	(302)	91	(223)	(434)	(2,775)	(263)	5	(3,033)
	102,260	(153,110)	(526,864)	(577,714)	(10,646)	48,699	122,348	160,401
Increase / (decrease) in liabilities								
Payable to HBL Asset Management Limited - Pension Fund	(333)	32	102	(199)	225	(125)	(225)	(125)
Payable to Central Depository Company of Pakistan Limited	(13)	7	26	20	(1)	8	10	17
Payable to Securities and Exchange Commission of Pakistan	(27)	31	61	65	(16)	(11)	8	(19)
Accrued expenses and other liabilities	65	255	216	536	(9,105)	(1,896)	(1,719)	(12,720)
	(308)	325	405	422	(8,897)	(2,024)	(1,926)	(12,847)
Net cash (used in) / generated from operating activities	74,838	(119,630)	(471,981)	(516,773)	(25,039)	60,136	138,093	173,190
----- (Rupees) -----								
CASH FLOW FROM FINANCING ACTIVITIES								
Amount received on issue of units	14,853	111,290	344,986	471,129	30,449	66,182	75,230	171,861
Amount paid on redemption of units	(90,532)	(108,840)	(189,415)	(388,787)	(21,138)	(34,000)	(48,766)	(103,904)
Reallocation among funds	-	-	-	-	8,026	(5,328)	(2,698)	-
Net cash (used in) / generated from financing activities	(75,679)	2,450	155,571	82,342	17,337	26,854	23,766	67,957
Net (decrease) / increase in cash and cash equivalents	(841)	(117,180)	(316,410)	(434,431)	(7,702)	86,990	161,859	241,147
Cash and cash equivalents at beginning of the period	3,321	229,087	358,775	591,183	11,229	75,173	105,269	191,671
Cash and cash equivalents at end of the period	2,480	111,907	42,365	156,752	3,527	162,163	267,128	432,818

The annexed notes 1 to 19 form an integral part of the condensed interim financial information.

For HBL Asset Management Limited
(Pension Fund Manager)

Chief Financial Officer

Chief Executive Officer

Director

HBL Pension Fund

Notes to the Condensed Interim Financial Information (Un-audited)

For the Nine months period ended March 31, 2023

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 SECP. The registered office of the Management Company is situated at 7th Floor, Emerald Tower, G-19, Block 5, Main Clifton Road, Clifton, Karachi.

The Fund is an unlisted open end 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 (based on defined contribution), 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 is 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 5% 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 25% of NAV or index weight, subject to a maximum of 30% 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. Composition of the remaining portion of the investments shall be as defined in the offering document.
- The Debt Sub-Fund consists 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 issued by the Federal Government. Upto twenty five percent (25%) may be deposited with banks having not less than 'AA+' rating with stable outlook. Exposure to securities issued by companies of a single sector shall not exceed twenty percent (20%) except for banking sector for which the exposure limit shall be up to thirty percent (30%) of net assets of a debt sub-fund. 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. However, deposits with commercial banks having 'A+' or higher rating shall not exceed 20% of net assets of money market sub-fund. Investment in securities issued by provincial government, city government, government corporate entities with 'A' or higher rating or a corporate entity with 'A+' or higher rating or a government corporation with 'A+' or higher rating shall be in proportion as defined in the offering document.

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 & 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 'AM1' 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

2.1.1 The condensed interim financial information has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of the Voluntary Pension System Rules, 2005 (the VPS Rules); and
- Provisions of and or directives issued under the Companies Act, 2017.

In case where requirements differ, the VPS Rules and the provisions of and or directives issued under the Companies Act, 2017 have been followed.

2.1.2 This condensed interim financial information does not include all the information and disclosures required in the annual financial statements and should therefore be read in conjunction with the annual financial statements of the Fund as at and for the year ended June 30, 2022. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Fund's financial position and performance since the last financial statements.

2.1.3 This condensed interim financial information is being submitted to the participants as required under Regulation 7(f) of the VPS Rules, 2005.

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 is presented in Pakistani Rupees which is the Fund's functional and presentation currency.

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, 2022.

3.1 USE OF ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial information requires management to make judgments, estimates and assumption that affect the application of accounting policies and reported amount of assets and liabilities, income and expenses. Actual result may differ from these estimates.

The significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements as at and for the year ended June 30, 2022.

3.2 FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies are consistent with that disclosed in the financial statements as at and for the year ended June 30, 2022.

	Note	March 31, 2023				June 30, 2022			
		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) -----									
4. BANK BALANCES									
Savings accounts	4.1	2,480	111,907	42,365	156,752	3,321	229,087	358,775	591,183
		<u>2,480</u>	<u>111,907</u>	<u>42,365</u>	<u>156,752</u>	<u>3,321</u>	<u>229,087</u>	<u>358,775</u>	591,183

4.1 This represents bank accounts held with various banks. Profit rates on these accounts range between 8.00% to 19% per annum (June 30, 2022: 5.5% to 17.55% per annum).

5. INVESTMENTS

	Note	(Un-audited) March 31, 2023				Audited June 30, 2022			
		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) -----									
Financial assets at fair value through profit and loss									
Listed Equity Securities	5.1	48,675	-	-	48,675	127,901	-	-	127,901
Government Securities	5.2	-	-	-	-	-	-	-	-
Market Treasury Bills	5.2.1	-	7,241	222,040	229,281	-	-	-	-
Pakistan Investment Bonds	5.2.2	-	143,034	234,765	377,799	-	-	-	-
GOP Ijarah Sukuk	5.2.3	-	-	-	-	-	-	-	-
Term finance Certificate & Sukuk Bonds	5.3	-	60,310	107,000	167,310	-	44,520	25,000	69,520
Commercial Papers	5.4	-	-	-	-	-	16,376	12,522	28,898
		<u>48,675</u>	<u>210,585</u>	<u>563,805</u>	<u>823,065</u>	<u>127,901</u>	<u>60,896</u>	<u>37,522</u>	<u>226,319</u>

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

Held by Equity sub fund

Shares of listed companies - fully paid up ordinary shares of Rs. 10 each unless stated otherwise.

Name of the investee company	As at July 1, 2022	Purchases during the period	Bonus shares issued during the period	Right shares purchased / subscribed during the period	Sales during the period	As at March 31, 2023	Market value as at March 31, 2023	Market value as a percentage of net assets of the sub fund	Market value as a percentage investments of sub fund	Percentage of paid up capital of the investee company held
	(Number of shares)					(Rupees '000)		(%)		
CHEMICALS										
ICI Pakistan Limited	-	500	-	-	500	-	-	0.00%	0.00%	0.00%
Engro Polymer & Chemicals Limited	16,000	49,500	-	-	65,500	-	-	0.00%	0.00%	0.00%
Lotte Chemical Pakistan Limited	-	21,500	-	-	-	21,500	545	1.00%	1.12%	0.00%
	<u>16,000</u>	<u>71,000</u>	<u>-</u>	<u>-</u>	<u>137,500</u>	<u>21,500</u>	<u>545</u>	<u>1.00%</u>	<u>1.12%</u>	
REFINERY										
National Refinery Limited.	8,750	4,500	-	-	13,250	-	-	0.00%	0.00%	0.00%
Attock Refinery Limited.	16,500	106,440	-	-	114,940	8,000	1,362	2.50%	2.80%	0.01%
	<u>25,250</u>	<u>110,940</u>	<u>-</u>	<u>-</u>	<u>128,190</u>	<u>8,000</u>	<u>1,362</u>	<u>2.50%</u>	<u>2.80%</u>	
CEMENT										
Attock Cement Pak Limited	46,000	8,000	-	-	54,000	-	-	0.00%	0.00%	0.00%
Kohat Cement Limited	6,000	-	-	-	6,000	-	-	0.00%	0.00%	0.00%
Lucky Cement Limited	-	11,402	-	-	11,402	-	-	0.00%	0.00%	0.00%
D.G. Khan Cement Company Limited	-	304,956	-	-	237,500	67,456	2,962	5.44%	6.09%	0.02%
Cherat Cement Company Limited	-	43,700	-	-	43,700	-	-	0.00%	0.00%	0.00%
Pioneer Cement Limited	-	58,000	-	-	58,000	-	-	0.00%	0.00%	0.00%
Fauji Cement Company Limited	-	154,000	-	-	154,000	-	-	0.00%	0.00%	0.00%
Maple Leaf Cement Factory Limited	-	735,500	-	-	624,000	111,500	2,897	5.32%	5.95%	0.01%
	<u>52,000</u>	<u>1,315,558</u>	<u>-</u>	<u>-</u>	<u>1,188,602</u>	<u>178,956</u>	<u>5,859</u>	<u>10.76%</u>	<u>12.04%</u>	
TEXTILE COMPOSITE										
Interloop Limited	20,797	-	-	-	20,797	-	-	0.00%	0.00%	0.00%
Kohinoor Textile Mills Limited	27,500	-	-	-	27,500	-	-	0.00%	0.00%	0.00%
Gul Ahmed Textile Mills Limited	36,300	-	-	-	36,300	-	-	0.00%	0.00%	0.00%
Nishat Mills Limited	18,500	-	-	-	18,500	-	-	0.00%	0.00%	0.00%
	<u>103,097</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>103,097</u>	<u>-</u>	<u>-</u>	<u>0.00%</u>	<u>0.00%</u>	

Name of the investee company	As at July 1, 2022	Purchases during the period	Bonus shares issued during the period	Right shares purchased / subscribed during the period	Sales during the period	As at March 31, 2023	Market value as at March 31, 2023	Market value as a percentage of net assets of the sub fund	Market value as a percentage investments of sub fund	Percentage of paid up capital of the investee company held
	(Number of shares)						(Rupees '000)	(%)		
FERTILIZERS										
Engro Fertilizers Limited *	15,000	97,500	-	-	57,666	54,834	4,651	8.54%	9.56%	0.00%
Fauji Fertilizer Company Limited	83,400	155,690	-	-	194,700	44,390	4,438	8.15%	9.12%	0.00%
Engro Corporation Limited	49,100	31,900	-	-	81,000	-	-	0.00%	0.00%	0.00%
	147,500	285,090	-	-	333,366	99,224	9,089	16.69%	18.68%	
GLASS & CERAMICS										
Tariq Glass Industries Ltd	-	91,500	-	-	69,500	22,000	1,549	2.84%	3.18%	0.00%
	-	91,500	-	-	69,500	22,000	1,549	2.84%	3.18%	
PHARMACEUTICALS										
Abbott Laboratories (Pakistan) Limited	-	-	-	-	-	-	-	0.00%	0.00%	0.00%
Ferozsons Laboratories Limited	-	-	-	-	-	-	-	0.00%	0.00%	0.00%
Highnoon Laboratories Limited	2,149	-	-	-	2,100	49	23	0.04%	0.05%	0.00%
Searl Pakistan Limited	15,538	12,000	135	-	15,000	12,673	652	1.20%	1.34%	0.00%
AGP Limited	-	15,000	-	-	-	15,000	813	1.49%	1.67%	0.00%
	17,687	27,000	135	-	17,100	27,722	1,488	2.73%	3.06%	
OIL & GAS EXPLORATION COMPANIES										
Oil & Gas Development Company Limited *	131,600	114,600	-	-	194,700	51,500	4,293	7.88%	8.82%	0.00%
Pakistan Oilfields Limited	9,775	13,600	-	-	23,375	-	-	0.00%	0.00%	0.00%
Mari Petroleum Company Limited	1,834	1,357	-	-	3,191	-	-	0.00%	0.00%	0.00%
Pakistan Petroleum Limited *	95,300	242,000	-	-	265,100	72,200	4,618	8.48%	9.49%	0.00%
	238,509	371,557	-	-	486,366	123,700	8,911	16.36%	18.31%	
OIL & GAS MARKETING COMPANIES										
Pakistan State Oil Company Limited	39,377	38,000	-	-	77,158	219	26	0.05%	0.05%	0.00%
Sui Northern Gas Pipelines Limited *	-	339,300	-	-	243,800	95,500	3,733	6.85%	7.67%	0.00%
	39,377	377,300	-	-	320,958	95,719	3,759	6.90%	7.72%	
AUTOMOBILE ASSEMBLER										
Pak Suzuki Motor Company Limited	-	-	-	-	-	-	-	0.00%	0.00%	0.00%
Ghandara Industries Limited	-	-	-	-	-	-	-	0.21%	0.22%	0.00%
Millat Tractors Limited	-	500	-	-	500	-	-	0.00%	0.00%	0.00%
Honda Atlas Cars (Pakistan) Limited	-	-	-	-	-	-	-	0.00%	0.00%	0.00%
Indus Motor Company Limited	-	-	-	-	-	-	-	0.00%	0.00%	0.00%
	-	500	-	-	500	-	-	0.00%	0.22%	
INSURANCE										
IGI Life Insurance Limited	-	-	-	-	-	-	-	0.00%	0.00%	0.00%
IGI Holdings Limited	12,300	-	-	-	12,300	-	-	0.00%	0.00%	0.00%
	12,300	-	-	-	12,300	-	-	0.00%	0.00%	
FOOD AND PERSONAL CARE PRODUCTS										
The Organic Meat Company Limited	137,816	-	-	-	137,816	-	-	0.00%	0.00%	0.00%
Unity Foods Limited	129,500	78,500	-	-	208,000	-	-	0.00%	0.00%	0.00%
Al Shaheer Corporation Limited	-	-	-	-	-	-	-	0.00%	0.00%	0.00%
	267,316	78,500	-	-	345,816	-	-	0.00%	0.00%	
ENGINEERING										
International Industries Limited	-	-	-	-	-	-	-	0.00%	0.00%	0.00%
International Steels Limited	-	-	-	-	-	-	-	0.00%	0.00%	0.00%
Aisha Steel Mills Limited	-	-	-	-	-	-	-	0.00%	0.00%	0.00%
Amreli Steel Mills Limited *	-	-	-	-	-	-	-	0.00%	0.00%	0.00%
Agha Steels Industries Limited	-	-	-	-	-	-	-	0.00%	0.00%	0.00%
Mughal Iron and Steel Industries Limited	32,944	18,332	-	-	32,500	18,776	922	1.69%	1.89%	0.01%
International Steels Limited	-	32,800	-	-	-	32,800	1,391	2.55%	2.86%	0.01%
	32,944	51,132	-	-	32,500	51,576	2,313	4.24%	4.75%	
TECHNOLOGY AND COMMUNICATION										
Avanceon Limited	18,125	93,500	-	-	111,625	-	-	0.00%	0.00%	0.00%
Systems Limited	-	15,100	-	-	15,100	-	-	0.00%	0.00%	0.00%
Netsol Technology Limited	-	55,000	-	-	55,000	-	-	0.00%	0.00%	0.00%
TPL Trakker Limited	361,500	-	-	-	3,500	358,000	3,218	5.91%	6.61%	0.19%
Hum Network Ltd	-	-	-	-	-	-	-	0.00%	0.00%	0.00%
Air Link Communication	-	-	-	-	-	-	-	0.00%	0.00%	0.00%
TRG Pak Limited	-	-	-	-	-	-	-	0.00%	0.00%	0.00%
Octopus Digital Limited	-	-	-	-	-	-	-	0.00%	0.00%	0.00%
	379,625	163,600	-	-	185,225	358,000	3,218	5.91%	6.61%	
AUTOMOBILE PARTS AND ACCESSORIES										
General Tyre and Rubber Co. of Pakistan Limited	-	-	-	-	-	-	-	0.00%	0.00%	0.00%
	-	-	-	-	-	-	-	0.00%	0.00%	0.00%
POWER GENERATION AND DISTRIBUTION										
Nishat Power Limited	-	59,000	-	-	59,000	-	-	0.00%	0.00%	0.00%
Hub Power Company Limited	92,140	107,860	-	-	200,000	-	-	0.00%	0.00%	0.00%
	92,140	166,860	-	-	259,000	-	-	0.00%	0.00%	

Name of the investee company	As at July 1, 2022	Purchases during the period	Bonus shares issued during the period	Right shares purchased / subscribed during the period	Sales during the period	As at March 31, 2023	Market value as at March 31, 2023	Market value as a percentage of net assets of the sub fund	Market value as a percentage of investments of sub fund	Percentage of paid up capital of the investee company held	
											(Number of shares)
COMMERCIAL BANKS											
Meezan Bank Limited	-	66,500	-	-	61,500	5,000	476	0.87%	0.98%	0.00%	
Bank Al-Falah Limited	85,446	65,000	-	-	150,446	-	-	0.00%	0.00%	0.00%	
Bank Al-Habib Limited	45,500	-	-	-	45,500	-	-	0.00%	0.00%	0.00%	
Habib Bank Limited *	62,963	190,272	-	-	186,735	66,500	4,873	8.95%	10.01%	0.00%	
Faysal Bank Limited	197,840	71,997	-	-	268,997	840	18	0.03%	0.04%	0.00%	
MCB Bank Limited	34,935	14,000	-	-	48,935	-	-	0.00%	0.00%	0.00%	
Standard Chartered Bank (Pakistan) Limited	210,000	-	-	-	210,000	-	-	0.00%	0.00%	0.00%	
Habib Metropolitan Bank	52,500	-	-	-	52,500	-	-	0.00%	0.00%	0.00%	
United Bank Limited *	79,491	67,138	-	-	97,691	48,938	5,215	9.57%	10.71%	0.00%	
	768,675	474,907	-	-	1,122,304	121,278	10,582	19.42%	21.74%		
CABLE AND ELECTRICAL GOODS											
Waves Singer Pakistan Limited	-	-	-	-	-	-	-	0.00%	0.00%	0.00%	
Pak Elektron Limited	-	-	-	-	-	-	-	0.00%	0.00%	0.00%	
	-	-	-	-	-	-	-	0.00%	0.00%	0.00%	
MISCELLANEOUS											
TPL Properties Limited	50,500	86,000	-	-	136,500	-	-	0.00%	0.00%	0.00%	
	50,500	86,000	-	-	136,500	-	-	0.00%	0.00%		
Total as at March 31, 2023	2,242,920	3,671,444	135	-	4,878,824	1,107,675	48,675	89%	100%		
Carrying Value as at March 31, 2023							24,840				

5.1.1 * The above investments include shares with market value aggregating to Rs. 13.124 million (June 2022: Rs. 28.344 million) which have been pledged with the National Clearing Company of Pakistan Limited (NCCPL) as collateral for guaranteeing settlement of the fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.

5.1.2 ** 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 of the Fund jointly with other asset management companies and Mutual Fund Association of Pakistan, have filed a petition in the 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 mutual funds under clause 57(3)(viii) of Part I of the Second Schedule of the Income Tax Ordinance, 2001. The Sindh High Court has granted stay order till the final outcome of the case. However, the investee companies have withheld the share equivalent to 5% of bonus announcement amounting Rs. 0.16 million (June 2022: 0.187 million) and not yet deposited with Government Treasury. Pension Fund Manager is of the view that the decision will be in its favour and accordingly has recorded the bonus shares on gross basis.

5.2 Investment in Government Securities - at fair value through profit or loss

Held by Debt Sub-Fund

Issue date	Face value			As at March 31, 2023	Carrying Value as at March 31, 2023	Market value as at March 31, 2023	Market value as a percentage		
	As at July 1, 2022	Purchases during the	Sales / matured during the				Total investments of	Net assets of sub-fund	
(Rupees in '000)									
5.2.1 Market Treasury Bills									
Treasury Bill - 3 months	17-Nov-22	-	135,000	135,000	-	-	-	-	
Treasury Bill - 6 months	21-Apr-22	-	90,000	90,000	-	-	-	-	
Treasury Bill - 3 months	25-Aug-22	-	169,000	169,000	-	-	-	-	
Treasury Bill - 3 months	28-Jul-22	-	529,400	529,400	-	-	-	-	
Treasury Bill - 3 months	30-Jun-22	-	98,200	98,200	-	-	-	-	
Treasury Bill - 3 months	06-Oct-22	-	300,000	300,000	-	-	-	-	
Treasury Bill - 6 months	06-Oct-22	-	85,000	85,000	-	-	-	-	
Treasury Bill - 3 months	15-Dec-22	-	24,000	24,000	-	-	-	-	
Treasury Bill - 3 months	26-Jan-23	-	30,000	30,000	-	-	-	-	
Treasury Bill - 3 months	09-Feb-23	-	35,000	35,000	-	-	-	-	
Treasury Bill - 3 months	09-Mar-23	-	7,500	-	7,500	7,250	7,241	3.44%	2.19%
Total as at March 31, 2023		-	1,503,100	1,495,600	7,500	7,250	7,241	3.44%	2.19%
Total As at June 30, 2022		30,300	471,000	501,300	-	-	-	-	-
5.2.2 Pakistan Investment Bonds									
Pakistan Investment Bonds - 5 years	13-Oct-22	-	480,000	480,000	-	-	-	-	
Pakistan Investment Bonds - 5 years	06-May-21	-	85,000	85,000	-	-	-	-	
Pakistan Investment Bonds - 3 years	04-Aug-22	-	480,000	480,000	-	-	-	-	
Pakistan Investment Bonds - 3 years	08-Sep-22	-	85,000	85,000	-	-	-	-	
Pakistan Investment Bonds - 2 years	08-Sep-22	-	70,000	-	70,000	69,301	69,174	32.85%	20.93%
Pakistan Investment Bonds - 2 years	26-Aug-21	-	50,000	50,000	-	-	-	-	
Pakistan Investment Bonds - 3 years	09-Feb-23	-	75,000	-	75,000	73,809	73,860	35.07%	22.34%
Total as at March 31, 2023		-	1,325,000	1,180,000	145,000	143,110	143,034	67.92%	43.27%
Total As at June 30, 2022		50,000	150,000	200,000	-	-	-	-	-

Held by Money Market Sub-Fund

Issue date	Face value			Carrying Value as at March 31, 2023	Market value as at March 31, 2023	Market value as a percentage	
	As at July 1, 2022	Purchases during the	Sales / matured during the			Total investments of	Net assets of sub-fund
(Rupees in '000)							
5.2.1 Market Treasury Bills							
Treasury Bill - 3 months	11-Aug-22	15,000	15,000	-	-	-	-
Treasury Bill - 6 months	02-Jun-22	8,750	8,750	-	-	-	-
Treasury Bill - 3 months	20-Oct-22	1,440,000	1,440,000	-	-	-	-
Treasury Bill - 6 months	21-Apr-22	290,000	290,000	-	-	-	-
Treasury Bill - 3 months	22-Sep-22	13,000	13,000	-	-	-	-
Treasury Bill - 3 months	28-Aug-22	2,487,500	2,487,500	-	-	-	-
Treasury Bill - 3 months	30-Jun-22	301,500	301,500	-	-	-	-
Treasury Bill - 3 months	06-Oct-22	275,000	275,000	-	-	-	-
Treasury Bill - 6 months	06-Oct-22	275,000	275,000	-	-	-	-
Treasury Bill - 3 months	08-Sep-22	27,500	27,500	-	-	-	-
Treasury Bill - 3 months	01-Dec-22	150,000	150,000	-	-	-	-
Treasury Bill - 3 months	12-Jan-23	67,000	13,000	54,000	53,841	53,839	9.55%
Treasury Bill - 3 months	15-Dec-22	426,000	426,000	-	-	-	-
Treasury Bill - 3 months	17-Nov-22	480,000	480,000	-	-	-	-
Treasury Bill - 12 months	21-Apr-22	150,000	150,000	-	-	-	-
Treasury Bill - 6 months	23-Feb-23	160,000	160,000	-	-	-	-
Treasury Bill - 3 months	26-Jan-23	1,387,700	1,217,700	170,000	168,268	168,201	29.83%
Treasury Bill - 3 months	03-Nov-22	388,000	388,000	-	-	-	-
Treasury Bill - 3 months	04-Jan-23	466,530	466,530	-	-	-	-
Treasury Bill - 3 months	09-Feb-23	480,000	480,000	-	-	-	-
Treasury Bill - 3 months	09-Mar-23	483,000	483,000	-	-	-	-
Total as at March 31, 2023		9,771,480	9,547,480	224,000	222,109	222,040	39.38%
Total As at June 30, 2022		151,000	1,809,000	1,960,000	-	-	-
5.2.2 Pakistan Investment Bonds							
Pakistan Investment Bonds - 2 years	26-Aug-21	235,000	-	235,000	234,320	234,765	41.64%
Pakistan Investment Bonds - 3 years	18-Jun-20	449,100	449,100	-	-	-	-
Total as at March 31, 2023		684,100	449,100	235,000	234,320	234,765	41.64%
Total As at June 30, 2022		-	-	-	-	-	-
5.2.3 GOP Ijarah Sukuks							
GOPIs-VRR-26-10-27	29-Oct-21	40,000	40,000	-	-	-	-
Total as at March 31, 2023		40,000	40,000	-	-	-	-
Total As at June 30, 2022		-	-	-	-	-	-
5.3 Term Finance Certificates and Sukuk Bonds - at fair value through profit or loss							

Held by Debt Sub-Fund

Name of the Investee Company	Issue date	As at July 1, 2022	Purchases during the period	Sales / Matured during the period	As at March 31, 2023	Carrying Value as at March 31, 2023	Market value as at March 31, 2023	Market value as a percentage of	
				(Number of certificates)		(Rupees in '000)		Total Investments	Net Assets
(Rupees in '000)									
Commercial Banks									
Bank of Punjab Limited	23-Dec-16	60	-	60	-	-	-	-	-
Soneri Bank Limited	26-Dec-22	-	200	-	200	20,000	20,000	3.55%	3.26%
Bank Alfalah Limited	15-Jan-21	2,400	-	-	2,400	11,060	11,125	1.97%	1.81%
Total as at March 31, 2023		2,460	200	60	2,600	31,060	31,125	5.52%	5.07%
Multiutilities									
Lucky Electric Power Company Limited	28-Sep-22	-	10	10	-	-	-	-	-
Lucky Electric Power Company Limited	13-Oct-22	-	15	-	15	15,000	15,000	2.66%	2.45%
China Power Hub Generation Company Limited	28-Jul-22	-	8	8	-	-	-	-	-
K-Electric Limited	10-Aug-22	-	22	22	-	-	-	-	-
K-Electric Limited	13-Dec-22	-	5	-	5	5,000	5,000	0.89%	0.82%
K-Electric Limited	09-Feb-23	-	3	-	3	3,000	3,000	0.53%	0.49%
Hub Power Company Limited	27-Apr-22	50	-	50	-	-	-	-	-
Total as at March 31, 2023		50	63	90	23	23,000	23,000	4.08%	3.76%
Miscellaneous									
Pak Electron Limited		12	-	12	-	-	-	-	-
OBS AGP Limited	15-Jul-21	20	-	-	20	1,759	1,776	0.32%	0.29%
TPL Tracker Limited	30-Mar-21	4	-	-	4	2,680	2,717	0.48%	0.44%
Jahangir Siddiqui and Company Limited	06-Mar-18	2,000	-	-	2,000	1,721	1,692	0.30%	0.28%
Total as at March 31, 2023		2,036	-	12	2,024	6,160	6,185	1.10%	1.01%
Total as at June 30, 2022		6,502	100	2,056	4,546	45,197	44,520	73.10%	15.10%

Held by Money Market Sub-Fund

Multiutilities									
Lucky Electric Power Company Limited	13-Oct-22	-	7	7	-	7,000	7,000	1.24%	1.14%
China Power Hub Generation Company Limited	28-Jul-22	-	22	22	-	-	-	-	-
China Power Hub Generation Company Limited	07-Dec-22	-	20	-	20	20,000	20,000	3.55%	3.26%
K-Electric Limited	13-Dec-22	-	35	-	35	35,000	35,000	6.21%	5.71%
K-Electric Limited	13-Apr-22	25	-	25	-	-	-	-	-
K-Electric Limited	09-Feb-23	-	10	-	10	10,000	10,000	1.77%	1.63%
China Power Hub Generation Company Limited	28-Mar-23	-	35	-	35	35,000	35,000	6.21%	5.71%
Total as at March 31, 2023		25	129	54	100	107,000	107,000	18.98%	17.45%
Total As at June 30, 2022		-	50	25	25	25,000	25,000	-	-

5.4 Commercial Papers - at fair value through profit or loss

Held by Debt Sub-Fund

Name of the Investee Company	Issue date	As at July 1, 2022	Purchases during the period	Sales / Matured during the period	As at March 31, 2023	Carrying Value as at March 31, 2023	Market value as at March 31, 2023	Market value as a percentage of	
		(Number of certificates)				(Rupees in '000)		Total Investments	Net Assets
China Power Hub Generation Company Limited	October 11, 2022	17,000	-	17,000	-	-	-	-	-
		17,000	-	17,000	-	-	-	-	-

Held by Money Market Sub-Fund

Name of the Investee Company	Issue date	As at July 1, 2022	Purchases during the period	Sales / Matured during the period	As at March 31, 2023	Carrying Value as at March 31, 2023	Market value as at March 31, 2023	Market value as a percentage of	
		(Number of certificates)				(Rupees in '000)		Total Investments	Net Assets
China Power Hub Generation Company Limited	October 11, 2022	13,000	-	13,000	-	-	-	-	-
		13,000	-	13,000	-	-	-	-	-

6 DIVIDEND AND PROFIT RECEIVABLE

	March 31, 2023				June 30, 2022			
	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)							
Dividend receivable	643	-	-	643	-	-	-	-
Profit receivable on bank deposits	-	1,450	199	1,649	144	4,670	7,056	11,870
Profit accrued on term finance certificates and sukuk bonds	-	2,718	4,169	6,887	-	1,139	762	1,901
Profit accrued on government securities	-	5,158	4,184	9,342	-	-	-	-
	643	9,326	8,552	18,521	144	5,809	7,818	13,771

7 ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

	March 31, 2023				June 30, 2022			
	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)							
- Security Deposit with Central Depository Company of Pakistan Limited	100	100	100	300	100	100	100	300
NCCPL Deposit	2,500	-	-	2,500	2,500	-	-	2,500
- Receivable against Sale of Equity Securities	1,041	-	-	1,041	768	-	-	768
- Others	82	223	294	599	53	314	71	438
	3,723	323	394	899	3,421	414	171	4,006

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

Note	March 31, 2023				June 30, 2022			
	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)							
Management fee	69	201	244	514	364	173	154	691
Sindh Sales Tax	9	26	32	67	47	22	20	89
Sales load Payable	-	-	-	-	-	-	-	-
	78	227	276	581	411	195	174	780

8.1 As per rule 11 of the Voluntary Pension System Rules, 2005, HBL Asset Management Limited, the Pension Fund Manager of the Fund is allowed to charge an 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% per annum of the average daily net assets of the Sub-Funds.

8.2 The Sindh Government has levied Sindh Sales Tax at the rate of 13% on the remuneration of the Management Company through Sindh Sales Tax Act, 2011 effective from July 01, 2017.

9. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

Note	March 31, 2023				June 30, 2022			
	Equity	Debt	Money Market	Total	Equity	Debt	Money Market	Total
	Sub-Fund	Sub-Fund	Sub-Fund		Sub-Fund	Sub-Fund	Sub-Fund	
	----- (Rupees in '000) -----							
Trustee remuneration	11	44	77	132	22	38	54	114
Sindh Sales Tax on Trustee remuneration	9.1	1	6	10	3	5	7	15
	<u>12</u>	<u>50</u>	<u>87</u>	<u>149</u>	<u>25</u>	<u>43</u>	<u>61</u>	<u>129</u>

9.1 The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% on the remuneration of Trustee through Sindh Sales Tax on Services Act, 2011, effective from 1 July 2016.

10. PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

This represents annual fee payable to SECP in accordance with the rule 36 of the VPS Rules whereby the Fund is required to pay SECP an amount equal to 0.4% of average annual net asset value of the pension fund.

11. ACCRUED EXPENSES AND OTHER LIABILITIES

Note	March 31, 2023				June 30, 2022			
	Equity	Debt	Money Market	Total	Equity	Debt	Money Market	Total
	Sub-Fund	Sub-Fund	Sub-Fund		Sub-Fund	Sub-Fund	Sub-Fund	
	----- (Rupees in '000) -----							
Auditors' remuneration	125	64	43	232	69	77	98	244
Payable against redemption of units	-	270	275	545	-	-	-	-
Federal Excise Duty	11.1	763	878	2,477	763	878	836	2,477
Payable to National Clearing Company of Pakistan	32	-	-	32	32	-	-	32
Other payable	14	10	2	26	5	12	6	23
	<u>934</u>	<u>1,222</u>	<u>1,156</u>	<u>3,312</u>	<u>869</u>	<u>967</u>	<u>940</u>	<u>2,776</u>

11.1 The legal status of applicability of Federal Excise Duty on the Fund is the same as that disclosed in note 12.1 to the annual audited financial statements of the Fund for the year ended June 30, 2022, and the appeal filed by tax authorities with Supreme Court of Pakistan is pending for decision.

In the view of the above, the Pension Fund Manager has made a provision with effect from 13 June 2013, aggregating to Rs. 0.763 million, 0.878 million and 0.836 million (June 30, 2022: Rs. 0.763 million, Rs. 0.878 million and Rs. 0.836 million), for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund respectively. Had the provision not been made, the Net Assets Value per unit of the Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund as at March 31, 2023 would have been higher by Rs. 4.1216, Rs.0.7045 and Rs.0.3159 (June 30, 2022: Rs. 1.79, Rs. 0.70 and Rs. 0.43) per unit respectively.

14 NUMBER OF UNITS IN ISSUE

	March 31, 2023				June 30, 2022			
	Equity	Debt	Money	Total	Equity	Debt	Money	Total
	Sub-Fund	Sub-Fund	Market		Sub-Fund	Sub-Fund	Market	
	----- (Number) -----							
Opening units in issue	426,826	1,247,541	1,957,660	3,632,027	490,664	888,556	1,393,395	2,772,615
Units issued during the period	48,816	443,044	1,582,231	2,074,091	405,716	1,602,250	2,470,843	4,478,809
Units redeemed during the period	(290,518)	(444,300)	(893,589)	(1,628,407)	(491,222)	(1,219,835)	(1,892,899)	(3,603,956)
Reallocation during the period	-	-	-	-	21,668	(23,430)	(13,679)	(15,441)
Total units in issue at the end of the period	<u>185,124</u>	<u>1,246,285</u>	<u>2,646,302</u>	<u>4,077,711</u>	<u>426,826</u>	<u>1,247,541</u>	<u>1,957,660</u>	<u>3,632,027</u>

15. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

	Nine Months ended March 31, 2023				Nine Months ended March 31, 2022			
	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) -----								
HBL Asset Management Limited - Pension Fund Manager								
Management fee	1,029	1,753	1,893	4,675	2,921	2,355	3,221	8,497
Habib Bank Limited - Sponsor								
Bank charges	17	20	17	54	15	35	18	68
Profit on bank deposits earned	52	2,501	3,230	5,783	381	3,244	3,114	6,739
Directors and Executives of the Pension Fund Manager and their relatives								
Directors and their relatives								
Reallocation of units	Number	-	-	-	1,354	(1,855)	(402)	(903)
Amount of units reallocated		-	-	-	501	(422)	(79)	-
Redemption of Units Issued	Number	-	-	-	49	227	673	949
Amount of units redeemed		-	-	-	19	51	130	200
Executives and their relatives								
Issuance of units	Number	-	-	13,832	12	-	-	12
Amount of units issued		-	-	300,000	5	-	-	5
Redemption of units issued	Number	337	367	367	-	-	-	-
Amount of units redeemed		634	572	79	-	-	-	-
Reallocation of units	Number	-	-	-	120	(194)	-	(74)
Amount of units reallocated		-	-	-	44	(44)	-	-
Central Depository Company of Pakistan Limited - Trustee								
Remuneration	93	366	583	1,042	257	260	364	881
Central Depository System charges	18	4	4	26	18	8	8	34

15.2 Balances outstanding as at period end

	March 31, 2023				June 30, 2022			
	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) -----								
HBL Asset Management Limited - Pension Fund Manager								
Management fee payable	69	201	244	514	364	173	154	691
Federal Excise Duty payable	763	878	836	2,477	763	878	836	2,477
Sindh Sales Tax payable	9	26	32	67	47	22	20	89
Habib Bank Limited - Sponsor								
Units held	<i>Number</i> -	-	-	-	122,239	-	-	122,239
Amount of units held	-	-	-	-	38,214	-	-	38,214
Profit receivable on bank deposits	13	3	2	18	0	0	0	-
Bank balances	812	1,322	9,692	11,826	2,396	228,741	358,548	589,685
Directors and Executives of the Pension Fund Manager and their relatives								
Directors and their relatives								
Units held	<i>Number</i> 15,537	51,524	19,729	86,790	15,537	51,524	19,729	86,790
Amount of units held	4,572	13,666	4,574	22,812	4,863	12,160	4,064	21,087
Executives and their relatives								
Units held	<i>Number</i> 1,761	1,859	13,465	17,085	2,098	2,226	-	4,324
Amount of units held	518	493	3,121	4,132	657	525	-	1,182
Central Depository Company of Pakistan Limited - Trustee								
Remuneration payable	12	50	87	149	22	38	54	114
Security Deposit receivable	100	100	100	300	100	100	100	300
Directors of Connected Persons								
Units held	<i>Number</i> 1,727	1,514	138,659	141,900	1,727	1,514	138,659	141,900
Amount of units held	508	402	32,144	33,054	541	357	28,546	29,444

16. FAIR VALUE OF FINANCIAL INSTRUMENTS

'Fair value' is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Bank has access at that date. The fair value of a liability reflects its non-performance risk.

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.

According to the amendments to IFRS 7, Financial Instruments: Disclosure - Improving disclosures about financial instruments, an entity shall 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 (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

Held by Equity sub-fund									
March 31, 2023									
Carrying Amount									
Fair Value									
Note	Mandatorily at fair value through profit or loss	Designated as at fair value through profit or loss	Fair value through other comprehensive income	Amortised cost	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)									
On-balance sheet financial instruments									
Financial assets measured at fair value									
- Listed equity securities	48,675	-	-	-	48,675	48,675	-	-	48,675
	48,675	-	-	-	48,675				
Financial assets not measured at fair value									
- Bank balances	-	-	-	2,480	2,480				
- Dividend receivable and accrued mark-up	-	-	-	643	643				
- Advances, deposits, prepayments and other receivables	-	-	-	3,723	3,723				
	-	-	-	6,846	6,846				
	48,675	-	-	6,846	55,521				
Financial liabilities not measured at fair value									
- Payable to the Pension Fund Manager	-	-	-	78	78				
- Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	12	12				
- Accrued expenses and other liabilities	-	-	-	171	171				
	-	-	-	261	261				
Held by Equity sub-fund									
June 30, 2022									
On-balance sheet financial instruments									
Carrying Amount									
Fair Value									
	Designated as at fair value through profit or loss	Available for Sale	Loan and Receivables	Other Financial Liabilities	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)									
Financial assets measured at fair value									
- Listed equity securities	127,901	-	-	-	127,901	127,901	-	-	127,901
	127,901	-	-	-	127,901				
Financial assets not measured at fair value									
- Bank balances	-	-	3,321	-	3,321				
- Dividend receivable and accrued mark-up	-	-	144	-	144				
- Advances, deposits, prepayments and other receivables	-	-	3,421	-	3,421				
	-	-	6,886	-	6,886				
	127,901	-	6,886	-	134,787				
Financial liabilities not measured at fair value									
- Payable to the Pension Fund Manager	-	-	-	411	411				
- Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	25	25				
- Accrued expenses and other liabilities	-	-	-	106	106				
	-	-	-	542	542				
Held by Debt sub-fund									
March 31, 2023									
On-balance sheet financial instruments									
Carrying Amount									
Fair Value									
Note	Mandatorily at fair value through profit or loss	Designated as at fair value through profit or loss	Fair value through other comprehensive income	Amortised cost	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)									
Financial assets measured at fair value									
- Government securities									
Treasury Bills	7,241	-	-	-	7,241	-	7,241	-	7,241
Pakistan Investment Bonds	143,034	-	-	-	143,034	-	143,034	-	143,034
- Term finance Certificate & Sukuk Bonds	60,310	-	-	-	60,310	-	60,310	-	60,310
	210,585	-	-	-	210,585				
Financial assets not measured at fair value									
- Bank balances	-	-	-	111,907	111,907				
- Dividend receivable and accrued mark-up	-	-	-	9,326	9,326				
- Advances, deposits, prepayments and other receivables	-	-	-	323	323				
	-	-	-	121,556	121,556				
	210,585	-	-	121,556	332,141				
Financial liabilities not measured at fair value									
- Payable to the Pension Fund Manager	-	-	-	227	227				
- Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	50	50				
- Accrued expenses and other liabilities	-	-	-	344	344				
	-	-	-	621	621				

On-balance sheet financial instruments	Held by Debt sub-fund								
	Carrying Amount				Fair Value				
	Designated as at fair value through profit or loss	Available for Sale	Loan and Receivables	Other Financial Liabilities	Total	Level 1	Level 2	Level 3	Total
	(Rupees in '000)								
Financial assets measured at fair value									
- Government securities	-	-	-	-	-	-	-	-	-
Treasury Bills	-	-	-	-	-	-	-	-	-
Pakistan Investment Bonds	-	-	-	-	-	-	-	-	-
Term finance Certificate & Sukuk Bonds	44,520	-	-	-	44,520	-	44,520	-	44,520
	44,520	-	-	-	44,520	-	-	-	-
Financial assets not measured at fair value									
- Bank balances	-	-	229,087	-	229,087				
- Dividend receivable and accrued mark-up	-	-	5,809	-	5,809				
- Advances, deposits, prepayments and other receivables	-	-	414	-	414				
- Commercial papers	-	-	16,376	-	16,376				
	-	-	251,686	-	251,686				
	44,520	-	251,686	-	296,206				
Financial liabilities not measured at fair value									
- Payable to the Pension Fund Manager	-	-	-	195	195				
- Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	43	43				
- Accrued expenses and other liabilities	-	-	-	89	89				
	-	-	-	327	327				

On-balance sheet financial instruments	Held by Money Market sub-fund								
	Carrying Amount				Fair Value				
	Mandatorily at fair value through profit or loss	Designated as at fair value through profit or loss	Fair value through other comprehensive income	Amortised cost	Total	Level 1	Level 2	Level 3	Total
	(Rupees in '000)								
Financial assets measured at fair value									
- Government securities									
Treasury Bills	222,040	-	-	-	222,040	-	222,040	-	222,040
Pakistan Investment Bonds	234,765	-	-	-	234,765	-	234,765	-	234,765
Term finance Certificate & Sukuk Bonds	107,000	-	-	-	107,000	-	107,000	-	107,000
	563,805	-	-	-	563,805	-	-	-	-
Financial assets not measured at fair value									
- Bank balances	-	-	-	42,365	42,365				
- Dividend receivable and accrued mark-up	-	-	-	8,552	8,552				
- Advances, deposits, prepayments and other receivables	-	-	-	394	394				
	-	-	-	51,311	51,311				
	563,805	-	-	51,311	615,116				
Financial liabilities not measured at fair value									
- Payable to the Pension Fund Manager	-	-	-	276	276				
- Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	87	87				
- Accrued expenses and other liabilities	-	-	-	320	320				
	-	-	-	683	683				

On-balance sheet financial instruments	Held by Money Market sub-fund								
	Carrying Amount				Fair Value				
	Designated as at fair value through profit or loss	Available for Sale	Loan and Receivables	Other Financial Liabilities	Total	Level 1	Level 2	Level 3	Total
	(Rupees in '000)								
Financial assets measured at fair value									
Term finance Certificate & Sukuk Bonds	25,000	-	-	-	25,000	-	25,000	-	25,000
	25,000	-	-	-	25,000				
Financial assets not measured at fair value									
- Bank balances	-	-	358,775	-	358,775				
- Dividend receivable and accrued mark-up	-	-	7,818	-	7,818				
- Commercial papers	-	-	12,522	-	12,522				
- Advances, deposits, prepayments and other receivables	-	-	171	-	171				
	-	-	379,286	-	379,286				
	25,000	-	379,286	-	404,286				
Financial liabilities not measured at fair value									
- Payable to the Pension Fund Manager	-	-	-	174	174				
- Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	61	61				
- Accrued expenses and other liabilities	-	-	-	104	104				
	-	-	-	339	339				

16.1 The Fund has not disclosed the fair values for these financial assets and financial liabilities, as these are either short term in nature or reprice periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

17. TOTAL EXPENSE RATIO

In accordance with the S.R.O 1068 (I) / 2021 dated August 23, 2021 issued by the Securities and Exchange Commission of Pakistan (SECP), the total expense ratio of the equity sub fund, debt sub fund and money market sub fund for the nine months period ended March 31, 2023 is 3.36%, 0.82% and 0.61% respectively which includes 0.34%, 0.11% and 0.09% respectively representing Government levy and SECP fee.

18. GENERAL

Figures have been rounded off to the nearest thousand rupees.

Corresponding figures have been rearranged and reclassified, wherever necessary, for better presentation and disclosure, effect of which is not material.

Figures have been rounded off to the nearest thousand rupees.

19. DATE OF AUTHORIZATION FOR ISSUE

The condensed interim financial information was authorised for issue by the Board of Directors of the Pension Fund Manager on April 28, 2023.

For HBL Asset Management Limited
(Pension Fund Manager)

Chief Financial Officer

Chief Executive Officer

Director

HBL

Islamic Pension Fund

FUND INFORMATION

Name of Fund	Islamic Pension Fund
Name of Auditor	Yousuf Adil Chartered Accountants.
Name of Trustee	Central Depository Company of Pakistan Limited (CDC)
Bankers	Habib Bank Limited Faysal Bank Limited Bank Islami Pakistan Limited Soneri Bank Limited Bank Al Habib Limited Meezan Bank Limited Dubai Islamic Bank Summit Bank Limited Allied Bank Limited Habib Metropolitan Bank Limited

HBL Islamic Pension Fund

Condensed Interim Statement of Assets and Liabilities

As at March 31, 2023

Note	March 31, 2023 (Un-Audited)				June 30, 2022 (Audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
----- (Rupees) -----									
Assets									
Bank balances	4	7,164	53,255	123,815	184,234	4,065	88,713	88,027	180,805
Investments	5	62,540	141,777	62,712	267,029	127,886	20,842	10,000	158,728
Dividend and profit receivable	6	716	11,230	7,733	19,679	187	2,017	1,815	4,019
Advances, deposits, prepayments and other receivables	7	2,726	156	125	3,007	2,780	142	114	3,036
Total assets		73,146	206,418	194,385	473,949	134,918	111,714	99,956	346,588
Liabilities									
Payable to Pension Fund Manager	8	95	139	86	320	368	72	45	485
Payable to Central Depository Company of Pakistan Limited - Trustee	9	12	32	28	72	24	17	15	56
Payable to Securities and Exchange Commission of Pakistan	10	27	46	39	112	44	24	19	87
Accrued expenses and other liabilities	11	2,493	754	614	3,861	1,380	715	522	2,617
Total liabilities		2,627	971	767	4,365	1,816	828	601	3,245
Net assets		70,519	205,447	193,618	469,584	133,102	110,886	99,355	343,343
Participants' sub funds (as per statement attached)		70,519	205,447	193,618	469,584	133,102	110,886	99,355	343,343
Number of units in issue	12	216,676	981,323	952,681	2,150,680	376,992	591,819	544,634	1,513,445
----- (Rupees) -----									
Net assets value per unit		325.4542	209.3566	203.2350		353.0630	187.3645	182.4250	

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

For HBL Asset Management Limited
(Pension Fund Manager)

Chief Financial Officer

Chief Executive Officer

Director

HBL Islamic Pension Fund
Condensed Interim Income Statement and Statement of Comprehensive Income (Un-Audited)
For the Nine months period ended March 31, 2023

Note	2023				2022			
	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) -----								
Income								
Dividend income	4,758	-	-	4,758	5,795	-	-	5,795
Profit on bank balances	223	10,423	11,286	21,932	97	2,997	3,451	6,545
Mark-up / return on investments	-	7,360	3,499	10,859	-	2,736	948	3,684
(Loss) / Gain on sale of investments - net	(23,025)	(137)	(57)	(23,219)	(9,624)	475	168	(8,981)
Unrealized appreciation / (diminution) on re-measurement of investments at fair value through profit or loss	14,684	868	462	16,014	(20,245)	18	-	(20,227)
Total Income	(3,360)	18,514	15,190	30,344	(23,977)	6,226	4,567	(13,184)
Expenses								
Remuneration of HBL Asset Management Limited - Pension Fund Manager	1,228	927	535	2,690	2,659	1,047	777	4,483
Remuneration of Central Depository Company of Pakistan Limited - Trustee	113	193	165	471	200	115	89	404
Annual fee to Securities and Exchange Commission of Pakistan	27	46	39	112	34	17	13	64
Auditors' remuneration	105	107	110	322	100	73	57	230
Settlement and bank charges	830	27	30	887	224	22	12	258
Other expenses	428	14	13	455	834	36	30	900
Total Expenses	2,731	1,314	892	4,937	4,051	1,310	978	6,339
Net (loss) / income from operating activities	(6,091)	17,200	14,298	25,407	(28,028)	4,916	3,589	(19,523)
Reversal of Provision for Sindh Workers' Welfare Fund (SWWF)	-	-	-	-	3,077	381	282	3,740
Net (loss) / income before taxation	(6,091)	17,200	14,298	25,407	(24,951)	5,297	3,871	(15,783)
Taxation	-	-	-	-	-	-	-	-
Net (loss) / income for the period	(6,091)	17,200	14,298	25,407	(24,951)	5,297	3,871	(15,783)
Other comprehensive income								
Other comprehensive income / (loss)	-	-	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	(6,091)	17,200	14,298	25,407	(24,951)	5,297	3,871	(15,783)

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

For HBL Asset Management Limited
(Pension Fund Manager)

Chief Financial Officer

Chief Executive Officer

Director

HBL Islamic Pension Fund
Condensed Interim Income Statement and Statement of Comprehensive Income (Un-Audited)
For the Quarter ended March 31, 2023

Note	2023				2022			
	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) -----							
Income								
Dividend income	1,244	-	-	1,244	2,443	-	-	2,443
Profit on bank balances	2	4,550	4,681	9,233	7,963	2,535	3,283	13,781
Mark-up / return on investments	-	3,171	1,401	4,572	(91)	1,302	(988)	223
(Loss) / Gain on sale of investments - net	(21,909)	(188)	(105)	(22,202)	(9,624)	(1,543)	(456)	(11,623)
Unrealized appreciation / (diminution) on re-measurement of investments at fair value through profit or loss	20,513	1,110	561	22,184	(6,382)	(7)	-	(6,389)
Total Income	(150)	8,643	6,538	15,031	(5,691)	2,287	1,839	(1,565)
Expenses								
Remuneration of HBL Asset Management Limited - Pension Fund Manager	288	394	215	897	1,062	292	207	1,561
Remuneration of Central Depository Company of Pakistan Limited - Trustee	29	82	67	178	40	39	32	111
Annual fee to Securities and Exchange Commission of Pakistan	7	20	16	43	10	6	5	21
Auditors' remuneration	13	36	36	85	18	24	18	60
Settlement and bank charges	382	7	8	397	(128)	-	-	(128)
Other expense	77	-	-	77	403	10	6	419
Total Expenses	796	539	342	1,677	1,405	371	268	2,044
Net (loss) / income from operating activities	(946)	8,104	6,196	13,354	(7,096)	1,916	1,571	(3,609)
Reversal of Provision for Sindh Workers' Welfare Fund (SWWF)	-	-	-	-	-	-	-	-
Net (loss) / income before taxation	(946)	8,104	6,196	13,354	(7,096)	1,916	1,571	(3,609)
Taxation	-	-	-	-	-	-	-	-
Net (loss) / income for the period	(946)	8,104	6,196	13,354	(7,096)	1,916	1,571	(3,609)
Other comprehensive income								
Other comprehensive income / (loss)	-	-	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	(946)	8,104	6,196	13,354	(7,096)	1,916	1,571	(3,609)

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

For HBL Asset Management Limited
(Pension Fund Manager)

Chief Financial Officer

Chief Executive Officer

Director

HBL Islamic Pension Fund
Condensed Interim Statement Of Movement In Participants' Sub Funds (Un-audited)
For the Nine months period ended March 31, 2023

Note	2023				2022			
	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) -----							
Net assets at beginning of the period	133,102	110,886	99,355	343,343	196,033	86,844	64,519	347,396
Issuance of units	13,581	113,055	114,298	240,934	14,500	34,122	45,266	93,888
Redemption of units	(70,073)	(35,694)	(34,333)	(140,100)	(28,778)	(18,310)	(25,503)	(72,591)
Reallocation among funds	-	-	-	-	4,337	(3,514)	(823)	-
	(56,492)	77,361	79,965	100,834	(9,941)	12,298	18,940	21,297
Other comprehensive income								
Net (loss) / income for the period	(6,091)	17,200	14,298	25,407	(24,951)	5,297	3,871	(15,783)
Net unrealised (loss) / gain on remeasurement of investments classified as available for sale	-	-	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	(6,091)	17,200	14,298	25,407	(24,951)	5,297	3,871	(15,783)
Net assets at end of the period	70,519	205,447	193,618	469,584	161,141	104,439	87,330	352,910
Net assets value per unit at beginning of the period	353.0630	187.3645	182.4250		465.5700	172.1500	167.7500	
Net assets value per unit at end of the period	325.4542	209.3566	203.2350		407.5900	181.8700	177.0100	

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

For HBL Asset Management Limited
(Pension Fund Manager)

Chief Financial Officer

Chief Executive Officer

Director

HBL Islamic Pension Fund
Condensed Interim Cash Flow Statement (Un-audited)
For the Nine months period ended March 31, 2023

Note	2023				2022			
	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)								
CASH FLOW FROM OPERATING ACTIVITIES								
Net (loss) / income for the period	(6,091)	17,200	14,298	25,407	(24,951)	5,297	3,871	(15,783)
Adjustments								
Unrealized (appreciation) / diminution on re-measurement of investments at fair value through profit or loss	(14,684)	(868)	(462)	(16,014)	20,245	(18)	-	20,227
	(20,775)	16,332	13,836	9,393	(4,706)	5,279	3,871	4,444
Decrease / (increase) in assets								
Investments - net	80,030	(120,067)	(52,250)	(92,287)	13,433	20,857	5,627	39,917
Dividend and profit receivable	(529)	(9,213)	(5,918)	(15,660)	(305)	(872)	(1,535)	(2,712)
Advances, deposits, prepayments and other receivables	54	(14)	(11)	29	(2,883)	(336)	13	(3,206)
	79,555	(129,294)	(58,179)	(107,918)	10,245	19,649	4,105	33,999
(Decrease) / increase in liabilities								
Payable to HBL Asset Management Limited - Pension Fund Manager	(273)	67	41	(165)	199	(69)	(60)	70
Payable to Central Depository Company of Pakistan Limited - Trustee	(12)	15	13	16	(1)	2	2	3
Payable to Securities and Exchange Commission of Pakistan	(17)	22	20	25	(6)	(4)	(4)	(14)
Accrued expenses and other liabilities	1,113	39	92	1,244	(3,196)	(233)	511	(2,918)
	811	143	166	1,120	(3,004)	(304)	449	(2,859)
Net cash (used in) / generated from operating activities	59,591	(112,819)	(44,177)	(97,405)	2,535	24,624	8,425	35,584
CASH FLOW FROM FINANCING ACTIVITIES								
Amount received on issue of units	13,581	113,055	114,298	240,934	14,500	34,122	45,266	93,888
Amount paid on redemption of units	(70,073)	(35,694)	(34,333)	(140,100)	(28,778)	(18,310)	(25,503)	(72,591)
Reallocation among funds	-	-	-	-	4,337	(3,514)	(823)	-
Net cash generated from / (used in) financing activities	(56,492)	77,361	79,965	100,834	(9,941)	12,298	18,940	21,297
Net (decrease) / increase in cash and cash equivalents	3,099	(35,458)	35,788	3,429	(7,406)	36,922	27,365	56,881
Cash and cash equivalents at beginning of the period	4,065	88,713	88,027	180,805	10,208	39,787	50,267	180,805
Cash and cash equivalents at end of the period	7,164	53,255	123,815	184,234	2,802	76,709	77,632	157,143

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

For HBL Asset Management Limited
(Pension Fund Manager)

Chief Financial Officer

Chief Executive Officer

Director

HBL Islamic Pension Fund

Notes to the Condensed Interim Financial Information (Unaudited)

For the Nine months period ended March 31, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

HBL Islamic Pension Fund ("the Fund") was established under a Trust Deed, dated August 17, 2011, between HBL Asset Management Limited as the Pension Fund Manager (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 Pension Fund Manager is situated at 7th floor, Emerald Tower, G-19, Block 5, Main Clifton Road, 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 Fund has been formed to enable the participants to contribute in a diversified portfolio of securities, which are Shariah compliant. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah. The Pension Fund Manager has appointed Al-Hilal Shariah Advisors (Pvt.) Limited as Shariah Advisor to the Pension Fund to ensure that the activities of the Fund are in compliance with the principles of Shariah.

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

- The Equity Sub-Fund consists of a minimum 90% of net assets invested in Shariah compliant 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 may be invested in any government security having less than one year time to maturity, or be deposited with Islamic commercial banks or Islamic window of a commercial bank having at least 'A' rating. Composition of the remaining portion of the investments shall be as defined in the offering document.
- The Debt Sub-Fund consists 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 debt securities issued by the Federal Government. Up to twenty five percent (25%) may be deposited with banks having not less than 'AA+' rating. In case the Shariah compliant securities issued by Federal Government are not available to comply with above, the assets of a Shariah compliant debt sub-fund may be deposited in Islamic commercial banks, having not less than "A+" rating or Islamic window of commercial banks, having not less than "AA" rating, or may be invested in Islamic bonds or Sukuks issued by entities wholly-owned by the Federal Government or in such Islamic securities which are fully guaranteed by the Federal Government.
- The Money Market Sub-Fund consists of Shariah compliant short-term money market securities with weighted average time to maturity not exceeding one year. There is no restriction on the amount of investment in securities issued by Federal Government and Islamic windows of commercial banks having 'A+' rating provided that deposits with one bank shall not exceed 20% of net assets of Money Market Sub-Fund. Investments in securities issued by Provincial Government, City Government, Government corporation with 'A' or higher rating or a corporate entity with 'A+' or higher rating shall be in proportion as defined in offering document.

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 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 'AM1' 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

2.1.1 The condensed interim financial information has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of the Voluntary Pension System Rules, 2005 (the VPS Rules); and
- Provisions of and or directives issued under the Companies Act, 2017.

In case where requirements differ, the VPS Rules and the provisions of and or directives issued under the Companies Act, 2017 have been followed.

2.1.2 This condensed interim financial information does not include all the information and disclosures required in the annual financial statements and should therefore be read in conjunction with the annual financial statements of the Fund as at and for the year ended June 30, 2018. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Fund's financial position and performance since the last financial statements.

2.1.3 This condensed interim financial information is being submitted to the participants as required under Regulation 7(f) of the VPS Rules, 2005.

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 is presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted for 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 30 June 2022.

3.1. 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, 2022.

3.2. USE OF ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial information requires management to make judgments, estimates and assumption that affect the application of accounting policies and reported amount of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgements made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements as at and for the year ended June 30, 2022.

3.3. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies are consistent with that disclosed in the financial statements as at and for the year ended June 30, 2022.

4. BANK BALANCES

Note	March 31, 2023				June 30, 2022			
	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)								
Savings accounts	7,164	53,255	123,815	184,234	4,065	88,713	88,027	180,805
	<u>7,164</u>	<u>53,255</u>	<u>123,815</u>	<u>184,234</u>	<u>4,065</u>	<u>88,713</u>	<u>88,027</u>	<u>180,805</u>

4.1 This represents bank accounts held with various banks. Profit rates on these accounts range between 5% to 18% per annum (June 30, 2022: 5.5% to 8.65% per annum).

5. INVESTMENTS

		(Un-audited) March 31, 2023				Audited June 30, 2022			
		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)									
Financial assets at fair value through profit and loss									
Listed equity securities	5.1	62,540	-	-	62,540	127,886	-	-	127,886
Government securities - Ijarah sukus	5.2	-	89,136	29,712	118,848	-	-	-	-
Sukuk bonds	5.3	-	52,641	33,000	85,641	-	20,842	10,000	30,842
		<u>62,540</u>	<u>141,777</u>	<u>62,712</u>	<u>267,029</u>	<u>127,886</u>	<u>20,842</u>	<u>10,000</u>	<u>158,728</u>

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

5.1.1 Held by Equity sub fund

Shares of listed companies - fully paid up ordinary shares of Rs. 10 each unless stated otherwise.

Name of the investee company	As at July 1, 2022	Purchases during the period	Bonus shares issued during the period	Right shares purchased / subscribed during the period	Sales during the period	As at March 31, 2023	Market value as at March 31, 2023	Market value as a percentage of net assets of the sub fund	Market value as a percentage investments of sub fund	Percentage of paid up capital of the investee company held
CHEMICALS										
Engro Polymer & Chemicals Limited	32,500	56,500	-	-	60,000	29,000	1,357	1.92%	2.17%	0.00%
Descon Oxychem Limited *	-	219,000	-	-	151,000	68,000	1,814	0.03	2.90%	0.04%
ICI Pakistan Limited	-	2,800	-	-	2,800	-	-	-	-	-
Lotte Chemical Pakistan Limited	-	41,500	-	-	-	41,500	1,052	1.49%	1.68%	0.00%
	<u>32,500</u>	<u>319,800</u>	<u>-</u>	<u>-</u>	<u>213,800</u>	<u>138,500</u>	<u>4,223</u>	<u>6.41%</u>	<u>6.75%</u>	<u>0.04%</u>
CEMENT										
Lucky Cement Limited	5,120	27,540	-	-	32,660	-	-	-	-	-
D.G. Khan Cement Company Limited	-	126,500	-	-	83,000	43,500	1,910	2.71%	3.05%	0.01%
Cherat Cement Company Limited	-	31,800	-	-	19,800	12,000	1,351	1.92%	2.16%	0.01%
Kohat Cement Company Limited	9,900	20,700	-	-	29,900	700	98	0.14%	0.16%	0.00%
Maple Leaf Cement Factory Limited	84,000	357,000	-	-	282,000	159,000	4,131	5.86%	6.61%	0.01%
Pioneer Cement Limited	-	128,250	-	-	128,250	-	-	-	-	-
Fauji Cement Company Limited	-	608,500	15,375	-	512,000	111,875	1,338	1.90%	2.14%	0.00%
Attock Cement Limited	60,400	3,500	-	-	63,900	-	-	-	-	-
	<u>159,420</u>	<u>1,303,790</u>	<u>15,375</u>	<u>-</u>	<u>1,151,510</u>	<u>327,075</u>	<u>8,828</u>	<u>12.53%</u>	<u>14.12%</u>	<u>-</u>
PHARMACEUTICALS										
The Searle Company Limited **	15,936	18,000	91	-	15,570	18,457	950	1.35%	1.52%	0.00%
Highnoon Laboratories Limited	1,670	-	-	-	1,670	-	-	-	-	-
Ferozsons Laboratories Limited	4,500	-	-	-	4,500	-	-	-	-	-
AGP Limited	-	18,000	-	-	-	18,000	976	1.38%	1.56%	0.01%
	<u>22,106</u>	<u>36,000</u>	<u>91</u>	<u>-</u>	<u>21,740</u>	<u>36,457</u>	<u>1,926</u>	<u>2.73%</u>	<u>3.08%</u>	<u>0.01%</u>
FERTILIZERS										
Engro Corporation Limited	48,450	47,535	-	-	93,685	2,300	637	0.90%	1.02%	0.00%
Engro Fertilizer Limited *	89,700	110,500	-	-	144,396	55,804	4,733	6.71%	7.57%	0.00%
	<u>138,150</u>	<u>158,035</u>	<u>-</u>	<u>-</u>	<u>238,081</u>	<u>58,104</u>	<u>5,370</u>	<u>7.61%</u>	<u>8.59%</u>	<u>0.00%</u>
AUTOMOBILE ASSEMBLER										
Millat Tractors Limited	-	1,500	-	-	1,500	-	-	-	-	-
	<u>-</u>	<u>1,500</u>	<u>-</u>	<u>-</u>	<u>1,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TEXTILE COMPOSITE										
Nishat Mills Limited	41,400	-	-	-	41,400	-	-	-	-	-
Interloop Limited	50,168	-	-	-	50,168	-	-	-	-	-
Kohinoor Textile Limited	27,500	-	-	-	27,500	-	-	-	-	-
	<u>119,068</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>119,068</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Name of the investee company	As at July 1, 2022	Purchases during the period	Bonus shares issued during the period	Right shares purchased / subscribed during the period	Sales during the period	As at March 31, 2023	Market value as at March 31, 2023	Market value as a percentage of net assets of the sub fund	Market value as a percentage of investments of sub fund	Percentage of paid up capital of the investee company held
	(Number of shares)				(Rupees in '000)		(%)			
OIL & GAS EXPLORATION COMPANIES										
Oil and Gas Development Company Limited *	153,587	171,900	-	-	248,687	76,800	6,402	9.08%	10.24%	0.00%
Pakistan Petroleum Limited *	135,293	294,250	-	-	333,554	95,989	6,139	8.71%	9.82%	0.00%
Mari Petroleum Company Limited	4,546	700	-	-	3,727	1,519	2,299	3.26%	3.68%	0.00%
Pakistan Oilfields Limited *	16,890	6,400	-	-	19,928	3,362	1,341	1.90%	2.14%	0.00%
	310,316	473,250	-	-	605,896	177,670	16,181	22.95%	25.88%	0.00%
OIL & GAS MARKETING COMPANIES										
Pakistan State Oil Company Limited **	51,023	25,900	-	-	76,686	237	28	0.04%	0.04%	0.00%
Sui Northern Gas Pipelines Limited *	-	344,163	-	-	280,163	64,000	2,502	3.55%	4.00%	0.01%
Attock Petroleum Limited	-	10,954	1,550	-	12,504	-	-	-	-	-
	51,023	381,017	1,550	-	369,353	64,237	2,530	3.59%	4.04%	0.01%
COMMERCIAL BANKS										
Bank Islami Pakistan Limited	235,000	72,000	-	-	307,000	-	-	-	-	-
Faysal Bank Limited	-	181,500	-	-	181,500	-	-	-	-	-
Meezan Bank Limited *	103,788	122,000	6,878	-	174,500	58,166	5,537	7.85%	8.85%	0.00%
	338,788	375,500	6,878	-	663,000	58,166	5,537	7.85%	8.85%	0.00%
POWER GENERATION AND DISTRIBUTION										
The Hub Power Company Limited	61,431	8,500	-	-	69,931	-	-	-	-	-
Nishat Power Limited	-	38,500	-	-	38,500	-	-	-	-	-
	61,431	47,000	-	-	108,431	-	-	-	-	-
ENGINEERING										
Mughal Iron and Steel Industries Limited	45,438	40,100	-	-	45,438	40,100	1,970	2.79%	3.15%	0.01%
	45,438	40,100	-	-	45,438	40,100	1,970	2.79%	3.15%	0.01%
REFINERY										
National Refinery Limited	7,770	9,334	-	-	17,104	-	-	-	-	-
Attock Refinery Limited	26,000	34,847	-	-	44,347	16,500	2,809	3.98%	4.49%	0.02%
	33,770	44,181	-	-	61,451	16,500	2,809	3.98%	4.49%	0.02%
TECHNOLOGY AND COMMUNICATION										
Systems Limited *	-	21,350	-	-	7,300	14,050	6,492	9.21%	10.38%	0.00%
Avanceon Limited	14,425	62,375	-	-	47,700	29,100	1,863	2.64%	2.98%	0.01%
Octopus Digital Limited	-	24,000	-	-	24,000	-	-	-	-	-
TPL Trakker Limited	291,500	5,000	-	-	-	296,500	2,665	3.78%	4.26%	0.16%
Air Link Communication Limited	-	2,500	-	-	2,500	-	-	-	-	-
	305,925	115,225	-	-	81,500	339,650	11,020	15.63%	17.62%	0.17%
FOOD AND PERSONNEL CARE PRODUCTS										
The Organic Meat Company Limited	124,950	47,500	-	-	172,450	-	-	-	-	-
At-Tahur Limited	-	47,500	4,750	-	52,250	-	-	-	-	-
Unity Foods Limited	128,500	68,000	-	-	196,500	-	-	-	-	-
	253,450	163,000	4,750	-	421,200	-	-	-	-	-
GLASS AND CERAMICS										
Shabbir Tiles and Ceramics Ltd.	-	-	-	-	-	-	-	-	-	-
Tariq Glass Limited	-	60,500	-	-	30,000	30,500	2,146	3.04%	3.43%	0.02%
	-	60,500	-	-	30,000	30,500	2,146	3.04%	3.43%	0.02%
PROPERTY										
TPL Properties Limited	100,000	165,500	-	-	265,500	-	-	-	-	-
	100,000	165,500	-	-	265,500	-	-	-	-	-
MISCELLANEOUS										
Pak Aluminium Beverage Cans Limited	-	18,500	-	-	18,500	-	-	-	-	-
	-	18,500	-	-	18,500	-	-	-	-	-
Total as at March 31, 2023	1,971,385	3,702,898	28,644	-	4,415,968	1,286,959	62,540	89.11%	100.00%	
Carrying Value as at March 31, 2023							47,856			

* The above investments include shares with market value aggregating to Rs. 15.077 million (June 30, 2022: 26.869 million) which have been pledged with the National Clearing Company of Pakistan Limited (NCCPL) as collateral for guaranteeing settlement of the fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.

** These represent 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 of the Fund jointly with other asset management companies and Mutual Fund Association of Pakistan, have filed a petition in the 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 mutual funds under clause 57(3)(viii) of Part I of the Second Schedule of the Income Tax Ordinance, 2001. The Sindh High Court has granted stay order till the final outcome of the case. However, the investee companies have withheld the share equivalent to 5% of bonus announcement amounting Rs.0.06 million (2022: 0.08 million) and not yet deposited with Government Treasury. Pension Fund Manager is of the view that the decision will be in its favour and accordingly has recorded the bonus shares on gross basis.

5.2 Government Securities - Ijarah Sukuk

5.2.1 Held by Debt sub fund

Issue Date	Tenor	Face value				Carrying value as at March 31, 2023	Market value as at March 31, 2023	Market value as a percentage of	
		As at July 1, 2022	Purchases during the period	Sales / matured during the period	As at March 31, 2023			Total investments of sub-fund	Net assets of sub-fund
		(Number of certificates)						Rupees in ('000)	
October 26, 2022	5 Years	-	178,200	90,000	88,200	88,200	89,136	62.87%	43.39%
Total as at March 31, 2023		-	178,200	90,000	88,200	88,200	89,136	62.87%	43.39%
Total as at June 30, 2022		38,000	79,500	117,500	-	-	-	-	-

5.2.2 Held by Money Market sub fund

Issue Date	Tenor	Face value				Carrying value as at March 31, 2023	Market value as at March 31, 2023	Market value as a percentage of	
		As at July 1, 2022	Purchases during the period	Sales / matured during the period	As at March 31, 2023			Total investments of sub-fund	Net assets of sub-fund
		(Number of certificates)						Rupees in ('000)	
October 26, 2022	5 Years	-	76,000	46,000	30,000	29,250	29,712	47.38%	15.35%
Total as at March 31, 2023		-	76,000	46,000	30,000	29,250	29,712	47.38%	15.35%
Total as at June 30, 2022		12,000	27,500	39,500	-	-	-	-	-

5.3 Sukuk Bonds

5.3.1 Held by Debt sub fund

Investee Company	Issue Date	Face value				Carrying value as at March 31, 2023	Market value as at March 31, 2023	Market value as a percentage of	
		As at July 1, 2022	Purchases during the period	Sales / matured during the period	As at March 31, 2023			Total investments of sub-fund	Net assets of sub-fund
		(Number of certificates)						Rupees in ('000)	
TECHNOLOGY & COMMUNICATION									
TPL Tracker Limited	30-Mar-21	1	-	-	1	670	679	0.48%	0.33%
		1	-	-	1	670	679	0.48%	0.33%
POWER GENERATION & DISTRIBUTION									
China Power Hub Generation Company Limited	28-Jul-22	-	10	10	-	-	-	-	-
China Power Hub Generation Company Limited	7-Dec-22	-	6	-	6	6,000	6,000	4.23%	2.92%
China Power Hub Generation Company Limited	28-Mar-23	-	15	-	15	15,000	15,000	10.58%	7.30%
K Electric Limited	13-Dec-22	-	12	-	12	12,000	12,000	8.46%	5.84%
K Electric Limited	9-Feb-23	-	9	-	9	9,000	9,000	6.35%	4.38%
Hub Power Company Limited	19-Mar-20	50	-	-	50	2,572	2,513	1.77%	1.22%
Hub Power Company Limited	27-Apr-22	40	-	40	-	-	-	-	-
Lucky Electric Power Co. Ltd	13-Oct-22	-	5	-	5	5,000	5,000	3.53%	2.43%
		90	57	50	97	49,572	49,513	34.92%	24.09%

Investee Company	Issue Date	Face value			Carrying value as at March 31, 2023	Market value as at March 31, 2023	Market value as a percentage of		
		As at July 1, 2022	Purchases during the period	Sales / matured during the period			As at March 31, 2023	Total investments of sub-fund	Net assets of sub-fund
			(Number of certificates)		Rupees in ('000)		(%)		
Miscellaneous									
Agha Steel Industries Limited	9-Oct-18	1	-	-	1	708	673	0.47%	0.33%
OBS AGP Private Limited	15-Jul-21	20	-	-	20	1,759	1,776	1.25%	0.86%
Pak Elektron Sukuk	15-Nov-21	8	-	8	-	-	-	-	-
		29	-	8	21	2,467	2,449	1.72%	1.19%
Total as at March 31, 2023		120	57	58	119	52,709	52,641	37.12%	25.61%
Total as at June 30, 2022		2,477	74	2,431	120	20,833	20,842	80.80%	15.18%

5.3.2 Held by Money Market sub fund

Investee Company	Issue Date	Face value			Carrying value as at March 31, 2023	Market value as at March 31, 2023	Market value as a percentage of		
		As at July 1, 2022	Purchases during the period	Sales / matured during the period			As at March 31, 2023	Total investments of sub-fund	Net assets of sub-fund
			(Number of certificates)		Rupees in ('000)		(%)		
China Power Hub Generation Company Limited	28-Jul-22	-	10	10	-	-	-	-	-
China Power Hub Generation Company Limited	28-Mar-23	-	10	-	10	10,000	10,000	15.95%	5.16%
China Power Hub Generation Company Limited	7-Dec-22	-	8	-	8	8,000	8,000	12.76%	4.13%
K Electric Limited	10-Aug-22	-	5	5	-	-	-	-	-
K Electric Limited	9-Feb-23	-	5	-	5	5,000	5,000	7.97%	2.58%
K Electric Limited	13-Apr-22	10	-	10	-	-	-	-	-
Total as at March 31, 2023		10	38	25	23	23,000	23,000	36.68%	11.87%
Total as at June 30, 2022		-	19	9	10	10,000	10,000	100.00%	100.00%

6. DIVIDEND AND PROFIT RECEIVABLE

	March 31, 2023				June 30, 2022			
	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)								
Dividend receivable	464	-	-	464	-	-	-	-
Profit receivable on bank deposits	252	3,277	4,793	8,322	187	1,454	1,519	3,160
Profit accrued on investments	-	7,953	2,940	10,893	-	563	296	859
	716	11,230	7,733	19,679	187	2,017	1,815	4,019

7. ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

	March 31, 2023				June 30, 2022			
	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)								
Security Deposit with Central Depository Company of Pakistan Limited	100	100	100	300	100	100	100	300
National Clearing Company of Pakistan Limited	2,500	-	-	2,500	2,500	-	-	2,500
Receivable against sale of investment	-	-	-	-	80	-	-	80
Other Receivable	126	56	25	207	100	42	14	156
	2,726	156	125	3,007	2,780	142	114	3,036

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

Note	March 31, 2023				June 30, 2022				
	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)									
Management fee	10.1	84	123	76	341	326	64	40	430
Sindh Sales Tax	10.2	11	16	10	37	42	8	5	55
		95	139	86	378	368	72	45	485

8.1 As per rule 11 of the Voluntary Pension System Rules, 2005, HBL Asset Management Limited, the Pension Fund Manager of the Fund is allowed to charge an 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% per annum of the average daily net assets of the Sub-Funds.

8.2 The Sindh Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of the Management Company through Sindh Sales Tax Act, 2011 effective from July 01, 2017.

9. **PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE**

Note	March 31, 2023				June 30, 2022			
	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)							
Trustee remuneration	11	28	25	64	21	15	13	49
Sindh Sales Tax on Trustee remuneration 9.1	1	4	3	8	3	2	2	7
	12	32	28	72	24	17	15	56

9.1 The Sindh Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2018: 13%) on the remuneration of the Trustee through Sindh Sales Tax Act, 2011 effective from July 01, 2017.

10. **PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN**

This represents annual fee payable to SECP in accordance with the rule 36 of the VPS Rules whereby the Fund is required to pay SECP an amount equal to 0.4% of average annual net asset value of the pension fund.

11. **ACCRUED EXPENSES AND OTHER LIABILITIES**

Note	March 31, 2023				June 30, 2022			
	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)							
Auditors' remuneration	113	36	50	199	128	69	56	253
Payable against purchase of investments	1,267	-	-	1,267	-	-	-	-
Federal Excise Duty 11.1	880	488	383	1,751	880	488	383	1,751
Payable against redemption of units	71	69	81	221	-	-	-	-
Other payable	162	161	100	423	372	158	83	613
	2,493	754	614	3,861	1,380	715	522	2,617

11.1 The legal status of applicability of Federal Excise Duty on the Fund is the same as that disclosed in note 12.2 to the annual audited financial statements of the Fund for the year ended June 30, 2022, and the appeal filed by tax authorities with Supreme Court of Pakistan is pending for decision.

In view of the above, the Management Company, is carrying provision for FED for the period from January 13, 2013 to June 30, 2016 aggregating Rs. 0.880 million, 0.488 million and 0.383 million (June 30, 2022: Rs. 0.880 million, Rs. 0.488 million and Rs. 0.383 million), for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund respectively. Had the provision not been made, the Net Assets Value per unit of the Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund as at December 31, 2022 would have been higher by Rs. 4.0614, Rs. 0.4973 and Rs. 0.4020 (June 30, 2022: Rs. 2.0889 Rs. 0.9674 and Rs. 0.9958) per unit respectively.

12. NUMBER OF UNITS IN ISSUE

	March 31, 2023				June 30, 2022			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Number) -----							
Opening units in issue	376,992	591,819	544,634	1,513,445	421,065	504,466	384,622	1,310,153
Units issued during the period	40,510	570,808	586,452	1,197,770	343,358	777,335	794,149	1,914,842
Units redeemed during the period	(200,826)	(181,304)	(178,405)	(560,535)	(397,878)	(670,538)	(629,463)	(1,697,879)
Reallocation during the period	-	-	-	-	10,447	(19,444)	(4,674)	(13,671)
Total units in issue at the end of the period	216,676	981,323	952,681	2,150,680	376,992	591,819	544,634	1,513,445

13. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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:

13.1 Transactions during the period

	Nine Months Ended 31, March 2023				Nine Months Ended 31, March 2022			
	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) -----							
HBL Asset Management Limited - Pension Fund Manager								
Management fee	1,228	927	535	2,690	2,659	1,047	777	4,483
Habib Bank Limited - Sponsor								
Redemption of units	Number 103,535	-	-	103,535	-	-	-	-
Amount of units redeemed	36,471	-	-	36,471	-	-	-	-
Bank charges paid	18	21	22	61	10	18	9	37
Profit on bank deposits earned	79	95	81	255	241	773	578	1,592
Directors and Executives of the Pension Fund Manager and their relatives								
Directors and their relatives								
Issue of units	Number -	-	-	-	244	-	-	244
Amount of units issued	-	-	-	-	100	-	-	100
Reallocation of units	Number -	-	-	-	1,195	(1,887)	(880)	(1,572)
Amount of Units Reallocated	-	-	-	-	496	(341)	(155)	-
Executives and their relatives								
Issuance of units	Number -	-	-	-	2,767	-	-	2,767
Amount of units issued	-	-	-	-	1,192	-	-	1,192
Central Depository Company of Pakistan Limited - Trustee								
Remuneration	113	193	165	471	200	115	89	404
Central Depository System Charges	15	4	4	23	12	5	5	22
Directors of connected persons								
Reallocation of units	Number -	-	-	-	2	(3)	(1)	(2)
Amount of units reallocated	-	-	-	-	8	(5)	(3)	-

13.2 Balances outstanding as at period end

	March 31, 2023				June 30, 2022			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
HBL Asset Management Limited - Pension Fund Manager								
Management fee payable	84	123	76	283	326	64	40	430
Sindh Sales tax Payable	11	16	10	37	42	8	5	55
Federal Excise Duty payable	880	488	383	1,751	880	488	383	1,751
Habib Bank Limited - Sponsor								
Units held	-	-	-	-	103,535	-	-	103,535
Amount of units held	-	-	-	-	36,554	-	-	36,554
Bank balances	3,621	2,405	14,383	20,409	97	503	478	1,078
Directors and Executives of the Pension Fund Manager and their relatives								
Directors and their relatives								
Units held	17,784	40,287	20,685	78,756	17,784	40,287	20,685	78,756
Amount of units held	5,788	8,434	4,204	18,426	6,276	7,548	3,773	17,597
Executives and their relatives								
Units held	12,825	37	18	12,880	12,825	37	18	12,880
Amount of units held	4,174	8	4	4,186	4,528	7	3	4,538
Central Depository Company of Pakistan Limited - Trustee								
Remuneration payable	12	32	28	72	21	15	13	49
Security deposit receivable	100	100	100	300	100	100	100	300
Directors of connected persons								
Units held	23,961	55,036	-	78,997	23,961	55,036	-	78,997
Amount of units held	7,798	11,522	-	19,320	8,456	10,312	-	18,768

14. FAIR VALUE OF FINANCIAL INSTRUMENTS

‘Fair value’ is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Bank has access at that date. The fair value of a liability reflects its non-performance risk.

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.

According to the amendments to IFRS 7, Financial Instruments: Disclosure - Improving disclosures about financial instruments, an entity shall 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 (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

		Held by Equity sub-fund								
		March 31, 2023								
On-balance sheet financial instruments		Carrying Amount			Total		Fair Value			Total
Note	Mandatorily at fair value through profit or loss	Designated as at fair value through profit or loss	Fair value through other comprehensive income	Amortised cost	Total	Level 1	Level 2	Level 3	Total	
(Rupees in'000)										
Financial assets measured at fair value										
- Listed equity securities	62,540	-	-	-	62,540	62,540	-	-	62,540	
	<u>62,540</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>62,540</u>					
Financial assets not measured at fair value										
- Bank balances	-	-	-	7,164	7,164					
- Dividend receivable and accrued mark-up	-	-	-	716	716					
- Advances, deposits, prepayments and other receivables	-	-	-	2,726	2,726					
	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,606</u>	<u>10,606</u>					
	<u>62,540</u>	<u>-</u>	<u>-</u>	<u>10,606</u>	<u>73,146</u>					
Financial liabilities not measured at fair value										
- Payable to the Pension Fund Manager	-	-	-	95	95					
- Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	12	12					
- Accrued expenses and other liabilities	-	-	-	1,613	1,613					
	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,720</u>	<u>1,720</u>					
		Held by Equity sub-fund								
		June 30, 2022								
On-balance sheet financial instruments		Carrying Amount			Total		Fair Value			Total
	Designated as at fair value through profit or loss	Available for Sale	Loan and Receivables	Other Financial Liabilities	Total	Level 1	Level 2	Level 3	Total	
(Rupees in'000)										
Financial assets measured at fair value										
- Listed equity securities	127,886	-	-	-	127,886	127,886	-	-	127,886	
	<u>127,886</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>127,886</u>					
Financial assets not measured at fair value										
- Bank balances	-	-	4,065	-	4,065					
- Dividend receivable and accrued mark-up	-	-	187	-	187					
- Advances, deposits, prepayments and other receivables	-	-	2,780	-	2,780					
	<u>-</u>	<u>-</u>	<u>7,032</u>	<u>-</u>	<u>7,032</u>					
	<u>127,886</u>	<u>-</u>	<u>7,032</u>	<u>-</u>	<u>134,918</u>					
Financial liabilities not measured at fair value										
- Payable to the Pension Fund Manager	-	-	-	326	326					
- Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	21	21					
- Accrued expenses and other liabilities	-	-	-	500	500					
	<u>-</u>	<u>-</u>	<u>-</u>	<u>847</u>	<u>847</u>					
		Held by Debt sub-fund								
		March 31, 2023								
On-balance sheet financial instruments		Carrying Amount			Total		Fair Value			Total
	Mandatorily at fair value through profit or loss	Designated as at fair value through profit or loss	Fair value through other comprehensive income	Amortised cost	Total	Level 1	Level 2	Level 3	Total	
(Rupees in'000)										
Financial assets measured at fair value										
- GoP Ijarah Sukuks	89,136	-	-	-	89,136	-	89,136	-	89,136	
- Sukuk Bonds	52,641	-	-	-	52,641	-	52,641	-	52,641	
	<u>141,777</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>141,777</u>					
Financial assets not measured at fair value										
- Bank balances	-	-	-	53,255	53,255					
- Dividend receivable and accrued mark-up	-	-	-	11,230	11,230					
- Other receivables	-	-	-	156	156					
	<u>-</u>	<u>-</u>	<u>-</u>	<u>64,641</u>	<u>64,641</u>					
	<u>141,777</u>	<u>-</u>	<u>-</u>	<u>64,641</u>	<u>206,418</u>					
Financial liabilities not measured at fair value										
- Payable to the Pension Fund Manager	-	-	-	139	139					
- Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	32	32					
- Accrued expenses and other liabilities	-	-	-	266	266					
	<u>-</u>	<u>-</u>	<u>-</u>	<u>437</u>	<u>437</u>					

On-balance sheet financial instruments	Held by Debt sub-fund								
	June 30, 2022								
	Carrying Amount					Fair Value			
Designated as at fair value through profit or loss	Available for Sale	Loan and Receivables	Other Financial Liabilities	Total	Level 1	Level 2	Level 3	Total	
(Rupees in '000)									
Financial assets measured at fair value									
- Sukuk Bonds	20,842	-	-	-	20,842	-	11,991	8,851	20,842
	20,842	-	-	-	20,842				
Financial assets not measured at fair value									
- Bank balances	-	-	88,713	-	88,713				
- Dividend receivable and accrued mark-up	-	-	2,017	-	2,017				
- Advances, deposits, prepayments and other receivables	-	-	100	-	100				
	-	-	90,830	-	90,830				
	20,842	-	90,830	-	111,672				
Financial liabilities not measured at fair value									
- Payable to the Pension Fund Manager	-	-	-	64	64				
- Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	15	15				
- Accrued expenses and other liabilities	-	-	-	227	227				
	-	-	-	306	306				
(Rupees in '000)									
On-balance sheet financial instruments	Held by Money Market sub-fund								
	March 31, 2023								
	Carrying Amount					Fair Value			
Mandatorily at fair value through profit or loss	Designated as at fair value through profit or loss	Fair value through other comprehensive income	Amortised cost	Total	Level 1	Level 2	Level 3	Total	
(Rupees in '000)									
Financial assets measured at fair value									
- GoP Ijarah Sukuks	29,712	-	-	-	29,712	-	29,712	-	29,712
- Sukuk Bonds	33,000	-	-	-	33,000	-	33,000	-	33,000
Financial assets not measured at fair value									
- Bank balances	-	-	-	123,815	123,815				
- Dividend receivable and accrued mark-up	-	-	-	7,733	7,733				
- Advances, deposits, prepayments and other receivables	-	-	-	125	125				
	-	-	-	131,673	131,673				
Financial liabilities not measured at fair value									
- Payable to the Pension Fund Manager	-	-	-	86	86				
- Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	28	28				
- Accrued expenses and other liabilities	-	-	-	231	231				
	-	-	-	345	345				
(Rupees in '000)									
On-balance sheet financial instruments	Held by Money Market sub-fund								
	June 30, 2022								
	Carrying Amount					Fair Value			
Designated as at fair value through	Available for Sale	Loan and Receivables	Other Financial Liabilities	Total	Level 1	Level 2	Level 3	Total	
(Rupees in '000)									
Financial assets measured at fair value									
- Sukuk Bonds	10,000	-	-	-	10,000	-	10,000	-	10,000
Financial assets not measured at fair value									
- Bank balances	-	-	88,027	-	88,027				
- Term deposits receipts (TDRs)	-	-	-	-	-				
- Dividend receivable and accrued mark-up	-	-	1,815	-	1,815				
- Advances, deposits, prepayments and other receivables	-	-	100	-	100				
	-	-	89,942	-	89,942				
Financial liabilities not measured at fair value									
- Payable to the Pension Fund Manager	-	-	-	40	40				
- Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	13	13				
- Accrued expenses and other liabilities	-	-	-	139	139				
	-	-	-	192	192				

14.1 The Fund has not disclosed the fair values for these financial assets and financial liabilities, as these are either short term in nature or reprice periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

15. TOTAL EXPENSE RATIO

In accordance with the S.R.O 1068 (I) / 2021 dated August 23, 2021 issued by the Securities and Exchange Commission of Pakistan (SECP), the total expense ratio of the equity sub fund, debt sub fund and money market sub fund for the Nine months period ended March 31, 2023 is 3.36%, 0.87% and 0.69% respectively which includes 0.31%, 0.12% and 0.09% respectively representing Government levy and SECP fee.

16. GENERAL

Figures have been rounded off to the nearest thousand rupees.

Corresponding figures have been rearranged and reclassified, wherever necessary, for better presentation and disclosure, effect of which is not material.

17. DATE OF AUTHORIZATION FOR ISSUE

The condensed interim financial information was authorised for issue by the Board of Directors of the Pension Fund Manager on April 28, 2023.

For HBL Asset Management Limited
(Pension Fund Manager)

Chief Financial Officer

Chief Executive Officer








Director



Be aware, Be alert, Be safe

Learn about investing at
www.jamapunji.pk

Key features:


-  Licensed Entities Verification
-  Scam meter*
-  Jamapunji games*
-  Tax credit calculator*
-  Company Verification
-  Insurance & Investment Checklist
-  FAQs Answered

-  Stock trading simulator
(based on live feed from KSE)
-  Knowledge center
-  Risk profiler*
-  Financial calculator
-  Subscription to Alerts (event notifications, corporate and regulatory actions)
-  Jamapunji application for mobile device
-  Online Quizzes



Jama Punji is an Investor Education Initiative of Securities and Exchange Commission of Pakistan

 jamapunji.pk

 [@jamapunji_pk](https://twitter.com/jamapunji_pk)

*Mobile apps are also available for download for android and ios devices

HBL

ASSET MANAGEMENT LTD.

ایس ایٹ مینجمنٹ لمیٹڈ

Head Office Karachi:

7th Floor, Emerald Tower, Clifton,
Karachi.
UAN:111 HBL AMC (111-425-262)
Fax: 021-35168455
info@hblasasset.com

Lahore:

102-103, Upper Mall, Lahore
Tel: 042-36281600
042-36281640-3
042-36281610
Fax: 042-36281686

Islamabad:

HBL Corporate Center,
HBL building, Jinnah Avenue,
Islamabad
Tel: 051-2821183
Fax: 051-2822206