

**HBL**

**ASSET MANAGEMENT LTD.**  
ایسیٹ منیجمنٹ لمیٹڈ

AMC Rating : AM1 (Stable Outlook) by VIS



# QUARTERLY REPORT 2024

For the period ended September 30, 2024

MOVING TOWARDS  
**EXCELLENCE**

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# CORPORATE INFORMATION

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## Management Company

HBL Asset Management Limited

## Board of Directors (Composition as of October 24, 2024)

**Chairman** Mr. Shahid Ghaffar (Independent Director)

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

## Audit Committee

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

## Human Resource & Remuneration Committee

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

## Risk Management Committee

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

## Technology Committee

**Chairman** Mr. Abrar Ahmed Mir (Non-Executive Director)  
**Members** Mr. Abid Sattar (Independent Director)  
Ms. Ava Ardeshir Cowasjee (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.hblasset.com](http://www.hblasset.com)

**Head Office & Registered Office** 7th Floor, Emerald Tower, G-19, Block-5, Main Clifton Road, Clifton, Karachi.

# REVIEW REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY FOR THE PERIOD ENDED SEPTEMBER 30, 2024

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The Board of Directors of HBL Asset Management Limited is pleased to present its report together with Financial Statements of HBL Income Fund, HBL Government Securities Fund, HBL Money Market Fund, HBL Cash Fund, HBL Stock Fund, HBL Equity Fund, HBL Energy Fund, HBL Multi Asset Fund, HBL Growth Fund, HBL Investment Fund, HBL Financial Sector Income Fund, HBL Mehfooz Munafa Fund and HBL Total Treasury Exchange Traded Fund (the Funds) for the period ended September 30, 2024.

## ECONOMIC REVIEW AND OUTLOOK

Continuing from the previous year, Pakistan's macroeconomic outlook marked significant improvements during the first quarter of the current fiscal year. Pakistan's external account position improved further with improvements in current account balance due to healthy growth in remittances, along with receipt of first tranche of the new 37-month USD7 billion Extended Fund Facility by the IMF that led to increase in Pakistan's foreign exchange reserves and appreciation of domestic currency. Pakistan's credit rating was also upgraded by Fitch and Moody's after financing assurances from friendly countries and staff-level agreement with the IMF. Persistent disinflation where monthly reading came down to single-digit, led to further reduction in interest rates during the quarter.

Current account balance posted a small deficit of USD98 million during the quarter under review with last two months posting a combined surplus of USD148 million. Current account deficit during the same quarter of the previous year was USD1.2 billion. Remittances from overseas Pakistanis contributed mostly to this progression, registering a growth of 38.8%. Foreign exchange reserves of the country increased to USD15.4 billion from USD14 billion at the end of the FY24. Domestic currency also showed strength with an appreciation of 0.2% during the quarter under review.

Headline inflation, continued on a downward trajectory during the quarter and entered single-digit with September 2024 outturn of 6.9% compared to 12.6% on June 2024. Apart from high base effect from the previous year, slowdown in food and decline in energy prices are the key cause of this disinflation. Core Non-Food-Non-Energy inflation also came down to 10.5% in September 2024 from 14.2% in June 2024. The Monetary Policy Committee (MPC) of the central bank (SBP) started reducing interest rates from June 2024 and reduced the policy rate further to 17.5% compared to 20.5% at the end of June 2024.

Pakistan economy has entered the phase of gradual recovery where the real GDP growth is estimated at around 3% for the ongoing fiscal year compared to 2.5% of the previous year. Declining inflation, reduction in interest rates, and stable external account position, are expected to help achieving this growth target. However, performance of agriculture sector remains a concern where Large Scale Manufacturing Index for the first two months of the ongoing fiscal year has also declined by 0.2%. With average inflation for the year expected in single-digit, further cuts in interest are expected in the coming MPC meetings. The new program with the IMF and support from friendly countries in the shape of roll-overs of debt and new investments, could lead to support from other bilateral and multilateral partners, which may lead to further upgrade in the country's credit rating. However, implementation of the much-needed structural reforms are crucial for achieving a long-term all-inclusive growth. With declining interest rates, fiscal account is also expected to post a healthy recovery with declining cost of debt servicing. Overall outlook of Pakistan's macroeconomy is positive with risks emanating from external factors including increase in international commodities prices amid middle eastern conflict. On the domestic side, political instability and delays in implementation of the long-pending structural reforms are the key risks to persistent economic recovery.

## STOCK MARKET REVIEW

Pakistan equities market remained range bound during majority of the quarter under review with thin turnover. Despite improving macroeconomic outlook, political uncertainties, delays in approval of the new EFF by the IMF, and expected foreign selling after the FTSE rebalancing, led investors to remain on sidelines. However, towards the end of the quarter under review, renewed optimism and investor confidence was seen in the market with the approval of the IMF EFF and rating upgrade of the country. The benchmark KSE100 Index gained 2,669 points, 3.4% to close the quarter at 81,114 level.

Overall activity during the quarter under review remained thin with a decline in KSE-All-Share Index average daily volume and value traded to 490 million shares and PKR18 billion, respectively compared to 491.7 million shares and PKR19.4 billion, respectively of the previous quarter, registering a decline of 0.3% and 6.8%, respectively on quarter-on-quarter basis. On a yearly comparison however, turnover improved by 74.5% and 87.4%, respectively. Foreign investors sold equities worth USD21.7 million during the quarter while on the domestic side, individuals, mutual funds, and banks were major buyers in the market.

Top positive contributing sectors to the KSE100 Index were Fertilizer, Oil & Gas E&P, and Banks with contributions of 2,203, 1,564, and 1,115 points, respectively. Whereas top negative contributing sectors to the KSE100 Index were Power, Technology, and Engineering with contributions of -1,289, -255, and -238 points, respectively.

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Although a healthy performance of Pakistan's equities market is witnessed in the recent past, taking it along the best performing markets of the World, the performance is expected to continue in the medium to long-term as the country marches on the path of gradual economic recovery. A manageable external account with the support of IMF and bilateral and multilateral partners would also lead to further improvement in credit rating of the country. Declining inflation and interest rates, and improving corporate profitability are likely to fetch more liquidity towards the equities market of the country. Attractive valuations as the market still offers dividend yields of up to 15% along with a PER of around 4.0x, makes Pakistan's equities market an enticing case of handsome returns in the medium to long term.

## **MONEY MARKET REVIEW**

As the MPC of the central bank initiated monetary easing with a cumulative reduction of 450 basis points since June 2024, secondary market yields on 3-month, 6-month, 1-year, 3-year, 5-year, and 10-year, government securities, in anticipation of more cuts to come, have further declined by 4.5%, 5.3%, 5.2%, 4.2%, 3.2%, and 2%, respectively to 15.5%, 14.6%, 13.5%, 12.3%, 12.2%, and 12.1%, respectively, against a policy rate of 17.5%.

Cut-off yields on 3-month, 6-month, and 1-year, T-Bills in the auction held on September 4th, 2024 stood at 17.5%, 17.7%, and 17%, respectively. Moreover, the next auction was scrapped by the government that took place on September 18th, 2024. With a handsome amount of liquidity with the government of Pakistan after the transfer from SBP's profits of PKR3.4 trillion, it initiated the first ever buyback of T-Bills from the money market. In the first buyback, the government bought T-Bills worth PKR350 billion against a target of PKR500 billion. The amount of outstanding Open Market Operations (OMO) declined to around PKR10.8 trillion from around PKR11.9 trillion at the end of June 2024.

Despite decline in interest rates, real interest rates have remained significantly positive on both spot and forward-looking basis due to sharp decline in inflation. Further cuts in policy rate are expected leading to further decline in money market yields going forward.

## **FUND'S PERFORMANCE AND PAYOUTS**

### **HBL Income Fund**

The total income and net income of the Fund was Rs. 377.74 million and Rs. 340.62 million respectively during the period ended September 30, 2024. The Net Asset Value (NAV) per unit of the Fund was Rs. 119.7792 per unit as on September 30, 2024 as compared to Rs. 113.3201 per unit as on June 30, 2024, thereby giving an annualized return of 22.61%. During the period the benchmark (6 Month KIBOR) return was 18.47%. The size of Fund was Rs. 7.49 billion as on September 30, 2024 as compared to Rs. 4.97 billion at the start of the year.

VIS Credit Rating Company Limited has reaffirmed the Fund stability rating of A+(f) to the Fund.

### **HBL Government Securities Fund**

The total income and net income of the Fund was Rs. 428.05 million and Rs. 404.00 million respectively during the period ended September 30, 2024. The Net Asset Value (NAV) per unit of the Fund was Rs. 122.6162 per unit as on September 30, 2024 as compared to Rs. 113.4443 per unit as on June 30, 2024, thereby giving an annualized return of 32.08%. During the same period the benchmark (6 Month PKRV Rates) return was 18.15%. The size of Fund was Rs. 8.26 billion as on September 30, 2024 as compared to Rs. 2.06 billion at the start of the year.

VIS Credit Rating Company Limited has reaffirmed the Fund stability rating to AA-(f) to the Fund.

### **HBL Money Market Fund**

The total income and net income of the Fund was Rs. 1.38 billion and Rs. 1.22 billion respectively during the period ended September 30, 2024. The Net Asset Value (NAV) per unit of the Fund was Rs. 108.4664 per unit as on September 30, 2024 as compared to Rs. 103.4401 per unit as on June 30, 2024, thereby giving an annualized return of 19.28%. During the period the benchmark (70% 3M PKRV & 30% 3M deposit rates) return was 18.39%. The size of Fund was Rs. 27.89 billion as on September 30, 2024 as compared to Rs.22.48 billion at the start of the year.

VIS Credit Rating Company Limited has reaffirmed the Fund stability rating of AA+ (f) to the Fund.

### **HBL Cash Fund**

The total income and net income of the Fund was Rs. 3.56 billion and Rs. 3.30 billion respectively during the period ended September 30, 2024. The Net Asset Value (NAV) per unit of the Fund was Rs 108.3079 per unit as on September 30, 2024 as compared to Rs 103.1573 per unit as on June 30, 2024, thereby giving an annualized return of 19.81%. During the period the benchmark (70% 3M PKRV & 30% 3M deposit rates) return was 18.39%. The size of Fund was Rs 85.51 billion as on September 30, 2024 as compared to Rs. 56.42 billion at the start of the year.

VIS Credit Rating Company Limited has reaffirmed the Fund stability rating of AA+(f) to the Fund.

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#### **HBL Stock Fund**

The total income and net loss of the Fund was Rs. 2.83 million and Rs. 0.10 million respectively during the period ended September 30, 2024. The Net Asset Value (NAV) per unit of the Fund was Rs 120.6089 per unit as on September 30, 2024 as compared to Rs 120.5342 per unit as on June 30, 2024, thereby giving a return of 0.06%. During the same period the benchmark KSE 30 index yielded a return of 4.61%. The size of Fund was Rs 0.22 billion as on September 30, 2024 as compared to Rs. 0.23 billion at the start of the year.

#### **HBL Equity Fund**

The total and net income of the Fund was Rs. 8.30 million and Rs. 5.54 million respectively during the period ended September 30, 2024. The Net Asset Value (NAV) per unit of the Fund was Rs. 126.8837 per unit as on September 30, 2024 as compared to Rs. 121.4784 per unit as on June 30, 2024, thereby giving a return of 4.45%. During the period the benchmark KSE 100 index yielded a return of 3.40%. The size of Fund was Rs. 0.20 billion as on September 30, 2024 as compared to Rs. 0.19 billion at the start of the year.

#### **HBL Energy Fund**

The total income and net loss of the Fund was Rs. 3.28 million and Rs. 3.81 million respectively during the period ended September 30, 2024. The Net Asset Value (NAV) per unit of the Fund was Rs. 16.8917 per unit as on September 30, 2024 as compared to Rs. 16.9821 per unit as on June 30, 2024, thereby giving a negative return of 0.53%. During the same period the benchmark KSE 30 index yielded a return of 4.61%. The size of Fund was Rs. 0.62 billion as on September 30, 2024 as compared to Rs. 0.57 billion at the start of the year.

#### **HBL Multi Asset Fund**

The total and net income of the Fund was Rs. 4.76 million and Rs. 3.39 million respectively during the period ended September 30, 2024. The Net Asset Value (NAV) per unit of the Fund was Rs 142.1969 per unit as on September 30, 2024 as compared to Rs 138.4640 per unit as on June 30, 2024, thereby giving a return of 2.70%. During the same period the benchmark index (Weighted average daily return KSE 100 and 6 Month PKRV rates) yielded a return of 3.48%. The size of Fund was Rs 0.13 billion as on September 30, 2024 as compared to Rs. 0.12 billion at the start of the year.

#### **HBL Growth Fund**

Effective from July 2, 2018 the Fund has been converted into an open-ended Equity Fund as per the duly approved Conversion Plan. This matter is fully disclosed in note 1.3 of the financial statements of the Fund.

The Fund as a whole earned a total and net income of Rs. 126.50 million and Rs. 71.18 million respectively during the period under review. The fund size of the fund stood at Rs. 7.08 billion as on September 30, 2024.

Performance review of each class is presented below:

#### **HBL Growth Fund – Class ‘A’**

HBL Growth Fund – Class ‘A’ earned a total income and net income of Rs. 71.88 million and Rs. 36.81 million respectively during the period ended September 30, 2024. The Net Asset Value (NAV) per unit of the Class ‘A’ was Rs. 19.6128 per unit as on September 30, 2024 as compared to Rs. 19.9485 as at June 30, 2024, thereby giving a negative return of 1.68%. During the period the benchmark KSE 100 index yielded a return of 3.40%. The size of Class ‘A’ was Rs. 5.56 billion as on September 30, 2024 as compared to Rs. 5.66 billion at the start of the year.

#### **HBL Growth Fund – Class ‘B’**

HBL Growth Fund – Class ‘B’ earned a total and net income of Rs. 54.62 million and Rs. 34.37 million respectively during the period ended September 30, 2024. The Net Asset Value (NAV) per unit of the Class ‘B’ was Rs. 22.0879 per unit as on September 30, 2024 as compared to Rs. 21.5925 as at June 30, 2024, thereby giving a return of 2.29%. During the period the benchmark KSE 100 index yielded a return of 3.40%. The size of Class ‘B’ was Rs. 1.52 billion as on September 30, 2024 as compared to Rs. 1.50 billion at the start of the year.

#### **HBL Investment Fund**

Effective from July 2, 2018 the Fund has been converted into an open-ended Equity Fund as per the duly approved Conversion Plan. This matter is fully disclosed in note 1.4 of the financial statements of the Fund.

The Fund as a whole earned a total and net income of Rs. 42.62 million and Rs. 20.29 million respectively during the period under review. The fund size of the fund stood at Rs. 2.67 billion as on September 30, 2024.

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Performance review of each class is presented below:

#### **HBL Investment Fund – Class ‘A’**

HBL Investment Fund – Class ‘A’ earned a total income and net income of Rs. 20.22 million and Rs. 7.35 million respectively during the period ended September 30, 2024. The Net Asset Value (NAV) per unit of the Class ‘A’ was Rs. 6.9574 per unit as on September 30, 2024 as compared to Rs. 7.1063 as at June 30, 2024, thereby giving a negative return of 2.10%. During the period the benchmark KSE 100 index yielded a return of 3.40%. The size of Class ‘A’ was Rs. 1.98 billion as on September 30, 2024 as compared to Rs. 2.02 billion at the start of the year.

#### **HBL Investment Fund – Class ‘B’**

HBL Investment Fund – Class ‘B’ earned a total and net income of Rs. 22.40 million and Rs. 12.94 million respectively during the period ended September 30, 2024. The Net Asset Value (NAV) per unit of the Class ‘B’ was Rs. 10.5594 per unit as on September 30, 2024 as compared to Rs. 10.3650 as at June 30, 2024, thereby giving a return of 1.88%. During the period the benchmark KSE 100 index yielded a return of 3.40%. The size of Class ‘B’ was Rs. 0.70 billion as on September 30, 2024 as compared to Rs. 0.69 billion at the start of the year.

#### **HBL Financial Sector Income Fund**

The Fund as a whole earned a total and net income of Rs. 3.12 billion and Rs. 2.88 billion respectively. The collective size of the Fund as at September 30, 2024 was 49.01 billion. Performance of each plan is presented below.

##### **HBL Financial Sector Income Fund – Plan-I**

The total income and net income of the Fund was Rs. 2.62 billion and Rs. 2.40 billion respectively during the period ended September 30, 2024. The Net Asset Value (NAV) per unit of the Fund was Rs. 107.3933 per unit as on September 30, 2024, as compared to Rs. 102.0570 per unit as on June 30, 2024, thereby giving an annualized return of 20.74%. During the same period, the benchmark (6 Month KIBOR) return was 18.47%. The size of Fund was Rs. 45.70 billion as on September 30, 2024 as compared to Rs. 50.71 billion as at start of the year.

##### **HBL Financial Sector Income Fund – Plan-II**

The total income and net income of the Fund was Rs. 493.97 million and Rs. 473.79 million respectively during the period ended September 30, 2024. The Net Asset Value (NAV) per unit of the Fund was Rs. 100.0000 per unit as on September 30, 2024, after incorporating dividends of Rs. 4.5080 per unit, as compared to Rs. 100.0190 per unit as at June 30, 2024, thereby giving an annualized return of 17.83%. During the same period, the benchmark return was 18.49%. The size of Fund was Rs. 3.31 billion as on September 30, 2024 as compared to Rs. 9.96 billion as at start of the year.

##### **HBL Total Treasury Exchange Traded Fund**

The total income and net income of the Fund was Rs. 35.34 million and Rs. 33.96 million respectively during the period ended September 30, 2024. The Net Asset Value (NAV) per unit of the Fund was Rs. 108.5452 per unit as on September 30, 2024 as compared to Rs. 101.7531 per unit as on June 30, 2024, thereby giving an annualized return of 26.48%. During the same period, the benchmark return was 25.19%. The size of Fund was Rs. 543 million as on September 30, 2024 as compared to Rs. 509 million as at start of the year.

#### **HBL Mehfooz Munafa Fund**

The HBL Mehfooz Munafa Fund (the Fund) launched its plan-II on May 18, 2023 and matured on August 09, 2023. The Fund launched its plan-I on January 31, 2024 and plan-III on July 11, 2024. Performance of each plan is presented below.

##### **HBL Mehfooz Munafa Fund Plan-I**

The total income and net income of the plan was Rs. 260.85 million and Rs. 256.13 million respectively for the period from July 01, 2024 to September 30, 2024. The net assets as at September 30, 2024 was 5.62 billion representing NAV of Rs. 105.2620, thereby giving an annualized return of 18.95% against the benchmark return of 18.40%.

##### **HBL Mehfooz Munafa Fund Plan-III**

The total income and net income of the plan was Rs. 57.48 million and Rs. 54.47 million respectively for the period from July 11, 2024 to September 30, 2024. The net assets as at September 30, 2024 was Rs. 1.46 billion representing NAV of Rs. 103.8718 per unit thereby giving an annualized return of 17.44% against the benchmark return of 18.22%.

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**MANAGEMENT COMPANY RATING**

The VIS Credit Rating Company Limited (VIS) has reaffirmed the management quality rating of 'AM-I' (AM-One) to the Management Company and the outlook on the assigned rating has been assessed at 'Stable'.

**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 & the Digital Custodian Company Limited as Trustees, the Pakistan Stock Exchange Limited 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**

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# **HBL**

## **Income Fund**

## FUND INFORMATION

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Name of Fund	HBL Income Fund
Name of Auditor	A.F.Ferguson & Co., Chartered Accountants
Name of Trustee	Central Depository Company of Pakistan Limited (CDC)
Bankers	Habib Bank Limited Bank Al-Habib Limited Habib Metropolitan Bank Limited Bank Al Falah Limited Faysal Bank Limited Allied Bank Limited JS Bank Limited Samba Bank Limited Zarai Taraqiyati Bank Limited Askari Bank Limited MCB Bank Limited Soneri Bank Limited Telenor Microfinance Bank Limited U Microfinance Bank Limited HBL Microfinance Bank Limited NRSP Microfinance Bank Limited Industrial & Commercial Bank of China Limited Meezan Bank Limited Sindh Bank Limited Finca Microfinance Bank Limited Khushhali Microfinance Bank Limited Askari Bank Limited Dubai Islamic Bank Limited National Bank Limited Finca Microfinance Bank Limited
Rating	A+(f) (VIS)

**HBL Income Fund**  
**Condensed Interim Statement of Assets and Liabilities (Un-Audited)**  
*As at September 30, 2024*

	Note	September 30, 2024 (Un-Audited)	June 30, 2024 (Audited)
<b>(Rupees in '000)</b>			
<b>Assets</b>			
Bank balances	4	2,252,520	2,471,696
Investments	5	4,443,551	2,437,054
Receivable against margin trading system		-	6,453
Accrued mark-up		110,977	124,832
Advances, deposits and other receivables		787,503	64,061
Receivable against sale of investments		-	-
<b>Total assets</b>		<b>7,594,551</b>	<b>5,104,096</b>
<b>Liabilities</b>			
Payable to Management Company	6	15,942	13,860
Payable to Central Depository Company of Pakistan Limited - Trustee	7	1,903	1,411
Payable to Securities and Exchange Commission of Pakistan	8	450	253
Payable against purchase of investments		-	-
Unclaimed dividend		3,802	3,802
Accrued expenses and other liabilities	9	86,767	111,886
<b>Total liabilities</b>		<b>108,864</b>	<b>131,212</b>
<b>Net assets</b>		<b>7,485,687</b>	<b>4,972,884</b>
<b>Unit holders' fund (as per statement attached)</b>		<b>7,485,687</b>	<b>4,972,884</b>
<b>Contingencies and commitments</b>	10		
<b>(Number of units)</b>			
<b>Number of units in issue</b>		<b>62,495,740</b>	<b>43,883,513</b>
<b>(Rupees)</b>			
<b>Net assets value per unit</b>		<b>119.7792</b>	<b>113.3201</b>

The annexed notes 1 to 18 form an integral part of this condensed interim financial information.

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**HBL Income Fund**  
**Condensed Interim Income Statement (Un- Audited)**  
*For the quarter ended September 30, 2024*

	Note	Quarter ended September 30,	
		2024	2023
		------(Rupees in '000)-----	
<b>Income</b>			
Mark-up on deposits with banks		64,035	75,303
Mark-up / return on investments		221,849	111,326
Capital gain on sale of investments - net		3,222	3,678
Unrealised gain / (loss) on revaluation of investments carried at fair value through profit or loss - held-for-trading		88,629	9,473
		<b>377,735</b>	199,781
<b>Total Income</b>		<b>377,735</b>	199,781
<b>Expenses</b>			
Remuneration of HBL Asset Management Limited - Management Company	6.1	26,640	8,919
Remuneration of Central Depository Company of Pakistan Limited - Trustee	7	1,188	669
Annual fee to Securities and Exchange Commission of Pakistan	8	1,126	591
Allocation of expenses related to registrar services, accounting, operation and valuation services	6.3	-	3,947
Selling and marketing expenses	6.4	4,066	3,947
Settlement and bank charges		539	1,674
Auditors' remuneration		146	117
Other expenses		3,410	273
<b>Total Expenses</b>		<b>37,115</b>	20,135
<b>Net income from operating activities</b>		<b>340,620</b>	179,645
<b>Net income for the period before taxation</b>		<b>340,620</b>	179,645
<b>Taxation</b>	11	-	-
<b>Net income for the period after taxation</b>		<b>340,620</b>	179,645
<b>Allocation of net income for the period:</b>			
Income already paid on redemption of units		16,278	33,121
Accounting income available for distribution:			
-Relating to capital gains		3,068	10,727
-Excluding capital gains		321,274	135,797
		<b>324,342</b>	146,524
<b>Net income for the period after taxation</b>		<b>340,620</b>	179,645

The annexed notes 1 to 18 form an integral part of this condensed interim financial information.

For HBL Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

**HBL Income Fund**  
**Condensed Interim Statement of Comprehensive Income (Un-Audited)**  
*For the quarter ended September 30, 2024*

	Quarter ended September 30,	
	2024	2023
	----- (Rupees in '000) -----	
Net income for the period	340,620	179,645
<b>Other comprehensive income for the period</b>		
<i>Items to be reclassified to income statement in subsequent periods:</i>		
Net unrealised (diminution) on remeasurement of investments classified as available for sale	-	-
<b>Total comprehensive income for the period</b>	<b>340,620</b>	<b>179,645</b>

The annexed notes 1 to 18 form an integral part of this condensed interim financial information.

For HBL Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

**HBL Income Fund**  
**Condensed Interim Statement of Movement in Unitholders' Fund (Un-Audited)**  
*For the quarter ended September 30, 2024*

	Quarter ended					
	2024			September 30,		
				2023		
(Rupees in '000)						
Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	
<b>Net assets at the beginning of the period</b>	4,739,923	232,961	4,972,884	1,907,939	199,853	2,107,792
Issuance of 30,214,521 units (2023: 22,445,548 units)						
- Capital value (at net asset value per unit at the beginning of the period)	3,423,916	-	3,423,916	2,524,025	-	2,524,025
- Element of (loss) / income	109,382	-	109,382	53,741	-	53,741
Total proceeds on issuance of units	3,533,298	-	3,533,298	2,577,766	-	2,577,766
Redemption of 11,602,292 units (2023: 14,715,987 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(1,314,774)	-	(1,314,774)	(1,654,826)	-	(1,654,826)
- Amount relating to element of income	(62,619)	(16,278)	(46,341)	(24,252)	(33,121)	(57,373)
Total payment on redemption of units	(1,377,393)	(16,278)	(1,361,115)	(1,679,078)	(33,121)	(1,712,199)
Total comprehensive income for the period	-	340,620	340,620	-	179,645	179,645
Total comprehensive income for the period less distribution	-	340,620	340,620	-	179,645	179,645
<b>Net assets at the end of the period</b>	6,895,828	557,303	7,485,687	2,806,627	346,377	3,153,005
Undistributed income brought forward						
- Realised		234,536			201,428	
- Unrealised		(1,575)			(1,575)	
Accounting income available for distribution		324,342			146,524	
Distribution during the period		-			-	
<b>Undistributed income carried forward</b>		557,303			346,377	
Undistributed income carried forward						
- Realised		468,674			336,904	
- Unrealised		88,629			9,473	
		557,303			346,377	
				(Rupees)		
Net assets value per unit at beginning of the period		113.3201			112.4509	
Net assets value per unit at end of the period		119.7792			119.0996	

The annexed notes 1 to 18 form an integral part of this condensed interim financial information.

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



**HBL Income Fund**  
**Condensed Interim Cash Flow Statement (Un-Audited)**  
*For the quarter ended September 30, 2024*

	Quarter ended September 30,	
	2024	2023
	(Rupees in '000)	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net income for the period	340,620	179,645
<b>Adjustments</b>		
Capital (gain) / loss on sale of investments - net	(3,222)	(3,678)
Unrealised loss / (gain) on revaluation of investments carried at fair value through profit or loss	(88,629)	(9,473)
	<b>248,769</b>	<b>166,494</b>
<b>Decrease in assets</b>		
Investments - net	(1,914,645)	(944,081)
Receivable against margin trading system	6,453	123,416
Accrued mark-up	13,855	(94,221)
Advances, deposits, and other receivables	(723,442)	(4,903)
Receivable against sale of investments	-	-
	<b>(2,617,779)</b>	<b>(919,789)</b>
<b>(Decrease) / Increase in liabilities</b>		
Payable to HBL Asset Management Limited - Management Company	2,082	2,524
Payable to Central Depository Company of Pakistan Limited - Trustee	492	302
Payable to Securities and Exchange Commission of Pakistan	197	(366)
Accrued expenses and other liabilities	(25,118)	(5,139)
Payable against purchase of investments	-	692,265
	<b>(22,348)</b>	<b>689,585</b>
<b>Net cash generated from operating activities</b>	<b>(2,391,358)</b>	<b>(63,710)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Amount received on issue of units	3,533,298	2,577,766
Payment against redemption of units	(1,361,116)	(1,712,199)
<b>Net cash (used in) / generated from financing activities</b>	<b>2,172,182</b>	<b>865,567</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(219,176)</b>	<b>801,857</b>
Cash and cash equivalents at beginning of the period	2,471,696	980,061
<b>Cash and cash equivalents at end of the period</b>	<b>2,252,520</b>	<b>1,781,918</b>

The annexed notes 1 to 18 form an integral part of this condensed interim financial information.

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

# HBL Income Fund

## Notes to the Condensed Interim Financial Information (Un-Audited)

For the quarter ended September 30, 2024

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### 1. LEGAL STATUS AND NATURE OF BUSINESS

HBL Income Fund (the Fund) was established under a Trust Deed, dated September 06, 2006, executed between HBL Asset Management Limited as the Management Company 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 unit trust scheme on July 25, 2006.

HBL Asset Management Limited is the Management Company of the fund which is a wholly owned subsidiary of Habib Bank Limited. The Aga Khan Fund for Economic Development (AKFED), S.A. is the parent company of Habib Bank Limited. The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th Floor, Emerald Tower, G-19, Block 5, Main Clifton Road, Clifton, Karachi Pakistan.

The Fund is an open ended mutual fund and offers units for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering to the Fund. The Fund is listed on the Lahore Stock Exchange. The units of the Fund were initially offered for public subscription at par from March 15, 2007 to March 17, 2007.

The principal activity of the Fund is to make investments in fixed income securities. Other avenues of investments include ready future arbitrage in listed securities and transactions under Continuous Funding System.

VIS Credit Rating Agency has assigned an asset manager rating of 'AM1' (AM Two Plus Plus) to the Management Company and the fund stability rating of A+(f) to the fund.

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

### 2. STATEMENT OF COMPLIANCE

**2.1.1** This condensed interim financial information have been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting (IAS - 34) and provision of and directives issued under the Companies Ordinance, 1984, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non- Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of the IFRS the requirements of NBFC Rules, the NBFC Regulations or the directives issued by the SECP shall prevail.

**2.1.2** "The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of IAS - 34. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2024. "

**2.1.3** In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2024.

#### 2.2 Basis of measurement

"This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets 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 AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

3.1 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 audited financial statements of the Fund for the year, ended June 30, 2024.

3.2 The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

3.3 "The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2024. "

3.4 Certain amendments to approved accounting standards have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2019. None of these amendments are expected to have a significant effect on this condensed interim financial information.

3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in this financial information for the year ended June 30, 2024.

### 4 BANK BALANCES

		(Unaudited) September 30, 2024	(Audited) June 30, 2024
	Note	(Rupees in '000)	
Balances with bank in:			
- Saving accounts	4.1	<u>2,252,520</u>	<u>2,471,696</u>
		<u><b>2,252,520</b></u>	<u><b>2,471,696</b></u>

4.1 This includes a balance of Rs. 161.927 million (2024: Rs. 2,444.295 million) with Habib Bank Limited (a related party) that carries profit at the rates ranging from 16.50% to 21.15% (2024: 19% to 21.15%) and Rs. 785.63 million (2024: Rs. 8.505 million) with HBL Microfinance Bank Limited (a related party) carrying profit at the rate ranging from 19.50% to 20.00% (2024: 20% to 22.50%). Other savings accounts of the Fund carry profit at the rates ranging from 16.50% to 21.15% (2024: 19% to 21.50%) per annum.

		(Unaudited) September 30, 2024	(Audited) June 30, 2024
	Note	(Rupees in '000)	
<b>5 INVESTMENTS</b>			
<b>Financial assets at Fair value through profit or loss</b>			
- Corporate sukuk certificates	5.1	<b>37,661</b>	638,748
- Term finance certificates	5.2	<b>543,891</b>	546,034
<b>Investment in government securities</b>			
- Treasury bills	5.3.1	<b>2,253,355</b>	-
- Pakistan investment bonds	5.3.2	<b>1,308,924</b>	1,252,272
		<u><b>4,143,831</b></u>	<u>2,437,054</u>
<b>Financial assets at amortised cost</b>			
- Letter of Placement	5.5	<b>299,720</b>	-
		<u><b>4,443,551</b></u>	<u>2,437,054</u>

## 5.1 Corporate Sukuk Certificates

Name of Investee Company	Profit rate	Maturity date	As at July 1, 2024	Purchased during the year	Disposed of / matured during the year	As at September 30, 2024	Carrying value as at September 30, 2024	Market value as at September 30, 2024	Unrealised appreciation / (diminution)	Percentage in relation to	
										Total market value of investment	Net assets of the fund
-----Number of certificates----- (Rupees in '000') -----Percentage-----											
<b>Technology &amp; Communication</b>											
TPL Trakker Limited (1st issue) March 30, 2021) Face value: Rs. 388,889	23.26%	March 30, 2026	47	-	-	47	18,632	18,552	(79)	0.42%	0.25%
<b>Power generation &amp; distribution</b>											
Hub Power Holdings Limited (1st issue) (November 12, 2020) Face Value: Rs. 75,000	24.08%	November 12, 2025	250	-	-	250	19,116	19,108	(8)	0.43%	0.26%
Lucky Electric Power Company Limited (March 26, 2024) Face Value: Rs. 1,000,000	21.85%	September 26, 2024	451	-	451	-	-	-	-	0.00%	0.00%
<b>Pharmaceutical</b>											
OBS Pharma (Private) Limited February 29, 2024) Face Value: Rs. 1,000,000	23.14%	August 29, 2024	150	-	150	-	-	-	-	0.00%	0.00%
<b>Others</b>											
New Allied Electronics Industries (Private) Limited * - sukuk (note 5.1.1) (December 3, 2007)		December 3, 2012	9,000	-	-	9,000	-	-	-	-	-
<b>Total as at September 30, 2024</b>							<b>37,747</b>	<b>37,661</b>	<b>(87)</b>		
<b>Total as at June 30, 2024</b>							<b>638,460</b>	<b>638,748</b>	<b>288</b>		

\* In case of debt securities against which a provision has been made, these are carried at amortised cost less provision. For non-performing securities market value / valuation by MUFAP is not available.

5.1.1 These represent investments in privately placed Sukuk bonds of the investee company. This investment has been fully provided.

## 5.2 Term Finance Certificates

Name of Investee Company	Profit rate	Maturity date	As at July 1, 2024	Purchased during the year	Disposed of / matured during the year	As at September 30, 2024	Carrying value as at September 30, 2024	Market value as at September 30, 2024	Unrealised appreciation / (diminution)	Percentage in relation to	
										Total market value of investment	Net assets of the fund
-----Number of certificates----- (Rupees in '000') -----Percentage-----											
<b>Technology &amp; Communication</b>											
TPL Corporation Limited (3rd Issue) (June 28, 2022) Face value: Rs. 100,000	22.76%	June 28, 2027	1,000	-	-	1,000	96,070	96,070	-	2.16%	1.28%
Worldcall Telecom Limited * (note 5.2.1) (October 7, 2008)			23,750	-	-	23,750	-	-	-	-	-
<b>Chemicals</b>											
Agritech Limited * (note 5.2.2 & 5.2.3)			2,000	-	-	2,000	-	-	-	-	-
Agritech Limited * - TFC 4th issue (note 5.2.2)			430	-	-	430	-	-	-	-	-
<b>Commercial Banks</b>											
Soneri Bank Limited (4th Issue) (December 26, 2022) Face Value: Rs 99,800	21.83%	December 23, 2032	1,000	-	-	1,000	99,071	99,071	-	2.23%	1.32%
Askari Bank Limited (March 17, 2020) Face Value: Rs 1,000,000	21.39%	March 17, 2030	250	-	-	250	248,750	248,750	-	5.60%	3.32%
<b>Trust</b>											
KashF Foundation (1st issue) (Dec 8, 2023) Face Value: Rs. 100,000	19.43%	December - 8, 2026	1,000	-	-	1,000	102,143	100,000	(2,143)	2.25%	1.34%
<b>Others</b>											
New Allied Electronics Industries (Private) Limited * - TFC (note 5.2.5) (May 15, 2007)		May 15, 2011	9,000	-	-	9,000	-	-	-	0.00%	0.00%
<b>Total as at September 30, 2024</b>							<b>546,034</b>	<b>543,891</b>	<b>(2,144)</b>		
<b>Total as at June 30, 2024</b>							<b>539,499</b>	<b>546,034</b>	<b>6,535</b>		

\* In case of debt securities against which a provision has been made, these are carried at amortised cost less provision. For non-performing securities market value / valuation by MUFAP is not available.

\*\* Face value of Rs 100,000

\*\*\* In case of debt securities against which a provision has been made, these are carried at amortised cost less provision. For non-performing securities market value / valuation by MUFAP is not available.

**5.2.1** World call Telecom Limited Term finance certificates were classified by MUFAP as non-performing on November 8, 2012 after default of instalment due on October 7, 2012 (earlier default on April 7, 2012) for the second time. A restructuring agreement was signed on December 26, 2012. The restructuring included the extension of repayment period by two years, deferral of principal instalments till October 7, 2014 and payment of regular mark-up during the restructuring period. In accordance with Circular No. 33 of 2012 dated October 24, 2012, a provision of Rs. 47.767 million has been made out of which till June 30, 2023 Rs. 10.440 million has been received leaving an outstanding balance as at June 30, 2024 of Rs. 37.33 million, which is fully provided.

**5.2.2** The Term finance and corporate sukuk certificates held by the Fund are generally secured against hypothecation of stocks and receivables and mortgage / pledge of fixed assets of the issuer.

**5.2.3** Installment amounting to Rs. 1.998 million (2024: Rs. 1.998 million) became due for payment on Term finance certificates have been fully provided and are reflected in note 7.

**5.2.4** The Term finance certificates have face value of Rs. 99,760 each and are issued on December 23, 2016 carried interest rate at the rate of 6 months KIBOR plus 1%. The original maturities of the Term finance certificates were on December 23, 2026, however, were matured earlier during the year.

**5.2.5** These represent investments in privately placed Term finance certificates of the investee company. This investment has been fully provided.

**5.3 Investment in Government Securities - Held-for-trading**

Particulars	Issue Date	Face Value (Rupees in '000)			Rupees in '000			Percentage in relation to	
		As at July 1, 2024	Purchases during the Period	Disposed of / matured during the Period	As at September 30, 2024	Carrying Value as at September 30, 2024	Market Value as at September 30, 2024	Unrealised Gain/ (Loss)	Market Value as a percentage of Investment

**5.3.1 Treasury bill**

**Market Treasury Bills - 6 - months**

	Issue Date	As at July 1, 2024	Purchases during the Period	Disposed of / matured during the Period	As at September 30, 2024	Carrying Value as at September 30, 2024	Market Value as at September 30, 2024	Unrealised Gain/ (Loss)	Market Value as a percentage of Investment	Net assets of the Fund
Market Treasury Bills	11-Jul-24	-	250,000	-	250,000	237,723	239,869	2,146	5.40%	3.20%
Market Treasury Bills	25-Jul-24	-	250,000	-	250,000	236,324	238,618	2,294	5.37%	3.19%
Market Treasury Bills	05-Sep-24	-	700,000	-	700,000	651,459	658,176	6,717	14.81%	8.79%

**Market Treasury Bills - 1 - Year**

	Issue Date	As at July 1, 2024	Purchases during the Period	Disposed of / matured during the Period	As at September 30, 2024	Carrying Value as at September 30, 2024	Market Value as at September 30, 2024	Unrealised Gain/ (Loss)	Market Value as a percentage of Investment	Net assets of the Fund
Market Treasury Bills	11-Jul-24	-	250,000	-	250,000	219,938	225,509	5,571	5.07%	3.01%
Market Treasury Bills	24-Jul-24	-	250,000	-	250,000	218,875	224,577	5,702	5.05%	3.00%
Market Treasury Bills	22-Aug-24	-	250,000	-	250,000	217,965	222,779	4,814	5.01%	2.98%
Market Treasury Bills	05-Sep-24	-	500,000	-	500,000	433,282	443,827	10,545	9.99%	5.93%

**Total - as at September 30, 2024**

Total - as at June 30, 2024

<b>2,215,566</b>	<b>2,253,355</b>	<b>37,789</b>
-	-	-

**5.3.2 Pakistan Investment Bonds**

	Issue Date	As at July 1, 2024	Purchases during the Period	Disposed of / matured during the Period	As at September 30, 2024	Carrying Value as at September 30, 2024	Market Value as at September 30, 2024	Unrealised Gain/ (Loss)	Market Value as a percentage of Investment	Net assets of the Fund
October 19, 2023	3 years	350,000	-	-	350,000	343,725	340,830	(2,895)	7.67%	4.55%
February 15, 2024	3 years	500,000	-	-	500,000	473,967	514,519	40,552	11.58%	6.87%
October 13, 2022	5 years	200,000	-	-	200,000	172,346	191,088	18,742	4.30%	2.55%
April 18, 2024	5 years	275,000	-	-	275,000	265,886	262,488	(3,399)	5.91%	3.51%

**Total - as at September 30, 2024**

Total - as at June 30, 2024

<b>1,255,923</b>	<b>1,308,924</b>	<b>53,001</b>
<b>1,256,794</b>	<b>1,252,272</b>	<b>(4,522)</b>

**5.4 GOP Ijara Sukuk**

Name of the security	Tenor	Face value (Rupees in '000)				Rupees in '000			Percentage in relation to	
		As at July 1, 2023	Purchased during the year	Disposed of during the year	As at September 30, 2023	Carrying value as at September 30, 2023	Market value as at September 30, 2023	Unrealised appreciation	Total market value of investment	Net assets of the fund

GOP Ijara Sukuk Certificates XXXI - VRR (May 22, 2023) Face value : Rs. 100,000

1 Year	-	-	-	-	-	-	-	-	0.00%	0.00%
--------	---	---	---	---	---	---	---	---	-------	-------

GOP Ijara Sukuk Certificates XXXI - VRR (April 17, 2023) Face value : Rs. 100,000

1 Year	-	-	-	-	-	-	-	-	0.00%	0.00%
--------	---	---	---	---	---	---	---	---	-------	-------

**Total as at September 30, 2024**

Total as at June 30, 2024

-	-	-
-	-	-

5.5 Letters of placement

Name of investee company	Issue date	As at July 1, 2024	Placement made during the year	Income accrued	Sales / matured during the year	As at September 30, 2024	Percentage of total of Market value investments	Percentage of net assets
----- (Rupees in '000) -----								
Pak Libya Holding Company (Private) Limited		-	299,720	-	-	299,720	6.75%	4.00%
<b>Total - as at September 30, 2024</b>			<b>299,720</b>	<b>-</b>	<b>-</b>	<b>299,720</b>	<b>6.75%</b>	<b>4.00%</b>
Total - as at June 30, 2024			3,140,000	-	3,140,000	-	-	-

This letter of placement carry markup at the rate 18.40% per annum (June 30, 2024: Nil)

6 PAYABLE TO MANAGEMENT COMPANY

	Note	(Unaudited) September 30, 2024	(Audited) June 30, 2024
Rupees in '000'			
Management fee	6.1	9,818	5,079
Sindh Sales Tax	6.2	1,276	660
Sales load payable		2,218	215
Allocation of expenses related to registrar services, accounting, operation and valuation services	6.3	398	-
Selling and marketing expenses payable	6.4	2,233	7,906
		<b>15,942</b>	<b>13,860</b>

6.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the Total Expense Ratio Limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at the rates ranging from 1.5% to 2.15% (2024: 1% to 1.5%).

6.2 The Sindh Provincial Government has levied Sindh Sales Tax (SST) at the rate of 15 percent on the remuneration of management company through Sindh Sales Tax on Services Act, 2011.

6.3 In accordance with Regulation 60 of the NBFC Regulations, the Management Company may charge expenses related to registrar services, accounting, operations and valuation services, related to a Collective Investment Scheme (CIS). The Management Company based on its own discretion has charged allocated expenses at the rates of 0.30% (2024: 0% to 0.845%).

6.4 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at the rates of 0.35% (2024: 0% to 0.71%) during the year ended June 30, 2023 while keeping in view the overall return and Total Expense Ratio Limit of the Fund as defined under the NBFC Regulations.

7 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN

The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.075% (2024: 0.075%) of daily net assets of the Fund. The remuneration is paid to the trustee monthly in arrears.

	September 30, 2024	June 30, 2024
(Rupees in '000)		
Trustee fee payable	1,655	254
Sindh Sales Tax payable on trustee fee	248	33
CDS charges payable	1,492	1,124
	<b>3,395</b>	<b>1,411</b>

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**8 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN**

Under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 a collective investment scheme categorised as a money market scheme is required to pay as annual fee to the Securities and Exchange Commission of Pakistan. Effective from July 1, 2023 the rate of is increased from 0.02% to 0.075% of the daily average net assets of the Fund. The fee is payable monthly in arrears.

	<b>September 30, 2024</b>	June 30, 2024
	<b>(Rupees in '000)</b>	
SECP fee payable	450	253
	<b>450</b>	<b>253</b>

**9 ACCRUED EXPENSES AND  
OTHER LIABILITIES**

*Note* **September 30,  
2024** June 30,  
2024  
**(Rupees in '000)**

Auditors' remuneration	501	505
Brokerage payable	850	-
Federal Excise Duty payable	27,578	27,578
Capital gain tax payable	28,854	24,994
Withholding tax payable	1,536	53,913
Securities transaction cost payable	-	863
Zakat payable	440	440
MTS charges payable	3,734	-
Other payables	23,274	3,593
	<b>86,767</b>	<b>111,886</b>

**9.1 PROVISION FOR FEDERAL EXCISE DUTY**

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 27.578 million is being retained in these financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been made, the NAV of the Fund would have been higher by Rs. 0.441 (2024: Re. 0.6284) per unit.

**10 CONTINGENCIES AND COMMITMENTS**

There were no contingencies or commitments outstanding as at September 30, 2024 and June 30, 2024.

**11 TAXATION**

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management has distributed the required minimum percentage of income earned by the Fund for the year ended June 30, 2023 to the unit holders in the manner as explained above, accordingly no provision for taxation has been made in these financial statements during the year.

**12 EARNINGS PER UNIT (EPU)**

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

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**13 TOTAL EXPENSE RATIO**

The Total Expense Ratio (TER) of the Fund as at September 30, 2024 is 2.47% (2023: 2.70%) which includes 0.41% (2023: 0.24%) representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an Income Scheme.

**14 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES**

Connected persons / related parties include HBL Asset Management Limited being the Management Company, Habib Bank Limited being the Sponsor, Central Depository Company of Pakistan Limited, being the Trustee of the Fund, other collective investment schemes managed by the Management Company, directors and officers of the Management Company, directors of connected persons and persons having 10% or more beneficial ownership of the units of the Fund.

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

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

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

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

Details of the transactions with connected persons and balances with them, if not disclosed elsewhere in these financial statements are as follows:

	Quarter ended	
	2024	2023
<b>14.1 Transactions during the period</b>	<b>September 30,</b>	
	<b>(Rupees in '000)</b>	
<b>HBL Asset Management Limited - Management Company</b>		
Management fee	26,640	8,919
Allocation of expenses related to registrar services, accounting, operation and valuation services	-	3,947
Selling and marketing expenses	4,066	3,947
<b>Habib Bank Limited - Sponsor</b>		
Bank charges paid	-	-
Issuance of 423,948 units (2023: Nil units)	50,000	-
Redemption of Nil units (2023: nil units)	-	-
Profit on bank deposits earned	3,492	2,365
Sale of Market Treasury Bills	585,119	-
<b>HBL Microfinance Bank (Formerly: The First Microfinance Bank) - Associate</b>		
Profit earned on bank deposits	26,926	43,089



		Quarter ended September 30,	
		2024	2023
		(Rupees in '000)	
<b>Central Depository Company of Pakistan Limited - Trustee</b>			
	Remuneration	1,188	669
<b>Directors and Executives of the Management Company and their relatives</b>			
	Issuance of Nil units (2023: 4,234 units)	-	500
	Redemption of Nil units (2023: 6,890 units)	-	800
<b>DCCL Trustee - HBL Financial Planning Fund Conservative Allocation Plan - Associate</b>			
	Redemption of 5,160 units (2023: 5,160 units)	-	600
<b>CDC Trustee- HBL Government Securities fund</b>			
	Purchase of Market Treasury Bills	10,988	-
<b>COLGATE-PALMOLIVE (PAKISTAN) LTD Fund - Connected person - due to holding more than 10% units</b>			
	Issuance of 2,570,855 units (2023: nil units)	300,000	-
<b>14.2</b>	<b>Balances outstanding as at period end</b>	<b>September 30, 2024</b>	<b>June 30, 2024</b>
		(Rupees in '000)	
<b>HBL Asset Management Limited - Management Company</b>			
	Management fee	9,818	5,079
	Sindh Sales Tax	1,276	660
	Sales Load payable	2,218	215
	Allocation of expenses related to registrar services, accounting, operation and valuation services	398	-
	Selling and marketing expenses payable	2,233	7,906
	Investment held in the Fund: 423,948 units (June 30, 2024: Nil units)	50,768	-
<b>Habib Bank Limited - Sponsor</b>			
	Investment held by HBL in the Fund: Nil units (June 30, 2024: Nil units)	-	-
	Bank balances with HBL	161,927	2,444,295
	Profit accrued on bank deposits	1,138	7,501
<b>Habib Bank Limited - Treasury Division</b>			
	Investment held in the Fund: Nil units (June 30, 2024: Nil units)	-	-
<b>HBL Microfinance Bank (Formerly: The First Microfinance Bank) - Associate</b>			
	Bank balances	5,237	8,505
	Profit accrued on bank deposits	6,779	6,131

	September 30, 2024	June 30, 2024
	(Rupees in '000)	
<b>Jaffer Brothers (Private) Limited And Associated</b>		
Companies Staff Provident Fund		
Connected person - due to holding more than 10% units		
Outstanding 567,933 units (2024: 567,933 units)	-	64,358
<b>Directors and Executives of the Management Company and their relatives</b>		
Investment held in the Fund: 5,264 units (June 2024: 132,583 units)	631	15,024
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration payable	1,655	254
Sindh Sales tax	248	33
Security deposit	100	100
CDC charges payable	1,492	1,124

## 15 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.

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.

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market price used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13, 'Fair Value Measurements: Disclosures' requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in

making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

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

Note	September 30, 2024				Fair Value				
	Financial assets at Fair value through profit or loss	Financial assets at amortised cost	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total	
On-balance sheet financial instruments ----- (Rupees in '000) -----									
<b>Financial assets measured at fair value</b>									
Investments									
	- Term Finance Certificates and Sukuk bonds - Listed	37,661	-	-	37,661	-	37,661	-	37,661
	- Term Finance Certificates and Sukuk bonds - Unlisted	543,891	-	-	543,891	-	543,891	-	543,891
	- Treasury bills	2,253,355	-	-	2,253,355	-	2,253,355	-	2,253,355
	- Pakistan investment bonds	1,308,924	-	-	1,308,924	-	1,308,924	-	1,308,924
	- Investment in GOP Ijara Sukuk bonds	-	-	-	-	-	-	-	-
		<u>4,143,831</u>	<u>-</u>	<u>-</u>	<u>4,143,831</u>	<u>-</u>	<u>4,143,831</u>	<u>-</u>	<u>4,143,831</u>
<b>Financial assets not measured at fair value</b>									
15.1	Bank balances	-	2,252,520	-	2,252,520				
Investments									
15.1	- Placements	-	299,720	-	299,720				
	Accrued mark-up	-	110,977	-	110,977				
	Advances, deposits and other receivables	-	38,269	-	38,269				
		<u>-</u>	<u>2,701,486</u>	<u>-</u>	<u>2,701,486</u>				
<b>Financial liabilities not measured at fair value</b>									
15.1	Payable to Management Company	-	-	15,942	15,942				
	Payable to Trustee	-	-	1,903	1,903				
	Accrued expenses and other liabilities	-	-	28,799	28,799				
		<u>-</u>	<u>-</u>	<u>46,644</u>	<u>46,644</u>				
June 30, 2024									
		Fair value through profit or loss	At amortized cost	Other financial liabilities	Total	Fair Value			
						Level 1	Level 2	Level 3	Total
On-balance sheet financial instruments ----- (Rupees in '000) -----									
<b>Financial assets measured at fair value</b>									
Investments									
	- Term Finance Certificates and Sukuk bonds	1,184,782	-	-	1,184,782	-	1,184,782	-	1,184,782
	- Pakistan investment bonds	1,252,272	-	-	1,252,272	-	1,252,272	-	1,252,272
		<u>2,437,054</u>	<u>-</u>	<u>-</u>	<u>2,437,054</u>	<u>-</u>	<u>2,437,054</u>	<u>-</u>	<u>2,437,054</u>
<b>Financial assets not measured at fair value</b>									
	Bank balances	-	2,471,696	-	2,471,696				
	Accrued mark-up	-	124,832	-	124,832				
	Deposits and other receivables	-	64,061	-	64,061				
		<u>-</u>	<u>2,660,589</u>	<u>-</u>	<u>2,660,589</u>				
<b>Financial liabilities not measured at fair value</b>									
	Payable to Management Company	-	-	13,860	13,860				
	Payable to Trustee	-	-	1,411	1,411				
	Payable against purchase of investment	-	-	-	-				
	Accrued expenses and other liabilities	-	-	111,886	111,886				
		<u>-</u>	<u>-</u>	<u>127,157</u>	<u>127,157</u>				

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

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**16 DISCLOSURE UNDER CIRCULAR 16 OF 2010 ISSUED BY THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN - CATEGORISATION OF OPEN END SCHEME**

The Securities and Exchange Commission of Pakistan vide circular 16 of 2010 dated July 07, 2010 required all Asset Management Companies to made disclosure in the financial statement of the collective investment scheme regarding any non-compliant investment held in portfolio of the collective investment scheme which are non-compliant either with the investment policy or the minimum investment creteria. As at September 30, 2017, all the investment held in the fund portfolio are compliant except for the following which are non-compliant due to not meeting minimum rating requirement.

<b>Name of Non-Complaint Investment</b>	<b>Type of Investment</b>	<b>Value of Investment before Provision</b>	<b>Provision held (if any)</b>	<b>Value of Investment after Provision</b>	<b>% of Net Assets</b>	<b>% of Gross Assets</b>
------(Rupees in '000)-----						
New Allied Electronics Industries (Private) Limited	TFC	19,025	19,025	-	-	-
New Allied Electronics Industries (Private) Limited	Sukuk	44,149	44,149	-	-	-
Agritech Limited	TFC	9,992	9,992	-	-	-
Worldcall Telecom Limited	TFC	37,330	37,330	-	-	-

**17 DATE OF AUTHORISATION FOR ISSUE**

This condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on October 24, 2024.

**18 GENERAL**

Figures have been rounded off to the nearest thousand rupees.

For HBL Asset Management Limited  
(Management Company)

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Chief Financial Officer

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Chief Executive Officer

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Director

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# **HBL**

## **Government Securities Fund**

## FUND INFORMATION

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Name of Fund	HBL Government Securities Fund
Name of Auditor	Yousuf Adil & Co.Chartered Accountants
Name of Trustee	Central Depository Company of Pakistan Limited (CDC)
Bankers	Habib Bank Limited Bank Al-Habib Limited Habib Metropolitan Bank Limited Bank Al-Falah Limited Allied Bank Limited JS Bank Limited Samba Bank Limited MCB Bank Limited Soneri Bank Limited U Microfinance Bank Sindh Bank limited HBL Microfinance Bank Limited National Bank Limited Khushali Microfinance Bank Mobilink Microfinance Bank Faysal Bank Limited Dubai Islamic Bank Zarai Taraqati Bank Limited NIB Bank United Bank Limited
Fund Rating	AA - (f)

**HBL Government Securities Fund**  
**Condensed Interim Statement Of Assets And Liabilities (Unaudited)**  
*AS AT SEPTEMBER 30, 2024*

		Un-audited September 30, 2024	Audited June 30, 2024
	Note	----- (Rupees in '000) -----	
<b>ASSETS</b>			
Bank balances	4	1,862,082	305,886
Investments	5	6,458,566	1,707,589
Profit receivable		53,013	106,827
Deposits, prepayments and other receivables		1,943	2,278
<b>Total assets</b>		8,375,605	2,122,580
<b>LIABILITIES</b>			
Payable to Management Company	6	12,517	4,872
Payable to the Trustee	7	351	118
Payable to Securities and Exchange Commission of Pakistan	8	428	142
Accrued expenses and other liabilities	9	99,298	57,460
<b>Total liabilities</b>		112,595	62,592
<b>NET ASSETS</b>		8,263,010	2,059,988
<b>Unit Holders' Funds ( As per statement attached )</b>		8,263,010	2,059,988
<b>CONTINGENCIES AND COMMITMENTS</b>			
	10	----- (Number of Units) -----	
<b>Number of units in issue</b>		67,389,226	18,158,584
		----- (Rupees) -----	
<b>Net asset value per unit</b>		122.6162	113.4443

The annexed notes from 1 to 18 form an integral part of this condensed interim financial information.

For HBL Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

**HBL Government Securities Fund**  
**Condensed Interim Income Statement And Comprehensive Income (Unaudited)**  
**FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024**

	Note	Three Months ended September 30,	
		2024	2023
		----- (Rupees in 000's) -----	
<b>INCOME</b>			
Capital gain on sale of investments - net		451	865
Income from Government Securities		165,088	40,831
Income from term finance certificates and sukuk bonds		5,611	2,448
Profit on bank deposits		24,839	22,769
Unrealised appreciation / (diminution) on re-measurement of investments classified as financial assets at fair value through profit or loss'-net		232,059	10,663
<b>Total income</b>		<b>428,048</b>	<b>77,576</b>
<b>EXPENSES</b>			
Remuneration of the Management Company	6.1	18,309	2,230
Sindh sales tax on remuneration of the Management Company	6.2	2,131	290
Remuneration of the Trustee	7	651	181
Annual fee to the Securities and Exchange Commission of Pakistan	8	838	218
Fund operations, accounting and related costs	6.3	491	508
Selling & Marketing expense	6.4	1,092	508
Auditors' remuneration		129	129
Fees and subscription		83	82
Securities transaction cost		182	115
Bank charges		138	138
Printing charges		-	-
<b>Total expenses</b>		<b>24,045</b>	<b>4,399</b>
<b>Net income from operating activities</b>		<b>404,003</b>	<b>73,177</b>
<b>Net income for the period before taxation</b>		<b>404,003</b>	<b>73,177</b>
Taxation	11	-	-
<b>Net income for the period after taxation</b>		<b>404,003</b>	<b>73,177</b>
<b>Allocation of net income for the period:</b>			
Income already paid on redemption of units		19,773	5,686
Accounting income available for distribution:			
-Relating to capital gains		429	10,633
-Excluding capital gains		383,801	56,858
		384,230	67,491
<b>Net income for the period after taxation</b>		<b>404,003</b>	<b>73,177</b>
<b>Total comprehensive income for the period</b>		<b>404,003</b>	<b>73,177</b>
<b>Earnings per unit</b>	12		

The annexed notes from 1 to 18 form an integral part of this condensed interim financial information.

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



**HBL Government Securities Fund**  
**Statement Of Comprehensive Income**  
**FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024**

	2024	2023
	-----Rupees in '000'-----	
<b>Net income for the year after taxation</b>	<b>404,003</b>	13,809
<b>Other comprehensive income for the year</b>	-	-
<b>Total comprehensive income for the year</b>	<b>404,003</b>	13,809

The annexed notes from 1 to 18 form an integral part of this condensed interim financial information.

For HBL Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

**HBL Government Securities Fund**  
**Condensed Interim Statement Of Movement In Unit Holders' Fund**  
**FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024**

Note	2024			2023		
	Capital Value	Undistributed Income	Total	Capital Value	Undistributed Income	Total
	-----Rupees in '000'-----					
<b>Net assets at beginning of the quarter</b>	1,858,505	201,483	2,059,988	579,224	197,219	776,443
Issuance of 68,472,374 units (2023: 36,067,201 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	7,767,792	-	7,767,792	4,073,658	-	4,073,658
- Element of income	344,345	-	344,345	201,920	-	201,920
Total proceeds on issuance of units	8,112,137	-	8,112,137	4,275,578	-	4,275,578
Redemption of 19,241,733 units (2023: 5,057,808 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	(2,182,863)	-	(2,182,863)	(571,261)	-	(571,261)
- Amount paid out of element of income	(110,482)	-	(110,482)	(14,011)	-	(14,011)
- Income already paid on redemption of units		(19,773)	(19,773)	-	(5,686)	(5,686)
Total payments on redemption of units	(2,293,345)	(19,773)	(2,313,118)	(585,272)	(5,686)	(590,958)
Total comprehensive income for the quarter	-	404,003	404,003	-	73,177	73,177
<b>Net assets at end of the quarter</b>	<b>7,677,296</b>	<b>585,714</b>	<b>8,263,010</b>	<b>4,269,530</b>	<b>264,710</b>	<b>4,534,240</b>
<b>Undistributed income brought forward</b>						
- Realised		195,642			196,858	
- Unrealised		5,842			361	
		201,484			197,219	
Accounting income available for distribution						
- Relating to capital gains		429			10,633	
- Excluding capital gains		383,801			56,858	
		384,230			67,491	
Distribution during the quarter		-			-	
Undistributed income carried forward		585,714			264,710	
<b>Undistributed income carried forward</b>						
- Realised		353,655			254,047	
- Unrealised		232,059			10,663	
		585,714			264,710	
					(Rupees)	
<b>Net assets value per unit at beginning of the quarter</b>			<b>113.4442</b>			<b>112.9464</b>
<b>Net assets value per unit at end of the quarter</b>			<b>122.6162</b>			<b>119.6880</b>

The annexed notes from 1 to 18 form an integral part of this condensed interim financial information.

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**HBL Government Securities Fund**  
**Condensed Interim Cash Flow Statement (Unaudited)**  
**FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024**

	Three Months ended	
	2024	2023
Note	----- (Rupees in 000's) -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period before taxation	404,003	73,177
<b>Adjustments for:</b>		
Capital (gain) on sale of investments - net	(451)	(865)
Unrealised (appreciation) / diminution on re-measurement of investments classified as financial assets at fair value through profit or loss'-net	(232,059)	(10,663)
	(232,510)	(11,528)
	171,493	61,649
<b>(Increase) / Decrease in assets</b>		
Investments - net	(4,518,467)	(589,277)
Profit receivable	53,814	(179,071)
Deposits, prepayments and other receivables	335	76
	(4,464,319)	(768,272)
<b>Decrease in liabilities</b>		
Payable to Management Company	7,645	785
Payable to the Trustee	233	56
Payable to Securities and Exchange Commission of Pakistan	286	(3)
Accrued expenses and other liabilities	41,838	(10,427)
	50,003	(9,589)
<b>Net cash (used in) operating activities</b>	(4,242,823)	(716,212)
<b>Cash flows from Financing Activities</b>		
Receipts from issue of units	8,112,137	4,275,578
Payment against redemption of units	(2,313,118)	(590,958)
<b>Net cash generated / (used in) from financing activities</b>	5,799,018	3,684,620
<b>Net increase / (decrease) in cash and cash equivalents</b>	1,556,195	2,968,408
Cash and cash equivalents at the beginning of the period	305,886	138,067
<b>Cash and cash equivalents at the end of the period</b>	1,862,081	3,106,475
<b>CASH AND CASH EQUIVALENTS</b>		
Bank balances	1,862,082	3,106,475
	1,862,082	3,106,475

The annexed notes from 1 to 18 form an integral part of this condensed interim financial information.

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

# **HBL Government Securities Fund**

## **Notes to the Condensed Interim Financial Information (Unaudited)**

### **FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024**

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#### **1. LEGAL STATUS AND NATURE OF BUSINESS**

HBL Government Securities Fund (formerly PICIC income Fund) ("the Fund") was established under a Trust Deed executed between PICIC Asset Management Company Limited (now, HBL Asset Management Limited) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Fund was approved by the Securities and Exchange Commission of Pakistan (SECP) vide its letter No. NBFC-II/DD/PICICIF/199 dated March 10, 2010 and the Trust Deed was executed on March 17, 2010.

SECP approved merger of PICIC Asset Management Company Limited with and into HBL Asset Management Limited effective from August 31, 2016 through an order dated August 31, 2016. Effective from September 1, 2016 HBL Asset Management Limited became Management Company of the fund which is a wholly owned subsidiary of Habib Bank Limited. The Aga Khan Fund for Economic Development (AKFED), S.A. is the parent company of Habib Bank Limited. After the merger, trust deed was revised on February 17, 2017.

The Management Company of the Fund has been registered as a Non-Banking Finance Company (NBFC) under the NBFC Rules, 2003 and has obtained the requisite license from the SECP to undertake Asset Management Services. The registered office of the Management Company is located at 7th Floor, Emerald Tower, G-19, Block 5, Main Clifton Road, Clifton, Karachi.

The Fund is an open-ended sovereign income scheme and is listed on Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at par value of Rs. 100 per unit from December 11, 2010 to December 13, 2010. Thereafter, the units are offered to the public for subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.

The core objective of the Fund is to provide competitive returns to its investors through active investments in low risk portfolio.

VIS Credit Rating Company has assigned an asset manager rating of 'AM1' (Stable Outlook) to the Management Company and a stability rating of 'AA-' to the Fund.

#### **2 BASIS OF PREPARATION**

##### **2.1 Statement of Compliance**

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

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

**2.1.3** This condensed interim financial information is unaudited. In compliance with schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2023.

##### **2.2 Basis of measurement**

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets 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 AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

- 3.1 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 audited financial statements of the Fund for the year, ended June 30, 2023.
- 3.2 The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.
- 3.3 Certain amendments to approved accounting standards have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2021. None of these amendments are expected to have a significant effect on this condensed interim financial information.
- 3.4 The Fund's financial risk management objectives and policies are consistent with that disclosed in this financial information for the year ended June 30, 2023.

4	BANK BALANCES	Note	September 30,	June 30,
			2024 (Unaudited)	2024 (Audited)
			----- (Rupees in '000) -----	
	In savings accounts	4.1	1,862,082	305,886
			<b>1,862,082</b>	<b>305,886</b>

- 4.1 Profit rates on these savings accounts range between 16.50% to 21.15% per annum (June 30, 2024: 19.40% to 21.20% per annum).

### 5 INVESTMENTS

Financial assets at 'fair value through profit or loss'

Investments in Government securities:

Market Treasury Bills	5.1	4,794,960	39,154
Pakistan Investment Bonds	5.2	1,663,606	1,518,435
GOP Ijarah Sukuk Certificates	5.3	-	-
		6,458,566	1,557,589
Term Finance Certificate & Sukuk Bonds	5.4	-	-
Term Finance Certificate	6.4	-	-
		<b>6,458,566</b>	<b>1,557,589</b>
Loans and receivables - at amortized cost	5.4	-	-
		<b>6,458,566</b>	<b>1,557,589</b>

#### 5.1 Investment in Government securities - 'at fair value through profit or loss'

Issue date	Tenor	Face value				Balance as at September 30, 2024			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 1, 2024	Purchases during the period	Sales / matured during the period	As at September 30, 2024	Carrying value	Market value	Appreciation / (diminution)		
----- (Rupees in '000) -----										
Market Treasury Bills										
October 5, 2023	12 Month	40,000	-	40,000	-	-	-	-	0.00%	0.00%
October 19, 2023	12 Month	1,180	-	-	1,180	1,170	1,171	1	0.01%	0.02%
May 2, 2024	12 Month	-	10,000	-	10,000	9,084	9,424	340	0.11%	0.15%
May 30, 2024	12 Month	-	1,720,940	-	1,720,940	1,543,239	1,572,969	29,730	19.04%	24.35%
August 8, 2024	12 Month	-	800,000	-	800,000	699,957	715,734	15,778	8.66%	11.08%
August 22, 2024	12 Month	-	250,000	-	250,000	217,965	222,779	4,814	2.70%	3.45%
September 5, 2024	12 Month	-	1,500,000	-	1,500,000	1,299,709	1,331,480	31,771	16.11%	20.62%
August 22, 2024	06 Month	-	250,000	-	250,000	234,184	236,215	2,030	2.86%	3.66%
September 5, 2024	06 Month	-	750,000	-	750,000	697,976	705,188	7,213	8.53%	10.92%
		-	-	-	-	-	-	-	0.00%	0.00%
<b>Total - As at September 30, 2024</b>		<b>41,180.00</b>	<b>5,280,940</b>	<b>40,000</b>	<b>5,282,120</b>	<b>4,703,284</b>	<b>4,794,960</b>	<b>91,676</b>	<b>58.03%</b>	<b>74.24%</b>
Total - As at June 30, 2024		-	22,542,180	22,501,000	41,180.00	39,090.00	39,154.00	64.00	0.00%	2.51%

5.2 Pakistan Investment Bonds

- Pakistan Investment Bonds (Floating)

Issue date	Tenor	Face value				Balance as at September 30, 2024			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 1, 2024	Purchases during the period	Sales / matured during the period	As at September 30, 2024	Carrying value	Market value	Appreciation / (diminution)		
15-Feb-24	3 Years	1,206,000	-	-	1,206,000	1,143,207	1,240,812	97,605	15.02%	19.21%
17-Jan-24	5 Years	400,000	-	-	400,000	379,750	422,794	43,043	5.12%	6.55%
<b>Total - As at September 30, 2024</b>		<b>1,606,000</b>	-	-	<b>1,606,000</b>	<b>1,522,957</b>	<b>1,663,606</b>	<b>140,649</b>	<b>15.02%</b>	<b>19.21%</b>
Total - As at June 30, 2024		-	4,561,000	2,955,000	1,606,000	1,512,657	1,518,435	5,778	28.00%	34.00%

5.2.1 The effective yield on Pakistan Investment bonds is Nil (June 30, 2024: 16.64% to 20.31%) per annum.

5.3 GOP Ijara Sukuk Certificates:

Issue details	Tenor	Face value				Balance as at September 30, 2024			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 1, 2023	Purchases during the period	Sales / matured during the period	As at September 30, 2023	Carrying value	Market value	Appreciation / (diminution)		
		-	-	-	-	-	-	-	0.00%	0.00%
<b>Total - As at September 30, 2024</b>		-	-	-	-	-	-	-	<b>0.00%</b>	<b>0.00%</b>
Total - As at June 30, 2024		-	-	-	-	-	-	-	-	-

5.3.1 This carries semi annual coupon at the rate Nil per annum (June 30, 2024: Nil )

5.4 Term Finance Certificates

Issue details	Tenor	Units				Balance as at September 30, 2024			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 1, 2024	Purchases during the period	Sales / matured during the period	As at September 30, 2024	Carrying value	Market value	Appreciation / (diminution)		
Term Finance Certificates - unlisted OBS Pharma (Private) Limited	10 Years	150	-	150	-	-	-	-	0.00%	0
<b>Total - As at September 30, 2023</b>		<b>150</b>	-	<b>150</b>	-	-	-	-	<b>0.00%</b>	<b>0.00%</b>
Total - As at June 30, 2023		500	-	500	500	-	-	-	5.15%	6.25%

5.4.1 These term finance certificate carries mark-up at the rate 23.14% per annum (June 30, 2024: 23.14%).

5.4.2 Significant terms and conditions of Term Finance Certificates and Sukuk Bonds as at September 30, 2024 are as follows

Name of the investee company	Remaining principal (per certificate)	Mark-up rate (per annum)	Issue date	Maturity Date
<b>Term finance certificate - unlisted</b> OBS Pharma (Private) Limited	1,000	6 months KIBOR + 1.40%	29-Feb-24	29-Aug-24
			<b>September 30, 2024</b> (Unaudited)	<b>June 30, 2024</b> (Audited)
			----- (Rupees in '000) -----	

6 PAYABLE TO THE MANAGEMENT COMPANY

Management fee	6.1	9,288	2,840
Sindh Sales Tax on Management Company's remuneration	6.2	1,393	369
Sales load payable		1,751	228
Fund operations, accounting and related costs	6.3	83	-
Selling & Marketing expense payable	6.4	2	1,435
		<u>12,517</u>	<u>4,872</u>

6.1 As per the amendment introduced through SRO 639(I)/2019, dated June 20, 2019, in regulation 61 of the NBFC regulation, the Management Company may charge variable fee or fixed fee or the combination of both which shall not exceed the limit disclosed in the offering document, further subject to the guidelines as may be issued by the Commission from time to time. During the period the fee is being charged at the rate ranging between 1.50% - 1.715% on the average annual net assets . The fee is payable monthly in arrears.

6.2 The Sindh Provincial Government has levied Sindh Sales Tax (SST) at the rate of 15 percent (June 30, 2024: 13 percent) on the remuneration of management company through Sindh Sales Tax on Services Act, 2011.

6.3 As per Regulation 60(3) of NBFC Regulations, fees and expenses related to registrar services, accounting, operation and valuation services related to Collective Investment Scheme (CIS) are chargeable to the CIS. During the year, the fee is being charged at the rate of 0.065% of the average annual net assets.

6.4 As per Regulation 60(3) of NBFC Regulations, selling and marketing expense may be charged for all categories of funds except fund of funds. During the year, the fee is being charged at the rate of 0.15% of the average annual net assets.

## 7 PAYABLE TO TRUSTEE

The trustee is entitled to a monthly remuneration for services rendered to the fund under the provision of the Trust Deed. Effective from July 1, 2019 the trustee fee is being charged at the rate of 0.055% of the daily average net assets of the Fund. The fee is payable monthly in arrears.

	September 30, 2024 (Unaudited) ----- (Rupees in '000) -----	June 30, 2024 (Audited)
Trustee fee payable	306	104
Sindh Sales Tax on remuneration of the Trustee	46	14
	<u>351</u>	<u>118</u>

## 8 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

"Under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 a collective investment scheme categorised as a money market scheme is required to pay as annual fee to the Securities and Exchange Commission of Pakistan. Effective from July 1, 2023 the rate of is increased from 0.02% to 0.075% of the daily average net assets of the Fund. The fee is payable monthly in arrears. "

	September 30, 2024 (Unaudited) ----- (Rupees in '000) -----	June 30, 2024 (Audited)
SECP fee payable	428	142

## 9 ACCRUED EXPENSES AND OTHER LIABILITIES

		September 30, 2024 (Unaudited) ----- (Rupees in '000) -----	June 30, 2024 (Audited)
Provision for Federal Excise Duty	9.1	16,970	15,531
Withholding tax		1,143	40,369
Auditors' remuneration		566	437
Zakat Payable		452	452
Brokerage		53	81
Others		80,114	590
		<u>99,298</u>	<u>57,460</u>

### 9.1 Provision for Sindh workers' welfare fund

The legal status of applicability of Federal Excise Duty on the Fund is the same as that disclosed in note 13.2 to the annual audited financial statements of the Fund for the year ended June 30, 2019, and the appeal which was filed by tax authorities against the order passed by the Honourable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of the above, the Management Company, as a matter of abundant caution, is carrying provision for FED for the period from January 13, 2013 to June 30, 2016 aggregating to Rs. 15.531 million. Had the provision not been retained, NAV per unit of the Fund as at September 30, 2023 would have been higher by Rs. 0.25 per unit (June 30, 2024: Rs. 0.934 per unit).

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**10 CONTINGENCIES AND COMMITMENTS**

There were no contingencies outstanding as at September 30, 2024 and June 30, 2024.

**11 TAXATION**

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of its accounting income for the period, as reduced by capital gains, is distributed amongst the certificate holders. The Fund has not recorded provision for taxation as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year as reduced by capital gains, to its certificate holders.

**12 EARNINGS PER UNIT**

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

**13 TOTAL EXPENSE RATIO**

The Scheme has maintained Total expense ratio (TER) 1.75% (2024: 1.87%) which includes 0.34% (2024: 0.23% representing Government Levies, WWF and SECP Fee).

**14 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS**

Connected persons include Habib Asset Management Limited being the Management Company, Habib Bank Limited being the holding company of the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, other associated companies of the Management Company and directors and officers of the Management Company.

The transactions with connected persons are in the normal course of business, at contracted rates and term determined in accordance with the market rates.

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

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

Details of transactions carried out by the Fund with connected persons and balances with them other than those disclosed elsewhere in these financial statements, as at year end, are as follows:

	September	
	2024	2023
	(Unaudited)	
	(Rupees in 000's)	
<b>Transactions during the period</b>		
<b>HBL Asset Management Limited - Management Company</b>		
Remuneration of Management Company	18,309	2,230
Sindh Sales Tax on remuneration of Management Company	2,131	290
Reimbursement of fund operations, accounting and related costs	491	508
Sales load Paid	1,751	1,350
<b>Habib Bank Limited Sponsor</b>		
Bank charges paid	-	138
Profit on bank deposits	3,639	3,407
Buy of Treasury Bill	1,604,356	-
Sale of Treasury Bill	896,817	-
<b>HBL Microfinance Bank -Associate</b>		
Bank Charges Paid	-	-
Profit on bank deposits earned	5,630	12,059
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration for the period	651	181
CDS charges	12	12



	September	
	2024	2023
	(Unaudited)	
	(Rupees in 000's)	
<b>Director and Executives of the Management Company</b>		
Issue of 167,928 units (2023: Nil units)	20,506	-
Redemption of 4,368 units (2023: 7,154 units)	5,000	830
<b>CDC Trustee - HBL Islamic Income Fund</b>		
Sale of GOP Ijara Sukuk	-	399,030
Purchase of GOP Ijara Sukuk	-	54,749
<b>CDC Trustee - HBL Cash Fund</b>		
Buy of Treasury Bill	39,829	-
Sale of Treasury Bill	69,925	-
	September	
	2024	2023
	(Unaudited)	
	(Rupees in 000's)	
<b>CDC Trustee - HBL Income Fund</b>		
Sale of Treasury Bill	10,988	-
<b>CDC Trustee - HBL PF Debt Sub Fund</b>		
Buy of Treasury Bill	8,989	-
<b>HBL Financial Planning Fund - Active Allocation Plan - Fund under common management</b>		
Redemption of Nil units (2023: 22,594 units)	-	2,600
<b>1 LINK PRIVATE LIMITED</b>		
Issue of 1,725,758 units (2023: Nil units)	205,000	-
<b>GUL AHMED ENERGY LTD</b>		
<b>- Connected Party due to more than 10%</b>		
Issue of 10,888,455 units (2023: Nil units)	1,254,774	620,619
Redemption of 1,932,933 units (2023: Nil units)	222,854	-
<b>Tariq Nisar</b>		
<b>- Connected Party due to more than 10%</b>		
Issue of Nil units (2023: 5,053,593 units)	-	600,000
	September	June
	2024	2024
	(Unaudited) (Audited)	
	(Rupees in 000's)	
<b>Balance outstanding as at quarter / year end</b>		
<b>HBL Asset Management Limited - Management Company</b>		
Remuneration of Management Company	9,288	2,840
Sindh Sales Tax on remuneration of Management Company	1,393	369
Sales Load Payable	1,751	228
Allocation of expenses related to registrar services accounting, operation and valuation services	83	-
Selling & Marketing expense payable	2	1,435
Investment held in the fund: 3,029801 units (June 30, 2024: 2,581,225 units)	371,503	343,714
<b>Habib Bank Limited Sponsor</b>		
Bank balances	2,844,223	264,962
Profit Receivable	1,329	780
<b>HBL Microfinance Bank -Associate</b>		
Bank Balances	255,731	4,831
Profit Receivable	857	3,098

	September 2024 (Unaudited)	June 2024 (Audited)
	(Rupees in 000's)	
<b>Amjad Maqsood Connected Party More Than 10%</b> Units held: Nil (2024: 430 units)	-	49
<b>Qadeer Baig Connected Party More Than 10%</b> Units held: Nil (2023: 30,305 units)	-	3,438
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration Payable	351	104
CDC Charges Payable	23	13
Security Deposit	100	100
<b>Director and Executives of the Management Company</b> Investment held 340,714 (June 30, 2024: 18,207) units	41,777	2,065

## 15 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

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.

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the company is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13, 'Fair Value Measurements' requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or Liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

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

	Note	September 30, 2023							
		Carrying amount			Fair Value				
		Fair value through profit and loss	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
<b>On-balance sheet financial instruments</b>		----- (Rupees in '000) -----							
<b>Financial assets measured at fair value</b>									
<b>Investments</b>									
	5.1	4,794,960	-	-	4,794,960	-	4,794,960	-	4,794,960
	5.2	1,663,606	-	-	1,663,606	-	1,663,606	-	1,663,606
		<u>6,458,566</u>	<u>-</u>	<u>-</u>	<u>6,458,566</u>	<u>-</u>	<u>6,458,566</u>	<u>-</u>	<u>6,458,566</u>
<b>Financial assets not measured at fair value</b>									
	4	-	1,862,082	-	1,862,082	-	-	-	-
		-	53,013	-	53,013	-	-	-	-
		<u>-</u>	<u>1,915,096</u>	<u>-</u>	<u>1,915,096</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Financial liabilities not measured at fair value</b>									
		-	-	12,517	12,517	-	-	-	-
		-	-	351	351	-	-	-	-
		-	-	115,125	115,125	-	-	-	-
		<u>-</u>	<u>-</u>	<u>127,994</u>	<u>127,994</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

	Note	June 30, 2024							
		Carrying amount			Fair Value				
		Fair value through profit and loss	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
<b>On-balance sheet financial instruments</b>		----- (Rupees in '000) -----							
<b>Financial assets measured at fair value</b>									
<b>Investments</b>									
	5.1	39,154	-	-	39,154	-	39,154	-	39,154
	5.2	1,518,435	-	-	1,518,435	-	1,518,435	-	1,518,435
		<u>1,557,589</u>	<u>-</u>	<u>-</u>	<u>1,557,589</u>	<u>-</u>	<u>1,557,589</u>	<u>-</u>	<u>1,557,589</u>
<b>Financial assets not measured at fair value</b>									
	4	-	305,886	-	305,886	-	-	-	-
		-	2,278	-	2,278	-	-	-	-
		-	106,827	-	106,827	-	-	-	-
		<u>-</u>	<u>414,991</u>	<u>-</u>	<u>414,991</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Financial liabilities not measured at fair value</b>									
		-	-	4,872	4,872	-	-	-	-
		-	-	118	118	-	-	-	-
		-	-	-	-	-	-	-	-
		-	-	1,560	1,560	-	-	-	-
		<u>-</u>	<u>-</u>	<u>6,550</u>	<u>6,550</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

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

## 16 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information were authorised for issue on October 24, 2024 by the Board of Directors of the Management Company.

## 17 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary, for better presentation and disclosure.

## 18 GENERAL

Figures have been rounded off to the nearest thousand Rupees..

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

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# **HBL**

## **Money Market Fund**

## FUND INFORMATION

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Name of Fund	HBL Money Market Fund
Name of Auditor	A.F. Fergusons & Co. Chartered Accountants
Name of Trustee	Central Depository Company of Pakistan Limited (CDC)
Bankers	Habib Bank Limited Bank Al-Habib Limited Habib Metropolitan Bank Limited Bank Al-Falah Limited Faysal Bank Limited Allied Bank Limited Meezan Bank Limited Askari Bank Limited Samba Bank Limited Zarai Taraqiati Bank Limited United Bank Limited Sindh Bank Limited JS Bank Limited Soneri bank limited Dubai Islamic Bank MCB Bank Limited
Fund Rating	AA+(f) (VIS)

**HBL Money Market Fund**  
**Condensed Interim Statement of Assets and Liabilities**  
*As at September 30, 2024*

	Note	September 30, 2024 (Un-Audited) (Rupees in '000)	June 30, 2024 (Audited)
<b>Assets</b>			
Bank balances	4	81,098	10,924,488
Investments	5	27,957,432	12,078,457
Interest / profit accrued		3,103	55,433
Advance , Deposit and prepayments		4,043	3,732
<b>Total assets</b>		<b>28,045,676</b>	23,062,110
<b>Liabilities</b>			
Payable to HBL Asset Management Limited - Management Company	6	91,735	90,182
Payable to the Central Depository Company of Pakistan Limited - Trustee	7	1,394	1,242
Payable to the Securities and Exchange Commission of Pakistan	8	1,653	1,494
Dividend payable		1,731	1,730
Accrued expenses and other liabilities	9	54,638	486,403
<b>Total liabilities</b>		<b>151,151</b>	581,051
<b>Net assets</b>		<b>27,894,525</b>	22,481,059
<b>Unit holders' fund (as per statement attached)</b>		<b>27,894,525</b>	22,481,059
<b>Cotingencies and commitments</b>	10.		
		<b>(Number of units)</b>	
<b>Number of units in issue</b>		<b>257,172,137</b>	217,334,026
		<b>(Rupees)</b>	
<b>Net assets value per unit</b>		<b>108.4664</b>	103.4401

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

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**HBL Money Market Fund**  
**Condensed Interim Income Statement and Statement of Comprehensive Income (Un-Audited)**  
*For the three months ended September 30, 2024*

	Three months ended September 30,	
	2024	2023
	(Rupees in '000)	
	Note	
<b>Income</b>		
Mark-up / return on investments	1,138,063	697,765
Mark-up on deposits with banks & TDRs	158,508	191,359
Gain / (Loss) on sale of investments - net	(5,482)	7,445
Unrealized appreciation on revaluation of investment carried at fair value through profit or loss - net	85,774	767
<b>Total income</b>	<b>1,376,863</b>	<b>897,336</b>
<b>Expenses</b>		
Remuneration of Management Company	119,432	22,568
Remuneration of Trustee	4,091	2,482
Fee of Securities and Exchange Commission of Pakistan	4,851	2,990
Allocation of expenses related to registrar services, accounting, operation and valuation services	-	27,960
Selling and Marketing expenses	23,396	27,960
Auditors' remuneration	280	91
Fees & Subscription	82	81
Settlement and bank charges	323	187
Securities transaction cost	66	118
<b>Total Expenses</b>	<b>152,521</b>	<b>84,437</b>
<b>Net income for the period before taxation</b>	<b>1,224,342</b>	<b>812,899</b>
<b>Taxation</b>	12.	-
<b>Net income for the period after taxation</b>	<b>1,224,342</b>	<b>812,899</b>
<b>Allocation of net income for the period:</b>		
Income already paid on redemption of units	65,340	136,015
Accounting income available for distribution:		
-Relating to capital gains	80,292	6,838
-Excluding capital gains	1,078,710	670,046
	1,159,002	676,884
<b>Net income for the period after taxation</b>	<b>1,224,342</b>	<b>812,899</b>
-Other comprehensive income	-	-
<b>Total comprehensive income for the period</b>	<b>1,224,342</b>	<b>812,899</b>
<b>Earning Per Unit</b>	13	

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

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**HBL Money Market Fund**  
**Statement of Movement in Unit Holders' Fund (Un-Audited)**  
*For the three months ended September 30, 2024*

	Three months ended					
	2024			2023		
	September 30,					
(Rupees in '000)						
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
<b>Net assets at the beginning of the period</b>	22,315,281	165,778	22,481,059	13,154,188	72,020	13,226,208
Issuance of units 133,187,197 (2023: 178,466,962 units)						
- Capital Value (at net asset value per unit at the beginning of the period)	13,776,897	-	13,776,897	18,387,076	-	18,387,076
- Element of income	340,997	-	340,997	445,856	-	445,856
<b>Total proceeds on issuance of units</b>	14,117,894	-	14,117,894	18,832,932	-	18,832,932
Redemption of units 93,349,086 (2023: 153,767,691 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(9,656,039)	-	(9,656,039)	(15,842,362)	-	(15,842,362)
- Amount paid out of element of income	(207,391)	-	(207,391)	(296,892)	-	(296,892)
Relating to net income for the period after taxation	-	(65,340)	(65,340)	-	(136,015)	(136,015)
<b>Total payment on redemption of units</b>	(9,863,430)	(65,340)	(9,928,770)	(16,139,254)	(136,015)	(16,275,269)
Total comprehensive income for the period	-	1,224,342	1,224,342	-	812,899	812,899
Refund of Capital	-	-	-	-	-	-
Distribution during the period	-	-	-	-	-	-
<b>Net income for the period less distribution</b>	-	1,224,342	1,224,342	-	812,899	812,899
<b>Net assets at the end of the period</b>	26,569,745	1,324,780	27,894,525	15,847,866	748,904	16,596,770
Undistributed income brought forward						
- Realised		151,238			73,808	
- Unrealised		14,540			(1,788)	
		165,778			72,020	
Accounting income available for distribution						
- Relating to capital gains		80,292			6,838	
- Excluding capital gains		1,078,710			670,046	
		1,159,002			676,884	
Distribution during the period		-			-	
<b>Undistributed income carried forward</b>		1,324,780			748,904	
<b>Undistributed income carried forward</b>						
- Realised		1,239,006			748,137	
- Unrealised		85,774			767	
		1,324,780			748,904	
<b>Net assets value per unit at beginning of the period</b>			103.4401			103.0279
<b>Net assets value per unit at end of the period</b>			108.4664			108.4230

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

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



**HBL Money Market Fund**  
**Condensed Interim Cash Flow Statement (Un-Audited)**  
*For the three months ended September 30, 2024*

	Three months ended September 30,	
	2024	2023
	(Rupees in '000)	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net income for the period	1,224,342	812,899
	1,224,342	812,899
<b>Decrease / (increase) in assets</b>		
Investments - net	(15,878,975)	6,066,691
Accrued mark-up	52,330	(264,095)
Advances, deposits and other receivables	(311)	(255)
	(15,826,956)	5,802,341
<b>Increase / (decrease) in liabilities</b>		
Payable to HBL Asset Management Limited - Management Company	1,553	3,985
Payable to Central Depository Company of Pakistan Limited - Trustee	152	66
Payable to Securities and Exchange Commission of Pakistan	159	(1,836)
Payable against redemption of units	-	(163,780)
Dividend payable	1	(58,378)
Accrued expenses and other liabilities	(431,765)	(237,930)
	(429,900)	(457,873)
<b>Net cash generated from / (used in) from operating activities</b>	(15,032,514)	6,157,367
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Amount received on issue of units	14,117,894	18,832,932
Payment against redemption of units	(9,928,770)	(16,275,269)
<b>Net cash generated from / (used in) from financing activities</b>	4,189,124	2,557,663
<b>Net increase / (decrease) in cash and cash equivalents</b>	(10,843,390)	8,715,030
Cash and cash equivalents at beginning of the period	10,924,488	898,563
<b>Cash and cash equivalents at end of the period</b>	81,098	9,613,593

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

For HBL Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

# **HBL Money Market Fund**

## **Notes to the Condensed Interim Financial Information (Un-Audited)**

*For the three months ended September 30, 2024*

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### **1. LEGAL STATUS AND NATURE OF BUSINESS**

HBL Money Market Fund (the Fund) is an open ended mutual fund constituted under a Trust Deed entered between HBL Asset Management Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed under the Trust Act, 1882 on March 18, 2010 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on April 9, 2010. During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the "Sindh Trust Act, 2020". Accordingly, on August 24, 2021, the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

The Management Company of the Fund has been registered as Non-Banking Finance Company (NBFC) under the NBFC Rules, 2003 and has obtained the requisite license from the Securities and Exchange Commission of Pakistan (SECP) to undertake Asset Management Services. The registered office of the Management Company is situated at 7th Floor, Emerald Tower, G-19, Block-5, Main Clifton Road, Clifton, Karachi, Pakistan.

The Fund is an open ended mutual fund categorised as 'Money Market Scheme' and offers units for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at par from July 12, 2010 to July 14, 2010.

The principal objective of the Fund is to seek high liquidity and comparative return for investors by investing in low risk securities of shorter duration and maturity.

VIS Credit Rating Company Limited (VIS) has assigned the Management Quality Rating to AM-I (2023: AM) dated December 29, 2023 and the outlook on the rating has been assigned as 'Stable' (2023 : 'Stable') and the Fund stability rating of AA+(f) dated January 2, 2024 (2023: AA+(f)). The rating reflects the Management Company's experienced management team, structured investment process and sound quality of systems and processes.

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

### **2. STATEMENT OF COMPLIANCE**

- 2.1.1 This condensed interim financial information have been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting (IAS - 34) and provision of and directives issued under the Companies Ordinance, 1984, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non- Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP).Wherever the requirements of NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of the IFRS the requirements of NBFC Rules, the NBFC Regulations or the directives issued by the SECP shall prevail.
- 2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of IAS - 34. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2024.
- 2.1.3 In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2024.

### **2.2 BASIS OF MEASUREMENT**

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value.

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### 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 AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

3.1 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 audited financial statements of the Fund for the year, ended June 30, 2024.

3.2 The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

3.3 The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2024.

3.4 The Fund's financial risk management objectives and policies are consistent with that disclosed in this financial information for the year ended June 30, 2024.

		(Un-Audited) September 30, 2024	(Audited) June 30, 2024
<b>4</b>	<b>BANK BALANCES</b>	<b>Note</b>	<b>(Rupees in '000)</b>
	Balances with bank in:		
	Saving accounts	4.1	<u>81,098</u> <u>10,924,488</u>

4.1 These include a balance of Rs. 56.057 million (June 30, 2024: 10,917.597 million) with Habib Bank Limited (a related party) and this account carries mark-up at the rates of 16% to 21.15% (June 30, 2024: 17.5% to 22.5%). Other profit and loss saving accounts of the Fund carry mark-up at the rates ranging from 16% to 19.50% (June 30, 2024: 19.5% to 22.65%) per annum.

		(Un-Audited) September 30, 2024	(Audited) June 30, 2024
<b>5.</b>	<b>INVESTMENTS</b>	<b>Note</b>	<b>(Rupees in '000)</b>
	Financial asset at fair value through profit or loss		
	- Government securities - Market Treasury Bills	5.1	25,996,982      11,577,700
	- GOP Ijarah Sukuk	5.2	460,450      434,757
	- Corporate sukuk certificate	5.3	-      66,000
	- Letter of placements	5.4	1,500,000      -
			<u>27,957,432</u> <u>12,078,457</u>

## 5.1 Investment in Government Securities - At fair value through profit or loss

Name of the security	Issue date	Face value (Rupees in '000)				Rupees in '000			Market value as a percentage of	
		As at July 1, 2024	Purchased during the period	Disposed of / matured during the period	As at September 30, 2024	Carrying value as at September 30, 2024	Market value as at September 30, 2024	Unrealised appreciation/ (diminution)	Total value of investments	Net Assets
----- (%) -----										
<b>Market Treasury Bills - 3 - months</b>										
Market treasury bills	May 2, 2024	925,000	548,415	1,473,415	-	-	-	-	0.00%	0.00%
Market treasury bills	June 13, 2024	500,000	282,000	782,000	-	-	-	-	0.00%	0.00%
Market treasury bills	July 11, 2024	-	1,200,000	1,200,000	-	-	-	-	0.00%	0.00%
Market treasury bills	August 22, 2024	-	250,000	-	250,000	244,940	245,063	123	0.88%	0.88%
Market treasury bills	July 25, 2024	-	250,000	-	250,000	247,956	248,107	151	0.89%	0.89%
<b>Market Treasury Bills - 6 - months</b>										
Market treasury bills	April 18, 2024	450,000	-	-	450,000	446,188	446,593	405	1.60%	1.60%
Market treasury bills	April 4, 2024	-	2,252,985	2,250,000	2,985	2,982	2,982	-	0.01%	0.01%
Market treasury bills	September 5, 2024	-	3,500,000	-	3,500,000	3,257,282	3,290,879	33,597	11.77%	11.80%
Market treasury bills	July 11, 2024	-	2,250,000	-	2,250,000	2,153,979	2,158,817	4,838	7.72%	7.74%
Market treasury bills	August 22, 2024	-	1,250,000	-	1,250,000	1,171,275	1,181,073	9,798	4.22%	4.23%
Market treasury bills	July 25, 2024	-	250,000	-	250,000	236,324	238,618	2,294	0.85%	0.86%
<b>Market Treasury Bills - 1 - period</b>										
Market treasury bills	October 19, 2023	3,000,000	8,765,820	3,000,000	8,765,820	8,692,113	8,699,445	7,332	31.12%	31.19%
Market treasury bills	November 2, 2023	5,070,000	2,400,000	2,800,000	4,670,000	4,597,640	4,604,863	7,223	16.47%	16.51%
Market treasury bills	November 16, 2023	354,880	175,000	-	529,880	517,847	519,416	1,569	1.86%	1.86%
Market treasury bills	November 30, 2023	2,000,000	-	-	2,000,000	1,940,913	1,949,773	8,860	6.97%	6.99%
Market treasury bills	December 28, 2023	-	2,500,000	-	2,500,000	2,409,270	2,411,353	2,083	8.63%	8.64%
<b>Total as at September 30, 2024</b>		<b>12,299,880</b>	<b>25,874,220</b>	<b>11,505,415</b>	<b>26,668,685</b>	<b>25,918,709</b>	<b>25,996,982</b>	<b>78,273</b>		

## 5.2 Investment in Ijarah Sukuk

Name of the security	Issue date	Face value (Rupees in '000)				Rupees in '000			Market value as a percentage of	
		As at July 1, 2024	Purchased during the period	Disposed of / matured during the period	As at September 30, 2024	Carrying value as at September 30, 2024	Market value as at September 30, 2024	Unrealised appreciation/ (diminution)	Total value of investments	Net Assets
----- (%) -----										
Ijarah Sukuk - P01GIS250425	April 26, 2024	500,000	-	-	500,000	452,949	460,450	7,501	1.65%	1.65%
<b>Total as at September 30, 2024</b>						<b>452,949</b>	<b>460,450</b>	<b>7,501</b>		

## 5.3 Investment in Ijarah Sukuk

Name of Investee Company	Rate of return	Maturity date	As at July 1, 2024	Purchased during the period	Disposed of / matured during the period	As at June 30, 2024	Carrying value as at June 30, 2024	Market value as at June 30, 2024	Percentage in relation to	
									Number of certificates	Rupees in '000
----- % -----										
<b>Pharmaceuticals</b>										
OBS Pharma (Private) Limited (February 29, 2024) Face value: Rs. 1,000,000	23.14%	August 29, 2024	66	-	66	-	-	-	0.00%	0.00%
<b>Total as at September 30, 2024</b>										

## 5.4 Letter of Placement - At fair value through profit or loss

Name of Company	As at July 01, 2024	Placements made during the period	Matured during the period	As at September 30, 2024	Carrying / Market Value as at Sept 30, 2024	Percentage of total value of investments	Percentage of Net Assets
Saudi Pak Ind & Agri Investment Co. (Pvt) Ltd.	-	1,000,000	1,000,000	-	-	-	-
Pak Oman Investment Company (Pvt) Ltd.	-	2,000,000	2,000,000	-	-	-	-
Pak Brunei Investment Company Ltd.	-	2,000,000	2,000,000	-	-	-	-
Pak Oman Investment Company (Pvt) Ltd.	-	1,800,000	1,800,000	-	-	-	-
Pak Oman Investment Company (Pvt) Ltd.	-	500,000	500,000	-	-	-	-
Pak Brunei Investment Company Ltd.	-	2,008,855	2,008,855	-	-	-	-
Pak Brunei Investment Company Ltd.	-	2,024,496	2,024,496	-	-	-	-
Pak Brunei Investment Company Ltd.	-	2,039,522	2,039,522	-	-	-	-
Pak Brunei Investment Company Ltd.	-	1,500,000	-	1,500,000	1,500,000	0.05	0.05
<b>Total as at September 30, 2024</b>	<b>-</b>	<b>14,872,873</b>	<b>13,372,873</b>	<b>1,500,000</b>	<b>1,500,000</b>	<b>-</b>	<b>-</b>

	<i>Note</i>	<b>September 30, 2024 (Un-Audited) (Rupees in '000)</b>	June 30, 2024 (Audited)
<b>6. PAYABLE TO HBL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY</b>			
Management fee payable	6.1	39,878	19,979
Sindh Sales Tax on Management fee payable	6.2	5,982	2,597
Sales load payable to management company		22,479	4,515
Allocation of expenses related to registrar services, accounting, operation and valuation services		-	-
Selling and marketing payable to management company		23,396	63,091
		<b>91,735</b>	<b>90,182</b>

6.1 As per the offering document of the Fund the maximum limit of the Management fee is 1.5% per annum of average annual net assets. During the period, management remuneration is charged by the Asset Management Company at the rate ranging from 1.50% to 1.92% (June 2024: 0.50% to 1%) of average annual net assets. The fee is payable monthly in arrears.

6.2 The Sindh Government has levied Sindh Sales Tax at the rate of 15% (June 2024: 13%) on the remuneration of the Management Company through Sindh Sales Tax on Services Act, 2011.

	<i>Note</i>	<b>September 30, 2024 (Un-Audited) (Rupees in '000)</b>	June 30, 2024 (Audited)
<b>7. PAYABLE TO TRUSTEE</b>			
Remuneration payable to the	7.1	1,212	1,099
Sindh Sales Tax payable on remuneration of the Trustee		182	143
		<b>1,394</b>	<b>1,242</b>

7.1 The trustee is entitled to a monthly remuneration for services rendered to the fund under the provision of the Trust Deed at the rate of 0.055% (June 2024: 0.055%) per annum of the daily net assets of the Fund. The fee is payable monthly in arrears.

	<i>Note</i>	<b>September 30, 2024 (Un-Audited) (Rupees in '000)</b>	June 30, 2024 (Audited)
<b>8. PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>			
SECP fee payable	8.1	1,653	1,494

8.1 Under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 a collective investment scheme categorised as a money market scheme is required to pay as annual fee to the Securities and Exchange Commission of Pakistan. Effective from July 1, 2024 the rate of is increased from 0.02% to 0.075% of the daily average net assets of the Fund. The fee is payable monthly in arrears.

9	<b>ACCRUED EXPENSES AND OTHER LIABILITIES</b>	<i>Note</i>	<b>September 30, 2024 (Un-Audited) (Rupees in '000)</b>	June 30, 2024 (Audited)
	Auditors remuneration		968	688
	Withholding tax payable			380,333
	Federal Excise Duty	9.1	41,211	41,211
	Capital gain tax payable		10,954	62,701
	Zakat payable		1,120	1,063
	Brokerage payable		385	407
			<b>54,638</b>	<b>486,403</b>

#### 9.1 PROVISION FOR FEDERAL EXCISE DUTY

The legal status of applicability of Federal Excise Duty on the Fund is same as that disclosed in note 11.1 to the annual audited financial statements of the Fund for the year ended June 30, 2024, and the appeal filed by tax authorities against the order passed by Honourable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of above, the Management Company, as a matter of abundant caution, is carrying provision for FED for the period from January 13, 2013 to June 30, 2016 aggregating to Rs. 41.211 million (June 30, 2024: Rs. 41.211 million). Had the provision not been made, the Net Asset Value per unit as at September 30, 2024 would have been higher by Re. 0.16 (June 30, 2024: Re. 0.19) per unit.

#### 10. CONTINGENCIES AND COMMITMENTS

There were no contingencies or commitments outstanding as at September 30, 2024.

#### 11. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund (annualized) as at September 30, 2024 is 2.36% (June 30, 2024: 1.99%) which includes 0.37% (June 30, 2024: 0.17%) representing government levies on the Fund such as sales taxes, annual fee to the SECP etc.

#### 12. TAXATION

The income of the Fund is exempt from tax under clause 99 of Part 1 of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90 percent of its accounting income for the year, as reduced by the capital gains whether realised or unrealised, is distributed among its unit holders. The Fund has not recorded a tax liability in respect of income relating to the current period as the Management Company intends to distribute more than 90 percent of the Fund's accounting income for the period as reduced by capital gains (whether realised or unrealised) to its unit holders.

#### 13. EARNINGS PER UNIT (EPU)

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

#### 14. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons include HBL Asset Management Limited being the Management Company, Habib Bank Limited being the Sponsor, Central Depository Company of Pakistan Limited, being the Trustee of the Fund, other collective investment schemes managed by the Management Company, directors and officers of the Management Company and directors of connected persons.

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 Management Company and Trustee is determined in accordance with the provisions of the NBFC Regulations 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:

14.1	Transactions during the period	(Un-Audited)	
		2024	2023
		Three months ended September 30, (Rupees in '000)	
	<b>HBL Asset Management Limited - Management Company</b>		
	Management fee	119,432	22,568
	Allocation of expenses related to registrar services, accounting, operation and valuation services	-	27,960
	Selling and Marketing expenses	23,396	27,960
	Investment of 1,872,876 units (2023: 336,135 units)	200,700	35,000
	Redemption of nil units (2023: 335,955 units)	-	35,000
	<b>Habib Bank Limited - Sponsor</b>		
	Bank charges paid	323	222
	Mark-up earned during the period	88,123	52,215
	Purchase of T Bills	548,415	9,755,000
	Sale of T Bills	-	9,575,000
	<b>HBL Asset Management Limited Employees Provident Fund - Associate</b>		
	Investment of 55,983 units (2023: nil units)	6,000	-
	<b>HBL Micro Finance Bank Limited</b>		
	Purchase of T Bills	752,985	-
	<b>Central Depository Company of Pakistan Limited - Trustee</b>		
	Remuneration	4,091	2,482
	<b>Directors, Executives and Key Management personnel</b>		
	Investment of 96,239 Units (2023: 86,060 units )	10,170	8,999
	Redemption of 302,065 units (2023: 111,556 units)	31,895	11,664
	<b>CDC Trustee HBL Pension Fund - Money Market Sub Fund</b>		
	Purchase of T Bills	160,000	73,000
	<b>CDC Trustee HBL Total Treasury Exchange Traded Fund</b>		
	Purchase of T Bills	371,820	572,000
	<b>CDC Trustee HBL Cash Fund</b>		
	Purchase of T Bills	-	300,000
	Sale of T Bills	950,000	-
	<b>CDC Trustee HBL Financial Sector Income Fund Plan I</b>		
	Purchase of T Bills	300,000	-
	<b>CDC Trustee HBL KPK Pension - Money Market Sub Fund</b>		
	Purchase of T Bills	9,000	-
	<b>CDC Trustee HBL Pension Fund - Debt Sub Fund</b>		
	Purchase of T Bills	50,000	-

14.2	Balance outstanding as at period end	(Un-Audited) September 30, 2024 (Rupees in '000)	(Audited) June 30, 2024
	<b>HBL Asset Management Limited - Management Company</b>		
	Management Fee	39,878	19,979
	Sindh Sales Tax	5,982	2,597
	Sale load payable	22,479	4,515
	Allocation of expenses related to registrar services, accounting, operation and valuation services	-	-
	Selling and Marketing expenses	23,396	63,091
	Investment held in the Fund: 1,872,876 units (June 30, 2024: nil units)	203,144	-
	<b>Habib Bank Limited - Sponsor</b>		
	Bank balances	56,057	98,907
	Profit accrued on bank deposits	5,628	1,837
	<b>HBL Asset Management Limited Employees Gratuity Fund - Associate</b>		
	Investment held in the Fund: 29,837 units (June 30, 2024: 29,837 units)	3,236	3,086
	<b>HBL Asset Management Limited Employees Provident Fund - Associate</b>		
	Investment held in the Fund: 159,766 units (June 30, 2024: 103,783 units)	17,329	10,713
	<b>Central Depository Company of Pakistan Limited - Trustee</b>		
	Remuneration payable	1,394	1,242
	<b>Directors, Executives and Key Management personnel</b>		
	Investment held in the Fund : 29,437 units (June 30, 2024: 217,003 units)	3,193	22,447
	<b>Amjad Maqsood</b>		
	<b>Connected Person - due to holding more than 10%</b>		
	Investment held in the Fund: nil units (June 30, 2024: 20,610 units)	-	2,132
	<b>Rafiuddin Zakir Mahmood</b>		
	<b>Connected Person - due to holding more than 10%</b>		
	Investment held in the Fund: nil units (June 30, 2024: 2,087 units)	-	216
<b>15.</b>	<b>FAIR VALUE OF FINANCIAL INSTRUMENTS</b>		

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.

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.

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market price used for financial assets held by the Fund is current bid price.



A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13, 'Fair Value Measurements: Disclosures' requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

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

	September 30, 2024 (Unaudited)						
	Carrying amount			Fair Value			
	Fair value through profit or loss	At amortised cost	Total	Level 1	Level 2	Level 3	Total
<b>On-balance sheet financial instruments</b>	----- (Rupees in '000) -----						
<b>Financial assets measured at fair value</b>							
Investments							
- Government securities - Market Treasury Bills	25,996,982	-	25,996,982	-	25,996,982	-	25,996,982
- GOP Ijarah Sukuk	460,450	-	460,450	-	460,450	-	460,450
- Letter of placements	1,500,000	-	1,500,000	-	1,500,000	-	1,500,000
- Corporate sukuk certificate	-	-	-	-	-	-	-
	<b>27,957,432</b>	<b>-</b>	<b>27,957,432</b>	<b>-</b>	<b>27,957,432</b>	<b>-</b>	<b>27,957,432</b>

	June 30, 2024 (Audited)						
	Carrying amount			Fair Value			
	Fair value through profit or loss	At amortised cost	Total	Level 1	Level 2	Level 3	Total
<b>On-balance sheet financial instruments</b>	----- (Rupees in '000) -----						
<b>Financial assets measured at fair value</b>							
Investments							
-Government securities - Market Treasury Bills	11,577,700	-	11,577,700	-	11,577,700	-	11,577,700
-Government securities - Pakistan Investment Bonds	66,000	-	66,000	-	66,000	-	66,000
-Letter of placements	434,757	-	434,757	-	434,757	-	434,757
	<b>12,078,457</b>	<b>-</b>	<b>12,078,457</b>	<b>-</b>	<b>12,078,457</b>	<b>-</b>	<b>12,078,457</b>

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15.1 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 frequently. Therefore, their carrying amounts are reasonable approximation of fair value.

**16. DATE OF AUTHORISATION FOR ISSUE**

This condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on October 24 , 2024.

**17. GENERAL**

Figures have been rounded off to the nearest thousand rupees.

For HBL Asset Management Limited  
(Management Company)

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Chief Financial Officer

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Chief Executive Officer

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Director

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# **HBL**

## **Cash Fund**

## FUND INFORMATION

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Name of Fund	HBL Cash Fund
Name of Auditor	Yousuf Adil, Chartered Accountants
Bankers	Habib Bank Limited Bank Al-Habib Limited Habib Metropolitan Bank Limited Bank Al Falah Limited Faysal Bank Limited Allied Bank Limited MCB Bank Limited Samba Bank Limited Zarai Taraqiati Bank Limited Soneri Bank Limited Sindh Bank Limited Dubai Islamic Bank of Pakistan National Bank of Pakistan
Fund Rating	AA+(f) (VIS)

**HBL Cash Fund**  
**Condensed Interim Statement of Assets and Liabilities (Un-Audited)**  
*As At September 30, 2024*

		September 30, 2024 (Un-Audited) (Rupees in '000)	June 30, 2024 (Audited)
<b>Assets</b>			
Bank balances	4	1,364,964	37,335,660
Investments	5	84,277,261	19,180,715
Accrued markup on bank balances and investments		82,716	160,787
Deposits and prepayments		1,224	1,254
<b>Total assets</b>		<b>85,726,165</b>	<b>56,678,416</b>
<b>Liabilities</b>			
Payable to Management Company	6	94,965	67,923
Payable to the Trustee	7	3,815	2,524
Payable to the Securities and Exchange Commission of Pakistan	8	4,523	3,038
Accrued expenses and other liabilities	9	117,522	181,356
<b>Total liabilities</b>		<b>220,825</b>	<b>254,841</b>
<b>Net assets</b>		<b>85,505,340</b>	<b>56,423,575</b>
<b>Unit holders' fund (as per statement attached)</b>		<b>85,505,340</b>	<b>56,423,575</b>
<b>Contingencies and commitments</b>	10		
		(Number of units)	
<b>Number of units in issue</b>		<b>789,465,238</b>	<b>546,966,486</b>
		(Rupees)	
<b>Net assets value per unit</b>		<b>108.3079</b>	<b>103.1573</b>

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

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

\_\_\_\_\_  
**Chief Financial Officer**

\_\_\_\_\_  
**Chief Executive Officer**

\_\_\_\_\_  
**Director**

**HBL Cash Fund**  
**Condensed Interim Income Statement And Other Comprehensive Income (Un-audited)**  
**For The Three Months Ended September 30, 2024**

	Three Months ended September 30,	
	2024	2023
Note	----- (Rupees in '000) -----	
<b>Income</b>		
Capital gain/(loss) on sale of investments - net	32,744	15,030
Income from government securities	1,951,565	2,484,835
Income from money market placements	74,551	269,456
Income from corporate sukuk bond	-	-
Profit on bank deposits	278,122	276,761
	<b>2,336,982</b>	<b>3,046,083</b>
Unrealized Appreciation / (diminution) on re-measurement of investments classified as ' financial assets at fair value through profit or loss - held-for-trading - net	1,226,048	5,572
	<b>3,563,030</b>	<b>3,051,655</b>
<b>Expenses</b>		
Remuneration of the Management Company	6.1 217,721	112,794
Sindh Sales Tax on remuneration of Management Company	6.2 18,820	14,663
Remuneration of the Trustee	7 10,752	8,554
Fee to the Securities and Exchange Commission of Pakistan	8.1 12,749	10,314
Selling & marketing expense	-	30,004
Allocation of expenses related to registrar services, accounting, operation and valuation services	-	30,004
Auditors remuneration	216	130
Fee & Subscription charges	186	83
Settlement and bank charges	412	788
<b>Total operating expense</b>	<b>260,855</b>	<b>207,335</b>
<b>Net income for the period from operating activities</b>	<b>3,302,175</b>	<b>2,844,320</b>
<b>Net income for the period before taxation</b>	<b>3,302,175</b>	<b>2,844,320</b>
Taxation	11 -	-
<b>Net income for the period after taxation</b>	<b>3,302,175</b>	<b>2,844,320</b>
<b>Allocation of Net Income For The Period</b>		
<b>Income already paid on redemption</b>	566,092	225,573
Accounting income available for distribution		
-Relating to capital gain	-	-
-Excluding capital gain	2,736,083	2,618,747
	<b>2,736,083</b>	<b>2,618,747</b>
<b>Net income for the period after taxation</b>	<b>3,302,175</b>	<b>2,844,320</b>
Other comprehensive income for the period	-	-
<b>Total comprehensive income for the period</b>	<b>3,302,175</b>	<b>2,844,320</b>

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

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

\_\_\_\_\_  
**Chief Financial Officer**

\_\_\_\_\_  
**Chief Executive Officer**

\_\_\_\_\_  
**Director**

**HBL Cash Fund**  
**Statement Of Movement In Unitholders' Fund (Un-audited)**  
**For The Three Months Ended September 30, 2024**

	Three Months Ended					
	2024			2023		
	(Rupees in '000)					
Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	
<b>Net assets at the beginning of the year</b>	55,442,801	980,773	56,423,575	49,912,401	426,415	50,338,816
Issuance of 566,330,541 units (2023: 321,537,312 units)						
- Capital value (at net asset value per unit at the beginning of the year)	58,421,130	-	58,421,130	32,952,404	-	32,952,404
- Element of income	(4,638,501)	-	(4,638,501)	38,233	-	38,233
Total proceeds on issuance of units	53,782,628	-	53,782,628	32,990,637	-	32,990,637
Redemption of 323,831,789 units (2023: 337,388,218 units)						
- Capital value (at net asset value per unit at the beginning of the year)	(33,405,613)	-	(33,405,613)	(34,411,108)	-	(34,411,108)
- Income already paid on redemption	-	(566,092)	(566,092)	-	(225,573)	(225,573)
- Element of income	5,968,667	-	5,968,667	(81,748)	-	(81,748)
Total payment on redemption of units	(27,436,946)	(566,092)	(28,003,038)	(34,492,856)	(225,573)	(34,718,429)
Total comprehensive income for the year	-	3,302,175	3,302,175	-	2,844,320	2,844,320
Rs. 2.1545 per unit declared on August 04, 2023 as cash dividend				-	-	-
Refund of capital				(89,126)	-	(89,126)
Distribution during the year				-	(1,017,984)	(1,017,984)
Rs. 2.4155 per unit declared on September 15, 2023 as cash dividend						
Refund of capital				(68,845)	-	(68,845)
Distribution during the year				-	(1,178,835)	(1,178,835)
Total comprehensive income for the year less distribution	-	3,302,175	3,302,175	(157,971)	647,501	489,529
<b>Net assets at the end of the year</b>	81,788,483	3,716,856	85,505,340	48,252,211	848,343	49,100,553
Undistributed income brought forward						
- Realised		951,247			151,855	
- Unrealised		29,526			500	
		980,773			152,355	
Element of income and capital gains included in prices of units issued less those in units redeemed		-			-	
<b>Accounting income available for distribution</b>						
- Relating to capital gains		-			-	
- Excluding capital gains		2,736,083			2,618,747	
		2,736,083			2,618,747	
Distribution during the year						
Rs. 2.1545 per unit declared on August 04, 2023 as cash dividend					(1,017,984)	
Rs. 2.4155 per unit declared on September 15, 2023 as cash dividend					(1,178,835)	
Undistributed income carried forward		3,716,856			574,283	
<b>Undistributed income carried forward</b>						
- Realised		2,490,808			568,711	
- Unrealised		1,226,048			5,572	
		3,716,856			574,283	
				(Rupees)		
<b>Net assets value per unit at beginning of the year</b>			103.1573			101.9926
<b>Net assets value per unit at end of the year</b>			108.3079			148.0776

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

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

Chief Financial Officer

Chief Executive Officer

Director

**HBL Cash Fund**  
**Condensed Interim Statement of Cash Flow (Un-Audited)**  
*For The Three Months Ended September 30, 2024*

	Three Month ended September 30, 2024                      2023 (Rupees in '000)	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net income for the period	3,302,175	2,844,320
<b>Adjustments</b>		
Capital loss/(gain) on sale of investments-net	(32,744)	(15,030)
Unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net		
<b>Operating cash inflow before working capital changes</b>	<u>(1,226,048)</u>	<u>(5,572)</u>
	<b>2,043,383</b>	<b>2,823,718</b>
<b>(Increase) / Decrease in assets</b>		
Investments - net	<b>(63,837,753)</b>	(9,586,473)
Profit Receivable	<b>78,071</b>	(1,008,936)
Prepayments and advances	<b>30</b>	83
	<b>(63,759,652)</b>	(10,595,326)
<b>(Decrease) in liabilities</b>		
Payable to the Management Company	<b>27,042</b>	10,824
Payable to Trustee	<b>1,291</b>	272
Payable to Securities and Exchange Commission of Pakistan	<b>1,485</b>	(4,639)
Accrued expenses and other liabilities	<b>(63,834)</b>	213,243
	<u><b>(34,016)</b></u>	<u>219,701</u>
<b>Net cash generated from / (used in ) operating activities</b>	<b>(61,750,285)</b>	<b>(7,551,908)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Receipts from issue of units	<b>53,782,628</b>	32,990,637
Payments on redemption of units	<b>(28,003,038)</b>	(34,718,429)
Dividend paid	<b>-</b>	(2,354,790)
Net payments from issuance and redemptions of units	<b>25,779,590</b>	(4,082,582)
<b>Net cash generated from financing activities</b>	<u><b>25,779,590</b></u>	<u>(4,082,582)</u>
<b>Net increase in cash and cash equivalents</b>	<b>(35,970,695)</b>	<b>(11,634,490)</b>
Cash and cash equivalents at the beginning of the period	<u><b>37,335,660</b></u>	<u>11,991,941</u>
<b>Cash and cash equivalents at the end of the period</b>	<u><b>1,364,964</b></u>	<u>357,450</u>

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

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

\_\_\_\_\_  
**Chief Financial Officer**

\_\_\_\_\_  
**Chief Executive Officer**

\_\_\_\_\_  
**Director**



# HBL Cash Fund

## Notes to the Condensed Interim Financial Information (Un-Audited)

For Three Months Ended September 30, 2024

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### 1 LEGAL STATUS AND NATURE OF BUSINESS

HBL Cash Fund (the Fund) was established under a Trust Deed executed between PICIC Asset Management Company Limited (now, HBL Asset Management Limited) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Fund was approved by the Securities and Exchange Commission of Pakistan (SECP) vide its letter No. SCD/NBFC-II/DD/PCF/844/2010 dated November 11, 2010 and the Trust Deed was executed on October 22, 2010.

Through an order dated August 31, 2016, SECP approved the merger of PICIC Asset Management Company Limited with and into HBL Asset Management Limited effective from August 31, 2016 and the trust deed was revised on February 17, 2017. Effective from September 1, 2016 HBL Asset Management Limited became Management Company of the fund which is a wholly owned subsidiary of Habib Bank Limited. The Aga Khan Fund for Economic Development (AKFED), S.A. is the parent company of Habib Bank Limited.

The Management Company of the Fund has been registered as a Non-Banking Finance Company (NBFC) under the NBFC Rules, 2003 and has obtained the requisite license from the SECP to undertake Asset Management Services. The registered office of the Management Company is located at 7th Floor, Emerald Tower, G-19, Block 5, Main Clifton Road, Clifton, Karachi.

The Fund is an open-ended money market scheme and is listed on Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at par value of Rs. 100 per unit from December 11, 2010 to December 13, 2010. Thereafter, the units are offered to the public for subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.

The Fund has been categorised as a money market scheme as per the criteria laid down by the SECP for categorisation of open-end Collective Investment Schemes (CISs).

The core objective of the Fund is to provide competitive returns to its investors through active investments in low risk portfolio of short duration, while maintaining high liquidity.

VIS Credit Rating Agency has assigned a management quality rating of 'AM1' (Stable outlook) to the Management Company and a stability rating of AA+(f) to the Fund as dated January 02, 2024 and September 30, 2024, respectively.

Title to the assets of the Fund is held in the name of Central Depository Company Limited as trustee of the Fund.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

**2.1.1** This condensed interim financial information have been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting (IAS - 34) and provision of and directives issued under the Companies Ordinance, 1984, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non- Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP).Wherever the requirements of NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of the IFRS the requirements of NBFC Rules, the NBFC Regulations or the directives issued by the SECP shall prevail.

**2.1.2** "The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of IAS - 34. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2024. "

2.1.3 In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2024.

## 2.2 Basis of measurement

"This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets 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 AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

3.1 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 audited financial statements of the Fund for the year, ended June 30, 2024.

3.2 The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

3.3 The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2024

3.4 Certain amendments to approved accounting standards have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. None of these amendments are expected to have a significant effect on this condensed interim financial information.

3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in this financial information for the year ended June 30, 2024

	Note	September 30, 2024 Un-Audited (Rupees in '000)	June 30, 2024 (Audited)
<b>4 BANK BALANCES</b>			
In savings accounts	4.1	1,364,959	37,335,655
In current accounts		5	5
		<b>1,364,964</b>	<b>37,335,660</b>

4.1 These accounts carry mark-up at rates ranging between 12% and 22.50% (June 30, 2024: 20.75% to 21.5%) per annum. This includes a balance held by a related party (Habib Bank Limited) amounting to Rs. 16,346.674 million (2024: Rs. 37,311 million) which carry markup at rates ranging between 22.35% to 22.50% (2024: 21.15%) per annum.

		September 30, 2024	June 30, 2024
		Un-Audited	(Audited)
		(Rupees in '000)	
<b>5</b>	<b>INVESTMENTS</b>		
	<b>Financial assets</b>		
	At fair value through profit or loss	5.1	74,777,261
	At amortized cost	5.2	9,500,000
		<b>84,277,261</b>	<b>19,180,715</b>
<b>5.1</b>	<b>Financial assets at fair value through profit or loss</b>		
	Market treasury bills	5.1.1	73,856,361
	Government of Pakistan (GOP) - (Ijara Sukuk-listed)	5.1.2	920,900
		<b>74,777,261</b>	<b>19,180,715</b>

**5.1.1 Financial assets at fair value through profit or loss:**

**- Market treasury bills**

Issue date	Tenure	As at July 1, 2024	Purchases during the period	Sales / matured during the period	As at September 30, 2024	Balance as at September 30, 2024			Market value as a percentage of net assets	Market value as a percentage of total investments
						Carrying value	Market value	Appreciation / (diminution)		
(Rupees in '000)										
May 2, 2024	- 3 months*	2,462,000	900,000	3,362,000	-	-	-	-	0%	0%
May 16, 2024	- 3 months*	-	500,000	500,000	-	-	-	-	0%	0%
May 30, 2024	- 3 months*	400,000	800,000	1,200,000	-	-	-	-	0%	0%
June 13, 2024	- 3 months*	500,000	5,170,000	5,670,000	-	-	-	-	0%	0%
July 25, 2024	- 3 months*	-	250,000	250,000	247,956	248,107	151.00	0%	0%	
August 8, 2024	- 3 months*	-	350,000	350,000	-	-	-	-	0%	0%
August 22, 2024	- 3 months*	-	250,000	250,000	244,940	245,063	124.00	0%	0%	
April 4, 2024	- 6 months*	-	1,300,000	300,000	1,000,000	999,015	999,035	20.00	1%	1%
April 18, 2024	- 6 months*	1,289,500	-	-	1,289,500	1,279,736	1,157.00	1%	2%	
May 30, 2024	- 6 months*	500,000	-	-	500,000	484,987	487,444	2,456.00	1%	1%
June 13, 2024	- 6 months*	500,000	-	-	500,000	482,121	484,802	2,681.00	1%	1%
July 11, 2024	- 6 months*	-	10,650,000	1,200,000	9,450,000	9,050,205	9,067,029	16,824.00	11%	11%
July 25, 2024	- 6 months*	-	500,000	500,000	500,000	474,390	477,237	2,847.00	1%	1%
August 22, 2024	- 6 months*	-	500,000	500,000	500,000	469,662	472,429	2,767.00	1%	1%
September 5, 2024	- 6 months*	-	12,000,000	12,000,000	11,171,580	11,283,012	111,432.00	13%	13%	
September 7, 2023	- 12 months*	-	3,000,000	3,000,000	-	-	-	-	-	-
October 5, 2023	- 12 months*	160,000	112,700	162,500	110,200	110,091	110,094	2.00	0%	0%
October 19, 2023	- 12 months*	8,805,000	43,186,000	21,156,000	30,835,000	30,577,963	30,601,517	23,554.00	36%	36%
November 2, 2023	- 12 months*	4,600,000	12,700,000	5,700,000	11,600,000	11,424,954	11,438,203	13,249.00	13%	14%
November 16, 2023	- 12 months*	110,000	-	-	110,000	107,508	107,828	319.00	0%	0%
December 28, 2023	- 12 months*	-	6,000,000	6,000,000	5,776,408	5,787,246	10,838.00	7%	7%	
January 11, 2024	- 12 months*	-	800,000	800,000	800,000	766,303	767,579	1,276.00	1%	1%
<b>Total - As at September 30, 2024</b>		<b>19,326,500</b>	<b>98,968,700</b>	<b>42,600,500</b>	<b>75,694,700</b>	<b>73,666,664</b>	<b>73,856,361</b>	<b>189,697</b>	<b>86%</b>	<b>88%</b>
<b>Total - June 30, 2024</b>		<b>-</b>	<b>712,670,310</b>	<b>717,943,810</b>	<b>19,326,500</b>	<b>23,781,152</b>	<b>23,776,311</b>	<b>(4,841)</b>	<b>32%</b>	<b>95%</b>

**5.1.2 Government of Pakistan (GOP) - (Ijara Sukuk-listed)**

Tenure	Issue date	Face value				As at September 30, 2024			Unrealised Gain / (Loss)	Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 01, 2024	Purchases made during the year	Sales / matured during the year	As at September 30, 2024	Carrying value	Market value				
Rupees in '000											
Listed GOP Ijara Sukuk											
	GOP Ijara Sukuk - 1 year (Fixed)	April 26, 2024	1,000,000	-	-	1,000,000	905,897	920,900	15,002	1%	1%
<b>Total - as at September 30, 2024</b>						<b>905,897</b>	<b>920,900</b>	<b>15,002</b>			
<b>Total - as at June 30, 2024</b>						<b>863,870</b>	<b>869,514</b>	<b>5,644</b>			

5.1.2.1 The GOP Ijara Sukuk carry effective yield of 19.99% (2024: 19.99%) per annum.

		2024	2024
		(Rupees in '000)	
<b>5.2</b>	<b>Financial assets at amortised cost - Letter of Placement</b>		
	Letter of placement	5.2.1	9,500,000
		<b>9,500,000</b>	<b>-</b>

### 5.2.1 Financial assets at amortised cost - Letter of Placement

Name of Company	As at July 1, 2024	Placement made during the year	Matured / Sold during the year	As at September 30, 2024	Carrying / Market Value as at Sept 30, 2024	Percentage of total value of investments	Percentage of Net Assets
	(Rupees in '000)					%	
Pak Brunei Investment Co. Ltd.	-	3,500,000	3,500,000	-	-	-	-
Saudi Pak Ind. & Agri Investment Co. Ltd	-	1,000,000	1,000,000	-	-	-	-
Pak Oman Investment Company (Pvt) Ltd.	-	4,000,000	4,000,000	-	-	-	-
Pak Oman Investment Company (Pvt) Ltd.	-	1,000,000	1,000,000	-	-	-	-
Pak Kuwait Investment Co. Ltd.	-	700,000	700,000	-	-	-	-
Pak Kuwait Investment Co. Ltd.	-	300,000	300,000	-	-	-	-
Pak Brunei Investment Co. Ltd.	-	500,000	500,000	-	-	-	-
Pak Brunei Investment Co. Ltd.	-	800,000	800,000	-	-	-	-
Pak Brunei Investment Co. Ltd.	-	3,500,000	3,500,000	-	-	-	-
Pak Brunei Investment Co. Ltd.	-	5,100,000	5,100,000	-	-	-	-
Pak Brunei Investment Co. Ltd.	-	3,500,000	-	3,500,000	-	0%	0%
Pak Brunei Investment Co. Ltd.	-	4,000,000	-	4,000,000	-	0%	0%
Pak Brunei Investment Co. Ltd.	-	2,000,000	-	2,000,000	-	0%	0%
<b>Total - as at September 30, 2024</b>	-	<b>29,900,000</b>	<b>20,400,000</b>	<b>9,500,000</b>	-	<b>0%</b>	<b>0%</b>
<b>Total - as at June 30, 2024</b>	-	-	-	-	-	<b>0%</b>	<b>0%</b>

5.2.1.1 These carry return of 17.35%, 20.90% per annum respectively (June 2024: 20.55%, 22.90% per annum.)

6	PAYABLE TO MANAGEMENT COMPANY	Note	Un-audited	(Audited)
			September 30, 2024	June 30, 2024
			(Un-Audited)	(Audited)
			(Rupees in '000)	
	Management fee	6.1	72,974	46,703
	Sindh sales tax payable	6.2	10,946	6,071
	Selling and marketing expense payable		-	13,656
	Sales Load Payable		11,045	1,493
			<b>94,965</b>	<b>67,923</b>

6.1 The management fee is being charged at the rate of 1.21% of the average daily net asset of the fund. The fee is payable monthly in arrears.

6.2 The Sindh Provincial Government has levied Sindh Sales Tax (SST) at the rate of 15 percent (June 30, 2024: 13 percent) on the remuneration of management company through Sindh Sales Tax on Services Act, 2011.

7	PAYABLE TO THE TRUSTEE	Note	Un-audited	(Audited)
			September 30, 2024	June 30, 2024
			(Un-Audited)	(Audited)
			(Rupees in '000)	
	Trustee fee payable		3,317	2,234
	Sindh Sales Tax payable on remuneration of the Trustee		498	290
			<b>3,815</b>	<b>2,524</b>

**8 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN**

Fee payable	<u>4,523</u>	3,038
	<u>4,523</u>	<u>3,038</u>

**8.1** Under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 a collective investment scheme categorised as a money market scheme is required to pay as monthly fee to the Securities and Exchange Commission of Pakistan.

		Un-audited September 30, 2024 (Un-Audited)	(Audited) June 30, 2024 (Audited)
	Note	(Rupees in '000)	
<b>9 ACCRUED EXPENSES AND OTHER LIABILITIES</b>			
Provision for Federal Excise Duty	9.1	7,528	7,528
Withholding tax payable		107,987	172,483
Auditors' remuneration		652	437
Brokerage payable		564	383
Legal charges payable		150	150
Zakat Payable		397	375
Other Payable		244	-
		<u>117,522</u>	<u>181,356</u>

**9.1** 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, 2024, and the appeal which was filed by tax authorities against the order by the Honourable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of the above, the Management Company, as a matter of abundant caution, is carrying provision for FED for the period from January 13, 2013 to June 30, 2016 aggregating to Rs. 7.528 million. Had the provision not been retained, NAV per unit of the Fund as at September 30, 2024 would have been higher by Rs. 0.0095 per unit (June 30, 2024: 0.0138 per unit).

**10 CONTINGENCIES AND COMMITMENTS**

There were no contingencies and commitments as at September 30, 2024 and June 30, 2024.

**11 TAXATION**

The income of the Fund is exempt from tax under clause 99 of Part 1 of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90 percent of its accounting income for the year, as reduced by the capital gains whether realised or unrealised, is distributed among its unit holders in cash. The Fund has not recorded a tax liability in respect of income relating to the current period as the Management Company intends to distribute more than 90 percent of the Fund's accounting income for the period as reduced by capital gains (whether realised or unrealised) to its unit holders. Furthermore, as per regulation no. 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90 percent of net accounting income other than capital gains/loss to unit holders. The Fund is also exempt from the provision of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

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**12 EARNING PER UNIT (EPU)**

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

**13 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES**

Connected persons include HBL Asset Management Limited being the Management Company, Habib Bank Limited being the Sponsor, Central Depository Company of Pakistan Limited, being the Trustee of the Fund, other collective investment schemes managed by the Management Company, directors and officers of the Management Company, directors of connected persons and persons having 10% or more beneficial ownership of the units of the Fund.

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

Details of the transactions with connected persons and balances with them, if not disclosed elsewhere in the condensed interim financial information are as follows:

	<b>Three Month ended</b>	
	<b>September 30,</b>	
	<b>2024</b>	<b>2023</b>
	<b>(Rupees in '000)</b>	
<b>13.1 Transaction during the period</b>		
<b>Management Company</b>		
Remuneration of the Management Company	<b>217,721</b>	112,794
Sindh Sales Tax on remuneration of the Management Company	<b>18,820</b>	14,663
Allocation of expenses related to registrar services, accounting, operation and valuation services	-	30,004
Selling & marketing expense	-	30,004
Issue of 1,834 units (2023: 3,902,450 units)	<b>190,000</b>	402,000
Redemption of 926,190 units (2023: 3,159,474 units)	<b>100,000</b>	325,000
Dividend paid	-	10,917
<b>HBL Asset Management Limited -</b>		
<b>- Employee Gratuity Fund - Associate</b>		
Issuance of 179,060 units (2023: 106,282 units)	<b>18,500</b>	11,000
Redemption of 2,880 units (2023: 3,386 units)	<b>300</b>	350
Dividend paid	-	719
<b>HBL Asset Management Limited -</b>		
<b>- EMPLOYEES PROVIDENT FUND</b>		
Issuance of 391,996 units (2023: 116,036 units)	<b>40,500</b>	12,000
Redemption of 91,494 units (2023: 33,897 units)	<b>9,700</b>	4,000
Dividend paid	-	1,139



		Three Month ended September 30,	
		2024	2023
		(Rupees in '000)	
<b>1 LINK (PRIVATE) LIMITED - Associated Company</b>			
Redemption of 1,928 units (2023: NIL units)		205,000	-
<b>Pakistan Petroleum Company - Associated Company</b>			
Redemption of Nil units (2023: 38,679,206 units)		-	3,964,294
Dividend paid		-	171,835
<b>PAKISTAN PETROLEUM LIMITED - Associated Company</b>			
Issue of 62,094,095 units (2023: Nil units)		6,600,000	-
<b>JUBILEE GENERAL INSURANCE COMPANY LIMITED - Associated Company</b>			
Issue of 6,191,040 units (2023: Nil units)		650,000	-
Redemption of 12,020,947 units (2023: Nil units)		1,263,777	
<b>CDC Trustee HBL Financial Sector Income Fund Plan I</b>			
Purchase of T-Bill		1,522,870	-
Sale of T-Bill		389,556	-
<b>CDC Trustee HBL Government Securities Fund</b>			
Purchase of T-Bill		398,293	-
Sale of T-Bill		69,925	-
<b>CDC Trustee HBL Money Market Fund</b>			
Purchase of T-Bill		1,210,276	-
Sale of T-Bill		-	298,243
		<b>September 30,</b>	June 30,
		<b>2024</b>	<b>2024</b>
		<b>(Un-Audited)</b>	<b>Audited</b>
		<b>(Rupees in '000')</b>	
<b>13.2 Balances outstanding at the period / year end</b>			
<b>Management Company</b>			
Outstanding 912,032 units (June 2024: 3,988)		98,780	411
Remuneration of the Management Company		72,974	46,703
Sindh Sales Tax on remuneration of the Management Company		10,946	6,071
Allocation of expenses related to registrar services, accounting, operation and valuation services		-	-
Selling and marketing expense payable		-	13,656
Sales load payable		11,045	1,493
<b>HBL Asset Management Limited - - Employee Gratuity Fund - Associate</b>			
303,740 units held (June 2024: 127,561 units)		32,897	13,159



	September 30, 2024 (Un-Audited) (Rupees in '000')	June 30, 2024 Audited
<b>HBL Asset Management Limited - - EMPLOYEES PROVIDENT FUND</b>		
578,607 units held (June 2024: 278,105 units)	<u>62,668</u>	<u>28,689</u>
<b>Fauji Fertilizers Company Limited - - Connected person due to holding of more than 10% units</b>		
Nil units held (June 2024: 6,389 units)	<u>-</u>	<u>659</u>
<b>Central Depository Company Of Pakistan Limited - Trustee</b>		
Trustee fee payable	<u>3,815</u>	<u>2,524</u>
Security deposit held	<u>100</u>	<u>100</u>
<b>Habib Bank Limited - Sponsor</b>		
Bank balances	<u>773,578</u>	<u>37,310,611</u>
Profit Receivable	<u>30,436</u>	<u>160,147</u>
<b>Directors and Executive of the Management Company</b>		
7,619 units held (June 2024: 79,767 units)	<u>782</u>	<u>8,229</u>
<b>Pakistan Petroleum Limited - Due to Common Directorship</b>		
62,094,095 units held (June 2024: Nil units)	<u>6,721,617</u>	<u>-</u>
<b>Hub Power Holdings Limited - Connected person due to holding of more than 10% units</b>		
137,137,168 units held (June 2024: Nil units)	<u>14,853,039</u>	<u>-</u>
<b>1 LINK (Private) Limited - Connected person due to holding of more than 10% units</b>		
Nil units held (June 2024: 9,833,720 units)	<u>-</u>	<u>1,012,657</u>
<b>Mutual Funds Association of Pakistan - Due to Common Directorship</b>		
80,992 units held (June 2024: 80,992 units)	<u>8,767</u>	<u>8,355</u>

#### 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 and measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

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

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the reporting date. The quoted market price used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

As per the requirements of IFRS 7 (Financial Instrument: Disclosures) and IFRS 13 (Fair Value Measurement), the Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Fair value measurement using Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Fair value measurement inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Fair value measurement inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

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

	September 30, 2024						
	Carrying amount			Fair value			
	Fair value through profit or loss	Amotized Cost	Total	Level 1	Level 2	Level 3	Total
<b>On-balance sheet financial instruments</b>	<b>Note</b> ----- (Rupees in '000) -----						
<b>Financial assets measured at fair value</b>	<b>14.1</b>						
Government Securities	74,777,261	-	74,777,261	920,900	73,856,361	-	74,777,261
	<b>74,777,261</b>	<b>-</b>	<b>74,777,261</b>	<b>920,900</b>	<b>73,856,361</b>	<b>-</b>	<b>74,777,261</b>
<b>Financial assets not measured at fair value</b>	<b>14.2</b>						
Bank balances	-	1,364,964	1,364,964				
Accrued markup	-	82,716	82,716				
Deposits	-	100	100				
	<b>-</b>	<b>1,447,780</b>	<b>1,447,780</b>				
<b>Financial liabilities not measured at fair value</b>	<b>14.3</b>						
Payable to Management Company	-	94,965	94,965				
Payable to Central Depository Company of Pakistan Limited - Trustee	-	3,815	3,815				
Accrued expenses and other liabilities	-	1,216	1,216				
	<b>-</b>	<b>99,996</b>	<b>99,996</b>				

		June 30, 2024						
		Carrying amount			Fair value			
		Fair value through profit or loss	Amortized Cost	Total	Level 1	Level 2	Level 3	Total
<b>On-balance sheet financial instruments</b>	<b>Note</b>	----- (Rupees in '000) -----						
<b>Financial assets measured at fair value</b>	<b>14.1</b>							
Government Securities		19,180,715	-	19,180,715	869,514	18,311,201	-	19,180,715
		19,180,715	-	19,180,715	869,514	18,311,201	-	19,180,715
<b>Financial assets not measured at fair value</b>	<b>14.2</b>							
Bank balances		-	37,335,660	37,335,660				
Accrued markup		-	160,787	160,787				
Deposits		-	100	100				
		-	37,496,547	37,496,547				
<b>Financial liabilities not measured at fair value</b>	<b>14.3</b>							
Payable to Management Company		-	67,845	67,845				
Payable to Central Depository Company of Pakistan Limited - Trustee		-	2,261	2,261				
Payable against purchase of investments		-	-	-				
Accrued expenses and other liabilities		-	939	939				
		-	71,045	71,045				

#### 14.1 Valuation Techniques

For level 2 investments at fair value through fair value profit or loss- investment in respect of Treasury Bills, Fund uses rates which are derived from PKRV rates at reporting date per certificate multiplied by the number of certificate held as at period end.

14.2 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.

14.3 During the period ended september 30, 2024, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 financial instruments.

#### 15 TOTAL EXPENSE RATIO

In accordance with the directive 23 of 2016 dated July 20, 2016 issued by the Securities and Exchange Commission of Pakistan, the total expense ratio of the Fund for the three month ended September 30, 2024 is 1.53% (YTD) which includes 0.27% representing government levy and SECP fee.

#### 16 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorized for issue by the Board of Directors of the Management company on October 24, 2024.

#### 17 GENERAL

17.1 Figures have been rounded off to the nearest thousand rupees.

17.2 Corresponding figures have been rearranged and reclassified, wherever necessary, for better presentation and disclosure.

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

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# **HBL**

## **Stock Fund**

## FUND INFORMATION

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Name of Fund	HBL Stock Fund
Name of Auditor	A.F. Ferguson & Co.
Name of Trustee	Central Depository Company of Pakistan Limited
Bankers	Habib Bank Limited Allied Bank Limited MCB Bank Limited JS Bank Limited Soneri Bank Limited Zarai Taraqati Bank Limited Habib Metropolitan Bank Limited Khushali Bank Limited Mobilink Micro Finance Bank Limited U Micro Finance Bank Limited National Bank of Pakistan HBL Micro Finance Bank Limited

**HBL Stock Fund**  
**Condensed Interim Statement of Assets and Liabilities (Un-Audited)**  
*As at September 30, 2024*

	Note	September 30, 2024 (Un-Audited) (Rupees in '000)	June 30, 2024 (Audited)
<b>Assets</b>			
Bank balances	4	39,379	49,810
Investments	5	211,254	218,386
Dividend receivable and accrued mark-up	6	6,327	1,747
Receivable against sale of investments		15,233	-
Receivables from HBL Asset Management Limited - Management Company		1,924	1,852
Advance, deposits and other receivables		3,108	3,111
<b>Total assets</b>		<b>277,223</b>	<b>274,906</b>
<b>Liabilities</b>			
Payable to Management Company	8	1,801	618
Payable to Trustee		132	39
Payable to Securities and Exchange Commission of Pakistan	12	53	16
Payable against purchase of investments		-	7,107
Dividend payable		1,638	1,638
Accrued expenses and other liabilities	9	55,790	40,252
<b>Total liabilities</b>		<b>59,414</b>	<b>49,670</b>
<b>Net assets</b>		<b>217,809</b>	<b>225,236</b>
<b>Unit holders' fund (as per statement attached)</b>		<b>217,809</b>	<b>225,236</b>
<b>Contingencies and commitments</b>	10		
		<b>(Number of units)</b>	
<b>Number of units in issue</b>		<b>1,805,909</b>	<b>1,868,652</b>
		<b>(Rupees)</b>	
<b>Net assets value per unit</b>		<b>120.6089</b>	<b>120.5342</b>

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

For HBL Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## HBL Stock Fund

### Condensed Interim Income Statement And Other Comprehensive Income (Un-Audited)

For the three months ended September 30, 2024

		Three months ended	
		September 30,	
		2024	2023
		----- (Rupees in '000) -----	
<b>Income</b>			
Dividend income		3,178	2,246
Mark-up on deposits with banks		1,407	2,443
Mark-up on government securities		-	-
Unrealized (dumination) on re-measurements of investments		(12,013)	(820)
Capital gain / (loss) on sale of investments - net		10,259	17,783
		2,831	21,652
<b>Expenses</b>			
Remuneration of Management Company	8.1&8.2	1,625	731
Remuneration of Trustee		120	73
Annual fee to Securities and Exchange Commission of Pakistan		54	31
Allocation of expenses related to registrar services, accounting, operation and valuation services		-	178
Selling & Marketing Expense		-	340
Settlement, Bank Charges & Other Expenses		222	149
Auditors' remuneration		160	185
Securities Transaction Cost		751	831
		2,932	2,518
<b>Net income / (loss) from operating activities</b>		<b>(101)</b>	<b>19,134</b>
<b>Taxation</b>	13	-	-
<b>Net income / (loss) for the period after taxation</b>		<b>(101)</b>	<b>19,134</b>
<b>Earning per unit</b>	14		
<b>Allocation of net income for the period:</b>			
Income already paid on redemption of units		-	8,041
<b>Accounting income / (loss) available for distribution:</b>			
-Relating to capital gains		-	9,330
-Excluding capital gains		-	1,763
		-	11,093
Other comprehensive income for the period		-	-
<b>Total comprehensive income / (loss) for the period</b>		<b>(101)</b>	<b>19,134</b>

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

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**HBL Stock Fund**  
**Statement Of Movement In Unitholders' Fund**  
*For the three months ended September 30, 2024*

	For the year ended September 30,					
	2024			2023		
	(Rupees in '000)					
Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	
<b>Net assets at the beginning of the period</b>	1,357,996	(1,132,760)	225,236	1,341,385	(1,181,154)	160,231
Issuance of 821,884 units (2023: 523,676 units)						
- Capital value (at net asset value per unit at the beginning of the period)	99,065	-	99,065	63,121	-	63,121
- Element of Income	3,323	-	3,323	(23,077)	-	(23,077)
Total proceeds on issuance of units	102,388	-	102,388	40,044	-	40,044
Redemption of 884,627 units (2023: 1,488,022 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(106,628)	-	(106,628)	(179,358)	-	(179,358)
- Amount relating to element of loss	(3,086)	-	(3,086)	72,358	(8,041)	64,317
Total payment on redemption of units	(109,714)	-	(109,714)	(106,999)	(8,041)	(115,040)
Total comprehensive income for the year less distribution	-	(101)	(101)	-	19,134	19,134
<b>Net assets at the end of the period</b>	<b>1,350,670</b>	<b>(1,132,861)</b>	<b>217,809</b>	<b>1,274,430</b>	<b>(1,170,061)</b>	<b>104,370</b>
Undistributed income brought forward						
- Realised		(1,158,465)			(1,177,896)	
- Unrealised		25,705			(3,258)	
		(1,132,760)			(1,181,154)	
Accounting (loss) / income available for distribution						
-Relating to capital gains		-			9,330	
-Excluding capital gains		-			1,763	
		-			11,093	
Net income / (loss) from operating activities		(101)				
<b>Undistributed income carried forward</b>		<b>(1,132,861)</b>			<b>(1,170,061)</b>	
Undistributed income carried forward						
- Realised		(1,120,848)			(1,169,241)	
- Unrealised		(12,013)			(820)	
		(1,132,861)			(1,170,061)	
				(Rupees)		
Net assets value per unit at beginning of the period			120.5342			120.5342
Net assets value per unit at end of the period			120.6089			78.1294

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

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

Chief Financial Officer

Chief Executive Officer

Director



**HBL Stock Fund**  
**Condensed Interim Cash Flow Statement (Un-Audited)**  
*For the three months ended September 30, 2024*

	Three Months ended September 30,	
	2024	2023
	(Rupees in '000)	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net (loss) / income for the period	(101)	19,134
<b>Adjustments</b>		
Capital (loss) / gain on sale of investments - net	(10,259)	(17,783)
Dividend Income	(3,178)	(2,246)
Profit on bank deposit	(1,407)	(2,443)
Unrealized diminution on re-measurements of investments	12,013	820
	<b>(2,932)</b>	<b>(2,518)</b>
<b>(Increase) / decrease in assets</b>		
Investments - net	<b>5,378</b>	132,848
Receivable against sale of investments	<b>(15,305)</b>	(20,935)
Advances, deposits, prepayments and other receivables	<b>3</b>	7
	<b>(9,924)</b>	111,920
<b>Increase / (decrease) in liabilities</b>		
Payable to Management Company	<b>1,183</b>	(20)
Payable to Trustee	<b>93</b>	(18)
Payable to Securities and Exchange Commission of Pakistan	<b>37</b>	(7)
Payable against purchase of investments	<b>(7,107)</b>	4,809
Accrued expenses and other liabilities	<b>15,538</b>	(362)
	<b>9,744</b>	4,402
Mark-up on bank deposits received	5	2,469
Dividend received	2	1,065
	<b>(3,105)</b>	117,338
<b>Net cash used in / (generated from) operating activities</b>	<b>(3,105)</b>	117,338
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Amount received on issue of units	<b>102,388</b>	40,044
Payment against redemption of units	<b>(109,714)</b>	(115,040)
<b>Net cash generated from / (used in) financing activities</b>	<b>(7,326)</b>	(74,996)
<b>Net increase in cash and cash equivalents</b>	<b>(10,431)</b>	42,342
Cash and cash equivalents at beginning of the period	49,810	49,810
<b>Cash and cash equivalents at end of the period</b>	<b>4</b> <b>39,379</b>	<b>92,151</b>

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

For HBL Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

# HBL Stock Fund

## Notes to the Condensed Interim Financial Information (Un-Audited)

For the three months ended September 30, 2024

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### 1 LEGAL STATUS AND NATURE OF BUSINESS

HBL Stock Fund (the Fund) was established under a Trust Deed, dated August 09, 2007, executed between HBL Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited as the Trustee. The Fund was authorised by the Securities and Exchange Commission of Pakistan as a unit trust scheme on August 21, 2007.

HBL Asset Management Limited is the Management Company of the fund which is a wholly owned subsidiary of Habib Bank Limited. The Aga Khan Fund for Economic Development (AKFED), S.A. is the parent company of Habib Bank Limited. The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th Floor, Emerald Tower, G-19, Block 5, Main Clifton Road, Clifton, Karachi Pakistan.

The Fund is an open-ended mutual fund and offers units for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering to the Fund. The Fund is listed on the Lahore Stock Exchange. The units of the Fund were initially offered for public subscription at par August 29, 2007 to August 31, 2017

The principal activity of the Fund is to provide long-term capital growth by investing primarily in a diversified pool of equities and equities related instruments.

JCR-VIS Credit Rating Agency has assigned management quality rating of 'AM-1' (Stable outlook) to the Management Company.

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

### 2 BASIS OF PREPARATION

#### 2.1 STATEMENT OF COMPLIANCE

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

2.1.2 Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by SECP prevail.

2.1.3 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of the International Accounting Standard 34, 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published financial statements of the Fund for the year ended June 30, 2024.

2.1.4 This condensed interim financial information is unaudited. In compliance with schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2024.

#### 2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value.

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## 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 AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

3.1 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 audited financial statements of the Fund for the year, ended June 30, 2024.

3.2 The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

3.3 The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2024.

3.4 Certain amendments to approved accounting standards have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2024. None of these amendments are expected to have a significant effect on this condensed interim financial information.

3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in this financial information for the year ended June 30, 2024.

4	<b>BANK BALANCE</b>	<i>Note</i>	<b>September 30, 2024</b>	June 30, 2024
			<b>(Rupees in '000)</b>	
	Savings accounts	4.1	<b>29,365</b>	39,794
	Current accounts		<b>10,014</b>	10,016
			<b>39,379</b>	49,810

Mark-up rates on these accounts range between 8% to 17% p.a (June 30, 2021: 5% - 16.7% p.a).

5	<b>INVESTMENTS</b>	<i>Note</i>	<b>September 30, 2024</b>	June 30, 2024
			<b>(Rupees in '000)</b>	
	Held For Trading			
	- Listed equity securities	5.1	<b>211,254</b>	218,386
			<b>211,254</b>	218,386

### 5.1 Listed Equity Securities

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

Name of the Investee Company	Number of shares					Market value as at September 30, 2024 (Rupees in '000)	Market value as a percentage of		Par value as a percentage of issued capital of the investee company
	As at July 1, 2024	Purchases during the period	Bonus / Rights issue	Sales during the period	As at September 30, 2024		Total Investments	Net Assets	
<b>CEMENT</b>									
Pioneer Cement Limited	81,500	20,000	-	33,200	68,300	12,376	5.86%	5.68%	-
D G Khan Cement Co.Ltd.	120,500	36,500	-	105,500	51,500	3,785	1.79%	1.74%	0.01%
Lucky Cement Ltd	12,068	3,132	-	15,200	-	-	0.00%	0.00%	-
Maple Leaf Cement Factory Ltd	150,000	252,000	-	162,121	239,879	7,782	3.68%	3.57%	0.03%
	364,068	311,632	-	316,021	359,679	23,943	11.33%	10.99%	
<b>POWER GENERATION &amp; DISTRIBUTION</b>									
Hub Power Company Ltd	117,000	21,500	-	5,000	133,500	15,932	7.54%	7.31%	0.00%
	117,000	21,500	-	5,000	133,500	15,932	7.54%	7.31%	
<b>ENGINEERING</b>									
Mughal Iron & Steel Inds Ltd	20,889	-	-	-	20,889	1,618	0.77%	0.74%	3.00%
Crescent Steel & Allied Products Limited	-	58,000	-	29,500	28,500	2,374	1.12%	1.09%	
	20,889	58,000	-	29,500	49,389	3,992	0	0	
<b>AUTOMOBILE PARTS &amp; ACCESSORIES</b>									
Ghandhara Automobiles Limited	-	86,000	-	48,100	37,900	8,253	3.91%	3.79%	-
Ghandhara Ind. Ltd.	-	56,600	-	2,600	54,000	17,330	8.20%	7.96%	
Honda Atlas Cars (Pakistan) Ltd	37,000	-	-	37,000	-	-	0.00%	0.00%	
Sazgar Engineering Works Limited	13,000	-	-	11,900	1,100	-	0.00%	0.00%	
	50,000	142,600	-	99,600	93,000	25,582	0	0	
<b>PAPER and BOARD</b>									
Synthetic Products Enterprises Ltd	-	540,000	-	340,000	200,000	7,328	3.47%	3.36%	0.01%
	-	540,000	-	340,000	200,000	7,328	3.47%	3.36%	
<b>OIL &amp; GAS EXPLORATION COMPANIES</b>									
Oil & Gas Development Co Ltd	120,500	21,000	-	1,500	140,000	20,080	9.51%	9.22%	-
Pakistan Petroleum Ltd	134,500	-	-	5,000	129,500	13,833	6.55%	6.35%	0.01%
	255,000	21,000	-	6,500	269,500	33,913	16.05%	15.57%	
<b>OIL &amp; GAS MARKETING COMPANIES</b>									
Pakistan State Oil Company Ltd	51,003	-	-	25,500	25,503	4,113	1.95%	1.89%	0.01%
Sui Northern Gas Pipeline Ltd	123,000	-	-	27,300	95,700	6,100	2.89%	2.80%	0.02%
	174,003	-	-	52,800	121,203	10,213	4.83%	4.69%	
<b>REFINERY</b>									
Attock Refinery Ltd	34,000	-	-	34,000	-	-	0.00%	0.00%	-
National Refinery Ltd	39,000	-	-	39,000	-	-	0.00%	0.00%	
	73,000	-	-	73,000	-	-	-	-	
<b>COMMERCIAL BANKS</b>									
Bank Al-Habib Limited	113,332	37,500	-	26,532	124,300	12,268	5.81%	5.63%	0.01%
Faysal Bank Limited	26,018	-	-	-	26,018	1,194	0.57%	0.55%	-
Habib Bank Ltd	50,000	34,000	-	14,500	69,500	8,829	4.18%	4.05%	-
Meezan Bank Ltd	10,000	-	-	10,000	-	-	0.00%	0.00%	-
United Bank Limited	58,000	22,500	-	6,000	74,500	21,711	10.28%	9.97%	-
	257,350	94,000	-	57,032	294,318	44,003	20.83%	20.20%	

	Number of shares				As at September 30, 2024	Market value as at September 30, 2024	Market value as a percentage of		Par value as a percentage of issued capital of the investee company
	As at July 1, 2024	Purchases during the period	Bonus / Rights issue	Sales during the period			Total Investments	Net Assets	
<b>FERTILIZER</b>									
Engro Fertilizers Limited	-	128,000	-	18,000	110,000	20,929	9.91%	9.61%	0.01%
	-	128,000	-	18,000	110,000	20,929	9.91%	9.61%	-
<b>PHARMACEUTICALS</b>									
The Searle Company Ltd	11,915	-	-	-	11,915	679	0.32%	0.31%	0.08%
	11,915	-	-	-	11,915	679	0.32%	0.31%	
<b>FOOD and ALLIED INDUSTRIES</b>									
The Organic Meat Company Limited	-	248,000	-	248,000	-	-	0.00%	0.00%	0.08%
	-	248,000	-	248,000	-	-	0.00%	0.00%	
<b>CABLE and ELECTRICAL GOODS</b>									
PAK ELEKTRON	-	100,000	-	-	100,000	2,506	1.19%	1.15%	0.08%
	-	100,000	-	-	100,000	2,506	1.19%	1.15%	
<b>TRANSPORT</b>									
Secure Logistics Group Ltd	-	300,000	-	-	300,000	-	0.00%	0.00%	0.08%
	-	300,000	-	-	300,000	-	0.00%	0.00%	
<b>TECHNOLOGY &amp; COMMUNICATION</b>									
Avanceon Limited	-	177,500	-	105,000	72,500	3,699	1.75%	1.70%	0.01%
Air Link Communication Ltd	-	54,000	-	41,000	13,000	1,692	0.80%	0.78%	
Netsol Technologies	122,500	30,000	-	122,500	30,000	3,736	1.77%	1.72%	
TPL Trakker Limited	1,498,000	-	-	-	1,498,000	13,108	6.20%	6.02%	0.08%
	1,620,500	261,500	-	268,500	1,613,500	22,234	10.52%	10.21%	
	<b>2,943,725</b>	<b>2,226,232</b>	-	<b>1,513,953</b>	<b>3,656,004</b>	<b>211,254</b>	<b>100.00%</b>	<b>96.99%</b>	

Cost of investments at September 30, 2024

223,267

\*Sponsor of the Management Company

5.2 Investments include shares having market value aggregating to Rs. 34.741 million that have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in terms of Circular 11 dated October 23, 2007 issued by the SECP.

5.2.1 This includes 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 Management Company of the Fund jointly with other asset management companies and Mutual Fund Association of Pakistan, has filed a petition in Honorable 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 mutual funds based on the premise of exemption available to mutual funds under clause 99 of Part I and clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The Honorable Sindh High Court has granted stay order till the final outcome of the case. However, the investee company(s) has withheld the share equivalent to 5% of bonus announcement of the Fund having fair market value of Rs. 2.47 million at Sep 30, 2024 (June 30, 2024: Rs.2.382 million) and not yet deposited on CDC account of department of Income tax. Management Company is of the view that the decision will be in the favor and accordingly has recorded the bonus shares on gross basis at fair value in Fund's investments at year end.

**6 DIVIDEND RECEIVABLE AND ACCRUED MARK-UP**

	September 30, 2024	June 30, 2024
	(Rupees in '000)	
Dividend receivable	4,407	1,229
Mark-up accrued on deposits with banks	1,920	518
	<u>6,327</u>	<u>1,747</u>

		September 30, 2024	June 30, 2024
<b>7</b>	<b>ADVANCE, DEPOSITS AND OTHER RECEIVABLES</b>	<b>(Rupees in '000)</b>	
	Security deposit with National Clearing Company of Pakistan Limited	2,500	2,500
	Security deposit with Central Depository Company of Pakistan Limited	100	100
	Advance tax	508	511
	Advance against subscription of Term Finance Certificates (TFC)	25,000	25,000
	Advance against IPO Subscription	-	-
		<u>28,108</u>	<u>28,111</u>
	Less: Provision in respect of advance against subscription of term finance certificates	7.1 <u>25,000</u>	<u>25,000</u>
		<u><u>3,108</u></u>	<u><u>3,111</u></u>

7.1 The Fund had subscribed towards the Term Finance Certificates of Dewan Cement Limited as Pre-IPO investor on January 9, 2008. Under the agreement, the issuer was required to complete the public offering by October 9, 2008. However, no public offering has been carried out by the issuer till Sep 30, 2024. In addition, profit on the advance against subscription, due after six months from the date of subscription, has also not been received by the Fund. As at Sep 30, 2021, the advance against subscription has been fully provided in accordance with the provisioning policy of the Fund as approved by the Board of Directors of the Management Company.

		September 30, 2024	June 30, 2024
<b>8</b>	<b>PAYABLE TO HBL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY</b>	<b>(Rupees in '000)</b>	
	Management fee	8.1 1,534	395
	Sindh Sales Tax	8.2 230	-
	Sales load payable	37	12
	Allocation of expenses related to registrar services, accounting, operation and valuation services	0	160
	Selling & Marketing payable	-	51
		<u>1,801</u>	<u>618</u>

8.1 The Management Company has charged its remuneration at the rate of 2% per annum (June 30, 2024: 2% per annum) of the average annual net assets of the Fund for the current year.

8.2 The Sindh Government has levied Sindh Sales Tax at the rate of 15% (June 30, 2024: 13%) on the remuneration of the Management Company through Sindh Sales Tax on Services Act, 2011.

		September 30, 2024	June 30, 2024
<b>9</b>	<b>ACCRUED EXPENSES AND OTHER LIABILITIES</b>	<b>(Rupees in '000)</b>	
	Auditors' remuneration	934	851
	Federal Excise Duty	9.1 37,838	37,838
	Payable to brokers	14,857	96
	Withholding tax payable	649	649
	Other payables	1,484	789
	Securities transection costs payable	-	-
	Zakat Payable	29	29
		<u>55,790</u>	<u>40,252</u>

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**9.1 PROVISION FOR FEDERAL EXCISE DUTY AND ADDITIONAL SALES TAX ARISING AS A RESULT OF IMPOSITION THEREOF**

The legal status of applicability of Federal Excise Duty on the Fund is same as that disclosed in note 12.1 to the annual audited financial statements of the Fund for the year ended June 30, 2024, and the appeal filed by tax authorities against the order passed by Honourable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of above, the Management Company, as a matter of abundant caution, is carrying provision for FED for the period from January 13, 2013 to June 30, 2016 aggregating to Rs. 37.838 million. Had the provision not been made, the Net Asset Value per unit as at September 30, 2024 would have been higher by Rs. 20.95 (June 30, 2024: Rs. 20.25) per unit.

**10 CONTINGENCIES AND COMMITMENTS**

There were no contingencies or commitments outstanding as at September 30, 2024

**11 TOTAL EXPENSE RATIO**

The Scheme has maintained Total Expense Ratio (TER) 5.17% (0.66% representing Government Levies, and SECP Fee).

	<i>Note</i>	<b>September 30, 2024</b>	<b>June 30, 2024</b>
<b>12 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>			
		<b>(Rupees in '000)</b>	
Fee Payable		<u><b>53</b></u>	<u><b>16</b></u>

Under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 a collective investment scheme categorised as a money market scheme is required to pay as monthly fee to the Securities and Exchange Commission of Pakistan.

**13 TAXATION**

The income of the Fund is exempt from tax under clause 99 of Part 1 of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90 percent of its accounting income for the year, as reduced by the capital gains whether realised or unrealised, is distributed among its unit holders. The Fund has not recorded a tax liability in respect of income relating to the current period as the Management Company intends to distribute more than 90 percent of the Fund's accounting income for the period as reduced by capital gains (whether realised or unrealised) to its unit holders.

**14 EARNINGS PER UNIT (EPU)**

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

**15 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES**

Connected persons include HBL Asset Management Limited being the Management Company, Habib Bank Limited being the Sponsor, Central Depository Company of Pakistan Limited, being the Trustee of the Fund, other collective investment schemes managed by the Management Company, directors and officers of the Management Company, directors of connected persons and persons having 10% or more beneficial ownership of the units of the Fund.

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

Details of the transactions with connected persons and balances with them, if not disclosed elsewhere in the condensed interim financial information are as follows:

15.1	Transactions during the period	Three months ended	
		September 30,	
		2024	2023
		(Rupees in '000)	
	<b>HBL Asset Management Limited - Management Company</b>		
	Management Fee	1,625	731
	Allocation of expenses related to registrar services, accounting, operation and valuation services	-	178
	Selling & Marketing Expense	-	340
	<b>Habib Bank Limited - Sponsor</b>		
	Bank charges paid	-	0
	Dividend income earned	186	231
	<b>Central Depository Company of Pakistan Limited - Trustee</b>		
	Trustee remuneration	120	73
	CDC Charges	107	34
	<b>Directors, Executives and their relatives</b>		
	Redemption of 21,242 units (2023: Nil Units)	2,676	-
15.2	Balances outstanding as at period end	September 30,	June 30,
		2024	2024
		(Rupees in '000)	
	<b>HBL Asset Management Limited - Management Company</b>		
	Management fee	1,534	183
	Sindh Sales Tax	230	24
	Sales load payable	37	-
	Selling & Marketing Expense	-	326
	Allocation of expenses related to registrar services, accounting, operation and valuation services	0	65
	<b>Habib Bank Limited - Sponsor</b>		
	Bank balances	5,024	118
	Mark-up accrued on deposits with bank	118	18
	<b>HBL Micro Finance Bank (Formerly First Micro Finance Bank) - Associate</b>		
	Bank Balance	4,439	28,062
	Profit receivable	351	435
	<b>Directors and Executives of the Management Company and their relatives</b>		
	Investment held in the Fund: 1,495 units (June 30, 2024: 1,579 units)	184	111
	<b>Central Depository Company of Pakistan Limited - Trustee</b>		
	Remuneration payable	117	19
	Sindh Sales Tax	15	2
	Security deposit	100	100



## 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.

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.

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market price used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13, 'Fair Value Measurements: Disclosures' requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

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

	September 30, 2024				September 30, 2024			
	Carrying amount			Total	Fair Value			Total
	Available-for-sale	Loans and receivables	Other financial liabilities		Level 1	Level 2	Level 3	
----- (Rupees in '000) -----								
<b>On-balance sheet financial instruments</b>								
<b>Financial assets measured at fair value</b>								
Investments								
- Listed equity securities	211,254	-	-	211,254	211,254	-	-	211,254
	<u>211,254</u>	<u>-</u>	<u>-</u>	<u>211,254</u>	<u>211,254</u>	<u>-</u>	<u>-</u>	<u>211,254</u>
<b>Financial assets not measured at fair value</b>								
Bank balances	-	39,379	-	39,379				
Receivable against sale of investments	-	15,233	-	15,233				
Dividend receivable and accrued mark-up	-	6,327	-	6,327				
Advances, deposits and other receivables	-	3,108	-	3,108				
	<u>-</u>	<u>64,047</u>	<u>-</u>	<u>64,047</u>				
<b>Financial liabilities not measured at fair value</b>								
Payable to Management Company	-	-	1,801	1,801				
Payable to Trustee	-	-	132	132				
Payable against purchase of investments	-	-	13,603	13,603				
Accrued expenses and other liabilities	-	-	17,923	17,923				
	<u>-</u>	<u>-</u>	<u>33,459</u>	<u>33,459</u>				

	June 30, 2024							
	Carrying amount				Fair Value			
	Available- for-sale	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----								
<b>On-balance sheet financial instruments</b>								
<b>Financial assets measured at fair value</b>								
Investments								
- Listed equity securities	218,386	-	-	218,386	218,386	-	-	218,386
	<u>218,386</u>	<u>-</u>	<u>-</u>	<u>218,386</u>	<u>218,386</u>	<u>-</u>	<u>-</u>	<u>218,386</u>
<b>Financial assets not measured at fair value</b>								
Bank balances	-	49,810	-	49,810				-
Dividend receivable and accrued mark-up	-	1,747	-	1,747				-
Receivable against sale of investments	-	-	-	-				-
Receivables from HBL Asset Management Limited - Management Company	-	1,852	-	1,852				-
Deposits	-	3,111	-	3,111				-
	<u>-</u>	<u>56,520</u>	<u>-</u>	<u>56,520</u>				<u>-</u>
<b>Financial liabilities not measured at fair value</b>								
Payable to Management Company	-	-	618	618				-
Payable to Trustee	-	-	39	39				-
Payable against purchase of investments	-	-	7,107	7,107				-
Accrued expenses and other liabilities	-	-	40,252	40,252				-
	<u>-</u>	<u>-</u>	<u>48,016</u>	<u>48,016</u>				<u>-</u>

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 DISCLOSURE UNDER CIRCULAR 16 OF 2010 ISSUED BY THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN - CATEGORISATION OF OPEN END SCHEME**

The Securities and Exchange Commission of Pakistan vide circular 16 of 2010 dated July 07, 2010 required all Asset Management Companies to made disclosure in the financial statement of the collective investment scheme regarding non-compliant investment held in portfolio of the collective investment scheme which are non-compliant either with the investment policy or the minimum investment criteria. As at September 30, 2024, all the investment held in the fund portfolio are compliant except for the following which are non-compliant due to not meeting minimum rating requirement.

Name of Non-Complaint Investment	Type of Investment	Value of Investment before Provision	Provision held (if any)	Value of Investment after Provision	% of Net Assets	% of Gross Assets
(Rupees in '000)						
Dewan Cement Limited	Advance	25,000	25,000	-	-	-

**18 DATE OF AUTHORISATION FOR ISSUE**

The condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on October 24, 2024 .

**19 GENERAL**

Figures have been rounded off to the nearest thousand rupees.

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

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# **HBL**

## **Equity Fund**

## FUND INFORMATION

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Name of Fund	HBL Equity Fund
Name of Auditor	Yousuf Adil & Co., Chartered Accountants
Name of Trustee	Central Depository Company of Pakistan Limited (CDC)
Bankers	MCB Bank Limited JS Bank Limited Habib Bank Limited Habib Metro Bank Khushali Microfinance Bank Mobilink Microfinance Bank HBL Microfinance Bank National Bank Limited Allied Bank Limited Zarai Taraqati Bank Limited Soneri Bank Limited

**HBL Equity Fund**  
**Condensed Interim Statement of Assets and Liabilities (Un-Audited)**  
*AS AT SEPTEMBER 30, 2024*

	Note	Unaudited September 30, 2024	Audited June 30, 2024
(Rupees in '000')			
<b>ASSETS</b>			
Balances with banks	4	1,181	4,371
Investments	5	195,616	190,986
Dividend and profit receivable		2,974	413
Deposits and prepayments and Other receivable		2,915	2,915
Receivable against sale of Investment - net		9,790	28,509
Receivable from the Management Company		205	4,188
<b>Total assets</b>		<b>212,681</b>	<b>231,382</b>
<b>LIABILITIES</b>			
Payable to the Management Company	6	563	695
Payable to the Trustee	7	38	41
Payable to Securities and Exchange Commission of Pakistan	8	15	17
Payable against redemption of units		-	27,317
Dividend payable		-	3,130
Accrued expenses and other liabilities	9	15,138	7,978
<b>Total liabilities</b>		<b>15,754</b>	<b>39,178</b>
<b>NET ASSETS</b>		<b>196,927</b>	<b>192,204</b>
<b>Unit Holders' Funds ( As per statement attached )</b>		<b>196,927</b>	<b>192,204</b>
<b>CONTINGENCIES &amp; COMMITMENTS</b>			
	10	Number of units	
<b>Number of units in issue</b>		<b>1,552,029</b>	<b>1,582,206</b>
		(Rupees)	
<b>Net asset value per unit</b>		<b>126.8837</b>	<b>121.4784</b>

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

For HBL Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

**HBL Equity Fund**  
**Condensed Interim Income Statement and Other Comprehensive Income (Un-audited)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

		Quarter ended September 30,	
	Note	2024	2023
		(Rupees in '000')	
<b>INCOME</b>			
Capital Gain on sale of investments - net		6,688	44,167
Dividend income		2,502	8,192
Profit on bank deposits		190	563
Profit on money market instruments		-	-
Net unrealised (diminution) / appreciation on remeasurement of investments classified as 'financial assets at fair value through profit or loss'		(1,078)	3,444
<b>Total Income</b>		<b>8,302</b>	<b>56,366</b>
<b>EXPENSES</b>			
Remuneration to Management Company	6.1	1,625	1,693
Sindh Sales Tax on remuneration of management company	6.2	244	220
Remuneration to Trustee		108	191
Annual fee - Securities and Exchange Commission of Pakistan		49	80
Allocation of expenses related to registrar services, accounting, operation and valuation services	6.3	-	465
Selling and marketing expenses	6.4	-	889
Amortization of preliminary expenses and floatation costs		-	-
Auditors' Remuneration		225	151
Securities transaction costs, settlement charges and bank charges		503	3,354
Fees and Subscription		6	7
Printing and bank charges		-	-
<b>Total expenses</b>		<b>2,760</b>	<b>7,050</b>
<b>Net Income from operating activities</b>		<b>5,542</b>	<b>49,316</b>
<b>Net Income for the quarter before taxation</b>		<b>5,542</b>	<b>49,316</b>
Taxation	11	-	-
<b>Net Income for the quarter after taxation</b>		<b>5,542</b>	<b>49,316</b>
<b>Allocation of net income for the quarter:</b>			
Income already paid on redemption of units		984	9,728
Accounting income available for distribution:			
-Relating to capital gains		4,558	38,219
-Excluding capital gains		-	1,369
		4,558	39,588
<b>Net Income for the quarter after taxation</b>		<b>5,542</b>	<b>49,316</b>
Other comprehensive income for the period		-	-
<b>Total comprehensive Income for the quarter</b>		<b>5,542</b>	<b>49,316</b>
<b>Earnings per unit</b>	12		

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

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

\_\_\_\_\_  
**Chief Financial Officer**

\_\_\_\_\_  
**Chief Executive Officer**

\_\_\_\_\_  
**Director**

**HBL Equity Fund**  
**Statement Of Movement In Unitholders' Fund**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

	Quarter ended September 30,					
	2024			2023		
	(Rupees in '000)					
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
<b>Net assets at the beginning of the quarter</b>	875,669	(683,465)	192,204	1,073,154	(749,804)	323,350
<b>Issuance of 477,107 units (2023: 126,675 units)</b>						
- Capital value (at net asset value per unit at the beginning of the quarter)	57,958	-	57,958	8,913	-	8,913
- Element of loss	6,709	-	6,710	(7,058)	-	(7,057)
<b>Total proceeds on issuance of units</b>	<b>64,667</b>	<b>-</b>	<b>64,668</b>	<b>1,855</b>	<b>-</b>	<b>1,856</b>
<b>Redemption of 507,284 units (2023: 1,080,995 units)</b>						
- Capital value (at net asset value per unit at the beginning of the quarter)	(61,624)	-	(61,624)	(76,063)	-	(76,063)
- Amount relating to element of loss	(2,879)	(984)	(3,863)	7,396	(9,728)	(2,332)
<b>Total payment on redemption of units</b>	<b>(64,503)</b>	<b>(984)</b>	<b>(65,487)</b>	<b>(68,667)</b>	<b>(9,728)</b>	<b>(78,395)</b>
Total comprehensive income / (loss) for the quarter	-	5,542	5,542	-	49,316	49,316
Distribution during the quarter	-	-	-	-	-	-
Total comprehensive loss for the quarter less distribution	-	5,542	5,542	-	49,316	49,316
<b>Net assets at the end of the quarter</b>	<b>875,833</b>	<b>678,907</b>	<b>196,927</b>	<b>1,006,342</b>	<b>(710,216)</b>	<b>296,127</b>
Undistributed loss brought forward						
- Realised		(703,351)			(742,789)	
- Unrealised		19,886			(7,015)	
		(683,465)			(749,804)	
Accounting profit/ (loss) income available for distribution						
- Relating to capital gains		4,558			38,219	
- Excluding capital gains		-			1,369	
		4,558			39,588	
Distribution during the quarter		-			-	
<b>Undistributed income carried forward</b>		<b>678,907</b>			<b>(710,216)</b>	
Undistributed loss carried forward						
- Realised		(677,829)			(713,660)	
- Unrealised		(1,078)			3,444	
		678,907			(710,216)	
				(Rupees)		
Net assets value per unit at beginning of the quarter			121.4784			70.3636
Net assets value per unit at end of the quarter			126.8837			81.3285

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

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

Chief Financial Officer

Chief Executive Officer

Director

**HBL Equity Fund**  
**Condensed Interim Statement of Cash Flow (Un- Audited)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

	Quarter ended September 30,	
	2024	2023
	(Rupees in '000')	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Income for the quarter	5,542	49,316
<b>Adjustments</b>		
Net unrealised (appreciation) / diminution on remeasurement of investments classified as 'financial assets at fair value through profit or loss'	1,078	(3,444)
Capital (gain) / loss on sale of investments - net	(6,688)	(44,167)
<b>Operating cash inflows before working capital changes</b>	<b>(68)</b>	1,705
<b>Decrease in assets</b>		
Investments	980	69,695
Dividend and profit receivable	(2,561)	(2,044)
Deposits and prepayments	-	4,934
Receivable against sale of investments	22,702	(34,205)
	<b>21,121</b>	<b>38,380</b>
<b>Increase in liabilities</b>		
Payable to the Management Company	(132)	(19)
Payable to the Trustee	(3)	(93)
Payable to Securities and Exchange Commission of Pakistan	(2)	(73)
Accrued expenses and other liabilities	4,030	2,721
	<b>3,893</b>	<b>2,536</b>
<b>Net cash generated from operating activities</b>	<b>24,946</b>	<b>42,621</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Cash received from issuance of units	64,668	1,856
Cash paid on redemption of units	(92,804)	(36,544)
<b>Net cash used in financing activities</b>	<b>(28,136)</b>	<b>(34,688)</b>
<b>Net (decrease) / increase in cash and cash equivalents during the quarter</b>	<b>(3,190)</b>	7,933
Cash and cash equivalents at the beginning of the quarter	4,371	9,794
<b>Cash and cash equivalents at the end of the quarter</b>	<b>1,181</b>	<b>17,727</b>

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

For HBL Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director



# **HBL Equity Fund**

## **Notes to the Condensed Interim Financial Information (Unaudited)**

### **FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

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#### **1 LEGAL STATUS AND NATURE OF BUSINESS**

HBL Equity Fund ("the Fund") was established under a Trust Deed executed between PICIC Asset Management Company Limited (now, HBL Asset Management Limited) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Fund was approved by the Securities and Exchange Commission of Pakistan (SECP) vide its letter no. SCD/NBFC-II/PSF/249/2011 dated June 1, 2011 and the trust deed was executed on June 14, 2011.

During the year, the Securities and Exchange Commission of Pakistan approved merger of PICIC Asset Management Company Limited with and into HBL Asset Management Limited effective from August 31, 2016 through an order dated August 31, 2016. Effective from September 1, 2016 HBL Asset Management Limited became Management Company of the Fund which is a wholly owned subsidiary of Habib Bank Limited. Accordingly, the trust deed was revised on February 17, 2017. The Aga Khan Fund For Economic Development (AKFED), S.A. is the parent company of Habib Bank Limited.

The Management Company of the Fund has been registered as a Non-Banking Finance Company (NBFC) under the NBFC Rules, 2003 and has obtained the requisite license from the SECP to undertake Asset Management Services. During the year, the office of the Management Company shifted to 7th Floor, Emerald Tower, G-19, Block 5, Main Clifton Road, Clifton, Karachi.

The Fund is an open-ended mutual Fund and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered to the public for subscription at par value of Rs 100 per unit from September 24, 2011 to September 26, 2011. Thereafter, the units are offered to the public for subscription on a continuous basis and are transferrable and redeemable by surrendering them to the Fund.

The Fund has been categorised as an equity scheme as per the criteria laid down by the SECP for categorisation of Collective Investment Schemes (CISs).

The investment objective of the Fund is to provide investors a diversified equity portfolio with a primary objective of maximizing risk-adjusted returns over longer investment horizon through a combination of capital gains and dividend income.

Title to the assets of the Fund is held in the name of CDC as trustee of the Fund.

VIS Credit Rating Company has assigned an asset manager rating of 'AM1 (Stable outlook)' to the Management Company.

#### **2 BASIS OF PREPARATION**

##### **2.1 STATEMENT OF COMPLIANCE**

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

**2.1.2** The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of the International Accounting Standard 34, 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published financial statements of the Fund for the year ended June 30, 2024.

**2.1.3** This condensed interim financial information is unaudited. In compliance with schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2024.

**2.2 Basis of measurement**

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets 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 AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN**

**3.1** 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 audited financial statements of the Fund for the year, ended June 30, 2024.

**3.2** The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

**3.3** "The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2024. "

**3.4** Certain amendments to approved accounting standards have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. None of these amendments are expected to have a significant effect on this condensed interim financial information.

**3.5** The Fund's financial risk management objectives and policies are consistent with that disclosed in this financial information for the year ended June 30, 2024.

4	BANK BALANCES	Note	(Unaudited)	(Audited)
			September 30, 2024	June 30, 2024
			(Rupees in '000')	
	In saving accounts	4.1	1,181	4,371
			1,181	4,371

**4.1** Mark-up rates on these accounts range between 16.50% to 21.15% per annum (June 30, 2024: 19.51% to 21.50% per annum).

5	INVESTMENTS	Note	(Unaudited)	(Audited)
			September 30, 2024	June 30, 2024
			(Rupees in '000')	
	Financial assets 'at fair value through profit or loss'			
	Listed equity securities	5.1	195,616	190,986
			195,616	190,986

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

Shares of listed companies - Fully paid up ordinary / preference shares of Rs 10 each unless stated otherwise

Name of the Investee Company	----- Number of shares -----				As at September 30, 2024	Market value as at September 30, 2024 (Rupees in '000)	Market value as a percentage of total investments	Market value as a percentage of net assets
	As at July 1, 2024	Purchases during the quarter	Bonus / right issues	Sales during the quarter				
<b>Automobile Assembler</b>								
Honda Atlas Cars (Pakistan) Limited (6.1.1)	14,000	-	-	14,000	-	-	-	-
Sazgar Engineering Works Limited (6.1.1)	9,500	-	-	9,500	-	-	-	-
Ghandhara Automobiles Limited	-	70,400	-	37,800	32,600	7,099	0.04	3.60
Ghandhara Industries Limited	-	55,500	-	11,000	44,500	14,281	0.07	7.25
	<b>23,500</b>	<b>125,900</b>	<b>-</b>	<b>72,300</b>	<b>77,100</b>	<b>21,380</b>	<b>0.11</b>	<b>10.85</b>
<b>Cement</b>								
D.G. Khan Cement Company Limited	130,000	-	-	113,000	17,000	1,250	0.64	0.63
Fauji Cement Company Limited	104,000	-	-	104,000	-	-	-	-
Maple Leaf Cement Factory Limited (6.1.1)	118,000	91,500	-	87,000	122,500	3,958	2.02	2.01
Pioneer Cement Limited	81,500	6,000	-	32,500	55,000	9,966	5.09	5.06
	<b>433,500</b>	<b>97,500</b>	<b>-</b>	<b>336,500</b>	<b>194,500</b>	<b>15,174</b>	<b>7.75</b>	<b>7.70</b>
<b>Commercial Banks</b>								
Faysal Bank Limited (6.1.2)	1,440	-	-	-	1,440	66	0.03	0.03
Habib Bank Limited* (6.1.1)	39,000	104,000	-	40,500	102,500	13,022	6.66	6.61
United Bank Limited (6.1.1)	74,000	-	-	8,000	66,000	19,234	9.83	9.77
	<b>114,440</b>	<b>104,000</b>	<b>-</b>	<b>48,500</b>	<b>169,940</b>	<b>32,322</b>	<b>16.52</b>	<b>16.41</b>
<b>Engineering</b>								
Crescent Steel & Allied Products Limited	-	60,500	-	60,500	-	-	-	-
	<b>-</b>	<b>60,500</b>	<b>-</b>	<b>60,500</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fertilizers</b>								
Engro Fertilizers Limited (6.1.1)	59,500	50,500	-	22,500	87,500	16,648	8.51	8.45
	<b>59,500</b>	<b>50,500</b>	<b>-</b>	<b>22,500</b>	<b>87,500</b>	<b>16,648</b>	<b>8.51</b>	<b>8.45</b>
<b>Food Products</b>								
Murree Brewery Company Limited	-	-	-	-	-	-	-	-
Unity Foods Limited	-	-	-	-	-	-	-	-
The Organic Meat Company Limited	-	273,500	-	273,500	-	-	-	-
	<b>-</b>	<b>273,500</b>	<b>-</b>	<b>273,500</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Insurance</b>								
TPL Insurance Limited	-	-	-	-	-	-	-	-
	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>OIL &amp; GAS MARKETING COMPANIES</b>								
Oil and Gas Development Company Limited (6.1.1)	108,000	36,000	-	10,500	133,500	19,148	9.79	9.72
Pakistan Petroleum Limited (6.1.1)	126,000	-	-	2,000	124,000	13,246	6.77	6.73
	<b>234,000</b>	<b>36,000</b>	<b>-</b>	<b>12,500</b>	<b>257,500</b>	<b>32,394</b>	<b>16.56</b>	<b>16.45</b>
Name of the Investee Company	----- Number of shares -----				As at September 30, 2024	Market value as at September 30, 2024 (Rupees in '000)	Market value as a percentage of total investments	Market value as a percentage of net assets
	As at July 1, 2024	Purchases during the quarter	Bonus / right issues	Sales during the quarter				
<b>Oil and Gas Marketing Companies</b>								
Pakistan State Oil Company Limited (6.1.1) (6.1.2)	47,222	64,000	-	22,000	89,222	14,391	7.36	7.31
Shell Pakistan Limited	-	-	-	-	-	-	-	-
Sui Northern Gas Pipelines Limited	153,400	30,000	-	64,900	118,500	7,553	3.86	3.84
	<b>200,622</b>	<b>94,000</b>	<b>-</b>	<b>86,900</b>	<b>207,722</b>	<b>21,944</b>	<b>11.22</b>	<b>11.15</b>
<b>Paper and Board</b>								
Century Paper and Board Mills Limited	-	-	-	-	-	-	-	-
Synthetic Products Enterprises Limi	-	590,000	-	225,000	365,000	13,374	6.84	6.79
	<b>-</b>	<b>590,000</b>	<b>-</b>	<b>225,000</b>	<b>365,000</b>	<b>13,374</b>	<b>6.84</b>	<b>6.79</b>
<b>Pharmaceuticals</b>								
The Searle Company Limited (6.1.2)	445	-	-	-	445	25	0.01	0.01
	<b>445</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>445</b>	<b>25</b>	<b>0.01</b>	<b>0.01</b>
<b>Power Generations and Distribution</b>								
Hub Power Company Limited (6.1.1)	114,000	-	-	16,000	98,000	11,695	5.98	5.94
Lalpir Power Limited	-	-	-	-	-	-	-	-
Nishat Chunian Power Limited	-	-	-	-	-	-	-	-
Nishat Power Limited	-	-	-	-	-	-	-	-
	<b>114,000</b>	<b>-</b>	<b>-</b>	<b>16,000</b>	<b>98,000</b>	<b>11,695</b>	<b>5.98</b>	<b>5.94</b>
<b>Property</b>								
TPL Properties Limited	-	-	-	-	-	-	-	-
	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Refinery</b>								
Attock Refinery Limited	22,500	-	-	22,500	-	-	-	-
National Refinery Limited	29,500	-	-	29,500	-	-	-	-
	<b>52,000</b>	<b>-</b>	<b>-</b>	<b>52,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Technology and Communication</b>								
Air Link Communication Limited	-	50,000	-	50,000	-	-	-	-
NetSol Technologies Limited	64,000	24,500	-	88,500	-	-	-	-
Avanceon Limited	-	139,000	-	139,000	-	-	-	-
Systems Limited (6.1.2)	5,142	-	-	-	5,142	2,087	1.07	1.06
TPL Trakker Limited (6.1.1)	3,361,102	-	-	95,152	3,265,950	28,573	14.61	14.51
Pak Elektron	-	250,000	-	250,000	-	-	-	-
	<b>3,430,244</b>	<b>213,500</b>	<b>-</b>	<b>622,652</b>	<b>3,271,092</b>	<b>30,660</b>	<b>15.68</b>	<b>15.57</b>

Name of the Investee Company	----- Number of shares -----					Market value as at September 30, 2024 (Rupees in '000)	Market value as a percentage of total investments	Market value as a percentage of net assets
	As at July 1, 2024	Purchases during the quarter	Bonus / Right issues	Sales during the quarter	As at September 30, 2024			
<b>Textile Composite</b>								
Gul Ahmed Textile Mills Limited	-	-	-	-	-	-	-	-
Nishat Mills Limited	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
<b>Transportation</b>								
Secure Logistics Group Ltd	-	200,000	-	200,000	-	-	-	-
	-	200,000	-	200,000	-	-	-	-
	-	-	-	-	-	-	-	-
<b>As at September 30, 2024</b>	<b>4,662,251</b>	<b>1,645,400</b>	<b>-</b>	<b>1,828,852</b>	<b>4,728,799</b>	<b>195,616</b>	<b>89.18</b>	<b>99.32</b>
Carrying value as at June 30, 2024						<u>190,986</u>		

\* Sponsor of the management company

\*\* Related party due to holding more than 10% of units

- 5.1.1** The above investments include shares with market value aggregating to Rs. 43.93 million (June 2024: Rs. 41.32 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** These investments include gross bonus shares as per Fund's entitlement declared by the investee companies. 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% 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 Management Company of the Fund jointly with other asset management companies and Mutual Fund Association of Pakistan, has filed a petition in Honorable 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 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001. The Honorable Sindh High Court has granted stay order till the final outcome of the case. However, the investee company(s) has withheld the share equivalent to 5% of bonus announcement of the Fund having aggregate fair market value of Rs. 2.11 million at September 30, 2024 (June 30, 2024: Rs. 2.15 million) and not yet deposited on CDC account of department of Income tax. Management is of the view that the decision will be in the favor and accordingly has recorded the bonus shares on gross basis at fair value in its investments at quarter end.

6	PAYABLE TO MANAGEMENT COMPANY	Note	(Unaudited)	(Audited)
			September 30, 2024	June 30, 2024
			Rupees in '000'	
	Management fee	6.1	488	416
	Sindh Sales Tax	6.2	73	54
	Sales load payable		2	-
	Allocation of expenses related to registrar services, accounting, operation and valuation services	6.3	-	-
	Selling and Marketing expenses	6.4	-	225
			<u>563</u>	<u>695</u>

- 6.1** As per the Regulation 61 of the NBFRC Regulation, the Management Company may charge variable fee or fixed fee or the combination of both which shall not exceed the limit disclosed in the offering document. The maximum limit disclosed in the offering document is 3% per annum of average annual net assets. During the year, the fee is being charged at the rate ranging from 2% to 3% of the average annual net assets. The fee is payable monthly in arrears.

6.2 The Sindh Provincial Government has levied Sindh Sales Tax (SST) at the rate of 15 percent on the remuneration of management company through Sindh Sales Tax on Services Act, 2011.

6.3 As per Regulation 60(3)(s) of the NBFC Regulations, previously fee and expenses related to registrar services, accounting, operation and valuation services related to a Collective Investment Scheme (CIS) were chargeable to the CIS, maximum upto 0.1% of the average annual net assets or the actual cost whichever is lower. However, SECP vide S.R.O. 639(I)/2019 dated June 20, 2019 has removed the maximum limit of 0.1%. The fee is not being charged to the fund.

6.4 As per SECP vide its circular No. SCD/PRDD/Circular/361/2016, dated December 30, 2016, selling and marketing expenses was chargeable to open end equity, asset allocation and index funds only, upto maximum 0.4% of the average annual net assets of the fund or the actual expense, whichever is lower. However, circular No. SCD/PRDD/Circular/04/2019, dated July 5, 2019, issued by SECP, supersedes all previous circulars issued with respect to selling and marketing expenses, according to which, selling and marketing expenses is allowed on all categories of open end mutual funds, except fund of funds with no cap. The fee is being charged to the fund..

**7 PAYABLE TO THE TRUSTEE**

		(Unaudited) September 30, 2024	(Audited) June 30, 2024
	Note	Rupees in '000'	
Trustee fee payable	7.1	33	36
Sindh Sales Tax payable on Trustee Fee	7.2	5	5
		<u>38</u>	<u>41</u>

7.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provision of the Trust Deed as per the tariff specified therein, based on the average net assets of the Fund. The fee is paid to the Trustee on monthly basis in arrears.

Based on the Trust deed, Trustee fee has been charged based on the following tariff structure applicable to the Fund:

Average Net asset Value	Tariff per annum
Upto Rs. 1 billion	0.20% per annum of net assets value whichever is higher
Over Rs. 1 billion	Rs. 2.0 million plus 0.10% per annum of net assets value exceeding Rs. 1,000 million

7.2 The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 15% (2024: 13%) on the remuneration of Trustee through Sindh Sales Tax on Services Act, 2011.

**8 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN**

		(Unaudited) September 30, 2024	(Audited) June 30, 2024
	Note	Rupees in '000'	
SECP fee payable	8.1	15	17
		<u>15</u>	<u>17</u>

8.1 "In accordance with the Regulation 62 of NBFC Regulations 2008, a Collective Investment Scheme (CIS) was required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP) on annual basis at the rate of 0.02% of average Net Assets of Collective investment Scheme calculated on daily basis.

Effective as of July 01, 2023, the SECP, through SRO 592 dated May 17, 2023, has revised the annual fee rate from 0.02% to 0.095% and introduced a shift in payment frequency, from annual to monthly basis."

9	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	(Unaudited)	(Audited)
			September 30, 2024	June 30, 2024
			Rupees in '000'	
	Provision for federal excise duty and additional sales tax on Management Fee	9.1	5,685	5,685
	Brokerage payable		1,456	919
	Auditors' remuneration		750	525
	Settlement Charges		185	-
	Withholding tax payable		728	615
	Zakat Payable		22	22
	Sindh sales tax payable		80	15
	Other payables		6,232	197
			15,138	7,978

### 9.1 PROVISION FOR FEDERAL EXCISE DUTY

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

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

On July 16, 2016, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

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

However, since the appeal filed by the tax authorities is pending in the Supreme Court of Pakistan, the Management Company, being prudent has retained a provision for FED on remuneration of Management Company, aggregating to Rs. 5.685 million (2023: Rs. 5.685 million). Had the provision not been made, the net asset value per unit of the Fund as at 2024 would have been higher by Rs. 3.593 per unit (2023: Rs. 1.237 per unit).

### 10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2024 and June 30, 2024.

### 11 TAXATION

The income of the Fund is exempt from tax under clause 99 of Part 1 of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90 percent of its accounting income for the year, as reduced by the capital gains whether realised or unrealised, is distributed among its unit holders. The Fund has not recorded a tax liability in respect of income relating to the current period as the Management Company intends to distribute more than 90 percent of the Fund's accounting income for the period as reduced by capital gains (whether realised or unrealised) to its unit holders.

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**12 EARNINGS PER UNIT**

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

**13 TOTAL EXPENSE RATIO**

The Scheme has maintained Total Expense Ratio (TER) 5.24% (2024: 5.16%) which includes 0.74% of TER representing Government Levies (2024 : 0.36%) and SECP Fee.

**14 TRANSACTIONS WITH CONNECTED PERSONS**

Connected persons include HBL Asset Management Company Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, HBL Group Being the Holding Group, other collective investment schemes managed by the Management Company, other associated companies of the Management Company and directors and officers of the Management Company.

The transactions with connected persons are in the normal course of business, at contracted rates and term determined in accordance with the market rates.

Remuneration and front-end load payable to the Management Company is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed respectively.

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

Details of transactions carried out by the Fund with connected persons and balances with them other than those disclosed elsewhere in these condensed interim financial statements, as at period end, are as follows:

		(Unaudited)	
		Quarter ended	
		September 30,	
		2024	2023
		(Rupees in '000)	
<b>14.1</b>	<b>Transaction during the quarter</b>		
	<b>Management Company</b>		
	Remuneration of Management Company	1,625	1,693
	Sindh Sales tax on remuneration of the Management Company	244	220
	Issuance of Nil units (2023: Nil units)	-	-
	Redemption of Nil units (2023: Nil units)	-	-
	<b>Habib Bank Limited - Associated Company</b>		
	Purchase of 104,000 ordinary shares (2023: 854,401 ordinary shares)	8,916	77,976
	Sale of 40,500 ordinary shares (2023: 1,077,901 ordinary shares)	4,839	98,988
	Dividend income	246	652
	Bank Profit	13	37
	<b>Habib Microfinance Bank - Associated Company</b>		
	Bank Profit	-	32
	<b>Central Depository Company Of Pakistan Limited - Trustee</b>		
	Remuneration for the period	108	191
	CDS Charges	53	11
	<b>Directors and Executives of the Management Company</b>		
	Issue of Nil units (2023: Nil units)	-	-
	Redemption of Nil units (2023: 19 units)	-	2

14.2 Amounts outstanding at the quarter end	(Unaudited) September 30, 2024	(Audited) June 30, 2024
	Rupees in '000'	
<b>Management Company</b>		
Remuneration payable to the Management Company	488	416
Sindh sales tax on remuneration of the Management Company	73	54
Allocation of expenses related to registrar services, accounting, operation and valuation services	-	-
Selling and Marketing reimbursement	-	225
Receivable from the Management company	2	4,188
<b>Habib Bank Limited - Associated Company</b>		
Shares held: 102,500 (June 2024: Nil)	13,022	-
<b>Central Depository Company Of Pakistan Limited - Trustee</b>		
Trustee fee payable	38	36
Sindh Sales Tax payable on Trustee Fee	6	5
CDS charges payable	61	8
Security deposit	100	100
<b>Habib Bank Limited - Sponsor</b>		
Bank balance	31,911	3,390
Units held: Nil units (June 30, 2024: Nil units)	-	-
<b>Habib Microfinance Bank - Associate</b>		
Bank balance	29	21
Profit / mark-up receivable	-	10
<b>Directors and Executives of the Management Company</b>		
Units held: 2,122 (June 30, 2024: 2,856) units	269	352

## 15 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.

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.

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the company is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13, 'Fair Value Measurements' requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or Liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

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



		September 30, 2024						
		Carrying amount			Fair Value			
Note	Fair value through profit and loss	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----								
<b>On-balance sheet financial instruments</b>								
<b>Financial assets measured at fair value</b>								
	Investments							
	- Listed equity securities	195,616	-	-	195,616	195,616	-	-
		<u>195,616</u>	<u>-</u>	<u>-</u>	<u>195,616</u>	<u>195,616</u>	<u>-</u>	<u>-</u>
	<b>Financial assets not measured at fair value</b>							
15.1	Bank balances	-	1,181	-	1,181			
	Dividend and profit receivable	-	2,974	-	2,974			
	Deposits	-	2,915	-	2,915			
		<u>-</u>	<u>7,070</u>	<u>-</u>	<u>7,070</u>			
	<b>Financial liabilities not measured at fair value</b>							
15.1	Payable to the Management Company	-	-	563	563			
	Payable to the Trustee	-	-	38	38			
	Accrued expenses and other liabilities	-	-	15,138	15,138			
		<u>-</u>	<u>-</u>	<u>15,739</u>	<u>15,739</u>			
		June 30, 2024						
		Carrying amount			Fair Value			
	Fair value through profit and loss- Held for trading	At amortized cost	Other financial assets / liabilities	Total	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----								
<b>On-balance sheet financial instruments</b>								
<b>Financial assets measured at fair value</b>								
	Investments							
	- Listed equity securities	190,986	-	-	190,986	190,986	-	-
		<u>190,986</u>	<u>-</u>	<u>-</u>	<u>190,986</u>	<u>190,986</u>	<u>-</u>	<u>-</u>
	<b>Financial assets not measured at fair value</b>							
15.1	Bank balances	-	4,371	-	4,371			
	Dividend and profit receivable	-	413	-	413			
	Deposits	-	2,600	-	2,600			
	Advance for purchase of investment	-	28,509	-	28,509			
		<u>-</u>	<u>35,893</u>	<u>-</u>	<u>35,893</u>			
	<b>Financial liabilities not measured at fair value</b>							
15.1	Payable to the Management Company	-	641	-	641			
	Payable to the Trustee	-	36	-	36			
	Payable against redemption of units	-	27,317	-	27,317			
	Dividend payable	-	3,130	-	3,130			
	Accrued expenses and other liabilities	-	1,599	-	1,599			
		<u>-</u>	<u>32,723</u>	<u>-</u>	<u>32,723</u>			

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

## 16 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorized for issue on October 24, 2024 by the board of directors of the Management company.

## 17 GENERAL

Figures have been rounded off to the nearest thousand Rupees.

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

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# **HBL**

## **Energy Fund**

## FUND INFORMATION

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Name of Fund	HBL Energy Fund
Name of Auditor	Yousuf Adil & Co.Chartered Accountants
Name of Trustee	Central Depository Company of Pakistan Limited (CDC)
Bankers	Habib Bank Limited Allied Bank Limited MCB Bank Limited JS Bank Limited Soneri Bank Limited Zarai Taraqiati Bank Limited Habib Metropolitan Bank Limited Khushali Bank Limited Mobilink Micro Finance Bank Limited U Micro Finance Bank Limited National Bank of Pakistan HBL Micro Finance Bank Limited

**HBL Energy Fund**  
**Condensed Interim Statement of Assets and Liabilities (Un-Audited)**  
*As At September 30, 2024*

		September 30, 2024 (Un-Audited)	June 30, 2024 (Audited)
	Note	----- (Rupees in '000) -----	
<b>ASSETS</b>			
Bank balances	4	28,805	25,952
Investments	5	601,126	558,944
Dividends and profit receivable		13,316	532
Deposits and prepayments		3,061	3,077
Receivable from Management Company		-	2,483
Receivable against sale of investment		-	-
Other Receivable		1,257	1,358
<b>TOTAL ASSETS</b>		647,563	592,346
<b>LIABILITIES</b>			
Payable to the Management Company	6	1,954	1,732
Payable to the Trustee		42	105
Payable to Securities and Exchange Commission of Pakistan		143	44
Accrued expenses and other liabilities	7	19,494	18,351
Payable against purchase of investment		5,242	-
Unclaimed dividend		5,382	5,382
<b>TOTAL LIABILITIES</b>		32,257	25,614
<b>NET ASSETS</b>		615,306	566,732
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		615,306	566,732
<b>CONTINGENCIES AND COMMITMENTS</b>			
	8	----- (Number of units) -----	
<b>Number of units in issue</b>	15	36,426,642	33,372,321
		----- (Rupees) -----	
<b>Net assets value per unit</b>		16.8917	16.9821

For HBL Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

**HBL Energy Fund**  
**Condensed Interim Income Statement And Other Comprehensive Income (Un-audited)**  
**For The Three Months Ended September 30, 2024**

	Note	September 30,	
		2024	2023
		(Rupees in '000)	
<b>INCOME</b>			
Capital loss on sale of investments - net		(1,178)	26,284
Dividend income		13,193	2,493
Profit on bank deposits		1,280	1,837
		13,295	30,614
Unrealised diminution on re-measurement of investments classified as financial asset at 'fair value through profit or loss'- net		(10,020)	25,619
		3,275	56,233
<b>EXPENSES</b>			
Remuneration of the Management Company		4,664	1,620
Sindh Sale Tax on Remuneration of the Management Company		700	
Remuneration of the Trustee		301	162
Sindh Sale Tax on Remuneration of the Trustee		45	
Annual fee to Securites and Exchange Commission of Pakistan		143	68
Allocation of expenses related to registrar services, accounting, operation and valuation services		517	394
Reversal against reimbursement from Management Company		-	-
Selling and marketing expenses		-	753
Securities transaction costs		298	1,293
Auditors' remuneration		157	128
Settlement and bank charges		169	212
Fees and subscription		46	7
Receivable against reimbursment from AMC EXP		-	-
Printing charges		49	-
		7,089	4,637
Net (loss) / Income for the period from operating activities		(3,814)	51,596
Provision for Sindh Workers' Welfare Fund	7.2	-	-
Net (loss) / Income for the period before taxation		(3,814)	51,596
Taxation	9	-	-
Net (loss) / Income for the period after taxation		(3,814)	51,596
<b>Allocation of net income for the period</b>			
Income already paid on redemption of units		-	5,499
Accounting income available for distribution:			
Relating to capital gains		-	46,096
Excluding capital gains		-	-
		-	46,096
Other comprehensive loss for the period		-	-
Total comprehensive loss for the period		(3,814)	51,596
Earnings per unit	11		

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**HBL Energy Fund**  
**Condensed Interim Statement Of Movement In Unit Holders' Fund (Un-audited)**  
**For The Three Months Ended September 30, 2024**

	September 30,					
	2024			2023		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
----- (Rupees in '000) -----						
<b>Net assets at beginning of the period</b>	583,203	(16,471)	566,732	362,742	(121,243)	241,499
<b>Issuance of 7,106,222 (2023: 7,710,450 units)</b>						
Capital value (at net asset value per unit at the beginning of the period)	120,679	-	120,679	75,764	-	75,764
Element of loss	4,382	-	4,382	11,096	-	11,096
<b>Total proceeds on issuance of units</b>	125,061	-	125,061	86,860	-	86,860
<b>Redemption of 4,051,901 (2023: 8,149,197 units)</b>						
Capital value (at net asset value per unit at the beginning of the period)	(68,810)	-	(68,810)	(80,075)	-	(80,075)
Income already paid on redemption of units	-	-	-	-	-	-
Element of income	(3,863)	-	(3,863)	(7,279)	(5,499)	(12,778)
<b>Total payments on redemption of units</b>	(72,673)	-	(72,673)	(87,354)	(5,499)	(92,853)
<b>Total comprehensive loss for the period</b>	-	(3,814)	(3,814)	-	51,596	51,596
	635,591	(20,285)	615,306	362,248	(75,146)	287,102
<b>Undistributed income brought forward</b>						
Realised		(77,562)			(47,215)	
Unrealised		61,091			(69,439)	
		(16,471)			(116,654)	
<b>Accounting income available for distribution</b>						
Relating to capital gains		-			-	
Excluding capital gains		-			-	
		-			-	
<b>Net Income / (loss) available for distribution</b>		(3,814)			(5,569)	
<b>Undistributed income carried forward</b>		(20,285)			(122,223)	
<b>Undistributed income carried forward</b>						
Realised		(10,265)			(114,853)	
Unrealised		(10,020)			(7,370)	
		(20,285)			(122,223)	
			(Rupees)			(Rupees)
<b>Net assets value per unit at beginning of the period</b>			16.9821			9.8637
<b>Net assets value per unit at end of the period</b>			16.8917			9.7930

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

\_\_\_\_\_  
**Chief Financial Officer**

\_\_\_\_\_  
**Chief Executive Officer**

\_\_\_\_\_  
**Director**

**HBL Energy Fund**  
**Condensed Interim Cash Flow Statement (Un-audited)**  
*For The Three Months Ended September 30, 2024*

	September 30,	
	2024	2023
Note	----- (Rupees in '000) -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net (loss) / Income for the period before taxation	(3,814)	51,596
Adjustments for:		
Capital loss on sale of investments - net	1,178	(26,284)
Dividend income	(13,193)	(2,493)
Profit on bank deposits	(1,280)	(1,837)
Unrealised diminution on re-measurement of investments classified at 'fair value through profit or loss' - net	10,020	(25,619)
	<u>(7,089)</u>	<u>(4,637)</u>
<b>Decrease / (Increase) in assets</b>		
Investments - net	(48,035)	14,866
Dividend and profit receivable	1,689	2,696
Receivable against sale of investment	-	(6,553)
Deposits and prepayments	2,499	(564)
	<u>(43,847)</u>	<u>10,445</u>
<b>(Decrease) / Increase in liabilities</b>		
Payable to the Management Company	222	239
Payable to the Trustee	(63)	5
Payable to Securities and Exchange Commission of Pakistan	99	(37)
Payable against purchase of investments	1,143	8,430
Fee to the Securities and Exchange Commission of	-	(12,711)
	<u>1,401</u>	<u>(4,074)</u>
<b>Cash generated from / (used in) operations</b>	<u>(49,535)</u>	<u>1,734</u>
Amount received on issue of units	125,061	86,860
Payment against redemption of units	(72,673)	(92,853)
Dividend Paid	-	(1)
	<u>52,388</u>	<u>(5,994)</u>
<b>Net cash generated from / (used in) operating activities</b>	<u>2,853</u>	<u>(4,260)</u>
<b>Cash and cash equivalents at beginning of the period</b>	25,952	26,773
<b>Cash and cash equivalents at end of the period</b>	<u>28,805</u>	<u>22,514</u>
Net income / (loss) for the period after taxation		

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

\_\_\_\_\_  
**Chief Financial Officer**

\_\_\_\_\_  
**Chief Executive Officer**

\_\_\_\_\_  
**Director**

# HBL Energy Fund

## Notes To The Condensed Interim Financial Information (Un-audited)

### For The Three Months Ended September 30, 2024

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#### 1. LEGAL STATUS AND NATURE OF BUSINESS

HBL Energy Fund ("the Fund") was established in 2006 as a closed-end scheme under a Trust Deed executed between PICIC Asset Management Company Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee.

The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund required to be registered under the Sindh Trust Act. Accordingly, on August 24, 2021, the above-mentioned Trust Deed had been registered under the Sindh Trust Act.

In accordance with clause 65(1) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, a meeting of the certificate holders of the Fund was held on January 31, 2013 whereby the conversion of the Fund into an open-end scheme was duly approved through a resolution passed by the majority of the certificate holders present in the meeting who were entitled to vote. The Securities and Exchange Commission of Pakistan accorded its final approval for conversion of the Fund into an open-end scheme through its letter dated May 3, 2013. The second supplemental Trust Deed and replacement Offering Document were approved by SECP vide its letter no D/PRDD/AMCW/PEF/567/2013 dated May 31, 2013 and letter no SCD/PRDD/AMCW/PE F/606/2013 dated June 24, 2013 respectively. The conversion of the Fund from a closed end fund to an open-end fund was authorised by the Securities and Exchange Commission of Pakistan (SECP) vide its letter No. SCD/PRDD/AMCW/PEF/607/2013 dated June 24, 2013. The Fund converted into an open end scheme on the effective date i.e. June 25, 2013. The certificates of the closed-end fund were cancelled on the effective date and were exchanged with the units of the open-end scheme in the swap ratio of 1:1. Each certificate holder was allotted units according to their respective holdings as at that date on the basis of a ratio of 1 certificate to 1 unit. Accordingly 100,000,000 units were issued on the date of conversion.

Since the effective date of conversion, the certificates of the closed-end scheme were de-listed from Pakistan Stock Exchange. Units of the open-end scheme are listed on the Pakistan Stock Exchange Limited. The units are offered to the public for subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.

The Management Company of the Fund has been registered as a Non-Banking Finance Company (NBFC) under the NBFC Rules, 2003 and has obtained the requisite license from the SECP to undertake Asset Management Services. The registered office of the Management Company is located at 7th Floor, Emerald Tower, G-19, Block 5, Main Clifton Road, Clifton, Karachi.

The Fund has been categorised as an equity scheme as per the criteria laid down by the SECP for categorisation of open-end Collective Investment Schemes (CISs).

The core objective of the Fund is to invest in securities of the energy sector in Pakistan so as to provide investors an access to high quality blue chip stocks in the energy sector. The eligible stocks comprise of investment in shares of companies engaged in the following activities:

- Oil and Gas Exploration
- Oil and Gas Marketing
- Oil Refining
- Power Generation and Distribution

VIS Credit Rating Company has assigned an asset manager rating of 'AM1 (Stable Outlook)' to the HBL Asset Management Company Limited as at September 30, 2024.

Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as trustee of the Fund.



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## **2. BASIS OF PREPARATION**

### **2.1 Statement of compliance**

**2.1.1** This 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, the requirements of the Trust Deed, the NBFC Rules, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the 'NBFC Regulations'), provisions of and directives issued under the Companies Act, 2017 and the directives issued by the SECP.

Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations, provisions of and directives issued under the Companies Act, 2017 and the directives issued by the SECP differ with the requirements of the IAS 34, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations, provisions of and directives issued under the Companies Act, 2017 and the directives issued by the SECP have been followed.

**2.1.2** The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard - 34 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2024.

**2.1.3** The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2024, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial information for the three months ended September 30, 2024.

**2.1.4** This condensed interim financial information is unaudited and has not been reviewed by the auditors. Further, the figures of the condensed interim income statement and condensed interim statement of comprehensive income for the three months September 30, 2024 have not been reviewed.

**2.1.5** In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2024.

### **2.2 Basis of measurement**

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value.

This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

### **2.3 Functional and presentation currency**

This condensed interim financial information are presented in Pak Rupees which is the functional and presentation currency of the Fund. Figures have been rounded off to the nearest thousand rupees, except otherwise stated.

## **3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING JUDGEMENT AND CHANGES THEREIN**

**3.1** The accounting policies adopted for the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual audited financial statements of the Fund for the year ended June 30, 2024, unless otherwise stated

- 3.2** The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.
- 3.3** The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2024.
- 3.4** There are certain standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan, standards effective for the first time in this condensed interim financial information and are mandatory for the Fund's accounting period beginning on or after July 01, 2024. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.
- 3.5** The Fund's financial risk management objectives and policies are consistent with that disclosed in the annual audited financial statements of the Fund for the year ended June 30, 2024.

		<b>September 30, 2024 (Un-Audited)</b>	<b>June 30, 2024 (Audited)</b>
	<b>Note</b>	<b>----- (Rupees in '000) -----</b>	
<b>4</b>	<b>BANK BALANCES</b>		
	In saving accounts	28,794	25,941
	In Current Accounts	11	11
		<b>28,805</b>	<b>25,952</b>

- 4.1** Mark-up rates on these accounts range between 8% to 18.00% per annum (June 30, 2024: 9% to 21.75% per annum).

		<b>September 30, 2024 (Un-Audited)</b>	<b>June 30, 2024 (Audited)</b>
<b>5</b>	<b>INVESTMENTS</b>		
	<b>Financial assets at 'fair value through profit or loss'</b>		
	Listed equity securities	601,126	558,944

## 5.1 Investment in listed equity securities - Financial Assets at 'fair value through profit or loss'

Shares of Listed Companies - Fully paid up ordinary shares of Rupees 10 each unless stated otherwise

Name of the Investee Company	Notes	Number of shares				As at September 30, 2024			Market value as percentage of		Par value as a percentage of issued capital of the Investee company	
		As at July 1, 2024	Purchases during the period	Bonus Issue	Sales during the period	As at September 30, 2024	Carrying Amount	Market Value	Unrealised appreciation/ (diminution) on re-measurement of investments	Total investments		Net assets
(Rupees in '000)												
<b>POWER GENERATION &amp; DISTRIBUTION</b>												
Hub Power Company Ltd		490751	126,500	-	-	617,251	96,461	73,663	-	12.25%	11.97%	0.00%
K-Electric Limited		6059090	-	-	-	6,059,090	28,054	22,782	(559)	3.79%	3.70%	0.02%
		<b>6,549,841</b>	<b>126,500</b>	<b>-</b>	<b>-</b>	<b>6,676,341</b>	<b>124,515</b>	<b>96,445</b>	<b>(559)</b>	<b>16.04%</b>	<b>15.67%</b>	
<b>OIL &amp; GAS EXPLORATION COMPANIES</b>												
Mari Petroleum Company Ltd		9864	14836	197600	-	222,300	71,594	94,598	(3,063)	15.74%	15.37%	0.02%
Oil & Gas Development Co Ltd		848000	77500	-	23000	902,500	122,386	129,446	1,591	0.00%	0.00%	0.01%
Pakistan Oilfields Ltd		-	19750	-	-	19,750	11,012	12,342	(754)	2.05%	2.01%	0.02%
Pakistan Petroleum Ltd		923400	83918	-	-	1,007,318	117,901	107,602	(2,789)	17.90%	17.49%	0.04%
		<b>1,781,264</b>	<b>196,004</b>	<b>197,600</b>	<b>23,000</b>	<b>2,151,868</b>	<b>322,893</b>	<b>343,988</b>	<b>(5,015)</b>	<b>35.69%</b>	<b>34.87%</b>	
<b>OIL &amp; GAS MARKETING COMPANIES</b>												
Attock Petroleum Ltd		-	3500	-	3,500	-	-	-	-	0.00%	0.00%	0.00%
Pakistan State Oil Company Ltd		482889	111980	-	3500	591,369	98,703	95,382	-	15.87%	15.50%	
Sui Northern Gas Pipeline Ltd		1246000	-	-	221360	1,024,640	65,034	65,311	(20)	10.86%	10.61%	0.00%
		<b>1,728,889</b>	<b>115,480</b>	<b>-</b>	<b>228,360</b>	<b>1,616,009</b>	<b>163,737</b>	<b>160,693</b>	<b>(20)</b>	<b>26.73%</b>	<b>26.12%</b>	
<b>REFINERY</b>												
Attock Refinery Ltd		74100	-	-	74100	-	-	-	1,003	0.00%	0.00%	0.27%
National Refinery Ltd		40800	-	-	40800	-	-	-	-	0.00%	0.00%	
Pakistan Refinery Limited		213000	-	-	213000	-	-	-	-	0.00%	0.00%	0.00%
		<b>327,900</b>	<b>-</b>	<b>-</b>	<b>327,900</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,003</b>	<b>0.00%</b>	<b>0.00%</b>	
<b>Total - As at September 30, 2024</b>		<b>10,387,894</b>	<b>437,984</b>	<b>197,600</b>	<b>579,260</b>	<b>10,444,218</b>	<b>611,145</b>	<b>601,126</b>	<b>(4,591)</b>	<b>78.47%</b>	<b>76.66%</b>	
<b>Total - As at June 30, 2024</b>							<b>497,853</b>	<b>558,944</b>	<b>61,091</b>			

5.2 These above investments include shares having market value of Rs. 88.06 million that have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in terms of Circular 11 dated October 23, 2007 issued by the SECP.

- Oil and Gas Development Company Limited (326,000 shares)
- Pakistan Petroleum Limited (255,000 shares)
- The Hub Power Company Limited (100,000 shares)
- Mari Petroleum Company Limited (5,000 shares)

5.3 These investments include gross bonus shares as per Fund's entitlement declared by the investee companies. 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% 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 Management Company of the Fund jointly with other asset management companies and Mutual Fund Association of Pakistan, has filed a petition in Honorable High Court of Sindh 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 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001. The Honorable High Court of Sindh has granted stay order till the final outcome of the case. However, the investee companies has withheld the share equivalent to 5% of bonus announcement of the Fund having aggregate fair market value of Rs. 17.203 million at September 31, 2024 (June 30, 2024: Rs.0.397 million) and not yet deposited on CDC account of department of Income tax. Management is of the view that the decision will be in the favor of the Fund and accordingly has recorded the bonus shares on gross basis at fair value in its investments at period end.

	September 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
Note	----- (Rupees in '000) -----	
<b>6 PAYABLE TO THE MANAGEMENT COMPANY</b>		
Remuneration to the Management Company	1,699	1,057
Sindh Sales Tax on Management Company's remuneration	255	137
Allocation of expenses related to registrar services, accounting, operation and valuation services	-	-
Selling and marketing expenses	-	538
	1,954	1,732

	September 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
Note	----- (Rupees in '000) -----	
<b>7 ACCRUED EXPENSES AND OTHER LIABILITIES</b>		
Provision for Federal Excise Duty	7.1 13,920	13,920
Provision for Sindh Workers' Welfare Fund	7.2 -	-
Auditors' remuneration	594	430
Payable to brokers	302	87
Withholding tax payable	1,788	3,383
Zakat payable	251	251
NCCPL charges payable	179	42
Other payables	2,274	88
Legal and professional charges	186	150
	19,494	18,351

**7.1** The legal status of applicability of Federal Excise Duty (FED) on the Fund is the same as that disclosed in note 13.1 to the annual audited financial statements of the Fund for the year ended June 30, 2024, and the appeal filed by tax authorities with Honorable Supreme Court of Pakistan is pending for decision.

In view of the above, the Management Company, as a matter of abundant caution, is carrying provision for FED for the period from January 13, 2013 to June 30, 2016 aggregating to Rs. 13.920 million. Had the provision not been retained, NAV per unit of the Fund as at September 30, 2024 would have been higher by Rs. 0.38 per unit (June 30, 2024: Rs. 0.42 per unit).

## **8 CONTINGENCIES AND COMMITMENTS**

There were no contingencies and commitments outstanding as at September 30, 2024 and June 30, 2024.

## **9 TAXATION**

The Fund's income is exempt from income tax as per clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90 percent of its accounting income for the year, as reduced by the capital gains whether realised or unrealised, is distributed to the unit holders in cash. The Fund is also exempt from the provision of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The Fund has not recorded a tax liability in the current period, as the Management Company intends to distribute more than 90 percent of the Fund's accounting income as reduced by capital gains (whether realised or unrealised) for the year ending June 30, 2024 to its unit holders.

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**10 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES**

Connected persons include HBL Asset Management Limited, being the Management Company, Habib Bank Limited being the Sponsor, Central Depository Company of Pakistan Limited, being the Trustee of the Fund, other collective investment schemes managed by the Management Company, directors and officers of the Management Company, directors of connected persons and persons having 10% or more beneficial ownership of the units of the Fund.

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

Transactions and balances with parties who were connected persons due to holding 10% or more units in the comparative period and not in the current period are not disclosed in the comparative period.

Details of the transactions with connected persons and balances with them, if not disclosed elsewhere in the condensed interim financial information are as follows:

	<b>Three months ended</b>	
	<b>September 30,</b>	
	<b>2024</b>	<b>2023</b>
	<b>(Un-Audited)</b>	<b>(Un-Audited)</b>
	<b>----- (Rupees in '000) -----</b>	

**10.1 Transactions during the period****HBL Asset Management Limited - Management Company**

Remuneration of the Management Company	4,056	1,434
Sindh Sales Tax on remuneration of the Management Company	608	186
Allocation of expenses related to registrar services, accounting, operation and valuation services	517	394
Selling and marketing expenses	-	753

	<b>Three months ended</b>	
	<b>September 30,</b>	
	<b>2024</b>	<b>2023</b>
	<b>(Un-Audited)</b>	<b>(Un-Audited)</b>
	<b>----- (Rupees in '000) -----</b>	

**Habib Bank Limited - Sponsor**

Bank charges	-	12
Bank Profit	361	-

**Central Depository Company of Pakistan Limited - Trustee**

Trustee remuneration	346	162
CDS charges	32	30

**Directors and Executives of the Management Company**

Redemption of 297,951 (2023: 430,552) units	5,000	21,686
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	September 30, 2024 (Un-Audited)	June 30, 2024 (Audited)
	----- (Rupees in '000) -----	
<b>10.2 Balances outstanding as at period / year end</b>		
<b>HBL Asset Management Limited - Management Company</b>		
Management fee payable	1,699	1,057
Sindh Sales Tax on Management Company's remuneration	255	137
Allocation of expenses related to registrar services, accounting, operation and valuation services	-	-
Selling and marketing expenses	-	538
Units held: 3,216,539 ( June 30, 2023: Nil)	54,333	56,189
	September 30, 2024 (Un-Audited)	June 30, 2024 (Audited)
	----- (Rupees in '000) -----	
<b>Habib Bank Limited - Sponsor</b>		
Bank balances	5,304	1,115
<b>HBL Micro Finance Bank (Formerly: First Micro Finance Bank) - Associate</b>		
Bank balances	40	38
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Trustee fee payable	37	93
Sindh Sales Tax payable on Trustee	5	12
CDS charges payable	42	-
Security deposit	300	300
<b>Directors and Executives of the Management Company</b>		
Units held: 1,411,981 (June 30, 2023: Nil) units	23,882	29,880

## 11 EARNINGS PER UNIT

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

## 12 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the reporting date. The quoted market price used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13, 'Fair Value Measurements' requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

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

		September 30, 2024 (Un-Audited)						
		Carrying amount			Fair Value			
		Fair value through profit or loss	Amortized Cost	Total	Level 1	Level 2	Level 3	Total
Note		(Rupees in '000)						
<b>On-balance sheet financial instruments</b>								
<b>Financial assets measured at fair value</b>								
		601,126	-	601,126	601,126	-	-	601,126
		601,126	-	601,126	601,126	-	-	601,126
<b>Financial assets not measured at fair value</b>								
12.1	Bank balances	-	28,805	28,805				
	Dividend and profit receivable	-	13,316	13,316				
	Receivable against sale of investment	-	1,257	1,257				
	Deposits	-	2,800	2,800				
		-	46,178	46,178				
<b>Financial liabilities not measured at fair value</b>								
12.1	Payable to the Management Company	-	1,699	1,699				
	Payable to the Trustee	-	37	37				
	Accrued expenses and other liabilities	-	3,535	3,535				
	Unclaimed dividend	-	5,382	5,382				
		-	10,653	10,653				
		<b>June 30, 2024 (Audited)</b>						
		Carrying amount			Fair Value			
		Fair value through profit or loss	Amortized Cost	Total	Level 1	Level 2	Level 3	Total
Note		(Rupees in '000)						
<b>On-balance sheet financial instruments</b>								
<b>Financial assets measured at fair value</b>								
		558,944	-	558,944	558,944	-	-	558,944
		558,944	-	558,944	558,944	-	-	558,944
<b>Financial assets not measured at fair value</b>								
12.1	Bank balances	-	25,952	25,952				
	Dividend and other receivable	-	532	532				
	Receivable from Management Company	-	2,483	2,483				
	Receivable against sale of investment	-	1,358	1,358				
	Advance & Deposits	-	2,803	2,803				
		-	33,128	33,128				
<b>Financial liabilities not measured at fair value</b>								
12.1	Payable to the Management Company	-	1,595	1,595				
	Payable to the Trustee	-	93	93				
	Accrued expenses and other liabilities	-	765	765				
	Unclaimed dividend	-	5,382	5,382				
		-	7,835	7,835				

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

**12.2 Transfers during the period**

No transfers were made between various levels of fair value hierarchy during the period.

**13 TOTAL EXPENSE RATIO**

In accordance with the directive 23 of 2016 dated July 20, 2016 issued by the Securities and Exchange Commission of Pakistan (SECP), the total expense ratio of the Fund for the nine months ended September 30, 2024 is 4.72% (2023: 5.32%) which includes 0.66% (2023: 0.41%) representing government levy and SECP fee.

**14 DATE OF AUTHORISATION FOR ISSUE**

This condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on October 24, 2024.

**15 GENERAL**

**15.1** Figures have been rounded off to the nearest thousand rupees.

**15.2** Corresponding figures have been rearranged and reclassified, wherever necessary, for better presentation and disclosure.

In continuation of note 1 to annual audited financial statements for the year ended June 30, 2024, we state that as a result of measures taken by Government, there has not been any material adverse impact on fiscal and economic fronts facing the country. The Management of the Fund is closely monitoring the situation and so far, there is no impact on this interim financial information of the Fund.

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

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**Chief Financial Officer**

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**Chief Executive Officer**

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**Director**



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# **HBL**

## **Multi Asset Fund**

## FUND INFORMATION

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Name of Fund	HBL Multi Asset Fund
Name of Auditor	Yousuf Adil, Chartered Accountants
Name of Trustee	Central Depository Company of Pakistan Limited (CDC)
Bankers	Habib Bank Limited Allied Bank Limited JS Bank Limited MCB Bank Limited Zarai Taraqati Bank Limited Sindh Bank Limited Soneri Bank Limited National Bank of Pakistan Dubai Islamic Bank Limited Habib Metropolitan Bank Limited

**HBL Multi Asset Fund**  
**Condensed Interim Statement of Assets and Liabilities (Un-Audited)**  
*As at September 30, 2024*

	<i>Note</i>	<b>September 30, 2024 (Un-Audited)</b>	June 30, 2024 (Audited)
<b>(Rupees in '000)</b>			
<b>Assets</b>			
Bank balances	4.	10,316	8,225
Investments	5.	122,705	119,713
Dividend receivable and accrued mark-up		2,151	1,395
Advances, deposits and other receivables		2,515	4,421
<b>Total assets</b>		<b>137,687</b>	133,754
<b>Liabilities</b>			
Payable to Management Company	6.	304	301
Payable to Trustee	7.	24	23
Payable to Securities and Exchange Commission of Pakistan	8.	9	9
Accrued expenses and other liabilities	9.	7,532	8,642
<b>Total liabilities</b>		<b>7,869</b>	8,975
<b>Net assets</b>		<b>129,818</b>	124,779
<b>Unit holders' fund (as per statement attached)</b>		<b>129,818</b>	124,779
<b>Contingencies And Commitments</b>			
	10.	<b>(Number of units)</b>	
<b>Number of units in issue</b>		<b>912,946</b>	901,168
		<b>(Rupees)</b>	
<b>Net assets value per unit</b>		<b>142.1969</b>	138.4640

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

For HBL Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

**HBL Multi Asset Fund**  
**Condensed Interim Income Statement And Other Comprehensive Income (Un-Audited)**  
*For the three months ended September 30, 2024*

	Note	Three months ended	
		September 30,	
		2024	2023
		----- (Rupees in '000) -----	
<b>Income</b>			
Dividend income		1,617	1,047
Mark-up on deposits with banks & Term deposit		1,187	1,130
Mark-up / return on investments - net		858	577
Capital gain on sale of investments - net		253	6,361
		3,915	9,115
Unrealised appreciation on re-measurement of investments at "fair value through profit or loss - net		846	1,192
		4,761	10,307
<b>Expenses</b>			
Remuneration of Management Company		922	534
Remuneration of Trustee		74	53
Fee of Securities and Exchange Commission of Pakistan		27	20
Allocation of expenses related to registrar services, accounting, operation and valuation services		-	83
Selling and Marketing Expense		-	115
Settlement and bank charges		95	102
Auditors' remuneration		175	99
Fee and Subscription		8	7
Printing Charges		37	16
Securities transaction costs		37	724
		1,375	1,753
<b>Net income / (loss) from operating activities</b>		3,386	8,554
<b>Net income / (loss) for the period before taxation</b>		3,386	8,554
<b>Taxation</b>	11.	-	-
<b>Net income for the period after taxation</b>		3,386	8,554
<b>Allocation of net income for the period:</b>			
Income already paid on redemption of units		5	2,697
Accounting income available for distribution:			
-Relating to capital gains		1,099	5,171
-Excluding capital gains		2,282	686
		3,381	5,857
<b>Net income for the period after taxation</b>		3,386	8,554
Other comprehensive income for the period		-	-
<b>Total comprehensive income / (loss) for the period</b>		3,386	8,554
<b>Earning per unit</b>	12.		

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

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**HBL Multi Asset Fund**  
**Statement of Movement in Unitholders' Fund (Un-Audited)**  
**For the three months ended September 30, 2024**

	Three months ended September 30,							
	2024				2023			
	(Rupees in '000)							
Capital value	Undistributed income / (Accumulated loss)	Unrealised income / (loss) on investment	Total	Capital value	Undistributed income / (Accumulated loss)	Unrealised income / (loss) on investment	Total	
Net assets at the beginning of the period	142,223	(17,444)	-	124,779	154,814	(51,150)	-	103,664
Issuance of 25,476 units (2023: 9,116 units)								
- Capital value (at net asset value per unit at the beginning of the period)	3,528	-	-	3,528	1,262	-	-	1,262
- Element of loss	73	-	-	73	(349)	-	-	(349)
	3,601			3,601	913			913
Redemption of 13,698 units (2023: 477,118 units)								
- Capital value (at net asset value per unit at the beginning of the period)	(1,897)	-	-	(1,897)	(66,065)	-	-	(66,065)
- Amount paid out of element of income Relating to net income for the period after taxation	(41)	(5)	-	(46)	24,622	(2,697)	-	21,925
	(1,938)	(5)		(1,948)	(41,443)	(5,394)		(46,837)
Net income for the period after taxation	-	3,386	-	3,386	-	8,554	-	8,554
Distribution during the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	3,386	-	3,386	-	8,554	-	8,554
Net assets at the end of the period	143,886	(14,063)	-	129,818	114,284	(47,990)	-	66,294
Undistributed income brought forward								
- Realised		(37,622)				(49,986)		
- Unrealised		20,178				(1,165)		
		(17,444)				(51,150)		
Net loss for the period after taxation		3,386				-		
Accounting income available for distribution:								
-Relating to capital gains		1,099				5,171		
-Excluding capital gains		2,282				686		
		3,381				5,857		
Undistributed income carried forward		(10,677)				(45,293)		
Undistributed income carried forward								
- Realised		(11,523)				(46,485)		
- Unrealised		846				1,192		
		(10,677)				(45,293)		
	------(Rupees)-----							
Net assets value per unit at beginning of the period				138.4640				92.3983
Net assets value per unit at end of the period				142.1969				101.3789

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

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**HBL Multi Asset Fund**  
**Condensed Interim Cash Flow Statement (Un-Audited)**  
*For the three months ended September 30, 2024*

	Three months ended	
	September 30,	
	2024	2023
	(Rupees in '000)	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net income for the period	3,386	8,554
	<u>3,386</u>	<u>8,554</u>
<b>(Increase) / decrease in assets</b>		
Investments - net	(2,992)	22,243
Dividend receivable and accrued mark-up	(756)	(195)
Advances, deposits and other receivables	1,906	2,080
	<u>(1,842)</u>	<u>24,128</u>
<b>Increase / (decrease) in liabilities</b>		
Payable to Management Company	3	(58)
Payable to Trustee	1	(6)
Payable to Securities and Exchange Commission of Pakistan	-	(14)
Accrued expenses and other liabilities	(1,110)	(686)
	<u>(1,106)</u>	<u>(764)</u>
<b>Net cash generated from operating activities</b>	<u>438</u>	<u>31,918</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Amount received on issue of units	3,601	913
Payment against redemption of units	(1,948)	(46,837)
<b>Net cash used in financing activities</b>	<u>1,653</u>	<u>(45,924)</u>
<b>Net decrease in cash and cash equivalents</b>	<u>2,091</u>	<u>(14,006)</u>
Cash and cash equivalents at beginning of the period	8,225	27,173
<b>Cash and cash equivalents at end of the period</b>	<u><u>10,316</u></u>	<u><u>13,167</u></u>

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

For HBL Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

# HBL Multi Asset Fund

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

For the three months ended September 30, 2024

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### 1. LEGAL STATUS AND NATURE OF BUSINESS

HBL Multi Asset Fund (the Fund) was established under a Trust Deed, dated October 08, 2007, executed between HBL Asset Management Limited as the Management Company 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 unit trust scheme on September 28, 2007.

HBL Asset Management Limited is the Management Company of the fund which is a wholly owned subsidiary of Habib Bank Limited. The Aga Khan Fund for Economic Development (AKFED), S.A. is the parent company of Habib Bank Limited. The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th Floor, Emerald Tower, G-19, Block 5, Main Clifton Road, Clifton, Karachi Pakistan.

The Fund is an open ended mutual fund and offers units for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering to the Fund. The Fund is listed on the Pakistan Stock Exchange.

The objective of the Fund is to provide long-term capital growth and income by investing in multiple asset classes, such as equity securities, government securities, fixed income securities, continuous funding system, derivatives, money market instruments and other asset classes / securities / instruments.

VIS Credit Rating Company has reaffirmed a management quality rating to 'AM1' (Stable outlook) of the Management Company on December 29, 2023 (2023: AM1 dated on December 30, 2022).

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

### 2. BASIS OF PREPARATION

#### 2.1 STATEMENT OF COMPLIANCE

2.1.1 This condensed interim financial information has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards ("IFRSs") issued by the International Accounting Standards Board as are notified under the Companies Act, 2017, the requirements of the Trust Deed, the NBFC Rules, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the "NBFC Regulations") and the directives issued by the SECP.

Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP differ with the requirements of the IFRS, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of IAS - 34. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2024.

2.1.3 In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2024.

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## 2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets 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 AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

3.1 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 audited financial statements of the Fund for the year, ended June 30, 2024.

3.2 The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2024.

3.3 Certain amendments to approved accounting standards have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2024. None of these amendments are expected to have a significant effect on this condensed interim financial information.

3.4 The Fund's financial risk management objectives and policies are consistent with that disclosed in this financial information for the year ended June 30, 2024.

4. Bank Balances	Note	(Un-Audited)	(Audited)
		September 30, 2024	June 30, 2024
(Rupees in '000)			
Savings accounts	4.1	10,316	8,225
		<u>10,316</u>	<u>8,225</u>

4.1 This represents bank accounts held with different banks. Mark-up rates on these accounts range between 16% to 19.40% per annum (June 30, 2024: 19% and 22.5% p.a).

5. INVESTMENTS	Note	(Un-Audited)	(Audited)
		September 30, 2024	June 30, 2024
(Rupees in '000)			
At Fair Value Through Profit or Loss			
- Term Finance Certificates	5.1	5,175	19,409
- Listed Equity Securities	5.3	90,206	87,477
- Market Treasury Bills	5.2	27,324	12,827
		<u>122,705</u>	<u>119,713</u>



## 5.1 Term Finance Certificates - At fair value through profit or loss

Name of the Investee Company	Number of certificates			As at September 30, 2024	Market value as at September 30, 2024 (Rs. in '000)	Market value as a percentage of	
	As at July 1, 2024	Purchases during the period	Sales / Matured during the period			Total Investments	Net Assets
TPL Trakker Limited	4	-	-	4	1,353	1.10	1.04
The HUB Power Company Limited	50	-	-	50	3,822	3.11	2.94
	<b>54</b>	<b>-</b>	<b>-</b>	<b>54</b>	<b>5,175</b>	<b>4.22</b>	<b>3.99</b>

Carrying Value as at September 30, 2024

**5,187**

### 5.1.2 Significant terms and conditions of Term Finance Certificates and Sukuk bonds outstanding at September 30, 2024 are:

Name of security	Remaining principal (per TFC)	Mark-up rate (per annum)	Issue date	Maturity date
TPL Trakker Limited	333,333	3 month KIBOR + 3%	30-Mar-21	30-Mar-26
HUB Power Holding Limited	75,000	6 month KIBOR + 2.5%	12-Nov-20	12-Nov-25

## 5.2 Market Treasury Bills - At fair value through profit or loss

Name of Security	Issue date	As at July 01, 2024	Purchases made during the year	Matured / sold during the year	As at September 30, 2024	Carrying Value as at September 30, 2024	Market Value as at September 30, 2024	Unrealised appreciation/ (diminution)	Market Value as a percentage of	
									Total Investment	Net Assets
(Rupees in '000)										
<b>Market Treasury Bills - 12 Months</b>										
Treasury bills - 3 months	25-Jul-24	-	15,000	-	15,000	14,877	14,886	9	12.13	11.47
Treasury bills - 12 months	22-Aug-24	-	3,000	-	3,000	2,616	2,673	58	2.18	2.06
Treasury bills - 12 months	5-Sep-24	-	11,000	-	11,000	9,532	9,764	232	7.96	7.52
Treasury bills - 3 months	2-May-24	13,000	-	13,000	-	-	-	-	-	-
		<b>13,000</b>	<b>29,000</b>	<b>13,000</b>	<b>29,000</b>	<b>27,025</b>	<b>27,324</b>	<b>299</b>		

## 5.3 Listed equity securities - At fair value through profit or loss

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

Name of investee company	Note	As at July 01, 2024	Purchases during the year	Bonus / Rights issue	Sales during the year	As at September 30, 2024	Cost of Holding as at September 30, 2024	Market value as at September 30, 2024	Market value as a percentage of		Par value as a percentage of issued capital of the investee company
									Total Investments	Net Assets	
(Number of Shares)											
(Rupees in '000)											
(%)											
<b>Cement</b>											
Lucky Cement Limited		240	2,670	-	-	2,910	2,551	2,573	2.10	1.98	0.00
Maple Leaf Cement Factory Limited	5.3.1	65,000	-	-	-	65,000	2,470	2,109	1.72	1.62	0.01
D.G. Khan Cement Company Limited		31,100	4,300	-	3,800	31,600	2,845	2,323	1.89	1.79	0.01
Fauji Cement Company Limited		108,300	102,000	-	25,300	185,000	4,235	4,676	3.81	3.60	0.01
Pioneer Cement Limited		23,800	-	-	-	23,800	4,014	4,313	3.51	3.32	0.01
Thatta Cement Company Limited		-	54,000	-	-	54,000	2,508	4,474	3.65	3.45	0.05
		<b>228,440</b>	<b>162,970</b>	<b>-</b>	<b>29,100</b>	<b>362,310</b>	<b>18,623</b>	<b>20,468</b>			
<b>Chemical</b>											
Ittehad Chemicals Limited		12,000	-	-	-	12,000	566	522	0.43	0.40	0.01
		<b>12,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,000</b>	<b>566</b>	<b>522</b>			
<b>Automobile Parts &amp; Accessories</b>											
Baluchistan Wheels Limited		11,500	-	-	-	11,500	1,495	1,213	0.99	0.93	0.09
Exide Pakistan Limited		2,700	-	-	1,050	1,650	972	1,453	1.18	1.12	0.02
Panther Tyres Limited		3,000	4,500	-	-	7,500	293	298	0.24	0.23	0.00
		<b>17,200</b>	<b>4,500</b>	<b>-</b>	<b>1,050</b>	<b>20,650</b>	<b>2,760</b>	<b>2,964</b>			

Name of investee company	Note	As at July 01, 2024	Purchases during the year	Bonus / Rights issue	Sales during the year	As at September 30, 2024	Cost of Holding as at September 30, 2024	Market value as at September 30, 2024	Market value as a		Par value as a percentage of issued capital of the investee company
									Total Investments	Net Assets	
						----- (Number of Shares) -----		----- (Rupees in '000) -----		----- (%) -----	
<b>Commercial Banks</b>											
Bank Alfalah Limited		19,000	-	-	-	19,000	1,292	1,152	0.94	0.89	0.00
Bank AL Habib Limited		34,570	-	-	6,700	27,870	3,126	2,751	2.24	2.12	0.00
Faysal Bank Limited	5.3.2	750	-	-	-	750	39	34	0.03	0.03	0.00
Habib Bank Limited		5,000	-	-	-	5,000	620	635	0.52	0.49	0.00
MCB Bank Limited		5,600	-	-	-	5,600	1,271	1,346	1.10	1.04	0.00
Habib Metropolitan Bank Limited		8,500	-	-	-	8,500	584	571	0.47	0.44	0.00
Meezan Bank Limited	5.3.1	22,550	-	-	17,000	5,550	1,329	1,266	1.03	0.98	0.00
United Bank Limited	5.3.1	36,256	-	-	4,556	31,700	8,123	9,237	7.53	7.12	0.00
		<b>132,226</b>	<b>-</b>	<b>-</b>	<b>28,256</b>	<b>103,970</b>	<b>16,384</b>	<b>16,992</b>			
<b>Engineering</b>											
Agha Steel Industries Limited		16,500	-	-	16,500	-	-	-	-	-	-
Aisha Steel Mills Limited		38,745	29,000	-	-	67,745	500	427	0.35	0.33	0.01
Mughal Iron & Steel Industries Limited	5.3.2	3,582	2,800	-	-	6,382	574	494	0.40	0.38	0.00
International Steels Limited		8,000	-	-	-	8,000	676	502	0.41	0.39	0.00
		<b>66,827</b>	<b>31,800</b>	<b>-</b>	<b>16,500</b>	<b>82,127</b>	<b>1,750</b>	<b>1,423</b>			
<b>Fertilizer</b>											
Fauji Fertilizer Bin Qasim Limited		20,000	-	-	-	20,000	709	1,002	0.82	0.77	0.00
		<b>20,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>20,000</b>	<b>709</b>	<b>1,002</b>			
<b>Oil &amp; Gas Exploration Companies</b>											
Oil & Gas Development Company Limited	5.3.1	62,700	-	-	-	62,700	8,487	8,992	7.33	6.93	0.00
Pakistan Petroleum Limited	5.3.1	74,100	-	-	-	74,100	8,678	7,915	6.45	6.10	0.00
		<b>136,800</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>136,800</b>	<b>17,165</b>	<b>16,907</b>			
<b>Oil &amp; Gas Marketing Companies</b>											
Sui Northern Gas Pipelines Limited	5.3.1	84,600	-	-	-	84,600	5,370	5,392	4.39	4.15	0.01
Pakistan State Oil Company Limited	5.3.1 & 5.3.2	36,800	-	-	-	36,800	6,117	5,935	4.84	4.57	0.01
		<b>121,400</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>121,400</b>	<b>11,487</b>	<b>11,327</b>			
<b>Pharmaceuticals</b>											
AGP Limited		-	3,283	-	-	3,283	315	364	0.30	0.28	0.00
Abbot Laboratories Pakistan Limited		1,100	-	-	-	1,100	806	842	0.69	0.65	0.00
Ferozsons Laboratories Limited		6,000	4,500	-	-	10,500	2,660	3,050	2.49	2.35	0.02
The Searle Company Limited	5.3.2	1,400	-	-	-	1,400	80	80	0.07	0.06	0.00
		<b>8,500</b>	<b>7,783</b>	<b>-</b>	<b>-</b>	<b>16,283</b>	<b>3,861</b>	<b>4,336</b>			
<b>Power Generation and Distribution</b>											
K-Electric Limited *		310,000	-	-	-	310,000	1,435	1,166	0.95	0.90	0.00
The Hub Power Company Limited		47,400	-	-	-	47,400	7,730	5,657	4.61	4.36	0.00
		<b>357,400</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>357,400</b>	<b>9,165</b>	<b>6,823</b>			
<b>Automobile Assembler</b>											
Al Ghazi Tractors Limited		750	-	-	-	750	262	287	0.23	0.22	0.00
Ghandhara Industries Limited		-	1,500	-	-	1,500	593	481	0.39	0.37	0.00
Honda Atlas Cars (Pakistan) Limited		3,050	-	-	-	3,050	864	764	0.62	0.59	0.00
Sazgar Engineering Works Limited		729	-	-	-	729	607	702	0.57	0.54	0.00
		<b>4,529</b>	<b>1,500</b>	<b>-</b>	<b>-</b>	<b>6,029</b>	<b>2,326</b>	<b>2,234</b>			
<b>Food &amp; Personal Care Products</b>											
Murree Brewery Company Limited		1,700	-	-	-	1,700	823	850	0.69	0.65	0.01
		<b>1,700</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,700</b>	<b>823</b>	<b>850</b>			
<b>Refinery</b>											
National Refinery Limited		1,420	-	-	1,420	-	-	-	-	-	-
Attock Refinery Limited		3,750	-	-	3,750	-	-	-	-	-	-
		<b>5,170</b>	<b>-</b>	<b>-</b>	<b>5,170</b>	<b>-</b>	<b>-</b>	<b>-</b>			
<b>Technology &amp; Communication</b>											
Air Link Communication Limited		-	10,500	-	-	10,500	1,297	1,367	1.11	1.05	0.00
TPL Trakker Limited		158,000	-	-	-	158,000	980	1,383	1.13	1.07	0.08
		<b>158,000</b>	<b>10,500</b>	<b>-</b>	<b>-</b>	<b>168,500</b>	<b>2,277</b>	<b>2,750</b>			
<b>Paper &amp; Board</b>											
Century Paper & Board Mills Limited		17,500	-	-	-	17,500	524	437	0.36	0.34	0.00
		<b>17,500</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>17,500</b>	<b>524</b>	<b>437</b>			
<b>Glass &amp; Ceramics</b>											
Tariq Glass Industries Limited		10,500	-	-	-	10,500	1,224	1,171	0.95	0.90	0.01
		<b>10,500</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,500</b>	<b>1,224</b>	<b>1,171</b>			
<b>Total as at September 30, 2024</b>		<b>1,298,192</b>	<b>219,053</b>	<b>-</b>	<b>80,076</b>	<b>1,437,169</b>	<b>89,644</b>	<b>90,206</b>			

5.3.1 Investments include shares having market value aggregating to Rs. 24.327 million (June 30, 2024: 24.051 million) that have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in terms of Circular 11 dated October 23, 2007 issued by the SECP.

5.3.2 These include gross bonus shares as per Fund's entitlement declared by the investee companies. 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 Management Company of the Fund jointly with other asset management companies and Mutual Fund Association of Pakistan, has filed a petition in 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 mutual funds based on the premise of exemption available to mutual funds under clause 99 of Part I and clause 47B of Part IV of the Second Schedule to 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 bonus shares equivalent to 5% of bonus announcement of the Fund having fair market value of Rs. 397,391 as at September 30, 2024 (June 30, 2024: Rs 447,832) and not yet deposited in CDC account of Department of Income tax. Management Company is of the view that the decision will be in the favor and accordingly has recorded the bonus shares on gross basis at fair value in Fund's investments at period end.

6. PAYABLE TO HBL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	(Un-Audited)	(Audited)
		September 30, 2024	June 30, 2024
		(Rupees in '000)	
Management fee	6.1	264	179
Sindh Sales Tax	6.2	40	23
Allocation of expenses related to registrar services, accounting, operation and valuation services		-	-
Selling and Marketing Payable		-	99
		<b>304</b>	<b>301</b>

6.1 Under the revised Non-Banking Finance Companies & Notified Entities Regulations 2008, notified on November 25, 2015, the Management Company of the Fund is entitled to a remuneration of an amount not exceeding two percent of average annual net assets. The Management Company has charged its remuneration at the rate of 2.5% (June 30, 2024: 1.5%-2.49%) of the average annual net assets.

6.2 The Sindh Government has levied Sindh Sales Tax at the rate of 15% (June 30, 2024: 13%) on the remuneration of the Management Company through Sindh Sales Tax on Services Act, 2011.

7. Payable To Trustee	Note	(Un-Audited)	(Audited)
		September 30, 2024	June 30, 2024
		(Rupees in '000)	
Trustee's remuneration	7.1	21	20
Sindh Sales Tax		3	3
		<b>24</b>	<b>23</b>

7.1 The trustee is entitled to a monthly remuneration for services rendered to the fund under the provision of the Trust Deed. Effective from July 1, 2019 the trustee fee is being charged at the rate of 0.2% (June 30, 2024: 0.2%) of the daily average net assets of the Fund. The fee is payable monthly in arrears.

8. PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	(Un-Audited) September 30, 2024	(Audited) June 30, 2024
(Rupees in '000)			
SECP Fee	8.1	<u>9</u>	<u>9</u>

8.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP). Effective from July 1, 2023, the SECP vide SRO No. 592(I)/2023 dated May 17, 2023, has revised the rate of fee to 0.085% per annum of the daily net assets of the Fund. The Fund is required to pay the SECP fee within fifteen days of the close of every calendar month.

9. ACCRUED EXPENSES AND OTHER LIABILITIES	Note	(Un-Audited) September 30, 2024	(Audited) June 30, 2024
(Rupees in '000)			
Auditors' remuneration		578	425
Federal Excise Duty	9.1	6,610	6,610
Other payables		283	200
With Holding Tax payable		-	1,353
Payable to brokers		59	51
Dividend payable		2	3
		<u>7,532</u>	<u>8,642</u>

#### 9.1 PROVISION FOR FEDERAL EXCISE DUTY

The legal status of applicability of Federal Excise Duty on the Fund is same as that disclosed in note 11.1 to the annual audited financial statements of the Fund for the year ended June 30, 2024, and the appeal filed by tax authorities against the order passed by Honourable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of above, the Management Company, as a matter of abundant caution, is carrying provision for FED for the period from January 13, 2013 to June 30, 2016 aggregating to Rs. 6.61 million (June 30, 2024: 6.61 million). Had the provision not been made, the Net Asset Value per unit as at September 30, 2024 would have been higher by Re. 7.2403 (June 30, 2024: Re. 5.8917) per unit.

#### 10. CONTINGENCIES AND COMMITMENTS

There were no contingencies or commitments outstanding as at September 30, 2024.

#### 11. TAXATION

The income of the Fund is exempt from tax under clause 99 of Part 1 of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90 percent of its accounting income for the year, as reduced by the capital gains whether realised or unrealised, is distributed among its unit holders. The Fund has not recorded a tax liability in respect of income relating to the current period as the Management Company intends to distribute more than 90 percent of the Fund's accounting income for the period as reduced by capital gains (whether realised or unrealised) to its unit holders.

#### 12. EARNINGS PER UNIT (EPU)

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

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**13. TOTAL EXPENSE RATIO**

The Total Expense Ratio (TER) of the Fund as at September 30, 2024 is 4.29% (June 30, 2024: 4.38%) which includes 0.50% (June 30, 2024: 0.46%) representing government levies on the Fund such as sales taxes, annual fee to the SECP etc.

**14. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES**

Connected persons include HBL Asset Management Limited being the Management Company, Habib Bank Limited being the Sponsor, Central Depository Company of Pakistan Limited, being the Trustee of the Fund, other collective investment schemes managed by the Management Company, directors and officers of the Management Company, directors of connected persons and persons having 10% or more beneficial ownership of the units of the Fund.

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

Details of the transactions with connected persons and balances with them, if not disclosed elsewhere in the condensed interim financial information are as follows:

<b>14.1 Transactions during the period</b>	<b>(Un-Audited)</b>	
	<b>Three months ended</b>	
	<b>September 30,</b>	
	<b>2024</b>	<b>2023</b>
	<b>(Rupees in '000)</b>	
<b>HBL Asset Management Limited - Management Company</b>		
Management fee	<b>922</b>	534
Allocation of expenses related to registrar services, accounting, operation and valuation services	-	83
Selling and Marketing Expense	-	115
<b>Habib Bank Limited - Sponsor</b>		
Purchase of Nil Shares (2023: 183,500 shares)	-	16,851
Sale of Nil shares (2023: 242,500 shares)	-	21,715
Mark-up earned during the period	<b>38</b>	52
Dividend income earned during the period	<b>20</b>	-
Bank charges	<b>2</b>	2
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration	<b>74</b>	53
Central Depository service charges	<b>3</b>	3

14.2 Amounts outstanding as at period end	(Un-Audited) September 30, 2024	(Audited) June 30, 2024
	(Rupees in '000)	
<b>HBL Asset Management Limited - Management Company</b>		
Management fee	264	179
Sindh Sales Tax	40	23
Allocation of expenses related to registrar services, accounting, operation and valuation services	-	-
Selling and Marketing Payable	-	99
Receivable from Management Company against selling and marketing expenses	-	738
Investment held in the Fund: 636,281 units (June, 30 2024: 636,281 Units)	<b>90,477</b>	88,102
<b>Habib Bank Limited - Sponsor</b>		
Bank balances	<b>1,892</b>	1,160
Outstanding balance of Shares: 5,000 shares (June, 30 2024: 5000 shares)	<b>635</b>	620
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration payable	<b>21</b>	20
Sindh Sales Tax	<b>3</b>	3
Security Deposit	<b>100</b>	100

**15. DISCLOSURE UNDER CIRCULAR 16 OF 2010 ISSUED BY THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN - CATEGORISATION OF OPEN END SCHEME**

The Securities and Exchange Commission of Pakistan vide circular 16 of 2010 dated July 07, 2010 required all Asset Management Companies to make disclosure in the financial statement of the collective investment scheme regarding any non-compliant investment held in portfolio of the collective investment scheme which are non-compliant either with the investment policy or the minimum investment criteria. As at September 30, 2023, all the investment held in the fund portfolio are compliant except for the following which are non-compliant due to not meeting minimum rating requirement.

Name of Non-Complaint Investment	Type of Investment	Value of Investment before Provision	Provision held (if any)	Value of Investment after Provision	% of Net Assets	% of Gross Assets
(Rupees in '000)						
Dewan Cement Limited	Advance	25,000	25,000	-	-	-

**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.

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.

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market price used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13, 'Fair Value Measurements: Disclosures' requires the Fund to classify fair value measurements using a hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

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

	September 30, 2024							
	Carrying amount			Total	Fair Value			Total
	fair value through profit or loss	At Amortized Cost	Other financial liabilities		Level 1	Level 2	Level 3	
<b>On-balance sheet financial instruments</b>	----- (Rupees in '000) -----							
<b>Financial assets measured at fair value</b>								
Investments								
Term Finance Certificates	5,175	-	-	5,175	-	5,175	5,175	
Listed Equity Securities	90,206	-	-	90,206	90,206	-	90,206	
Market Treasury Bills	27,324	-	-	27,324	-	27,324	27,324	
	<b>122,705</b>	<b>-</b>	<b>-</b>	<b>32,499</b>				
<b>Financial assets not measured at fair value</b>								
Bank balances	-	10,316	-	10,316				
Dividend receivable and accrued mark-up	-	2,151	-	2,151				
Advances, deposits and other receivables	-	2,515	-	2,515				
	<b>-</b>	<b>14,982</b>	<b>-</b>	<b>14,982</b>				
<b>Financial liabilities not measured at fair value</b>								
Payable to Management Company	-	-	304	304				
Payable to Trustee	-	-	24	24				
Accrued expenses and other liabilities	-	-	7,532	7,532				
	<b>-</b>	<b>-</b>	<b>7,860</b>	<b>7,860</b>				

	June 30, 2024							
	Carrying amount				Fair Value			
	Fair value through profit or loss	at amortized cost	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
<b>On-balance sheet financial instruments</b>	----- (Rupees in '000) -----							
<b>Financial assets measured at fair value</b>								
Investments								
Listed equity securities	87,477	-	-	87,477	87,477	-	-	87,477
Market Treasury Bills	12,827	-	-	12,827	-	12,827	-	12,827
Term finance certificates and sukuk bonds	19,409	-	-	19,409	-	19,409	-	19,409
	<u>119,713</u>	<u>-</u>	<u>-</u>	<u>119,713</u>				
<b>Financial assets not measured at fair value</b>								
Bank balances	-	8,225	-	8,225				
Term finance certificates and sukuk bonds	-	14,000	-	14,000				
Dividend receivable and accrued mark-up	-	1,395	-	1,395				
Advances, deposits and other receivables	-	4,421	-	4,421				
	<u>-</u>	<u>28,041</u>	<u>-</u>	<u>28,041</u>				
<b>Financial liabilities not measured at fair value</b>								
Payable to the Management Company	-	301	-	301				
Payable to the Trustee	-	23	-	23				
Accrued expenses and other liabilities	-	2,032	-	2,032				
	<u>-</u>	<u>2,356</u>	<u>-</u>	<u>2,356</u>				

**17. DATE OF AUTHORISATION FOR ISSUE**

This condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on October 24, 2024 .

**18. GENERAL**

Figures have been rounded off to the nearest thousand rupees.

For HBL Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director



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# **HBL**

## **Growth Fund**

## FUND INFORMATION

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Name of Fund	HBL Growth Fund
Name of Auditor	A.F. Ferguson & Co.
Name of Trustee	Central Depository Company of Pakistan Limited (CDC)
Bankers	Allied Bank limited Habib Bank Limited Habib Metro Bank Limited HBL Micro Finance Bank Limited JS Bank Limited Khushali Micro Finance Bank Limited MCB Bank Limited Mobillink Micro Finance Bank Limited National Bank Limited Soneri Bank limited U Micro Finance Bank Limited Zarai Taraqiati Bank Limited

**HBL Growth Fund**  
**Condensed Interim Statement of Assets and Liabilities (Un-Audited)**  
*AS AT SEPTEMBER 30, 2024*

	Note	September 30, 2024 (Un-Audited)			June 30, 2024 (Audited)		
		Class A	Class B	Total	Class A	Class B	Total
(Rupees in '000)							
<b>Assets</b>							
Bank balances	4	501,929	198,573	700,502	694,513	250,899	945,412
Investments	5	5,045,428	1,515,337	6,560,765	5,177,387	1,547,634	6,725,021
Dividend and profit receivable		78,246	31,320	109,566	23,590	5,175	28,765
Receivable from HBL Asset Management Limited - Management Company		-	11,596	11,596	-	11,157	11,157
Receivable against purchase of investment		-	41,173	41,173	-	-	-
Security deposits and Prepayments		840	4,123	4,963	1,236	4,835	6,071
<b>Total assets</b>		<b>5,626,443</b>	<b>1,802,122</b>	<b>7,428,565</b>	<b>5,896,726</b>	<b>1,819,700</b>	<b>7,716,426</b>
<b>Liabilities</b>							
Payable to Management Company	6	9,013	5,370	14,383	10,836	5,731	16,567
Payable to the Trustee		1,161	642	1,803	638	255	893
Payable to the Securities and Exchange Commission of Pakistan	8	440	120	560	457	120	577
Payable against purchase of investment		-	-	-	-	-	-
Accrued expenses and other liabilities	7	2,558	144,882	147,440	27,244	143,307	170,551
Dividend Payable		53,030	-	53,030	202,165	39,819	241,984
Unclaimed dividend		-	131,647	131,647	-	131,647	131,647
<b>Total liabilities</b>		<b>66,202</b>	<b>282,661</b>	<b>348,863</b>	<b>241,340</b>	<b>320,879</b>	<b>562,219</b>
<b>Net assets</b>		<b>5,560,241</b>	<b>1,519,461</b>	<b>7,079,702</b>	<b>5,655,386</b>	<b>1,498,821</b>	<b>7,154,207</b>
<b>Total unit holders' fund (as per statement attached)</b>		<b>5,560,241</b>	<b>1,519,461</b>	<b>7,079,702</b>	<b>5,655,386</b>	<b>1,498,821</b>	<b>7,154,207</b>
<b>Contingencies and commitments</b>							
<b>Number of units in issue</b>	9	<b>283,500,000</b>	<b>68,791,488</b>		<b>283,500,000</b>	<b>69,414,008</b>	
(Rupees)							
<b>Net assets value per unit</b>		<b>19.6128</b>	<b>22.0879</b>		<b>19.9485</b>	<b>21.5925</b>	

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

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

Chief Financial Officer

Chief Executive Officer

Director

**HBL Growth Fund**  
**CONDENSED INTERIM INCOME STATEMENT AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)**  
**FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024**

Note	Three Months Ended						
	September 30,						
	2024			2023			
	Class A	Class B	Total	Class A	Class B	Total	
	------(Rupees in '000)-----			------(Rupees in '000)-----			
<b>Income</b>							
Capital gain / (Loss) on sale of investments - net	-	66,024	66,024	-	122,393	122,393	
Dividend income	44,600	20,773	65,373	14,867	21,945	36,812	
Profit on bank deposits	27,282	12,557	39,839	37,049	15,655	52,704	
Income from Government securities	-	-	-	-	-	-	
	71,882	99,354	171,236	51,916	159,993	211,909	
Unrealized appreciation / (diminution) on re-measurement of investments classified as financial assets at 'fair value through profit and loss' - held-for-trading - net	-	(44,734)	(44,734)	-	12,336	12,336	
	71,882	54,620	126,502	51,916	172,330	224,246	
<b>Expenses</b>							
Remuneration of Management Company	6.1 & 6.2	24,528	13,653	38,181	18,356	5,750	24,106
Remuneration of Central Depository Company of Pakistan Limited - Trustee		1,926	734	2,660	1,456	349	1,805
Annual fee to the Securities and Exchange Commission of Pakistan		1,350	367	1,717	1,029	241	1,270
Allocation of expenses related to registrar services, accounting, operation and valuation services	6.3	6,831	2,367	9,198	5,956	1,399	7,355
Selling and Marketing Expense		-	-	-	-	2,672	2,672
Settlement and bank charges		-	375	375	-	478	478
Auditors' remuneration		185	49	234	155	33	188
Fees & Subscription		248	56	304	177	186	363
Securities transaction costs		-	2,651	2,651	-	9,263	9,263
		35,068	20,252	55,320	27,129	20,371	47,500
<b>Net income from operating activities</b>		36,814	34,368	71,182	24,787	151,959	176,746
Taxation	10	-	-	-	-	-	-
<b>Net income for the period after taxation</b>		36,814	34,368	71,182	24,787	151,959	176,746
<b>Allocation of net income for the period:</b>							
Income already paid on redemption of units		-	153	-	-	1,297	-
<b>Accounting (loss) / income available for distribution:</b>							
-Relating to capital gains		-	21,290	-	-	133,580	-
-Excluding capital gains		36,814	12,925	49,739	24,787	17,082	42,869
		36,814	34,215	71,029	24,787	150,662	42,869
<b>Other comprehensive income / (loss) for the period</b>		(131,959)	-	(131,959)	(1,352,989)	-	-
<b>Total comprehensive income / (loss) for the period</b>		(95,145)	34,368	(60,777)	(1,328,202)	151,959	(1,176,243)

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

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

\_\_\_\_\_  
**Chief Financial Officer**

\_\_\_\_\_  
**Chief Executive Officer**

\_\_\_\_\_  
**Director**

# HBL Growth Fund

## Statement of Movement in Unit Holders' Fund

### FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024

	2024					2023					2023					
	Class A		Class B			Class A		Class B			Class A		Class B			
	Capital Value	Undistributed Income	Unrealised Income/(Loss) on Investment	Premium on Issue of Certificates	Total	Capital Value	Undistributed Income	Total	Capital Value	Undistributed Income	Unrealised Income/(Loss) on Investment	Premium on Issue of Certificates	Total	Capital Value	Undistributed Income	Total
	(Rupees)															
Net assets at beginning of the year / period	2,835,000	(2,944,436)	3,757,010	2,007,812	5,655,386	(600,335)	2,099,156	1,498,821	2,835,000	(2,952,975)	2,007,607	2,007,812	3,897,444	(603,409)	1,511,620	908,211
Issue of 283,500,000 Class A units at the time of conversion																
Issuance of 199,639 units (2023: 1,147,018 units)																
- Capital value (at net asset value per unit at the beginning of the year / period)	-	-	-	-	-	4,311	-	4,311	-	-	-	-	-	2,857	-	2,857
- Element of loss	-	-	-	-	-	978	-	978	-	-	-	-	-	354	-	354
Total proceeds on issuance of units						5,289	-	5,289						3,212	-	3,212
Redemption of 821,158 units (2023: 323,326 units)																
- Capital value (at net asset value per unit at the beginning of the year / period)	-	-	-	-	-	(17,752)	-	(17,752)	-	-	-	-	-	(14,047)	-	(14,047)
- Amount paid out of element of income	-	-	-	-	-	(1,111)	(153)	(1,265)	-	-	-	-	-	(1,741)	(1,297)	(1,472)
Relating to net income for the year / period after taxation	-	-	-	-	-	(18,863)	(153)	(19,017)	-	-	-	-	-	(14,221)	(1,297)	(15,518)
Total payment on redemption of units																
Total comprehensive income for the year / period	-	36,814	(131,959)	-	(95,145)	-	34,368	34,368	-	24,787	(1,352,989)	-	(1,328,202)	-	151,959	151,959
Distribution during the year / period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income for the year / period less distribution	-	36,814	(131,959)	-	(95,145)	-	34,368	34,368	-	24,787	(1,352,989)	-	(1,328,202)	-	151,959	151,959
Net assets at end of the year / period	2,835,000	(2,907,622)	3,625,051	2,007,812	5,560,241	(619,909)	2,133,371	1,519,461	2,835,000	(2,928,188)	654,619	2,007,812	2,569,242	(614,418)	1,662,282	1,047,864
Undistributed income / (loss) brought forward																
- Realised		(2,944,436)					1,793,302			(2,952,975)					1,533,639	
- Unrealised		-					305,854			-					(22,019)	
		(2,944,436)					2,099,156			(2,952,975)					1,511,620	
Transferred to Class B - Segment on conversion of Fund																
Accounting income / (Loss available for distribution)																
- Relating to capital gains							21,290								133,580	
- Excluding capital gains							12,925								17,082	
		36,814					34,215			24,787					150,662	
Undistributed income carried forward		(2,907,622)					2,133,371			(2,928,188)					1,662,282	
Undistributed income carried forward																
- Realised		(2,907,622)					2,178,305			(2,928,188)					1,649,946	
- Unrealised		-					(44,934)			-					12,336	
		(2,907,622)					2,133,371			(2,928,188)					1,662,282	
Net assets value per unit at beginning of the year / period	19,9485						21,5925			19,9485					21,5925	
Net assets value per unit at end of the year / period	19,6128						22,0879			15,2333					14,3056	

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

NOTE: Consequent to the conversion of the Fund from a closed-end scheme to an open-end scheme with effect from July 02, 2018, the comparative figures disclosed above have been prepared in accordance with the requirements of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 as applicable to an open-end scheme.

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**HBL Growth Fund**  
**Condensed Interim Cash Flow Statement (Un-audited)**  
**FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024**

	2024			2023		
	Class A	Class B	Total	Class A	Class B	Total
Note						
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>						
Net income for the period	36,814	34,368	71,182	24,787	151,959	176,746
<b>Adjustments of non-cash items</b>						
Capital loss / (gain) on sale of investments - net	-	(66,024)	(66,024)	-	(122,393)	(122,393)
Income from Government securities	-	-	-	-	-	-
Unrealised diminution / (appreciation) on remeasurement of investments at fair value through profit or loss - net	-	44,734	44,734	-	(12,336)	(12,336)
Dividend income	(44,600)	(20,773)	(65,373)	(14,867)	(21,945)	(36,812)
Profit on bank deposit	(27,282)	(12,557)	(39,839)	(37,049)	(15,655)	(52,704)
	(35,068)	(20,252)	(55,320)	(27,129)	(20,371)	(47,500)
<b>(Increase) / decrease in assets</b>						
Investments - net	-	56,615	56,615	-	760,328	760,328
Receivable against sale of investments	-	(41,173)	(41,173)	-	(132,980)	(132,980)
Security deposits and Other receivable	396	(1,359)	(999)	197	22,296	32,917
	396	14,083	14,443	197	649,644	660,265
<b>Increase / (decrease) in liabilities</b>						
Payable to Management Company	(1,823)	(361)	(2,184)	(3,112)	(741)	(3,853)
Payable to Central Depository Company of Pakistan Limited - Trustee	523	387	910	(156)	(45)	(201)
Payable to the Securities and Exchange Commission of Pakistan	(17)	-	(17)	(129)	(42)	(171)
Payable against purchase of investment	-	-	-	-	61,047	61,047
Accrued expenses and other liabilities	(24,686)	1,575	(23,111)	16,061	(5,485)	10,576
	(26,003)	1,601	(24,402)	12,664	54,734	67,398
Cash used in operations	(60,675)	(4,567)	(65,279)	(14,268)	684,007	680,162
Profit received on bank deposit	17,226	5,788	23,014	27,600	9,780	37,380
Net cash generated from operating activities	17,226	5,788	23,014	27,600	9,780	37,380
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>						
Amount received on issue of units	-	5,289	5,289	-	3,212	3,212
Amount paid on redemption of units	-	(19,017)	(19,017)	-	(15,519)	(15,519)
Dividend paid	(149,135)	(39,819)	(188,954)	(326,616)	95	(326,521)
Net cash generated from / (used in) financing activities	(149,135)	(53,547)	(202,682)	(326,616)	(12,212)	(338,828)
Net (decrease) / increase in cash and cash equivalents	(192,584)	(52,326)	(244,910)	(313,284)	681,574	368,290
Cash and cash equivalents at beginning of the period	694,513	250,899	945,412	694,513	250,899	945,412
Cash and cash equivalents at end of the period	4 501,929	198,573	700,502	381,229	932,473	1,313,702

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

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

Chief Financial Officer

Chief Executive Officer

Director

**HBL Growth Fund**  
**Notes to the Condensed Interim Financial Information (Unaudited)**  
**FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024**

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**1 LEGAL STATUS AND NATURE OF BUSINESS**

- 1.1** HBL Growth Fund was established under a Trust Deed, executed between PICIC Asset Management Company (Now HBL Asset Management Limited) as the Management Company and Central Depository Company of Pakistan Limited as the Trustee.
- 1.2** Through an order dated August 31, 2016, SECP approved merger of PICIC Asset Management Company Limited with and into HBL Asset Management Limited effective from August 31, 2016. Effective from September 1, 2016, HBL Asset Management Limited became Management Company of the Fund which is a wholly owned subsidiary of Habib Bank Limited. The Aga Khan Fund For Economic Development (AKFED), S.A. is the parent company of Habib Bank Limited.
- 1.3** As per Regulation 65 of the NBFC Regulations, all closed end funds were required to converted into open end schemes upon expiry of five years from November 21, 2007 i.e. by November 21, 2012. However Closed end funds whose portfolios were frozen as a result of Consent Agreements with Government of Pakistan were allowed to be converted into open end schemes within three months from the date of the removal of the freezing of the portfolios. Since the Fund has Frozen Portfolio comprising shares of Pakistan State Oil Company Limited and Sui Northern Gas Pipelines Limited, its conversion into an open end scheme was deferred.

The Board of the Management Company (HBL Asset Management Limited) of the Fund in its meeting held on November 23, 2017 approved the Conversion Plan (the Plan) of the fund for the conversion of the Fund into an Open End Scheme, with the approval of the Certificate Holders of the Fund to fulfill the requirements of the merger order dated August 31, 2016. For this purpose, the Plan was presented to and approved by the Certificate Holders of the Fund in its General Meeting dated January 10, 2018. The Plan was also approved by Securities and Exchange Commission of Pakistan (the Commission) on February 16, 2018.

The Replacement Trust Deed and Replacement Offering Document were approved by SECP vide its letter no. SCD/AMCW/HIF/339/2018 dated April 18, 2018 and letter no. SCD/AMCW/HIF/398/2018 dated June 7, 2018 respectively. As per the approved Plan, the conversion took place on July 2, 2018 and every Certificate Holder of the closed end fund was entitled to following for each certificate held;

- One Class-A Unit of the Fund was issued to every Certificate Holders of Fund for each certificate held representing Frozen Portfolio and related assets and liabilities.
- One Class-B Unit of the Fund was issued to the every Certificate Holder of Fund for each certificate held representing Unfrozen Portfolio and related assets and liabilities.

The Plan also envisages that Class-A Units would not be redeemable and would be traded on the Pakistan Stock Exchange. Whereas Class-B Units can be redeemed at the redemption price.

- 1.4** The Management Company of the Fund has been registered as a Non-Banking Finance Company (NBFC) under the NBFC Rules, 2003 and has obtained the requisite license from the SECP to undertake Asset Management Services. The registered office of the Management Company is located at 7th Floor, Emerald Tower, G-19, Block 5, Main Clifton Road, Clifton, Karachi.
- 1.5** The objective of the Fund is to maximize the wealth of the unit holders by investing primarily in listed equities in the best available opportunities, while considering acceptable risk parameters and applicable rules and regulations.
- 1.6** VIS Credit Rating Company Limited (VIS) has maintain the Management Quality Rating AM-I (2024: AM1) and the outlook on the rating has been assigned as 'Stable'.
- 1.7** Title to the assets of the Fund is held in the name of Central Depository Company Limited as trustee of the Fund.

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## **2 BASIS OF PREPARATION**

### **2.1 Statement of compliance**

**2.1.1** "This condensed interim financial information has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards ("IFRSs") issued by the International Accounting Standards Board as are notified under the Companies Act, 2017, the requirements of the Trust Deed, the NBFC Rules, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the "NBFC Regulations") and the directives issued by the SECP."

Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP differ with the requirements of the IFRS, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

**2.1.2** The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of IAS - 34. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.

**2.1.3** In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2024.

### **2.2 Basis of measurement**

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets 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 AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN**

**3.1** 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 audited financial statements of the Fund for the year ended June 30, 2024 except as explained in note 3.1 and 3.2.

**3.2** The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

**3.3** The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2024.

**3.4** Certain amendments to approved accounting standards have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. None of these amendments are expected to have a significant effect on this condensed interim financial information.

**3.5** The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2024.



	Note	September 30, 2024			June 30, 2024		
		Class A	Class B	Total	Class A	Class B	Total
		(Rupees in '000)			(Rupees in '000)		
<b>4 BANK BALANCES</b>							
In savings account	4.1	501,929	238,392	740,321	694,513	250,899	945,412
<b>4.1</b>	Mark-up rates on these accounts range between 8% to 22.5% p.a (June 30, 2023: 8% - 22.5% p.a).						
<b>5 INVESTMENTS</b>							
<b>Financial assets 'at fair value through profit or loss' - held-for-trading</b>							
- Listed equity securities	5.1	-	1,515,337	1,515,337	-	1,547,634	1,547,634
<b>Available for sale</b>							
- Listed equity securities	5.2	5,045,428	-	5,045,428	5,177,387	-	5,177,387
		<b>5,045,428</b>	<b>1,515,337</b>	<b>6,560,765</b>	<b>5,177,387</b>	<b>1,547,634</b>	<b>6,725,021</b>

**5.1 Financial assets 'at fair value through profit and loss' - held-for-trading**

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

Name of the Investee Company	Number of shares					Market value as at Sep 30, 2024 (Rupees in '000)	Percentage in Relation to		
	As at July 1, 2024	Purchases during the year	Bonus / Rights issue	Sales during the year	As at Sep 30, 2024		Net Assets of the fund	Total Investments	Investee Paidup Capital
<b>INSURANCE</b>									
Jubilee Life Insurance Company Limited	122,500	-	-	-	122,500	15,059	0.99%	0.99%	
TPL Insurance Limited	191,637	-	-	4,302	187,335	1,905	0.13%	0.13%	0.51%
	<b>314,137</b>	<b>-</b>	<b>-</b>	<b>4,302</b>	<b>309,835</b>	<b>16,964</b>	<b>0.13%</b>	<b>0.13%</b>	
<b>TRANSPORT</b>									
Secure Logistics Group Ltd	-	700,000	-	700,000	-	-	0.00%	0.00%	0.06%
	<b>-</b>	<b>700,000</b>	<b>-</b>	<b>700,000</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>	<b>0.00%</b>	
<b>CEMENT</b>									
DG Khan Cement Co Ltd	1,097,500	-	-	290,500	807,000	59,315	3.90%	3.91%	0.00%
Fauji Cement Company Ltd	1,994,000	-	-	183,000	1,811,000	45,782	3.01%	3.02%	0.06%
Maple Leaf Cement Ltd.	1,884,000	133,500	-	236,500	1,781,000	57,776	3.80%	3.81%	0.00%
Pioneer Cement Co Limited	147,000	-	-	5,700	141,300	25,604	1.69%	1.69%	0.63%
	<b>5,122,500</b>	<b>133,500</b>	<b>-</b>	<b>715,700</b>	<b>4,540,300</b>	<b>188,477</b>	<b>12.40%</b>	<b>12.44%</b>	
<b>POWER GENERATION &amp; DISTRIBUTION</b>									
THE HUB POWER COMPANY LIMITED	637,500	-	-	-	637,500	76,079	5.01%	5.02%	0.05%
	<b>637,500</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>637,500</b>	<b>76,079</b>	<b>5.01%</b>	<b>5.02%</b>	
<b>ENGINEERING</b>									
Crescent Steel & Allied Products Limited	-	301,500	-	55,500	246,000	20,489	1.35%	1.35%	0.00%
	<b>-</b>	<b>301,500</b>	<b>-</b>	<b>55,500</b>	<b>246,000</b>	<b>20,489</b>	<b>1.35%</b>	<b>1.35%</b>	
<b>AUTOMOBILE ASSEMBLER</b>									
Ghandhara Industries Limited	-	418,043	-	45,543	372,500	119,543	0.00%	0.00%	0.00%
Ghandhara Automobiles Limited	-	624,417	-	357,667	266,750	58,085	0.00%	0.00%	
Honda Atlas Cars (Pakistan) Ltd	214,500	-	-	214,500	-	-	0.00%	0.00%	
Sazgar Engineering Works Limited	97,500	-	-	97,500	-	-	0.00%	0.00%	
	<b>312,000</b>	<b>1,042,460</b>	<b>-</b>	<b>715,210</b>	<b>639,250</b>	<b>177,628</b>	<b>0.00%</b>	<b>0.00%</b>	
<b>PHARMACEUTICALS</b>									
The Searle Company Ltd	4,907	-	-	-	4,907	279	0.02%	0.02%	0.00%
	<b>4,907</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,907</b>	<b>279</b>	<b>0.02%</b>	<b>0.02%</b>	
<b>CABLE &amp; ELECTRICAL GOODS</b>									
PAK ELEKTRON	-	250,000	-	-	250,000	6,265	0.00%	0.00%	0.00%
	<b>-</b>	<b>250,000</b>	<b>-</b>	<b>-</b>	<b>250,000</b>	<b>6,265</b>	<b>0.00%</b>	<b>0.00%</b>	
<b>OIL &amp; GAS EXPLORATION COMPANY</b>									
Oil & Gas Development Co Ltd	961,000	59,000	-	16,000	1,004,000	144,004	9.48%	9.50%	0.01%
PAKISTAN PETROLEUM LIMITED	1,032,500	-	-	-	1,032,500	110,292	7.26%	7.28%	0.05%
	<b>1,993,500</b>	<b>59,000</b>	<b>-</b>	<b>16,000</b>	<b>2,036,500</b>	<b>254,296</b>	<b>16.74%</b>	<b>16.78%</b>	
<b>OIL &amp; GAS MARKETING COMPANIES</b>									
Pakistan State Oil Company Ltd	620,500	-	-	221,350	399,150	64,379	4.24%	4.25%	0.17%
SUI NORTHERN GAS PIPELINES LIMITED	1,490,000	-	-	357,500	1,132,500	72,186	4.75%	4.76%	0.00%
	<b>2,110,500</b>	<b>-</b>	<b>-</b>	<b>578,850</b>	<b>1,531,650</b>	<b>136,565</b>	<b>8.99%</b>	<b>9.01%</b>	

Name of the Investee Company	Number of shares				Market value as at Sep 30, 2024 (Rupees in '000)	Percentage in Relation to			
	As at July 1, 2024	Purchases during the year	Bonus / Rights issue	Sales during the year		As at Sep 30, 2024	Net Assets of the fund	Total Investments	Investee Paidup Capital
<b>REFINERY</b>									
Attock Refinery Ltd	158,500			158,500	-	-	0.00%	0.00%	0.33%
National Refinery Ltd	294,000			294,000	-	-	0.00%	0.00%	0.46%
	452,500	-	-	452,500	-	-	0.00%	0.00%	
<b>COMMERCIAL BANKS</b>									
Faysal Bank Limited	17,250	-		-	17,250	792	0.05%	0.05%	0.00%
Habib Bank Limited	297,000	139,500		13,500	423,000	53,738	3.54%	3.55%	0.19%
Meezan Bank Ltd	145,000	-		27,500	117,500	26,808	1.76%	1.77%	1.48%
United Bank Limited	472,900	-		7,400	465,500	135,656	8.93%	8.95%	0.00%
	932,150	139,500	-	48,400	1,023,250	216,994	14.28%	14.32%	
<b>FERTILIZER</b>									
Engro Fertilizers Limited	785,000	89,000		107,000	767,000	145,929	9.60%	9.63%	-
	785,000	89,000	-	107,000	767,000	145,929	9.60%	9.63%	
<b>TECHNOLOGY &amp; COMMUNICATION</b>									
Avanceon Limited	-	565,500		33,000	532,500	27,168	1.79%	1.79%	-
Netsol Technologies Limited	306,000	407,000		297,000	416,000	51,804	3.41%	3.42%	
TPL Trakker Limited	11,625,500	940,950		14,950	12,551,500	109,826	7.23%	7.25%	
Air Link Communication Ltd	-	398,000		245,000	153,000	19,914	1.31%	1.31%	0.58%
	11,931,500	2,311,450	-	589,950	13,653,000	208,712	13.74%	13.77%	
<b>FOOD &amp; PERSONAL CARE PRODUCTS</b>									
The Organic Meat Company Limited	-	1,531,000		1,531,000	-	-	0.00%	0.00%	-
	-	1,531,000	-	1,531,000	-	-	0.00%	0.00%	
<b>MISCELLANEOUS</b>									
Synthetic Products Enterprises Limi		3,358,233		2,033,233	1,325,000	48,548	3.20%	3.20%	-
	-	3,358,233	-	2,033,233	1,325,000	48,548	3.20%	3.20%	
<b>PROPERTY &amp; REAL ESTATE</b>									
TPL Properties Limited.	2,498,266	-		-	2,498,266	18,112	1.19%	1.20%	-
	2,498,266	-	-	-	2,498,266	18,112	1.19%	1.20%	
<b>Total as at September 30, 2024</b>	<b>27,094,460</b>	<b>9,915,643</b>	<b>-</b>	<b>7,547,645</b>	<b>29,462,458</b>	<b>1,515,337</b>	<b>82.25%</b>	<b>82.47%</b>	
<b>Total as at June 30, 2024</b>						<b>1,547,634</b>			
<b>Cost as at Sep 30, 2024</b>						<b>1,560,070</b>			

\*Sponsor of the Management Company

Investments include shares having market value aggregating to Rs. 170.58 million that have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in terms of Circular 11 dated October 23, 2007 issued by the SECP.

- 5.1.1** These investments include gross bonus shares as per Fund's entitlement declared by the investee companies. 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% 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 Management Company of the Fund jointly with other asset management companies and Mutual Fund Association of Pakistan, has filed a petition in Honorable 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 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001. The Honorable Sindh High Court has granted stay order till the final outcome of the case. However, the investee company(s) has withheld the share equivalent to 5% of bonus announcement of the Fund having aggregate fair market value of Rs. 1.088 million at September 30, 2024 (June 30, 2024: Rs. 1.207) and not yet deposited on CDC account of department of Income tax. Management is of the view that the decision will be in the favor and accordingly has recorded the bonus shares on gross basis at fair value in its investments at year end.

5.2 Listed equity securities - Available for Sale

Name of the Investee Company	Number of shares					Market value as at Sep 30, 2024 (Rupees in '000)	Percentage in Relation to		
	As at July 1, 2024	Purchases during the year	Bonus / Rights issue	Sales during the year	As at Sep 30, 2024		Net Assets of the fund	Total Investments	Investee Paidup Capital
<b>Oil and Gas Marketing Companies</b>									
Pakistan State Oil Company Limited	27,364,904	-	-	-	27,364,904	4,413,685	79.38%	87.48%	5.83%
Sui Northern Gas Pipeline Limited	9,911,246	-	-	-	9,911,246	631,743	11.36%	12.52%	1.56%
<b>TOTAL SEPTEMBER 30, 2024</b>	<b>37,276,150</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>37,276,150</b>	<b>5,045,428</b>	<b>90.74%</b>	<b>100%</b>	
<b>Total as at June 30, 2024</b>						<b>5,177,387</b>			
<b>Cost as at September 30, 2024</b>						<b>1,420,375</b>			

5.2.1 The above mentioned shares of Pakistan State Oil Company Limited and Sui Northern Gas Pipelines Limited are blocked / frozen by an order of the Government of Pakistan (GoP) as the same form part of a strategic shareholding under the control of the GoP. As a result, the Fund is restricted from selling, transferring, encumbering or otherwise disposing of or dealing with any interest in the said shares, including any future bonus / right shares in respect thereof. Consequently, the exposure limit mentioned in regulation 55 of the NBFC Regulations, 2008 does not apply to the above frozen shares.

5.2.2 These investments include gross bonus shares as per Fund's entitlement declared by the investee companies. 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% 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 Management Company of the Fund jointly with other asset management companies and Mutual Fund Association of Pakistan, has filed a petition in Honorable 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 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001. The Honorable Sindh High Court has granted stay order till the final outcome of the case. However, the investee company(s) has withheld the share equivalent to 5% of bonus announcement of the Fund having aggregate fair market value of Rs. 36.78 million at September 30, 2024 (June 30, 2024: Rs. 37.900 million) and not yet deposited on CDC account of department of Income tax. Management is of the view that the decision will be in the favor and accordingly has recorded the bonus shares on gross basis at fair value in its investments at year end.

Note	September 30, 2024			June 30, 2024		
	Class A	Class B	Total	Class A	Class B	Total
6	<b>PAYABLE TO MANAGEMENT COMPANY</b>					
Management fee	7,113	4,436	11,549	5,156	1,473	6,629
Sindh Sales Tax	1,067	665	1,732	670	191	862
Allocation of expenses relating to registrar services, accounting, operation and valuation services	833	269	1,102	1,890	405	2,295
Selling and marketing expenses	-	-	-	-	2,370	2,370
	<b>9,013</b>	<b>5,370</b>	<b>14,383</b>	<b>7,716</b>	<b>4,439</b>	<b>12,155</b>

6.1 The Sindh Government has levied Sindh Sales Tax at the rate of 15% (June 30, 2024:13%) on the remuneration of the Management Company through Sindh Sales Tax on Services Act, 2011.

6.2 As per Non-Banking Finance Companies and Notified Entities Regulation, 2007 the Management Company is allowed to recover expenses incurred in relation to "registrar services, accounting, operation and valuation services related to , Collective Investment Scheme". During the period the Management Company has charged aforementioned expense to the extent of 0.1% of the average daily net assets of the Fund till July 7, 2019. Effective from July 8, 2019 till August 31, 2019 expenses were charged at the rate of 0.5% of the average daily net assets of the Fund. Effective from September 1, 2019 expenses are being charged at the rate of 0.1610% of the average daily net assets of the fund.

7	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	September 30, 2024			June 30, 2024		
			(Rupees in '000)			(Rupees in '000)		
			Class A	Class B	Total	Class A	Class B	Total
	Provision for Federal excise duty		-	125,303	125,303	-	125,303	125,303
	Securities transaction cost payable	7.1	-	614	614	-	252	252
	Auditors' remuneration payable		599	175	774	768	220	988
	National Clearing Company Pakistan							-
	Limited charges payable		-	293	293	-	30	30
	Withholding tax payable		1,542	17,179	18,721	26,433	16,523	42,956
	Zakat payable		-	114	114	-	114	114
	Other payables		417	1,204	1,621	43	865	908
			<b>2,558</b>	<b>144,882</b>	<b>147,440</b>	<b>27,244</b>	<b>143,307</b>	<b>170,551</b>

### 7.1 PROVISION FOR FEDERAL EXCISE DUTY

The legal status of applicability of Federal Excise Duty on the Fund is same as that disclosed in note 12.1 to the annual audited financial statements of the Fund for the year ended June 30, 2024, and the appeal filed by tax authorities against the order passed by Honourable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

The Management Company, as a matter of abundant caution, has made a provision on FED on remuneration of Management Company, aggregating to Rs. 125.303 million (June 30, 2024: Rs. 125.303 million). Had the provision not been made, the Net Asset Value per unit of Class-B as at September 30, 2024 would have been higher by Rs. 1.8215 (June 30, 2024: Rs. 1.805 ) per unit.

8	PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	September 30, 2024			June 30, 2024		
			(Rupees in '000)			(Rupees in '000)		
			Class A	Class B	Total	Class A	Class B	Total
	Fee Payable		440	78	518	457	120	577

8.1 Under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 a collective investment scheme categorised as a money market scheme is required to pay as monthly fee to the Securities and Exchange Commission of Pakistan.

### 9 CONTINGENCIES AND COMMITMENTS

There were no contingencies or commitments outstanding as at September 30, 2024.

### 10 TAXATION

The income of the Fund is exempt from tax under clause 99 of Part 1 of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90 percent of its accounting income for the year, as reduced by the capital gains whether realised or unrealised, is distributed among its unit holders in cash. The Fund has not recorded a tax liability in respect of income relating to the current period as the Management Company intends to distribute more than 90 percent of the Fund's accounting income for the period as reduced by capital gains (whether realised or unrealised) to its unit holders. The Fund is also exempt from the provision of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

### 11 TOTAL EXPENSES RATIO

In accordance with the directive 23 of 2016 dated July 20, 2016 issued by the Securities and Exchange Commission of Pakistan (SECP), the total expense ratio for the Three Months Ended September 30, 2024 is 2.47% and 5.24% (2024: 2.52% and 4.75%) which includes 0.40% and 0.77% (2024: 0.31% and 0.59%) representing government levy, and SECP fee of the Class A and Class B respectively.

## 12 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons include HBL asset management limited being the Management Company, Habib Bank Limited being the Sponsor, Central Depository Company of Pakistan Limited, being the Trustee of the Fund, other collective investment schemes managed by the Management Company, directors and officers of the Management Company directors of connected persons and persons having 10% or more beneficial ownership of the units of the Fund. As mentioned in note 1, PICIC Asset Management Company Limited merged with and into HBL Asset Management Limited, therefore PICIC Asset Management Company Limited remained related party till August 31, 2016.

As mentioned in note 1, PICIC Asset Management Company Limited merged with and into HBL Asset Management Limited, therefore PICIC Asset Management Company Limited remained related party till August 31, 2016.

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

Details of the transactions with connected persons and balances with them, if not disclosed elsewhere in the condensed interim financial information are as follows:

12.1	Transactions during the period	Three Months Ended					
		2024			2023		
		Class A	Class B	Total	Class A	Class B	Total
		September 30,					
		(Rupees in '000)					
	<b>HBL Asset Management Limited - Management Company</b>						
	Remuneration of the Management Company	21,706	12,082	33,788	16,244	5,088	21,333
	Sales tax on remuneration of the management company	2,822	1,571	4,393	2,112	661	2,773
	Allocation of expenses related to registrar services, accounting, operation and valuation services	6,831	2,367	9,198	5,956	1,399	7,355
	Selling and Marketing Expense	-	-	-	-	2,672	2,672
	<b>Habib Bank Limited - Sponsor</b>						
	Dividend income	-	1,134	1,134	-	1,976	1,976
	<b>Central Depository Company of Pakistan</b>						
	Trustee Fee	1,926	734	2,660	1,456	349	1,805
	CDS Charges	-	106	106	-	180	180
		September 30,			June 30,		
		2024			2024		
		(Un-Audited)			(Audited)		
		Class A	Class B	Total	Class A	Class B	Total
		(Rupees in '000)					
12.2	Balances at period end						
	<b>HBL Asset Management Company Limited - Management Company</b>						
	Payable to management company	7,113	4,436	11,549	8,181	4,289	12,470
	Allocation of expenses relating to registrar services, accounting, operation and valuation services	833	269	1,102	2,655	-	2,655
	Selling and Marketing Expense	-	-	-	-	1,442	1,442
	<b>Habib Bank Limited - Sponsor</b>						
	Bank Balances	-	2,435	2,435	-	2,309	2,309
	<b>HBL Micro Finance Bank - Associate</b>						
	Bank Balances	459,595	31,284	490,879	670,508	34,028	704,536
	Profit receivable	7,067	480	7,547	11,673	591	12,264

	September 30, 2024			June 30, 2024		
	(Un-Audited)			(Audited)		
	Class A	Class B	Total	Class A	Class B	Total
	(Rupees in '000)			(Rupees in '000)		
<b>Pakistan Reinsurance Company Limited - Connected person</b>						
<b>- due to holding more than 10% Units</b>						
Units held: 30,406,721 Units (June 2024: 30,406,721 Units)	304,067	-	304,067	304,067	-	304,067
Units held: 15,000,000 Units (June 2024: 15,000,000 Units)	-	331,319	331,319	-	323,888	323,888
<b>Central Depository Company of Pakistan Limited - Trustee</b>						
Trustee remuneration payable	1,161	642	1,803	638	240	878
Security Deposit with trustee	-	175	175	-	175	175
CDS Charges Payable	-	90	90	-	15	15
<b>Directors and Executives of the Management Company</b>						
Units held: 18,000 Units (June 2024: 18,000 Units)	180	-	180	180	-	180
Units held: 19,027 Units (June 2024: 19,027 Units)	-	427	427	-	411	411
<b>State Life Corporation of Pakistan</b>						
<b>- connected person due to holding more than 10% units</b>						
Units held: 12,384,663 Units (June 2024: 12,384,663 Units)	-	273,551	273,551	-	267,416	267,416
<b>CDC - Trustee National Investment</b>						
<b>- Associate</b>						
Outstanding 6,466,800 (2024: 6,466,800 units) at par value	64,668	-	64,668	64,668	-	64,668
<b>Jubilee General Insurance Company Limited - Associate</b>						
Outstanding 154,464 (2024: 154,464) units	-	3,470	3,470	-	3,335	3,335

### 13 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.

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.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13, 'Fair Value Measurements: Disclosures' requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

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

## 13.1

		Class A							
		September 30, 2024							
		Carrying amount				Fair Value			
	Fair value through profit and loss - held-for-trading"	Available for sale	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
<b>On-balance sheet financial instruments</b>		Note ..... (Rupees Hn '000) .....							
<b>Financial assets measured at fair value</b>									
Investment in listed equity securities - available for sale	-	5,045,428	-	-	5,045,428	5,045,428	-	-	5,045,428
	-	5,045,428	-	-	5,045,428	5,045,428	-	-	5,045,428
<b>Financial assets not measured at fair value</b>									
Bank balances	-	-	501,929	-	501,929	-	-	-	-
Dividend and profit receivable	-	-	78,246	-	78,246	-	-	-	-
Security deposits	-	-	100	-	100	-	-	-	-
	-	-	580,275	-	580,275	-	-	-	-
<b>Financial liabilities not measured at fair value</b>									
Payable to Management Company	-	-	-	9,013	9,013	-	-	-	-
Payable to trustee	-	-	-	1,161	1,161	-	-	-	-
Accrued expenses and other liabilities	-	-	-	127,703	127,703	-	-	-	-
	-	-	-	137,877	137,878	-	-	-	-
		Class B							
		September 30, 2024							
		Carrying amount				Fair Value			
	Fair value through profit and loss - held-for-trading"	Available for sale	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
<b>On-balance sheet financial instruments</b>		Note ..... (Rupees Hn '000) .....							
<b>Financial assets measured at fair value</b>									
Investment in listed equity securities - at fair value through profit and loss	1,515,337	-	-	-	1,515,337	1,515,337	-	-	1,515,337
	1,515,337	-	-	-	1,515,337	1,515,337	-	-	1,515,337
<b>Financial assets not measured at fair value</b>									
Bank balances	-	-	198,573	-	198,573	-	-	-	-
Dividend and profit receivable	-	-	31,320	-	31,320	-	-	-	-
Deposits	-	-	2,923	-	2,923	-	-	-	-
	-	-	232,816	-	232,816	-	-	-	-
<b>Financial liabilities not measured at fair value</b>									
Payable to Management Company	-	-	-	5,370	5,370	-	-	-	-
Payable to trustee	-	-	-	642	642	-	-	-	-
Accrued expenses and other liabilities	-	-	-	2,286	2,286	-	-	-	-
	-	-	-	8,299	8,299	-	-	-	-
		Class A							
		June 30, 2024							
		Carrying amount				Fair Value			
	Fair value through profit and loss - held-for-trading"	Available for sale	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
<b>On-balance sheet financial instruments</b>		Note ..... (Rupees Hn '000) .....							
<b>Financial assets measured at fair value</b>									
Investment in listed equity securities - available for sale	-	5,177,387	-	-	5,177,387	5,177,387	-	-	5,177,387
	-	5,177,387	-	-	5,177,387	5,177,387	-	-	5,177,387
<b>Financial assets not measured at fair value</b>									
Bank balances	-	-	694,513	-	694,513	-	-	-	-
Dividend and profit receivable	-	-	23,590	-	23,590	-	-	-	-
Deposits	-	-	1,236	-	1,236	-	-	-	-
	-	-	719,339	-	719,339	-	-	-	-
<b>Financial liabilities not measured at fair value</b>									
Payable to Management Company	-	-	-	10,836	10,836	-	-	-	-
Payable to trustee	-	-	-	638	638	-	-	-	-
Accrued expenses and other liabilities	-	-	-	27,244	27,244	-	-	-	-
	-	-	-	38,718	38,718	-	-	-	-

	Class B								
	June 30, 2024								
	Carrying amount				Fair Value				
Fair value through profit and loss - held-for-trading*	Available for sale	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total	
<b>On-balance sheet financial instruments</b>					(Rupees Hn '000)				
<b>Financial assets measured at fair value</b>									
Investment in listed equity securities - at fair value through profit and loss	1,547,634	-	-	-	1,547,634	1,547,634	-	-	1,547,634
	<b>1,547,634</b>	-	-	-	<b>1,547,634</b>	<b>1,547,634</b>	-	-	<b>1,547,634</b>
<b>Financial assets not measured at fair value</b>									
Bank balances	-	-	250,899	-	250,899	-	-	-	-
Dividend and profit receivable	-	-	5,175	-	5,175	-	-	-	-
Deposits	-	-	4,835	-	4,835	-	-	-	-
	-	-	<b>260,909</b>	-	<b>260,909</b>	-	-	-	-
<b>Financial liabilities not measured at fair value</b>									
Payable to Management Company	-	-	-	5,731	5,731	-	-	-	-
Payable to trustee	-	-	-	255	255	-	-	-	-
Accrued expenses and other liabilities	-	-	-	143,307	143,307	-	-	-	-
	-	-	-	<b>149,293</b>	<b>149,293</b>	-	-	-	-

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

#### 14 DATE OF AUTHORISATION FOR ISSUE

The condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on October 24, 2024 .

#### 15 GENERAL

15.1 Figures have been rounded off to the nearest thousand rupees.

### For HBL Asset Management Limited (Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director



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# **HBL**

## **Investment Fund**

## FUND INFORMATION

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Name of Fund	HBL Investment Fund
Name of Auditor	A.F. Ferguson & Co.
Name of Trustee	Central Depository Company of Pakistan Limited
Bankers	Allied Bank limited Habib Bank Limited Habib Metro Bank Limited HBL Micro Finance Bank Limited JS Bank Limited Khushali Micro Finance Bank Limited MCB Bank Limited Mobillink Micro Finance Bank Limited National Bank Limited Soneri Bank limited U Micro Finance Bank Limited Zarai Taraqati Bank Limited

**HBL Investment Fund**  
**Condensed Interim Statement of Assets and Liabilities (Un-Audited)**  
*As At September 30, 2024*

	Note	September 30, 2024			June 30, 2024		
		(Un-Audited)			(Audited)		
		Class A	Class B	Total	Class A	Class B	Total
----- (Rupees in '000) -----							
<b>Assets</b>							
Bank balances	4	227,021	132,307	359,328	233,355	139,826	373,181
Investments	5	1,809,143	696,924	2,506,067	1,858,820	701,105	2,559,925
Dividend and profit receivable		22,609	14,675	37,284	8,257	2,294	10,551
Receivable against sale of investment		-	2,975	2,975	-	17,102	17,102
Advances & deposits		-	3,811	3,811	418	4,649	5,067
Receivable from HBL Asset Management Limited -Management Comapany		-	3,301	3,301	-	3,033	3,033
<b>Total assets</b>		<b>2,058,773</b>	<b>853,993</b>	<b>2,912,766</b>	<b>2,100,850</b>	<b>868,009</b>	<b>2,968,859</b>
<b>Liabilities</b>							
Payable to the Management Company	6	3,187	2,471	5,658	3,866	2,565	6,431
Payable to the trustee		555	362	917	286	146	432
Payable to the Securities and Exchange Commission of Pakistan	7	157	55	212	164	54	218
Payable against purchase of investment		-	-	-	-	18,950	18,950
Accrued expenses and other liabilities	8	1,245	66,798	68,043	581	66,064	66,645
Dividend Payable		76,868	-	76,868	76,868	-	76,868
Unclaimed dividend		-	86,069	86,069	-	86,015	86,015
<b>Total liabilities</b>		<b>82,012</b>	<b>155,755</b>	<b>237,767</b>	<b>81,765</b>	<b>173,794</b>	<b>255,559</b>
<b>Net assets</b>		<b>1,976,761</b>	<b>698,238</b>	<b>2,674,999</b>	<b>2,019,085</b>	<b>694,215</b>	<b>2,713,300</b>
<b>Total unit holders' fund (as per statement attached)</b>		<b>1,976,761</b>	<b>698,238</b>	<b>2,674,999</b>	<b>2,019,085</b>	<b>694,215</b>	<b>2,713,300</b>
<b>Contingencies and commitments</b>							
Number of units in issue	9	284,125,000	66,124,956		284,125,000	66,976,913	
<b>Net assets value per unit</b>		<b>6.9574</b>	<b>10.5594</b>		<b>7.1063</b>	<b>10.3650</b>	

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

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**HBL Investment Fund**  
**Condensed Interim Income Statement And Other Comprehensive Income (Un-Audited)**  
**For The Three Months Ended September 30, 2024**

Note	Three months ended September						
	2024			2023			
	Class A	Class B	Total	Class A	Class B	Total	
------(Rupees in '000)-----							
<b>Income</b>							
Capital gain / (loss) on sale of investments - net	-	23,583	23,583	-	39,758	39,758	
Dividend income	11,196	10,577	21,773	3,732	8,855	12,587	
Profit on bank deposits	9,020	6,338	15,358	11,866	8,552	20,418	
Income from Government securities	-	-	-	-	-	-	
	20,216	40,498	60,714	15,598	57,165	72,763	
Unrealised (diminution) on remeasurement of investments at fair value through profit or loss - net	-	(18,096)	(18,096)	-	(3,234)	(3,234)	
	20,216	22,402	42,618	15,598	53,931	69,529	
<b>Expenses</b>							
Remuneration of Management Company	6.1	8,779	5,657	14,436	5,786	2,505	8,291
Sindh Sales tax on remuneration of the Management company	6.2	1,317	849	2,166	752	326	1,078
Remuneration of Trustee		871	411	1,282	652	213	865
Annual fee to the Securities and Exchange Commission of Pakistan		480	170	650	367	119	486
Selling & marketing expense		-	-	-	-	1,315	1,315
Allocation of expenses related to registrar services, accounting, operation and valuation services		1,057	1,096	2,153	2,121	689	2,810
Securities transaction costs		-	1,237	1,237	-	2,323	2,323
Auditors' remuneration		175	59	234	142	43	185
Printing Charges		38	13	51	-	-	-
Fee and Subscription Charges		146	240	386	120	7	127
Settlement and Bank Charges		-	3	3	-	244	244
Receivable against reimbursement from AMC		-	(268)	(268)	-	-	-
		12,863	9,467	22,330	9,940	7,784	17,724
Net loss from operating activities		7,353	12,935	20,288	5,658	46,147	51,805
Taxation	10	-	-	-	-	-	-
<b>Net Income/(loss) for the period after taxation</b>		7,353	12,935	20,288	5,658	46,147	51,805
<b>Allocation of Net Income For The Period</b>							
Income already paid on redemption		-	63	-	-	354	
Accounting income available for distribution		-	5,487	-	-	36,243	
-Relating to capital gain		7,353	7,385	5,658	9,550		
-Excluding capital gain		7,353	12,872	5,658	45,793		
<b>Net income/(Loss) for the period after taxation</b>		7,353	12,935	5,658	46,147		
<b>Other comprehensive income / (loss) for the year</b>		49,677	-	138,972	-		
<b>Total comprehensive income / (loss) for the year</b>		57,030	12,935	144,630	46,147		

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

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

# HBL Investment Fund

## Condensed Interim Statement Of Movemet In Unit Holder's Fund

### For The Three Months Ended September 30, 2024

	Three months ended September													
	2024				2023				2023					
	Class A		Class B		Class A		Class B		Class A		Class B			
Capital Value	Accumulated loss	Unrealized Income/(loss) on Investment	Total	Capital Value	Undistributed Income	Total	Capital Value	Undistributed Income	Unrealized Income/(loss) on Investment	Total	Capital Value	Undistributed Income	Total	
(Rupees)														
Net assets at beginning of the year / period	2,841,250	(2,163,493)	1,341,328	2,019,085	1,072,847	(378,632)	694,215	2,841,250	(2,165,630)	716,480	1,392,100	1,080,220	(628,985)	451,235
Issuance of 234,375 units (2023:NI units)	-	-	-	-	2,524	-	2,524	-	-	-	-	-	-	-
- Capital value (at net asset value per unit at the beginning of the year / period)	-	-	-	-	1	-	1	-	-	-	-	-	-	-
- Element of loss	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total proceeds on issuance of units	-	-	-	-	2,525	-	2,525	-	-	-	-	-	-	-
Redemption of 1,086,332 units(2023: 32,502,066:91 units)	-	-	-	-	(11,417)	-	(11,417)	-	-	-	-	-	-	-
- Capital value (at net asset value per unit at the beginning of the year / period)	-	-	-	-	-	(63)	(63)	-	-	-	-	-	(354)	(40)
- Amount paid out of element of income	-	-	-	-	43	-	43	-	-	-	-	-	(51,756)	(51,756)
Relating to net income for the year / period after taxation	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total payment on redemption of units	-	-	-	-	(11,374)	(63)	(11,437)	-	-	-	-	0	(4,509)	(4,509)
Total comprehensive income for the year / period	-	7,353	(49,677)	(42,324)	-	12,935	12,935	-	5,658	138,972	144,630	-	46,147	46,147
Distribution during the year / period	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income for the year / period less distribution	-	7,353	(49,677)	(42,324)	-	12,935	12,935	-	5,658	138,972	144,630	-	46,147	46,147
Net assets at end of the year / period	2,841,250	(2,156,140)	1,291,651	1,976,761	1,063,998	(365,760)	698,238	2,841,250	(2,159,972)	855,452	1,536,730	1,075,734	(583,192)	492,896
Undistributed income / (loss) brought forward	-	-	-	-	-	-	-	-	-	-	-	-	-	-
- Realised	-	(2,163,493)	-	-	(349,006)	-	(349,006)	-	(2,165,630)	-	-	-	(349,006)	-
- Unrealised	-	-	-	-	(76,079)	-	(76,079)	-	-	-	-	-	(76,079)	-
	-	(2,163,493)	-	-	(378,632)	-	(378,632)	-	(2,165,630)	-	-	-	(628,985)	-
Accounting income available for distribution	-	-	-	-	5,487	-	5,487	-	-	-	-	-	36,243	-
- Relating to capital gains	-	7,353	-	-	7,385	-	7,385	-	5,658	-	-	-	9,550	-
- Excluding capital gains	-	-	-	-	12,872	-	12,872	-	5,658	-	-	-	45,793	-
Distribution during the year / period	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Undistributed income carried forward	-	(2,156,140)	-	-	(365,760)	-	(365,760)	-	(2,159,972)	-	-	-	(583,192)	-
Undistributed income carried forward	-	-	-	-	-	-	-	-	-	-	-	-	-	-
- Realised	-	(2,156,140)	-	-	(347,664)	-	(347,664)	-	(2,159,972)	-	-	-	(579,958)	-
- Unrealised	-	-	-	-	(18,096)	-	(18,096)	-	-	-	-	-	(3,234)	-
	-	(2,156,140)	-	-	(365,760)	-	(365,760)	-	(2,159,972)	-	-	-	(583,192)	-
Net assets value per unit at beginning of the year / period	7.1063	-	-	-	10.3650	-	10.3650	7.1063	-	-	-	10.3650	-	-
Net assets value per unit at end of the year / period	6.9574	-	-	-	10.5594	-	10.5594	5.4086	-	-	-	6.6892	-	-

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

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**HBL Investment Fund**  
**Condensed Interim Statement of Cash Flow (Un- Audited)**  
**For The Three Months Ended September 30, 2024**

	Three months ended					
	2024			September		
	Class A	Class B	Total	Class A	Class B	Total
<b>Note</b>	------(Rupees in '000)-----					
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>						
Net loss for the period	7,353	12,935	20,288	5,658	46,147	51,805
Adjustments of non-cash items						
Unrealised diminution on remeasurement of investments at fair value through profit or loss - net	-	18,096	18,096	-	3,234	3,234
Dividend income	(11,196)	(10,577)	(21,773)	(3,732)	(8,855)	(12,587)
Capital loss on sale of investment - net	-	(23,583)	(23,583)	-	(39,758)	(39,758)
Income from Government securities	-	-	-	-	-	-
Profit on bank deposit	(9,020)	(6,338)	(15,358)	(11,866)	(8,552)	(20,418)
	(12,863)	(9,467)	(22,330)	(9,940)	(7,784)	(17,724)
<b>(Increase) / decrease in assets</b>						
Investments - net	-	9,668	9,668	-	269,388	269,388
Receivable against sale of investments	-	14,127	14,127	-	(10,831)	(10,831)
Other Receivable	418	570	988	307	3,870	4,177
	418	24,365	24,783	307	262,427	262,734
<b>Increase / (decrease) in liabilities</b>						
Payable to Management Company	(679)	(94)	(773)	(1,118)	(128)	(1,246)
Payable to Central Depository Company of Pakistan Limited - Trustee	269	216	485	(55)	(56)	(111)
Payable to the Securities and Exchange Commission of Pakistan	(7)	1	(6)	(47)	(16)	(63)
Payable against purchase of investment	-	(18,950)	(18,950)	-	9,666	9,666
Accrued expenses and other liabilities	664	734	1,398	10,188	2,299	12,487
Unclaimed dividend	-	54	54	4,571	(729)	3,842
	247	(18,039)	(17,792)	13,539	11,036	24,575
Cash used in operations	(12,198)	(3,141)	(15,339)	3,906	265,678	269,584
Dividend received	-	292	292	-	-	-
Profit received on bank deposit	5,864	4,242	10,106	9,087	5,931	15,018
<b>Net cash generated from operating activities</b>	5,864	4,534	10,398	9,087	5,931	15,018
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>						
Amount received on issue of units	-	2,525	2,525	-	23	23
Amount paid on redemption of units	-	(11,437)	(11,437)	-	(4,509)	(4,509)
Dividend Paid	-	-	-	(76,868)	-	(76,868)
<b>Net cash generated from / (used in) financing activities</b>	-	(8,912)	(8,912)	(76,868)	(4,486)	(4,486)
Net (decrease) / increase in cash and cash equivalents	(6,334)	(7,519)	(13,853)	(63,875)	267,123	203,248
<b>Cash and cash equivalents at beginning of the period</b>	233,355	139,826	373,181	233,355	139,826	373,181
<b>Cash and cash equivalents at end of the period</b>	4	227,021	132,307	359,328	169,480	406,949
						576,429

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

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**HBL Investment Fund**  
**Notes to the Condensed Interim Financial Information (Un-Audited)**  
**FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024**

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**1. STATUS AND NATURE OF BUSINESS**

- 1.1** HBL Investment Fund was established under a Trust Deed, executed between HBL Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited as the Trustee.
- 1.2** The Management Company of the Fund has been registered as a Non-Banking Finance Company (NBFC) under the NBFC Rules, 2003 and has obtained the requisite license from the SECP to undertake Asset Management Services. The registered office of the Management Company is located at 7th Floor, Emerald Tower, G-19, Block 5, Main Clifton Road, Clifton, Karachi.
- 1.3** The objective of the Fund is to maximize the wealth of the unit holders by investing primarily in listed equities in the best available opportunities, while considering acceptable risk parameters and applicable rules and regulations.
- 1.4** As per Regulation 65 of the NBFC Regulations, all closed end funds were required to be converted into open end schemes upon expiry of five years from November 21, 2007 i.e. by November 21, 2012. However, closed end funds whose portfolios were frozen as a result of Consent Agreements with Government of Pakistan were allowed to be converted into open end schemes within three months from the date of the removal of the freezing of the portfolios. Since the Fund has a Frozen Portfolio comprising shares of Pakistan State Oil Company Limited and Sui Northern Gas Pipelines Limited, its conversion into an open end scheme was deferred.

The Board of the Management Company (HBL Asset Management Limited) of the Fund in its meeting held on November 23, 2017 approved the Conversion Plan (the Plan) of the fund for the conversion of the Fund into an Open End Scheme, with the approval of the Certificate Holders of the Fund to fulfill the requirements of the merger order dated August 31, 2016. For this purpose, the Plan was presented to and approved by the Certificate Holders of the Fund in its General Meeting dated January 10, 2018. The Plan was also approved by Securities and Exchange Commission of Pakistan (the Commission) on February 16, 2018.

The Replacement Trust Deed and Replacement Offering Document were approved by SECP vide its letter no. SCD/AMCW/HIF/339/2018 dated April 18, 2018 and letter no. SCD/AMCW/HIF/398/2018 dated June 7, 2018 respectively. As per the approved Plan, the conversion took place on July 2, 2018 and every Certificate Holder of the closed end fund was entitled to the following for each certificate held;

- One Class-A Unit of the Fund was issued to every Certificate Holder of Fund for each certificate held representing Frozen Portfolio and related assets and liabilities.
- One Class-B Unit of the Fund was issued to every Certificate Holder of Fund for each certificate held representing Unfrozen Portfolio and related assets and liabilities.

The Plan also envisages that Class-A Units would not be redeemable and would be traded on the Pakistan Stock Exchange. Whereas Class-B Units can be redeemed at the redemption price.

- 1.5** JCR-VIS Credit Rating Company has assigned an asset manager rating of 'AM1' (Outlook: Stable) to the Management Company.
- 1.6** Title to the assets of the Fund is held in the name of Central Depository Company Limited as trustee of the Fund.

**2. BASIS OF PREPARATION**

**2.1 Statement of compliance**

This condensed interim financial information has been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting (IAS-34) and provisions and directives issued under the Companies Ordinance, 1984, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP).

Wherever the requirements of NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of the IFRS the requirements of NBFC Rules, the NBFC Regulations or the directives issued by the SECP shall prevail.

**2.1.1** The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of IAS - 34. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2024

**2.1.2** In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2024.

**2.2 Basis of measurement**

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets 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 AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN**

**3.1** 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 audited financial statements of the Fund for the year, ended June 30, 2024

**3.2** The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

**3.3** The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2024

**3.4** Certain amendments to approved accounting standards have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2024. None of these amendments are expected to have a significant effect on this condensed interim financial information.

**3.5** The Fund's financial risk management objectives and policies are consistent with that disclosed in this financial information for the year ended June 30, 2024

	September 30, 2024 (Un-Audited)			June 30, 2024 (Audited)		
	Class A	Class B	Total	Class A	Class B	Total
<b>4 BANK BALANCES</b>	(Rupees in '000)					
In savings account	227,021	132,307	359,328	233,355	139,826	373,181
	<b>227,021</b>	<b>132,307</b>	<b>359,328</b>	233,355	139,826	373,181

**4.1** Mark-up rates on these accounts range between 8% to 17% p.a (June 30, 2024: 15% - 22% p.a).



5	INVESTMENTS	September 30, 2024 (Un-Audited)			June 30, 2024 (Audited)		
		Class A	Class B	Total	Class A	Class B	Total
		(Rupees in '000)					
	At fair value through profit				-	701,105	701,105
	Listed Equity Securities	-	1,283,089	1,283,089	1,858,820	-	1,858,820
	At fair value through other comprehensive income						
	Listed Equity Securities	2,169,981	-	2,169,981	-	-	-
		<u>2,169,981</u>	<u>1,283,089</u>	<u>3,453,070</u>	<u>1,858,820</u>	<u>701,105</u>	<u>2,559,925</u>

## 5.1 Financial assets 'at fair value through profit or loss

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

Name of investee company	Number of Shares					Market value as at September 30, 2024 (Rupees in '000)	Market value as a percentage of		Par value as a percentage of issued capital of the investee company
	As at July 1, 2024	Purchases during the year	Right issue	Sales during the year	As at September 30, 2024		Total Investments	Net Assets	
<b>Class B</b>									
<b>INSURANCE</b>									
TPL Insurance Limited	175,873	-	-	-	175,873	1,789	0.26%	0.26%	0.42%
	<u>175,873</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>175,873</u>	<u>1,789</u>	<u>0.26%</u>	<u>0.26%</u>	
<b>FOOD &amp; PERSONAL CARE PRODUCTS</b>									
The Organic Meat Company Limited	578,000	109,000	-	687,000	-	-	0.00%	0.00%	0.64%
	<u>578,000</u>	<u>109,000</u>	<u>-</u>	<u>687,000</u>	<u>-</u>	<u>-</u>	<u>0.00%</u>	<u>0.00%</u>	
<b>MISCELLANEOUS</b>									
Synthetic Products Enterprises Limi	200,000	1,319,000	-	910,500	608,500	22,295	3.20%	3.19%	0.27%
	<u>200,000</u>	<u>1,319,000</u>	<u>-</u>	<u>910,500</u>	<u>608,500</u>	<u>22,295</u>	<u>3.20%</u>	<u>3.19%</u>	
<b>CEMENT</b>									
DG Khan Cement Co Ltd	230,000	-	-	79,000	151,000	11,099	1.59%	1.59%	0.26%
Fauji Cement Company Ltd	100,000	-	-	-	100,000	2,528	0.36%	0.36%	0.05%
Maple Leaf Cement Ltd.	800,000	183,500	-	183,500	800,000	25,952	3.72%	3.72%	0.04%
Pioneer Cement Co Limited	243,000	-	-	25,500	217,500	39,411	5.65%	5.64%	0.01%
	<u>1,373,000</u>	<u>183,500</u>	<u>-</u>	<u>288,000</u>	<u>1,268,500</u>	<u>78,990</u>	<u>11.33%</u>	<u>11.31%</u>	
<b>POWER GENERATION &amp; DISTRIBUTION</b>									
K-Electric Limited	2,200,000	-	-	-	2,200,000	8,272	1.19%	1.18%	0.02%
THE HUB POWER COMPANY LIMITED	229,000	-	-	-	229,000	27,329	3.92%	3.91%	0.00%
	<u>2,429,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,429,000</u>	<u>35,601</u>	<u>5.11%</u>	<u>5.10%</u>	
<b>ENGINEERING</b>									
Crescent Steel & Allied Products Limited	-	186,000	-	50,500	135,500	11,286	1.62%	1.62%	0.01%
	<u>-</u>	<u>186,000</u>	<u>-</u>	<u>50,500</u>	<u>135,500</u>	<u>11,286</u>	<u>1.62%</u>	<u>1.62%</u>	
<b>AUTOMOBILE ASSEMBLER</b>									
Ghandhara Automobiles Limited	146,500	16,600	-	41,000	122,100	26,587	3.81%	3.81%	0.00%
Ghandhara Industries Limited	-	158,024	-	2,000	156,024	50,071	7.18%	7.17%	0.00%
Sazgar Engineering Works Limited	26,500	-	-	26,500	-	-	0.00%	0.00%	0.00%
	<u>173,000</u>	<u>174,624</u>	<u>-</u>	<u>69,500</u>	<u>278,124</u>	<u>76,658</u>	<u>11.00%</u>	<u>10.98%</u>	
<b>PHARMACEUTICALS</b>									
The Searle Comp	2,376	-	-	-	2,376	135	0.02%	0.02%	0.00%
	<u>2,376</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,376</u>	<u>135</u>	<u>0.02%</u>	<u>0.02%</u>	

Name of investee company	Number of Shares					Market value as at September 30, 2024 (Rupees in '000)	Market value as a		Par value as a percentage of issued
	As at July 1,	Purchases during the	Right issue	Sales during the year	As at September		Total Investment	Net Assets	
<b>OIL &amp; GAS EXPLORATION COMPANIES</b>									
MARI PETROLEUM COMPANY LIMITED	6,200	41,600		1,000	46,800	19,915	2.86%	2.85%	0.01%
Oil & Gas Development Co Ltd	386,500	42,500		5,000	424,000	60,814	8.73%	8.71%	0.01%
PAKISTAN PETROLEUM LIMITED	476,097	-		2,000	474,097	50,643	7.27%	7.25%	0.01%
	<b>868,797</b>	<b>84,100</b>	<b>-</b>	<b>8,000</b>	<b>944,897</b>	<b>131,372</b>	<b>18.85%</b>	<b>18.81%</b>	
<b>OIL &amp; GAS MARKETING COMPANIES</b>									
Pakistan State Oil Company Ltd	117,500	-		38,500	79,000	12,742	1.83%	1.82%	0.01%
SUI NORTHERN GAS PIPELINES LIMITED	361,000	-		41,500	319,500	20,365	2.92%	2.92%	0.01%
	<b>478,500</b>	<b>-</b>	<b>-</b>	<b>80,000</b>	<b>398,500</b>	<b>33,107</b>	<b>4.75%</b>	<b>4.74%</b>	
<b>TRANSPORT</b>									
Secure Logistics Group Ltd	-	300,000		300,000	-	-	0.00%	0.00%	0.06%
	<b>-</b>	<b>300,000</b>	<b>-</b>	<b>300,000</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>	<b>0.00%</b>	
<b>COMMERCIAL BANKS</b>									
Bank AL Habib Limited	535,500	-		11,500	524,000	51,719	7.42%	7.41%	0.02%
Faysal Bank Limited	8,764	-		-	8,764	402	0.06%	0.06%	0.02%
Habib Bank Limited	191,000	53,000		8,000	236,000	29,981	4.30%	4.29%	0.03%
Meezan Bank Ltd	78,000	-		46,358	31,642	7,219	1.04%	1.03%	0.02%
United Bank Limited	259,500	-		19,500	240,000	69,941	10.04%	10.02%	0.01%
	<b>1,072,764</b>	<b>53,000</b>	<b>-</b>	<b>85,358</b>	<b>1,040,406</b>	<b>159,262</b>	<b>22.85%</b>	<b>22.81%</b>	
<b>FERTILIZER</b>									
Engro Fertilizer Limited	127,000	166,000		2,000	291,000	55,366	7.94%	7.93%	0.03%
	<b>127,000</b>	<b>166,000</b>	<b>-</b>	<b>2,000</b>	<b>291,000</b>	<b>55,366</b>	<b>7.94%</b>	<b>7.93%</b>	
<b>PROPERTY &amp; REAL ESTATE</b>									
TPL Properties Limited.	1,150,000	0		-	1,150,000	8,338	1.20%	1.19%	0.03%
	<b>1,150,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,150,000</b>	<b>8,338</b>	<b>1.20%</b>	<b>1.19%</b>	
<b>TECHNOLOGY &amp; COMMUNICATION</b>									
Air Link Communication Ltd	-	187,000		159,000	28,000	3,644	0.52%	0.52%	0.07%
Avanceon Limited	332,500	9,500		107,000	235,000	11,990	1.72%	1.72%	0.07%
Netsol Technologies Limited	263,000	0		130,000	133,000	16,562	2.38%	2.37%	0.07%
TPL Trakker Limited	5,774,000	0		-	5,774,000	50,523	7.25%	7.24%	0.07%
	<b>6,369,500</b>	<b>196,500</b>	<b>-</b>	<b>396,000</b>	<b>6,170,000</b>	<b>82,719</b>	<b>11.87%</b>	<b>11.85%</b>	
<b>TEXTILE COMPOSITE</b>									
Mohib Textile	40,820	-		-	40,820	6	0.00%	0.00%	0.07%
	<b>40,820</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>40,820</b>	<b>6</b>	<b>0.00%</b>	<b>0.00%</b>	
<b>Total as at September 30, 2024</b>	<b>15,038,630</b>	<b>2,771,724</b>	<b>-</b>	<b>2,876,858</b>	<b>14,933,496</b>	<b>696,924</b>			
<b>Carrying value as at September 30, 2024</b>						<b>715,037</b>			

\*Suspended/Delisted Companies

\*\*Sponsors of Management Company

Investments include shares having market value aggregating to Rs. 98.59 million (June 30, 2024: Rs. 64.34 million) that have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in terms of Circular No. 11 dated October 23, 2007 issued by the SECP.

These investments include gross bonus shares as per Fund's entitlement declared by the investee companies. 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% 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 Management Company of the Fund jointly with other asset management companies and Mutual Fund Association of Pakistan, has filed a petition in Honorable 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 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001. The Honorable Sindh High Court has granted stay order till the final outcome of the case. However, the investee company(s) has withheld the share equivalent to 5% of bonus announcement of the Fund having aggregate fair market value of Rs. 0.5454 million at September 30, 2024 (June 30, 2024: Rs. 0.607 Million) and not yet deposited on CDC account of department of Income tax. Management is of the view that the decision will be in the favor and accordingly has recorded the bonus shares on gross basis at fair value in its investments at year end.

## 5.2 Listed equity securities - Fair value through other comprehensive income

Name of investee company	Number of Shares					Market value as at September 30, 2024 (Rupees in '000)	Market value as a percentage of		Par value as a percentage of issued capital of the investee company
	As at July 1, 2024	Purchases during the year	Right issue	Sales during the year	As at September 30, 2024		Total Investments	Net Assets	
<b>Class A</b>									
<b>Oil and Gas Marketing Companies</b>									
Pakistan State Oil Company Limited	10,233,471	-	-	-	10,233,471	1,650,557	91.23%	83.50%	3.14%
Sui Northern Gas Pipeline Limited	2,488,024	-	-	-	2,488,024	158,587	8.77%	8.02%	0.39%
<b>Total</b>	<b>12,721,495</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,721,495</b>	<b>1,809,143</b>	<b>100%</b>	<b>91.52%</b>	

**5.2.1** The above mentioned shares of Pakistan State Oil Company Limited and Sui Northern Gas Pipelines Limited are blocked / frozen by an order of the Government of Pakistan (GoP) as the same form part of a strategic shareholding under the control of the GoP. As a result, the Fund is restricted from selling, transferring, encumbering or otherwise disposing of or dealing with any interest in the said shares, including any future bonus / right shares in respect thereof. Consequently, the exposure limit mentioned in regulation 55 of the NBFC Regulations, 2008 does not apply to the above frozen shares.

**5.2.2** These investments include gross bonus shares as per Fund's entitlement declared by the investee companies. 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% 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 Management Company of the Fund jointly with other asset management companies and Mutual Fund Association of Pakistan, has filed a petition in Honorable 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 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001. The Honorable Sindh High Court has granted stay order till the final outcome of the case. However, the investee company(s) has withheld the share equivalent to 5% of bonus announcement of the Fund having aggregate fair market value of Rs. 13.75 million at September 30, 2024 (June 30, 2024: Rs. 14.173) and not yet deposited on CDC account of department of Income tax. Management is of the view that the decision will be in the favor and accordingly has recorded the bonus shares on gross basis at fair value in its investments at year end.

	Note	September 30, 2024			June 30, 2024			
		(Un-Audited)			(Audited)			
		Class A	Class B	Total	Class A	Class B	Total	
<b>6</b>	<b>PAYABLE TO MANAGEMENT COMPANY</b>	(Rupees in '000)						
	Management fee	6.1	2,198	1,838	4,036	2,583	1,710	4,293
	Sindh Sales Tax	6.2	714	507	1,221	336	222	558
	Allocation of expenses relating to registrar services, accounting, operation and valuation services		275	125	400	947	-	947
	Sales Load Payable		-	1	-	-	-	-
	Selling & Marketing payable		-	-	-	-	633	633
			<b>3,187</b>	<b>2,471</b>	<b>5,657</b>	<b>3,866</b>	<b>2,565</b>	<b>6,431</b>

**6.1** Under the revised Non-Banking Finance Companies & Notified Entities Regulations 2008, notified on November 25, 2015, the Management Company of the Fund is entitled to a remuneration of an amount not exceeding two percent of average annual net assets. During the period the Management Company has charged at the rate of 1.5% of the average daily net assets of the Fund.. The fee is payable monthly in arrears.

**6.2** The Sindh Government has levied Sindh Sales Tax at the rate of 15% (June 30, 2024: 13% ) on the remuneration of the Management Company through Sindh Sales Tax on Services Act, 2011.

	Note	September 30, 2024			June 30, 2024			
		(Un-Audited)			(Audited)			
		Class A	Class B	Total	Class A	Class B	Total	
<b>7</b>	<b>PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>	(Rupees in '000)						
	Fee	7.1	157	55	212	164	54	218

**7.1** Under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 a collective investment scheme categorised as a money market scheme is required to pay as annual fee to the Securities and Exchange Commission of Pakistan. Effective from July 1, 2023 the rate of is increased from 0.02% to 0.095% of the daily average net assets of the Fund. The fee is payable monthly in arrears

	Note	September 30, 2024			June 30, 2024			
		(Un-Audited)			(Audited)			
		Class A	Class B	Total	Class A	Class B	Total	
<b>8</b>	<b>ACCRUED EXPENSES AND OTHER LIABILITIES</b>	(Rupees in '000)						
	Provision for Federal Excise Duty and additional sales tax on Management Fee	8.1	-	55,961	55,961	-	55,961	55,961
	Printing Charges		-	1,090	1,090	-	-	-
	Auditors remuneration		564	207	771	502	186	688
	Security Tarnsaction Charges		-	344	344	-	62	62
	Brokerage payable		-	-	-	-	221	221
	Withholding tax payable		450	8,822	9,272	37	8,510	8,547
	Other Payable		231	327	558	42	1,077	1,119
	Payable to class A		-	-	-	-	-	-
	Zakat payable		-	47	47	-	47	47
			<b>1,245</b>	<b>66,798</b>	<b>68,043</b>	<b>581</b>	<b>66,064</b>	<b>66,645</b>

**8.1** "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, 2024, and the appeal which was filed by tax authorities against the order by the Honourable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of the above, the Management Company, as a matter of abundant caution, is carrying provision for FED for the period from January 13, 2013 to June 30, 2016 aggregating to Rs. 55.961 million. Had the provision not been retained, NAV per certificate of the Fund as at September 30, 2023 would have been higher by Rs. 0.84 per unit (June 30, 2024: 0.84 per certificate) of class B."

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**9 Contingencies & Commitments**

There are no contingencies and commitment as at September 30,2024

**10 TAXATION**

The income of the Fund is exempt from tax under clause 99 of Part 1 of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90 percent of its accounting income for the year, as reduced by the capital gains whether realised or unrealised, is distributed among its unit holders in cash. The Fund has not recorded a tax liability in respect of income relating to the current period as the Management Company intends to distribute more than 90 percent of the Fund's accounting income for the period as reduced by capital gains (whether realised or unrealised) to its unit holders. The Fund is also exempt from the provision of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

**11 TOTAL EXPENSES RATIO**

In accordance with the directive 23 of 2016 dated July 20, 2016 issued by the Securities and Exchange Commission of Pakistan (SECP), the total expense ratio of the Fund for the period ended September 30, 2024 of class A is 2.54% (2023:2.58%) and of class B is 5.26%(2023: 6.23%) which includes 0.4%(2023: 0.31%) of class A and 0.76%(2023: 0.59%) of class B representing government levy and SECP fee.

**12 FAIR VALUE OF FINANCIAL INSTRUMENT**

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

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

The fair value of financial assets and liabilities traded in active markets are based on the quoted market prices at the close of trading on the period end date. The quoted market price used for financial assets held by the Fund is current bid price.

"A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. "

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

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

		Class A SEPTEMBER 30, 2024					Fair Value			
		Carrying amount				Total	Level 1	Level 2	Level 3	Total
Note	Fair value through profit and loss	Fair value through other comprehensive Income	At amortized Cost	Other financial assets/liabilities						
(Rupees in '000)										
<b>Financial assets measured at fair value</b>										
	Listed equity securities	-	2,169,981	-	-	2,169,981	2,169,981	-	-	2,169,981
		-	2,169,981	-	-	2,169,981	2,169,981	-	-	2,169,981
<b>Financial assets not measured at fair value</b>										
	Bank balances	-	-	-	227,021	227,021				
	Dividend and Profit receivable	-	-	-	22,609	22,609				
		-	-	-	249,630	249,630				
<b>Financial liabilities not measured at fair value</b>										
	Payable to Management Company	-	-	-	3,187	3,187				
	Payable to Trustee	-	-	-	555	555				
	Accrued expenses and other liabilities	-	-	-	795	795				
	Net assets attributable to unitholders	-	-	-	1,976,761	1,976,761				
		-	-	-	1,981,298	1,981,298				
(Rupees in '000)										
		Class B SEPTEMBER 30, 2024					Fair Value			
		Carrying amount				Total	Level 1	Level 2	Level 3	Total
Note	Fair value through profit and loss	Fair value through other comprehensive Income	At amortized Cost	Other financial assets/liabilities						
(Rupees in '000)										
<b>On-balance sheet financial instruments</b>										
<b>Financial assets measured at fair value</b>										
	Investments - Listed equity securities	1,283,089	-	-	-	1,283,089	1,283,089	-	-	1,283,089
		1,283,089	-	-	-	1,283,089	1,283,089	-	-	1,283,089
<b>Financial assets not measured at fair value</b>										
	Bank balances	-	-	-	132,307	132,307				
	Dividend and Profit receivable	-	-	-	14,675	14,675				
	Receivable against purchase of investment	-	-	-	2,975	2,975				
		-	-	-	149,957	149,957				
<b>Financial liabilities not measured at fair value</b>										
	Payable to Management Company	-	-	-	2,471	2,471				
	Payable to Trustee	-	-	-	362	362				
	Payable against purchase of investment	-	-	-	-	-				
	Accrued expenses and other liabilities	-	-	-	1,968	1,968				
	Net assets attributable to unitholders	-	-	-	698,238	698,238				
		-	-	-	703,039	703,039				
(Rupees in '000)										
		Class A June 30, 2024					Fair Value			
		Carrying amount				Total	Level 1	Level 2	Level 3	Total
Note	Fair value through profit and loss	Fair value through other comprehensive Income	At amortized Cost	Other financial assets/liabilities						
(Rupees in '000)										
<b>Financial assets measured at fair value</b>										
	Listed equity securities	-	1,858,820	-	-	1,858,820	1,858,820	-	-	1,858,820
		-	1,858,820	-	-	1,858,820	1,858,820	-	-	1,858,820
<b>Financial assets not measured at fair value</b>										
	Bank balances	-	-	-	233,355	233,355				
	Dividend and Profit receivable	-	-	-	8,257	8,257				
		-	-	-	241,612	241,612				
<b>Financial liabilities not measured at fair value</b>										
	Payable to Management Company	-	-	-	3,866	3,866				
	Payable to Trustee	-	-	-	286	286				
	Accrued expenses and other liabilities	-	-	-	502	502				
	Net assets attributable to unitholders	-	-	-	2,019,085	2,019,085				
		-	-	-	2,023,739	2,023,739				

	Class B June 30, 2024					Fair Value			
	Carrying amount					Level 1	Level 2	Level 3	Total
	Fair value through profit and loss	Fair value through other comprehensive income	At amortized Cost	Other financial assets/ liabilities	Total				
	(Rupees in '000)								
<b>Financial assets measured at fair value</b>									
Listed equity securities	701,105	-	-	-	701,105	701,105	-	-	701,105
	701,105	-	-	-	701,105	701,105	-	-	701,105
<b>Financial assets not measured at fair value</b>									
Bank balances	-	-	-	139,826	139,826				
Dividend and Profit receivable	-	-	-	2,294	2,294				
	-	-	-	142,120	142,120				
<b>Financial liabilities not measured at fair value</b>									
Payable to Management Company		-	-	2,565	2,565				
Payable to Trustee		-	-	146	146				
Payable against purchase of investment		-	-	18,950	18,950				
Accrued expenses and other liabilities		-	-	1,325	1,325				
Unclaimed dividend		-	-	86,015	86,015				
Net assets attributable to unitholders		-	-	694,215	694,215				
		-	-	803,216	803,216				

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.

### 13 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Connected persons include HBL Asset Management Limited being the Management Company, Habib Bank Limited being the Sponsor, Central Depository Company of Pakistan Limited, being the Trustee of the Fund, other collective investment schemes managed by the Management Company, directors and officers of the Management Company, directors of connected persons and persons having 10% or more beneficial ownership of the units of the Fund.

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

Details of the transactions with connected persons and balances with them, if not disclosed elsewhere in the condensed interim financial information are as follows:

	Three Months Ended					
	September 30, 2024			September 30, 2023		
	Class A	Class B	Total	Class A	Class B	Total
<b>Transactions during the year</b>	(Rupees in '000)					
<b>HBL Asset Management Limited</b>						
Remuneration of Management Company	8,779	5,657	14,436	5,786	2,505	8,291
Sindh Sales Tax on remuneration of Management Company	1,317	849	2,166	752	326	1,078
Reimbursement of Fund Operations, accounting and Related costs	1,057	1,096	2,153	2,121	689	2,810
Selling & Marketing	-	-	-	-	1,315	1,315
<b>Habib Bank Limited - Associated Company</b>						
Dividend Income	-	732	732	-	650	650
<b>Central Depository Company of Pakistan Limited - Trustee</b>						
Remuneration	871	411	1,282	652	213	865
CDC Connection charges	-	42	42	-	68	68

	September 30, 2024 (Un-Audited)			June 30, 2024 (Audited)		
	Class A	Class B	Total	Class A	Class B	Total
Balances outstanding at the year end						
(Rupees in '000)						
<b>HBL Asset Management Limited</b>						
Payable to the Management Company	2,198	1,838	4,036	2,583	1,710	4,293
Sindh Sales tax payable on remuneration to management company	714	507	1,221	336	222	558
Finance and operational cost	275	125	400	947	-	947
Selling & Marketing expense	-	-	-	-	633	633
<b>Central Depository Company Of Pakistan Limited - Trustee</b>						
Trustee fee payable	483	315	798	253 0	118	371
Sindh Sales Tax payable on	-	-	-	-	-	-
Trustee remuneration	72	47	119	33 0	15	48
Security deposit held	100	200	300	100	200	300
CDC Charges Payable	-	37	37	- 0	13	13
<b>Habib Bank Limited -Sponsor</b>						
Outstanding units : 28,062,661 (2024: 28,062,661) units	280,627	-	280,627	280,627	-	280,627
Outstanding units : 402 (2024: 402) Units	-	4	4	-	4	4
Bank Balances	-	726	726	-	689	689
<b>HBL Micro Finance Bank - Associate</b>						
Bank Balances	147,994	4,659	152,653	221,739	4,453	226,192
Profit receivable	2,276	72	2,348	3,803	76	3,879
<b>Associated Companies</b>						
<b>Jubilee General Insurance Company Limited</b>						
Outstanding units:110,112 (2024: 110,112)units	-	1,182	1,182	-	1,141	1,141
<b>New Jubilee General Insurance Company Limited Staff Provident Fund Trust</b>						
Outstanding certificates:118,454 (2024: 118,454) certificates	1,185	-	1,185	1,185	-	1,185
Outstanding units:128,528 (2024: 128,528) units	-	1,357	1,357	-	1,332	1,332
<b>New Jubilee General Insurance Company Limited Gratuity Fund Trust</b>						
Outstanding units:224,000 (2024: 224,000) units	2,240	-	2,240	2,240	-	2,240
Outstanding units:245,720 (2024: 245,720) units	-	2,595	2,595	-	2,547	2,547
<b>Aga Khan University Employees Provident Fund Trust</b>						
Outstanding certificates:588,000 (2024: 588,000) certificates	5,880	-	5,880	5,880	-	5,880
<b>Aga Khan University Employees Gratuity Fund Trust</b>						
Outstanding certificates:138,000 (2024: 138,000) certificates	1,380	-	1,380	1,380	-	1,380
<b>National Investment Trust Limited - Administration Fund</b>						
Outstanding units:60,720 (2024: 60,720) units	607	-	607	607	-	607
Outstanding units:65,884 (2024: 65,884) units	-	696	696	-	696	696
<b>CDC - Trustee National Investment (Unit) Trust</b>						
Outstanding units:10,108,128 (2024: 10,108,128) units	101,081	-	101,081	101,081	-	101,081
<b>Humera Iqbal ' - Connected Person (Due to holding more than 10% units)</b>						
Outstanding 10,314,730 (2024: 10,314,730 ) units	-	108,917	108,917	-	107,742	107,742
<b>Directors and Executives of the Management Company</b>						
Outstanding units:26195 (2024: 26,195) units	262	-	262	262	-	262
Outstanding units:28,572 (2024: 28,572) units	-	307	307	-	296	296



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**14 DATE OF AUTHORISATION FOR ISSUE**

This condensed interim financial information was authorised for issue on October 24, 2024 by the Board of Directors of the company.

**15 GENERAL**

Figures have been rounded off to the nearest thousand Rupees.

For HBL Asset Management Limited  
(Management Company)

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Chief Financial Officer

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Chief Executive Officer

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Director

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**HBL**  
**FINANCIAL SECTOR**  
**INCOME FUND**

## FUND INFORMATION

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Name of Fund	HBL FINANCIAL SECTOR INCOME FUND
Name of Auditor	BDO Ebrahim & Co. Chartered Accountants
Name of Trustee	Central Depository Company of Pakistan Limited.
Bankers	Habib Bank Limited Soneri Bank Limited Allied Bank Limited Bank Alfalah Limited Finca Microfinance Bank Limited HBL Microfinance Bank Limited Khushali Microfinance Bank Limited Meezan Bank Limited Mobilink Microfinance Bank Limited U Microfinance Bank Limited

**HBL FINANCIAL SECTOR INCOME FUND**  
**Condensed Interim Statement of Assets and Liabilities (Un-Audited)**  
**AS AT SEPTEMBER 30, 2024**

	Note	September 30, 2024 (Un-Audited)			June 30, 2024 (Audited)		
		FSIF Plan-I	FSIF Plan-II	Total	FSIF Plan-I	FSIF Plan-II	Total
----- (Rupees in '000) -----							
<b>ASSETS</b>							
Bank balances	4	19,485,783	3,340,673	22,826,456	29,967,092	9,801,156	39,768,248
Investments	5	25,936,577	-	25,936,577	16,919,388	-	16,919,388
Receivable against margin trading system		648,432	-	648,432	2,952,796	-	2,952,796
Profit / markup receivable		897,652	102,972	1,000,624	1,029,039	169,254	1,198,293
Deposits and prepayments		146,591	-	146,591	33,772	-	33,772
<b>TOTAL ASSETS</b>		<b>47,115,035</b>	<b>3,443,645</b>	<b>50,558,680</b>	<b>50,902,087</b>	<b>9,970,410</b>	<b>60,872,497</b>
<b>LIABILITIES</b>							
Payable to the Management Company	6	63,567	3,352	66,919	95,765	4,686	100,451
Payable to the Trustee	7	6,763	493	7,256	3,566	689	4,255
Payable to Securities and Exchange Commission of Pakistan	8	2,859	429	3,288	3,147	608	3,755
Payable against purchase of Investment		-	-	-	-	-	-
Accrued expenses and other liabilities	9	1,337,821	132,939	1,470,760	90,230	7,310	97,540
<b>TOTAL LIABILITIES</b>		<b>1,411,010</b>	<b>137,213</b>	<b>1,548,223</b>	<b>192,708</b>	<b>13,293</b>	<b>206,001</b>
<b>NET ASSETS</b>		<b>45,704,025</b>	<b>3,306,433</b>	<b>49,010,458</b>	<b>50,709,379</b>	<b>9,957,117</b>	<b>60,666,496</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND)</b>							
		<b>45,704,025</b>	<b>3,306,433</b>	<b>49,010,458</b>	<b>50,709,379</b>	<b>9,957,117</b>	<b>60,666,496</b>
<b>Contingencies and commitments</b>							
(-----Number of units -----)							
Number of units in issue		425,575,941	33,064,336	458,640,277	496,873,293	99,462,770	596,336,063
----- (Rupees) -----							
Net assets value per unit		107.3933	100.0000		102.0570	100.1090	

The annexed notes 1 to 17 form an integral part of this financial statements.

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**HBL FINANCIAL SECTOR INCOME FUND**  
**Condensed Interim Income Statement (Un-Audited)**  
**FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024**

	Note	September 30,			2023
		Plan I	Plan II	Total	
					(Rupees in '000)
<b>INCOME</b>					
Capital gain on sale of investments - net		9,412	-	9,412	12,824
Markup from government securities		521,272	-	521,272	108,270
Markup from corporate sukuk bonds		69,419	-	69,419	84,382
Markup from commercial papers and term deposit receipts		567,097	-	567,097	157,532
Markup from margin trading system		93,827	-	93,827	84,758
Dividend Income On Equity Securities		-	-	-	54,933
Profit on bank deposit		1,021,218	493,965	1,515,183	1,206,278
		<b>2,282,245</b>	<b>493,965</b>	<b>2,776,209</b>	<b>1,708,977</b>
Unrealised gain / loss on re-measurement of investments classified as financial assets at 'fair value through profit or loss' - net	5.2	339,004	-	339,004	(14,921)
		<b>2,621,249</b>	<b>493,965</b>	<b>3,115,213</b>	<b>1,694,056</b>
<b>EXPENSES</b>					
Remuneration of the Management Company	6.1	163,681	13,634	177,315	58,523
Sindh Sales Tax on remuneration of the Management Company	6.2	24,552	2,045	26,597	7,608
Remuneration of the Trustee	7.1	8,903	2,005	10,908	5,342
Sindh Sales Tax on remuneration of the Trustee	7.2	1,335	301	1,636	694
Annual fee to Securities and Exchange Commission of Pakistan	8.1	9,028	2,005	11,033	5,332
Selling and marketing expenses	6.4	2,414	-	2,414	18,518
Allocation of expenses related to registrar services, accounting, operation and valuation services	6.3	2,413	-	2,413	18,518
Securities transaction costs and settlement charges		6,581	-	6,581	1,312
Fees and Subscription		65	-	65	7
Auditors' remuneration		156	183	339	127
Bank charges		111	-	111	184
Formation Cost		41	-	41	40
		<b>219,281</b>	<b>20,172</b>	<b>239,453</b>	<b>116,204</b>
<b>Net income for the quarter from operating activities</b>		<b>2,401,968</b>	<b>473,793</b>	<b>2,875,760</b>	<b>1,577,851</b>
<b>Net income for the quarter before taxation</b>		<b>2,401,968</b>	<b>473,793</b>	<b>2,875,760</b>	<b>1,577,851</b>
Taxation	11	-	-	-	-
<b>Net income for the quarter after taxation</b>		<b>2,401,968</b>	<b>473,793</b>	<b>2,875,760</b>	<b>1,577,851</b>
<b>Allocation of net income for the quarter</b>					
Income already paid on redemption of units		317,793	-	317,793	472,914
Accounting income available for distribution:					
Relating to capital gains		8,166	-	8,166	-
Excluding capital gains		2,076,008	473,793	2,549,801	1,104,938
		<b>2,084,174</b>	<b>473,793</b>	<b>2,557,967</b>	<b>1,104,938</b>
		<b>2,401,967</b>	<b>473,793</b>	<b>2,875,759</b>	<b>1,577,851</b>
<b>Earnings per unit</b>	12				

The annexed notes 1 to 17 form an integral part of this financial statements.

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**HBL FINANCIAL SECTOR INCOME FUND**  
**Condensed Interim Statement of Comprehensive Income (Un-Audited)**  
**FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024**

	September 30,			2023
	2024	2023		
	Plan I	Plan II	Total	
	------(Rupees in '000)-----			
Net income for the quarter a after taxation	2,401,968	473,793	2,875,760	1,577,851
Other comprehensive income for the quarter	-	-	-	-
<b>Total comprehensive income for the quarter</b>	<b>2,401,968</b>	<b>473,793</b>	<b>2,875,760</b>	<b>1,577,851</b>

The annexed notes 1 to 17 form an integral part of this financial statements.

For HBL Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

**HBL FINANCIAL SECTOR INCOME FUND**  
**Condensed Interim Statement of Movement in Unitholders' Fund (Un-Audited)**  
**FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024**

	Plan I					
	2024			September 30,		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees in '000)					
<b>Net assets at beginning of the quarter</b>	49,866,710	842,669	50,709,379	27,230,280	204,200	27,434,480
<b>Issue of 116,533,208 units (2023: 531,279,114 units)</b>						
Capital value (at net asset value per unit at the beginning of the quarter)	11,893,030	-	11,893,030	31,742,826	-	31,742,826
Element of income	388,324	-	388,324	500,048	-	500,048
<b>Total proceeds on issue of units</b>	12,281,354	-	12,281,354	32,242,874	-	32,242,874
<b>Redemption of 187,830,559 units (2023: 751,592,281 units)</b>						
Capital value (at net asset value per unit at the beginning of the quarter)	(19,169,423)	-	(19,169,423)	(29,669,689)	-	(29,669,689)
Income already paid on redemption of units	-	(317,793)	(317,793)	-	(472,914)	(472,914)
Element of loss	(201,460)	-	(201,460)	(69,122)	-	(69,122)
<b>Total payments on redemption of units</b>	(19,370,883)	(317,793)	(19,688,676)	(29,738,811)	(472,914)	(30,211,725)
Total comprehensive income for the quarter	-	2,401,968	2,401,968	-	1,577,851	1,577,851
Distribution during the quarter	-	-	-	-	(780,965)	(780,965)
Refund of capital	-	-	-	(431,897)	-	(431,897)
	-	2,401,968	2,401,968	(431,897)	796,886	364,989
<b>Net assets at end of the quarter</b>	42,777,181	2,926,844	45,704,025	29,302,446	528,172	29,830,618
Undistributed income brought forward						
- Realised		156,991			10,183	
- Unrealised		47,209			429	
		204,200			10,612	
<b>Accounting income available for distribution</b>						
Relating to capital gains		8,166			-	
Excluding capital gains		2,076,008			928,638	
		2,084,174			928,638	
<b>Distribution for the quarter:</b>						
Distribution during the quarter		-			(753,177)	
		-			(753,177)	
<b>Undistributed income carried forward</b>		2,288,373			186,073	
<b>Undistributed income carried forward</b>						
Realised income		1,949,369			182,925	
Unrealised income		339,004			3,148	
		2,288,373			186,073	
				Rupees		Rupees
<b>Net assets value per unit at beginning of the quarter</b>			102.0570			100.0454
<b>Net assets value per unit at end of the quarter</b>			107.3933			101.2376

The annexed notes 1 to 17 form an integral part of this financial statements.

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**HBL FINANCIAL SECTOR INCOME FUND**  
**Condensed Interim Statement of Movement in Unitholders' Fund (Un-Audited)**  
**FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024**

Plan II			
September 30, 2024			
Capital value	Undistributed income	Total	
----- (Rupees in '000) -----			
<b>Net assets at beginning of the quarter</b>	9,946,277	10,840	9,957,117
<b>Issuance of 36,071,929 units</b>			
Capital value (at net asset value per unit at the beginning of the quarter)	3,185,277	-	3,185,277
Element of income	-	-	-
<b>Total proceeds on issue of units</b>	3,185,277	-	3,185,277
<b>Redemption of 102,470,363 units</b>			
Capital value (at net asset value per unit at the beginning of the quarter)	(10,000,000)	-	(10,000,000)
Income already paid on redemption of units	-	-	-
Element of loss	-	-	-
<b>Total payments on redemption of units</b>	(10,000,000)	-	(10,000,000)
Total comprehensive income for the quarter	-	473,793	473,793
Distribution during the quarter	-	(309,754)	(309,754)
Refund of capital	-	-	-
	-	164,039	164,039
<b>Net assets at end of the quarter</b>	<b>3,131,554</b>	<b>174,879</b>	<b>3,306,433</b>
<b>Undistributed income brought forward</b>			
Realised income		10,840	
Unrealised gain / (loss)		-	
		<u>10,840</u>	
<b>Accounting income available for distribution</b>			
Relating to capital gains		-	
Excluding capital gains		473,793	
		<u>473,793</u>	
Distribution during the year		(309,754)	
<b>Undistributed income carried forward</b>		<u>174,879</u>	
<b>Undistributed income carried forward</b>			
Realised income		174,879	
Unrealised income		-	
		<u>174,879</u>	
<b>Net assets value per unit at beginning of the quarter</b>			<b>100.1090</b>
<b>Net assets value per unit at end of the quarter</b>			<b>100.0000</b>

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

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



**HBL FINANCIAL SECTOR INCOME FUND**  
**Condensed Interim Cash Flow Statement (Un-Audited)**  
**FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024 (Un-Audited)**

	September 30,			2023
	Plan I	2024 Plan II	Total	
	------(Rupees in '000)-----			
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Net income for the quarter before taxation	2,401,968	473,793	2,875,760	1,577,851
Adjustments for:				
Capital gain on sale of investments - net	(9,412)	-	(9,412)	(12,824)
Markup from market treasury bills	(521,272)	-	(521,272)	(108,270)
Markup from corporate sukuk bonds	(69,419)	-	(69,419)	(84,382)
Markup from commercial papers and term deposit receipts	(567,097)	-	(567,097)	(157,532)
Markup from margin trading system	(93,827)	-	(93,827)	(84,758)
Profit on bank deposit	(1,021,218)	(493,965)	(1,515,183)	(1,206,278)
Unrealised gain on re-measurement of investments classified as financial asset at fair value through profit or loss - net	-	-	-	(54,933)
	(339,004)	-	(339,004)	14,921
	(219,281)	(20,172)	(239,453)	(116,204)
<b>Increase in assets</b>				
Investments - net	(8,668,774)	-	(8,668,774)	80,518
Receivable against margin trading system	2,304,364	-	2,304,364	(17,515)
Deposits and prepayments	(112,819)	-	(112,819)	61
Receivable against sale of investment	-	-	-	-
	(6,477,229)	-	(6,477,229)	63,064
<b>Decrease in liabilities</b>				
Payable to the Management Company	(32,198)	(1,334)	(33,532)	16,002
Payable to the Trustee	3,197	(196)	3,001	248
Payable to the Securities and Exchange Commission of Pakistan	(288)	(179)	(467)	(3,807)
Payable against purchase of investment	-	-	-	(895)
Accrued expenses and other liabilities	1,247,591	125,629	1,373,220	64,396
	1,218,302	123,920	1,342,222	75,944
<b>Cash used from operations</b>	(5,478,208)	103,748	(5,374,460)	22,803
Income from market treasury bills	193,473	-	193,473	108,270
Income received from corporate sukuk bonds	21,420	-	21,420	29,061
Income received from commercial papers and term deposit receipts	561,837	-	561,837	157,532
Income received from margin trading system	110,220	-	110,220	35,632
Dividend received on Equity Securities	-	-	-	54,933
Income from Pakistan investment bonds	334,358	-	334,358	-
Profit received on bank deposits	1,182,912	560,247	1,743,159	1,146,150
	2,404,221	560,247	2,964,467	1,531,578
<b>Net cash flow from operating activities</b>	(3,073,987)	663,995	(2,409,993)	1,554,381
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Amount received on issue of units	12,281,354	3,185,277	15,466,631	32,242,874
Payment against redemption of units	(19,688,676)	(10,000,000)	(29,688,676)	(30,211,725)
Dividend paid	-	(309,754)	(309,754)	(1,212,862)
<b>Net cash used in financing activities</b>	(7,407,322)	(7,124,476)	(14,531,798)	818,287
<b>Net decrease in cash and cash equivalents</b>	(10,481,309)	(6,460,482)	(16,941,791)	2,372,668
Cash and cash equivalents at beginning of the quarter	29,967,092	9,801,156	39,768,248	21,368,472
<b>Cash and cash equivalents at end of the quarter</b>	19,485,783	3,340,673	22,826,456	23,741,140

The annexed notes 1 to 17 form an integral part of this financial statements.

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

# **HBL FINANCIAL SECTOR INCOME FUND**

## **Notes to the Condensed Interim Financial Information (Un-Audited)**

### **FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024**

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#### **1. LEGAL STATUS AND NATURE OF BUSINESS**

HBL Financial Sector Income Fund ("the Fund") was established under a Trust Deed, dated November 16, 2021, executed between HBL Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Fund was authorised by the Securities and Exchange Commission of Pakistan as a unit trust scheme on December 14, 2021. The plan - I commenced operations from June 18 and plan II commenced operations from Feb 2024. The Management Company of the Fund has been registered as a Non-Banking Finance Company (NBFC) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules, 2003) and has obtained the requisite license from the SECP to undertake Asset Management Services. The registered office of the Management Company is situated 7th Floor, Emerald Tower, G-19, Block 5, Main Clifton Road, Clifton, Karachi.

The Fund is an open-ended mutual fund. The units are transferable and can also be redeemed by surrendering to the Fund.

The Fund has been categorised as a Compliant Income Scheme as per the criteria laid down by the SECP for categorization of open-end Collective Investment Schemes (CIS) and is listed on the Pakistan Stock Exchange Limited. The units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.

The objective of the Fund is to provide income enhancement and preservation of capital by investing in prime quality Financial Sector TFCs / Sukuks, bank deposits and short-term money market instruments.

Title to the assets of the Fund is held in the name of CDC as Trustee of the Fund.

VIS Credit Rating Company has assigned a management quality rating of AM1 (Stable Outlook) to the Management Company on December 29, 2023.

Pursuant to the enactment of the Sindh Trusts Act, 2020 (as amended vide Sindh Trusts (Amended) Act, 2021), the Trusts including Collective Investment Schemes, Private Funds, etc, being Specialized Trusts are required to be registered with the Assistant Directorate of Industries and Commerce (Trust Wing), Government of Sindh under Section 12 of the Sindh Trusts Act, 2020. In this regard, the Fund was duly registered on December 06, 2021.

#### **2. BASIS OF PREPARATION**

##### **2.1 Statement of compliance**

**2.1.1** This financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards as applicable in Pakistan comprise of:

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

Where the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations, the directives issued by the SECP and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations, the directions issued by the SECP and requirements of the Trust Deed have been followed.

## 2.2 Basis of measurement

This financial statements have been prepared under the historical cost convention except for the investments which are classified as fair value through profit and loss.

## 2.3 Functional and presentation currency

This financial statements are presented in Pakistan Rupees which is the Fund's functional and presentation currency.

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

3.1 The accounting policies adopted in the preparation of this condensed interim financial information are consistent with those applied in the preparation of the annual audited financial statements of the Fund for the year ended June 30, 2020.

3.2 The significant judgments made by management in applying its accounting policies and the key sources of estimation uncertainty were the same as those applied to the annual audited financial statements of the Fund for the year ended June 30, 2024.

3.3 There are certain new and amended standards, interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2022 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in these condensed interim financial information.

b The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements of the Fund for the year ended June 30, 2024.

	Note	September 30, 2024		June 30, 2024	
		Plan I	Plan II	Plan I	Plan II
<b>4 BANK BALANCES</b>		<b>(Rupees in '000)</b>			
Savings accounts	4.1	<b>19,485,783</b>	<b>3,340,673</b>	29,967,092	9,801,156

4.1 These carry mark-up at rates ranging between 18% to 21.15% (2024: 18.2% to 22.95%) and 18% to 20.50% (2024: 19.50% to 21.00%) per annum of HBL Financial Sector Income Fund Plan I and Plan II. These include balances held by related parties (Habib Bank Limited and HBL Micro inance Bank Limited) amounting to Rs. 1,150.779 and 3,073.618 million (2024: Rs. 0.859 and 9,801.156 million) and 16,115.889 million (2024: Rs. 22,289.516 million) which carry markup at rates ranging between 17.50% to 20% and 18% to 21.15% (2024: 13.50% to 19.50%) and 18% to 19% (2024: 19.50% to 20.50%) per annum of HBL Financial Sector Income Fund Plan I and Plan II.

	Note	September 30, 2024		June 30, 2024	
		Plan I	Plan II	Plan I	Plan II
<b>5 INVESTMENTS</b>		<b>(Rupees in '000)</b>			
Financial asset at fair value through profit or loss	5.1	<b>11,196,033</b>	-	10,624,103	-
Financial asset at amortised cost	5.3	<b>14,740,544</b>	-	6,295,285	-
		<b>25,936,577</b>	-	16,919,388	-
<b>5.1 Financial assets at fair value through profit or loss</b>					
Term Finance Certificates and Sukuk Bond	5.1.1	<b>1,297,274</b>	-	1,290,313	-
Market treasury bills	5.1.2	<b>2,688,921</b>	-	2,415,189	-
GOP Ijara sukuk certificates	5.1.3	-	-	-	-
Pakistan Investments Bonds (PIBs)	5.1.4	<b>6,825,349</b>	-	6,562,538	-
Listed equity securities (exchange traded fund)	5.1.5	<b>384,489</b>	-	356,063	-
Future stock contracts		-	-	-	-
		<b>11,196,033</b>	-	10,624,103	-

5.1.1 Term Finance Certificates and Sukuk Bond

Name of the investee company	As at July 01, 2024	Purchases made during the quarter	Sales during the quarter	As at September 30, 2024	Carrying value as at September 30, 2024	Market value as at September 30, 2024	Un-realised Gain / (Loss)	Market value as a percentage of	
								Total investments	Net assets
----- (Number of units) ----- (Rupees in '000) -----									
<b>Term Finance Certificates and Sukuk Bond</b>									
K-Electric Limited	2,570	-	-	2,570	259,030	261,883	2,853	1.00%	0.57%
Bank Al Habib	100,000	-	-	100,000	515,601	519,709	4,108	1.99%	1.13%
Soneri Bank Limited	4,000	-	-	4,000	396,282	396,282	-	1.53%	0.87%
Askari Bank Limited	120	-	-	120	119,400	119,400	-	0.46%	0.26%
<b>Total - as at September 30, 2024</b>	<b>106,690</b>	<b>-</b>	<b>-</b>	<b>106,690</b>	<b>1,290,313</b>	<b>1,297,274</b>	<b>6,961</b>	<b>4.97%</b>	<b>2.82%</b>
<b>Total - as at June 30, 2024</b>	<b>109,000</b>	<b>120</b>	<b>2,430</b>	<b>106,690</b>	<b>1,271,727</b>	<b>1,290,313</b>	<b>18,585</b>	<b>7.63%</b>	<b>2.54%</b>

5.1.1.1 These corporate sukuk bonds and TFC carry profit ranging between 18.53% to 21.83% (June 30, 2024: 22.61% to 24.84%) per annum.

5.1.1.2 Significant terms and conditions of TFCs and corporate sukuk bond as at September 30, 2024 is as follows:

Name of the investee company	Payment term	Remaining principal (per sukuk bond)	Profit rate (per annum)	Issue date	Maturity date
<b>Corporate sukuk bond - Unlisted</b>					
K-Electric Limited	(Quarterly)	100000	3 Month Kibor + 1.70%	November 23, 2022	November 23, 2029
Bank Al Habib	(Semi - annually)	4997	6 Month Kibor + 1.35%	December 23, 2022	December 23, 2032
Soneri Bank Limited	(Semi - annually)	99940	6 Month Kibor + 1.70%	December 26, 2022	December 26, 2032
Askari Bank Limited	(Quarterly)	1000000	3 Month Kibor + 1.20%	March 17, 2020	March 17, 2030

5.1.2 Market treasury bills

Particulars	Issue Date	Face value				Balance as at September 30, 2024			Market value as a percentage of	
		As at July 01, 2024	Purchases made during the quarter	Sales during the quarter	As at September 30, 2024	Carrying value as at September 30, 2024	Market value as at September 30, 2024	Un-realised gain / (loss)	total investments	net assets
----- (Rupees '000') -----										
<b>Market Treasury Bills - 3 -months</b>										
Market treasury bills	May 30, 2024	350,000	-	350,000	-	-	-	-	0.00%	0.00%
<b>Market Treasury Bills - 6 months</b>										
Market treasury bills	May 30, 2024	500,000	-	500,000	-	-	-	-	0.00%	0.00%
<b>Market Treasury Bills - 12 months</b>										
Market treasury bills	19-Oct-23	550,000	-	550,000	-	-	-	-	0.00%	0.00%
Market treasury bills	02-Nov-23	506,000	-	506,000	-	-	-	-	0.00%	0.00%
Market treasury bills	16-Nov-23	4,000	-	-	4,000	3,910	3,921	11	0.02%	0.01%
Market treasury bills	02-May-24	120,000	-	-	120,000	108,356	110,664	2,308	0.43%	0.24%
Market treasury bills	16-May-24	397,750	-	-	397,750	357,287	365,222	7,935	1.41%	0.80%
Market treasury bills	12-Jun-24	200,000	-	200,000	-	-	-	-	0.00%	0.00%
Market treasury bills	22-Aug-24	-	250,000	-	250,000	217,965	222,780	4,814	0.86%	0.49%
Market treasury bills	02-May-24	-	200,000	-	200,000	180,593	184,440	3,847	0.71%	0.40%
Market treasury bills	11-Jul-24	-	250,000	-	250,000	219,938	225,509	5,571	0.87%	0.49%
Market treasury bills	25-Jul-24	-	250,000	-	250,000	218,875	224,577	5,701	0.87%	0.49%
Market treasury bills	05-Sep-24	-	500,000	-	500,000	433,282	443,827	10,545	1.71%	0.97%
Market treasury bills	13-Jun-24	-	1,000,000	-	1,000,000	893,449	907,982	14,533	3.50%	1.99%
<b>Total as at September 30, 2024</b>		<b>2,627,750</b>	<b>2,450,000</b>	<b>2,106,000</b>	<b>2,971,750</b>	<b>2,633,654</b>	<b>2,688,921</b>	<b>55,267</b>	<b>10.37%</b>	<b>5.88%</b>
<b>Total as at June 30, 2024</b>		<b>100,000</b>	<b>65,669,920</b>	<b>63,142,170</b>	<b>2,627,750</b>	<b>2,415,199</b>	<b>2,415,189</b>	<b>(10)</b>	<b>14.27%</b>	<b>4.76%</b>

5.1.3 GOP Ijarah Sukuk certificate

Particulars	Issue date	As at July 01, 2024	Purchases made during the quarter	Sales during the quarter	As at September 30, 2024	Carrying value as at September 30, 2024	Market value as at September 30, 2024	Un-realised Gain / (Loss)	Market value as a percentage of	
									Total investments	Net assets
		(Number of units)				(Rupees in '000)				
GOP Ijarah Sukuk -1Y Floating	17-Apr-23	-	-	-	-	-	-	-	0%	0%
GOP Ijarah Sukuk -1Y Floating	22-May-23	-	-	-	-	-	-	-	0%	0%
GOP Ijarah Sukuk -1Y Floating	07-Aug-23	-	-	-	-	-	-	-	0%	0%
<b>Total - as at September 30, 2024</b>		-	-	-	-	-	-	-	<b>0%</b>	<b>0%</b>
<b>Total - as at June 30, 2024</b>		-	4,915,000	4,915,000	-	-	-	-	0%	0%

5.1.3.1 These Ijara sukuk bonds carry profit Nil (June 30, 2024: Nil) per annum.

5.1.4 Pakistan Investments Bonds (PIBs)

Particulars	Issue Date	Face value				Balance as at September 30, 2024			Market value as a percentage of	
		As at July 01, 2024	Purchases made during the quarter	Sales during the quarter	As at September 30, 2024	Carrying value as at September 30, 2024	Market value as at September 30, 2024	Un-realised gain / (loss)	total investments	net assets
		(Rupees '000')								
Pakistan Investment Bond 3Y	October 19, 2023	850,000	-	-	850,000	834,760	827,730	(7,030)	3.19%	1.81%
Pakistan Investment Bond 3Y	February 15, 2024	2,450,000	-	-	2,450,000	2,322,436	2,520,722	198,285	9.72%	5.52%
Pakistan Investment Bond 5Y	October 13, 2022	200,000	-	-	200,000	172,346	191,830	19,484	0.74%	0.42%
Pakistan Investment Bond 5Y	October 19, 2023	2,357,000	-	-	2,357,000	2,283,048	2,300,668	17,620	8.87%	5.03%
Pakistan Investment Bond 5Y	September 21, 2023	1,000,000	-	-	1,000,000	964,111	984,400	20,289	3.80%	2.15%
<b>Total as at September 30, 2024</b>		<b>6,857,000</b>	-	-	<b>6,857,000</b>	<b>6,576,700</b>	<b>6,825,349</b>	<b>248,649</b>	<b>26.32%</b>	<b>14.93%</b>
<b>Total as at June 30, 2024</b>		<b>375,000</b>	<b>27,735,000</b>	<b>21,253,000</b>	<b>6,857,000</b>	<b>6,543,568</b>	<b>6,562,538</b>	<b>18,970</b>	<b>38.79%</b>	<b>12.94%</b>

5.1.5 Listed equity securities (exchange traded funds)

Sectors / Companies	As at July 01, 2024	Acquired during the quarter	Disposed during the quarter	As at September 30, 2024	Carrying value as at September 30, 2024	Market value as at September 30, 2024	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid up value of shares held as a percentage of total paid up capital of the Investee Company
		(Number of shares)			(Rupees in '000)				
<b>Exchange Traded Fund</b>									
HBL Total Treasurt - Exchange Traded Fund	3,494,250	120,100	67,400	3,546,950	362,635	384,489	3.43%	0.84%	0.07%
<b>Investment as at September 30, 2024</b>	<b>3,494,250</b>	<b>120,100</b>	<b>67,400</b>	<b>3,546,950</b>	<b>362,635</b>	<b>384,489</b>	<b>3.43%</b>	<b>0.84%</b>	<b>0.07%</b>
Investment as at June 30, 2024	39,249,000	24,078,750	59,833,500	3,494,250	394,314	356,063	2.10%	0.70%	0.07%

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

Market value of investments  
Carrying value of investments

Note	September 30, 2024	June 30, 2024
	11,196,033	10,624,103
	10,863,302	10,624,808
	<b>332,731</b>	<b>(705)</b>

5.3 Financial assets at amortised cost

Letter of placement

Note	September 30, 2024	June 30, 2024
5.3.2	14,740,544	6,295,285
	<b>14,740,544</b>	<b>6,295,285</b>

5.3.2 Letters of placement

Name of investee company	As at July 01, 2024	Placement & accrued income made during the period	Matured during the period	As at September 30, 2024	Percentage of total of investments	Percentage of net assets
----- (Rupees in '000) -----						
Pak Libya Holding Co. Ltd	6,295,285	61,140,406	46,399,862	14,740,544	56.83%	32.25%
<b>Total - as at September 30, 2024</b>	<b>6,295,285</b>	<b>61,140,406</b>	<b>46,399,862</b>	<b>14,740,544</b>	<b>56.83%</b>	<b>32.25%</b>
Total - as at June 30, 2024	2,730,492	129,180,693	125,615,900	6,295,285	37.21%	12.41%

This letter of placement carry markup at the rate 18.40% per annum (June 30, 2024: 21.03%)

	Note	September 30, 2024		June 30, 2024	
		Plan I	Plan II	Plan I	Plan II
(Rupees in '000)					
<b>6 PAYABLE TO THE MANAGEMENT COMPANY</b>					
Remuneration payable to the Management Company	6.1	49,149	2,915	62,637	4,147
Sindh Sales Tax payable on Management Company's remuneration	6.2	7,372	437	8,143	539
Sales load payable		4,632	-	4,614	-
Formation cost payable		-	-	-	-
Allocation of expenses related to registrar services, accounting, operation and valuation services	6.3	-	-	-	-
Selling and marketing expense payable	6.4	2,414	-	20,371	-
		<b>63,567</b>	<b>3,352</b>	<b>95,765</b>	<b>4,686</b>

6.1 As per the Regulation 61 of the amended NBFC Regulations, an Asset Management Company may charge variable fee or fixed fee or the combination of both which shall not exceed the limit disclosed in the Offering Document. The maximum limit disclosed in the Offering Document is 1.5% per annum of average annual net assets. During the year, the fee has been charged at the rate ranging between of 1.30% to 1.50% and 0.51% of the average annual net assets of HBL Financial Sector Income Fund Plan I and Plan II respectively. The fee is payable monthly in arrears.

6.2 The Sindh Government has levied Sindh Sales Tax (SST) at the rate of 15% on the remuneration of the Management Company through Sindh Sales Tax on Services Act, 2011.

6.3 As per Regulation 60(3)(s) of the amended NBFC Regulations, fee and expenses pertaining to registrar services, accounting, operation and valuation services related to a Collective Investment Scheme (CIS) are chargeable to the CIS. During the quarter, the fee is being charged at the rate of 0.05% of the average annual net assets accordingly.

6.4 As per Regulation 60(3)(v) of the amended NBFC Regulations, selling and marketing expenses is allowed on all categories of open end mutual funds, except fund of funds with no cap. During the quarter, the fee is being charged at the rate of 0.05% of the average annual net assets accordingly.

	Note	September 30, 2024		June 30, 2024	
		Plan I	Plan II	Plan I	Plan II
(Rupees in '000)					
<b>7 PAYABLE TO THE TRUSTEE</b>					
Trustee fee payable	7.1	5,881	429	3,156	610
Sindh Sales Tax payable on remuneration of the Trustee	7.2	882	64	410	79
		<b>6,763</b>	<b>493</b>	<b>3,566</b>	<b>689</b>

7.1 As per CDC vide notification CDC/CEO/L-112/02/2019, dated June 27, 2019, Trustee fee shall be charged at the rate of 0.075% of the average annual net assets of the Fund. During the period, Management Company has charged the Trustee fee accordingly.

7.2 Sindh Sales Tax at the rate of 15% is applicable on Trustee fee as per Sindh Sales Tax on Services Act, 2011.

8	PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	September 30, 2024		June 30, 2024	
			Plan I	Plan II	Plan I	Plan II
			(Rupees in '000)			
	SECP fee payable	8.1	2,859	429	3,147	608

**8.1** As per Regulation 62 of NBFC Regulations, an Asset Management Company managing a CIS shall pay SECP an annual fee of 0.075% of the average annual nets assets. The fee is payable annually in arrears. Effective as of July 1, 2023, the SECP, through SRO 592 dated May 17, 2023, has revised the annual fee rate from 0.02% to 0.075% and introduced a shift in payment frequency, from annual to monthly basis.

9	ACCRUED EXPENSES AND OTHER LIABILITIES	September 30, 2024		June 30, 2024	
		Plan I	Plan II	Plan I	Plan II
		(Rupees in '000)			
	Withholding tax payable	25,323	129,725	19,514	7,030
	Auditor's remuneration	586	433	429	250
	Brokerage payable	329	-	311	-
	Margin trading system charges payable	3,159	-	1,115	-
	Capital gain tax payable	57,888	-	62,075	-
	Legal fee	1,049	-	861	-
	Listing fee payable	8	-	130	-
	Others	1,249,479	2,782	5,795	30
		1,337,821	132,939	90,230	7,310

## 10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at September 30, 2024 and June 2024.

## 11 TAXATION

The Fund's income is exempt from income tax as per Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income for the year, as reduced by the capital gains whether realised or unrealised, is distributed to the unit holders in cash. The Fund is also exempt from the provision of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The Fund has not recorded a tax liability in the current period, as the Management Company has distributed at least 90% of the Fund's accounting income as reduced by capital gains (whether realised or unrealised) for the period ended June 30, 2024 to its unit holders.

## 12 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in this financial statements as in the opinion of the Management Company the determination of the cumulative weighted average number of outstanding units is not practicable.

## 13 TOTAL EXPENSE RATIO

In accordance with the Directive 23 of 2016 issued by the Securities and Exchange Commission of Pakistan, the total expense ratio of the Fund for the Quarter ended September 30, 2024 is 1.72% (June 2024: 1.86%) and 0.75% (June 2024: 0.75%) which includes 0.29% (June 2024: 0.23%) and 0.16% (June 2024: 0.15%) representing Government Levy and SECP fee of HBL Financial Sector Income Fund Plan I and Plan II respectively.

## 14. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Connected persons include HBL Asset Management Limited, being the Management Company, Habib Bank Limited, being the Sponsor, CDC, being the Trustee of the Fund, other collective investment schemes managed by the Management Company, directors and officers of the Management Company and directors of connected persons and persons having 10% or more beneficial ownership of the units of the Fund.

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

Details of the transactions with connected persons and balances with them are as follows:

	September 30, 2024		September 30, 2023
	Plan I	Plan II (Rupees in '000)	Plan I
<b>14.1 Transactions during the Period</b>			
<b>HBL Asset Management Limited - Management Company</b>			
Remuneration of the Management Company	163,681	13,634	58,523
Sindh Sales Tax on remuneration of the Management Company	24,552	2,045	7,608
Allocation of expenses related to registrar services, accounting, operation and valuation services	2,413	-	18,518
Selling and marketing expense	2,414	-	18,518
<b>HBL Asset Management Limited</b>			
Dividend Reinvestment Nil Units (2023: 30,846 units)	-	-	2,278
Issue of 1,908,415 units (2023: Nil units)	200,000	-	35,000
Redemption of Nil units (2023: Nil units)	-	-	30,000
Dividend Paid Nil units (2023: Nil units)	-	-	2,360
	September 30, 2024		September 30, 2023
	Plan I	Plan II (Rupees in '000)	Plan I
<b>HBL Asset Management Ltd Employees Gratuity Fund</b>			
Dividend Reinvestment Nil units (2023: 2,567 units)	-	-	259
<b>HBL Asset Management Ltd Employees Provident Fund</b>			
Dividend Reinvestment of Nil units (2023: 8,303 units)	-	-	838
<b>Central Depository Company of Pakistan Limited - Trustee</b>			
Trustee remuneration	8,903	2,005	5,342
Sindh Sales Tax payable on the Trustee fee	1,335	301	694
Central Depository Service charges	243	-	456
<b>Habib Bank Limited - Sponsors</b>			
Bank charges	55	-	-
Profit on bank deposit earned	27,514	118,207	13,672
Sale of market treasury bill 3 months	818,957	-	-
Sale of market treasury bill 12 months	1,165,225	-	-
Purchase of market treasury bill 12 months	885,059	-	-
<b>HBL Micro Finance Bank</b>			
Profit on bank deposit earned	833,921	-	1,122,474
<b>Directors and executives of the Management Company</b>			
Issue of 487 units (2023: 307,809 units)	50	-	31,189
Redemption of 115,585 units (2023: 116,886 units)	12,147	-	12,006
Dividend Paid	-	-	162
Dividend Reinvestment Nil units (2023: 1,350 units)	-	-	136
<b>HBL Micro Finance Bank Ltd.</b>			
Sale of market treasury bill 3 months	99,468	-	99,468
<b>HBL Cash Fund</b>			
Sale of market treasury bill 12 months	723,554	-	-
Sale of market treasury bill 6 months	939,141	-	-
Purchase of market treasury bill 3 months	249,731	-	-
<b>HBL Money market Fund</b>			
Sale of market treasury bill 12 months	292,175	-	5,467
<b>HBL Islamic Income Fund</b>			
Purchase of GOP Ijara	-	-	492,737
<b>HBL IPF Debt sub Fund</b>			
Purchase of GOP Ijara	-	-	106,995
<b>HBL PF Money market sub Fund</b>			
Sell of market treasury bill 12 months	8,765	-	216,555
<b>Ibrahim Holdings (Private) Limited</b>			
Connected person due to holding more than 10%			
Redemption of Nil units (2023: 19,792,300 units)	-	-	2,000,000
Dividend Reinvestment Nil units (2023: 3,503,436 units)	-	-	353,389
<b>HBL Total Treasury - Exchange Traded Fund (CIS managed by management company)</b>			
Purchase of 150,100 units (2023: 6,495,500 units)	16,041	-	66,619
Sale of 52,000 units (2023: 11,515,000 units)	5,555	-	117,906



		September 30, 2024		September 30, 2023	
		Plan I	Plan II	Plan I	Plan I
<b>Pakistan Oilfields Limited</b>					
<b>Connected person due to holding more than 10%</b>					
Issue of Nil units		-	-	-	-
Redemption of Nil units		-	-	-	-
		September 30, 2024		June 30, 2024	
<b>14.2</b>	<b>Balances outstanding as at quarter end</b>	Plan I	Plan II	Plan I	Plan II
(Rupees in '000)					
<b>HBL Asset Management Limited - Management Company</b>					
Remuneration payable to the Management Company		49,149	2,915	62,637	4,147
Sindh Sales Tax payable on Management Company's remuneration		7,372	437	8,143	539
Sales load payable		4,632	-	4614	-
Allocation of expenses related to registrar services, accounting, operation and valuation services		-	-	-	-
Selling and marketing expense payable		2,414	-	20,371	-
Preliminary cost payable		-	-	-	-
Units held: 7,089,577 units (June 2024: 5,181,161 units)		761,373	-	528,774	-
<b>Central Depository Company of Pakistan Limited - Trustee</b>					
Trustee fee payable		5,881	429	3,156	610
Sindh Sales Tax payable on Trustee Fee		882	64	410	79
Security deposit		100	-	100	-
<b>Habib Bank Limited - Sponsor</b>					
Bank balances		1,150,779	3,073,619	9,757,407	9,801,156
<b>HBL Micro Finance Bank</b>					
Bank balances		16,115,889	-	19,850,586	-
<b>HBL Total Treasury - Exchange Traded Fund (CIS managed by management company)</b>					
Shares held : 3,546,950 (June 2024: 3,494,250)		384,489	-	356,063	-
<b>HBL Asset Management Limited Employees Gratuity Fund Associate</b>					
Units held 68,329 : (June 2024: 68,329 units)		7,338	-	6,973	-
<b>HBL Asset Management Limited Employees Provident Fund Associate</b>					
Units held 221,017 : (June 2024: 221,017 units)		23,736	-	22,556	-
<b>Ibrahim Holdings (Private) Limited</b>					
<b>Connected person due to holding more than 10%</b>					
Units held: 104,591,122 units (June 2024: 104,591,122 units )		11,232,386	-	10,181,330	-
<b>Riaz Textile Mills (Private) Limited</b>					
<b>Connected person due to holding more than 10%</b>					
Units held: Nil units (June 2024: Nil units )		-	-	-	-
<b>Directors and executives of the Management Company</b>					
Units held: 55,417 units (June 2024: 385,374 units )		5,951	-	9,388	-
<b>Pakistan Oilfields Limited</b>					
<b>Connected person due to holding more than 10%</b>					
Units held: 33,097,516 units (June 2024: 33,097,516 units )		-	3,309,752	-	3,313,359

## 15. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

The fair value of financial assets and liabilities traded in active markets are based on the quoted market prices at the close of trading on the reporting date. The quoted market price used for financial assets held by the Fund is current bid price.

"A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. "

As per the requirements of IFRS 7 (Financial Instruments: Disclosures) and IFRS 13 (Fair Value Measurement), the Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

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

Particulars	September 30, 2024						
	Carrying amount			Fair value			
	Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)							
<b>Financial assets measured at fair value</b>							
Term Finance Certificates and Sukuk Bond	1,297,274	-	1,297,274	-	1,297,274	-	1,297,274
Market Treasury Bills	2,688,921	-	2,688,921	-	2,688,921	-	2,688,921
GOP Ijara sukuk certificates	-	-	-	-	-	-	-
Pakistan Investments Bonds (PIBs)	6,825,349	-	6,825,349	-	-	-	-
Investments in Listed Equity Securities	384,489	-	384,489	384,489	-	-	384,489
	<b>11,196,033</b>	<b>-</b>	<b>11,196,033</b>	<b>384,489</b>	<b>3,986,195</b>	<b>-</b>	<b>4,370,684</b>
<b>Financial assets not measured at fair value</b>							
Bank balance	-	19,485,783	19,485,783				
Letter of placement	-	14,740,544	14,740,544				
Profit / markup receivable	-	897,652	897,652				
Receivable against margin trading system	-	648,432	648,432				
Receivable against sale of investment	-	-	-				
Deposits	-	146,591	146,591				
	<b>-</b>	<b>35,919,002</b>	<b>35,919,002</b>				
<b>Financial liabilities not measured at fair value</b>							
Payable to the Management Company	-	63,567	63,567				
Payable to the Trustee	-	6,763	6,763				
Payable against purchase of investment	-	-	-				
Accrued expenses and other liabilities	-	1,337,821	1,337,821				
	<b>-</b>	<b>1,408,151</b>	<b>1,408,151</b>				
(Rupees in '000)							
<b>June 30, 2024</b>							
Particulars	Carrying amount			Fair value			
	Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)							
<b>Financial assets measured at fair value</b>							
Corporate Sukuk Bonds	259,030	-	259,030	-	259,030	-	259,030
Term Finance Certificates (TFCs)	1,031,283	-	1,031,283	-	1,031,283	-	1,031,283
Pakistan Investments Bonds (PIBs)	6,562,538	-	6,562,538	-	6,562,538	-	6,562,538
Market Treasury Bills	2,415,189	-	2,415,189	-	2,415,189	-	2,415,189
Investments in Listed Equity Securities	356,063	-	356,063	356,063	-	-	356,063
	<b>10,624,102</b>	<b>-</b>	<b>10,624,102</b>	<b>356,063</b>	<b>10,268,039</b>	<b>-</b>	<b>10,624,102</b>
<b>Financial assets not measured at fair value</b>							
Letter of placements	-	6,295,285	6,295,285				
Bank balances	-	29,967,092	29,967,092				
Receivable against margin trading system	-	2,952,796	2,952,796				
Profit / mark-up receivable	-	1,029,039	1,029,039				
Advances, deposits and prepayments	-	7,351	7,351				
	<b>-</b>	<b>40,251,563</b>	<b>40,251,563</b>				
<b>Financial liabilities not measured at fair value</b>							
Payable to the Management Company	-	87,622	87,622				
Payable to the Trustee	-	3,156	3,156				
Accrued expenses and other liabilities	-	8,641	8,641				
	<b>-</b>	<b>99,419</b>	<b>99,419</b>				

September 30, 2024							
Particulars	Carrying amount			Fair value			
	Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total
	(Rupees in '000)						
<b>Financial assets not measured at fair value</b>							
Bank balance	-	3,340,673	3,340,673				
Letter of placement	-	-	-				
Profit / markup receivable	-	102,972	102,972				
Receivable against margin trading system	-	-	-				
Receivable against sale of investment	-	-	-				
Deposits	-	-	-				
	-	3,443,645	3,443,645				
<b>Financial liabilities not measured at fair value</b>							
Payable to the Management Company	-	3,352	3,352				
Payable to the Trustee	-	493	493				
Payable against purchase of investment	-	-	-				
Accrued expenses and other liabilities	-	132,939	132,939				
	-	136,784	136,784				
June 30, 2024							
Particulars	Carrying amount			Fair value			
	Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total
	(Rupees in '000)						
<b>Financial assets not measured at fair value</b>							
Bank balances	-	9,801,156	9,801,156	-	-	-	-
Profit / mark-up receivable	-	169,254	169,254	-	-	-	-
	-	9,970,410	9,970,410	-	-	-	-
<b>Financial liabilities not measured at fair value</b>							
Payable to the Management Company	-	4,147	4,147				
Payable to the Trustee	-	610	610				
Accrued expenses and other liabilities	-	280	280				
	-	5,037	5,037				

## 16. GENERAL

Figures have been rounded off to the nearest thousand Rupees, unless otherwise stated.

## 17. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on October 24, 2024 by the Board of Directors of the Management Company.

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

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# **HBL**

## **Total Treasury Exchange Traded Fund**

**FUND INFORMATION**

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Name of Fund	HBL Total Treasury Exchange Traded Fund
Name of Auditor	Yousuf Adil & Co., Chartered Accountants
Name of Trustee	Central Depository Company of Pakistan Limited (CDC)
Bankers	Soneri Bank Limited

**HBL Total Treasury Exchange Traded Fund**  
**Condensed Interim Statement of Assets and Liabilities**  
*As at September 30, 2024*

	Note	(Un-Audited) September 30, 2024	(Audited) June 30, 2024
(Rupees in '000)			
<b>Assets</b>			
Bank balances	5	14,482	8,444
Investments	6	531,430	501,974
Profit / markup receivable		1,234	2,722
Preliminary Expenses	7	265	286
Advances and Deposits		2,156	2,156
<b>Total assets</b>		<b>549,567</b>	<b>515,582</b>
<b>Liabilities</b>			
Payable to the Management Company	8	784	869
Payable to the Trustee	9	50	54
Payable to Securities and Exchange Commission of Pakistan	10	42	46
Dividend payable		5,338	5,338
Accrued expenses and other liabilities	11	627	509
<b>Total liabilities</b>		<b>6,841</b>	<b>6,816</b>
<b>Net assets</b>		<b>542,726</b>	<b>508,766</b>
<b>Unit holders' fund (as per statement attached)</b>		<b>542,726</b>	<b>508,766</b>
<b>Contingencies and commitments</b>	12		
		----- (Number of units) -----	
<b>Number of units in issue</b>		<b>5,000,000</b>	<b>5,000,000</b>
		----- (Rupees) -----	
<b>Net assets value per unit</b>		<b>108.5452</b>	<b>101.7531</b>

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

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**HBL Total Treasury Exchange Traded Fund**  
**Condensed Interim Income Statement And Other Comprehensive Income (Un-Audited)**  
*For the three months period ended September 30, 2024*

	For the Quarter ended September 30, 2024	For the Quarter ended September 30, 2023
<b>Note</b>	<b>(Rupees in '000)</b>	
<b>Income</b>		
Capital (loss) / gain on sale of investments - net	661	(11)
Mark-up / return on investments	23,903	18,942
Mark-up on Bank Deposit	640	10,375
	<b>25,204</b>	<b>29,306</b>
Unrealised appreciation on re-measurement of investments classified as financial asset at fair value through profit or loss - net	10,139	71
<b>Total Income</b>	<b>35,343</b>	<b>29,377</b>
<b>Expenses</b>		
Remuneration of the Management Company	606	740
Remuneration of the Trustee	152	148
Annual fee to Securities and Exchange Commission of Pakistan	125	124
Allocation of expenses related to registrar services, accounting, operation and valuation services	202	258
Securities transaction costs	141	8
Auditors' remuneration	113	110
Printing Charges	23	5
Amortization of formation cost	21	22
<b>Total Expenses</b>	<b>1,383</b>	<b>1,415</b>
<b>Net income for the period after operating expenses</b>	<b>33,960</b>	<b>27,962</b>
Element of income and capital gains included in prices of units issued less those in units redeemed - net	-	-
<b>Net income for the period before taxation</b>	<b>33,960</b>	<b>27,962</b>
Taxation	13 -	-
<b>Net income for the period after taxation</b>	<b>33,960</b>	<b>27,962</b>
<b>Accounting income / (loss) available for distribution:</b>		
- Relating to capital gains	10,800	60
- Excluding capital gains	23,160	27,902
	<b>33,960</b>	<b>27,962</b>
	<b>33,960</b>	<b>27,962</b>
Other comprehensive income for the period	-	-
<b>Total comprehensive income for the period</b>	<b>33,960</b>	<b>27,962</b>
<b>Earnings per unit</b>	14	

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

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director





**HBL Total Treasury Exchange Traded Fund**  
**Condensed Interim Cash Flow Statement (Un-Audited)**  
*For the three months period ended September 30, 2024*

	For the Quarter ended September 30, 2024	For the Quarter ended September 30, 2023
	(Rupees in '000)	
<b>Cash flows from operating activities</b>		
Net income for the period before taxation	33,960	27,962
<b>Adjustments</b>		
Amortization of formation cost	21	22
Capital (gain) / loss on sale of investments - net	(661)	11
Unrealised (appreciation) on re-measurement of investments classified as financial asset at fair value through profit or loss - net	(10,139)	(71)
	23,181	27,924
<b>(Increase) / Decrease in assets</b>		
Investments - net	(18,656)	40,292
Profit / markup receivable	1,488	(194)
Advances and Deposits	-	-
	(17,168)	40,098
<b>Increase / (Decrease) in liabilities</b>		
Payable to the Management Company	(85)	(29)
Payable to the Trustee	(4)	(4)
Payable to the Securities and Exchange Commission of Pakistan	(4)	(44)
Accrued expenses and other liabilities	118	(182)
	25	(259)
<b>Net cash generated from operating activities</b>	6,038	67,763
<b>Cash flows from financing activities</b>		
Amount received on issue of units	-	-
Payment against redemption of units	-	-
Dividend paid	-	(69,954)
<b>Net cash used in from financing activities</b>	-	(69,954)
<b>Net (decrease) / increase in cash and cash equivalents</b>	6,038	(2,191)
Cash and cash equivalents at beginning of the period	8,444	2,306
<b>Cash and cash equivalents at end of the period</b>	14,482	115

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

For HBL Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

# **HBL Total Treasury Exchange Traded Fund**

## **Notes to the Condensed Interim Financial Information (Un-Audited)**

*For the three months period ended September 30, 2024*

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### **1. LEGAL STATUS AND NATURE OF BUSINESS**

- 1.1** HBL Total Treasury Exchange Traded Fund (the Fund) was established under a Trust Deed, dated August 16, 2021, executed between HBL Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Fund was authorised by the Securities and Exchange Commission of Pakistan as a unit trust scheme on November 30, 2021. The Fund is registered on December 06, 2021.
- 1.2** The Management Company of the Fund has been registered as a Non-Banking Finance Company (NBFC) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules, 2003) and has obtained the requisite license from the SECP to undertake Asset Management Services. The registered office of the Management Company is situated 7th Floor, Emerald Tower, G-19, Block 5, Main Clifton Road, Clifton, Karachi.
- 1.3** The Fund is a hybrid fund having features of both open and closed end fund. A new concept of Authorised Participants (APs) has been introduced who will act as market makers. The Management Company will only have contract with the APs for issuance and redemption of units. The units of the Fund are tradeable in the Pakistan Stock Exchange Limited (PSX). The APs to whom the units are issued may either hold units or trade them in the PSX. Consequently, upon trading, the holder of the units keeps on changing. Moreover, on issuance and redemption of units, the basket of shares will be exchanged between AP and Management Company and cash will be paid / received if there is a difference in the applicable net asset value of a creation unit and the market value of the portfolio deposit..
- 1.4** The Fund has been categorised as Exchange Traded Fund as per the criteria laid down by the SECP for categorization of open-end Collective Investment Schemes (CIS) and is listed on the Pakistan Stock Exchange Limited
- 1.5** The objective of the Fund is to invest in a particular basket of Government Securities to track the performance of component securities of the Benchmark Index which is constituted and managed by the Management Company.
- 1.6** Title to the assets of the Fund is held in the name of CDC as Trustee of the Fund.
- 1.7** VIS Credit Rating Company has assigned a management quality rating of AM1 (Stable Outlook) to the Management Company on December 29, 2023, while the fund is currently not rated.

### **2. BASIS OF PREPARATION**

#### **2.1 Statement of Compliance**

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

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

#### **2.2 Basis of measurement**

These financial statements have been prepared under the historical cost convention, except for the investments which are measured at fair value.

## 2.3 Functional and presentation currency

These financial statements are presented in Pakistani Rupees, which is the Fund's functional and presentation currency. All amounts have been rounded to the nearest thousands of Rupees, unless otherwise indicated.

	Note	(Un-Audited) September 30, 2024	(Audited) June 30, 2024
		(Rupees in '000)	
<b>5. BANK BALANCES</b>			
Balances with banks in:			
Savings accounts	5.1	<u>14,482</u>	<u>8,444</u>

5.1 This represents bank accounts held with Soneri Bank Limited. The balance in savings accounts carry expected profit which ranges from 16.50% to 20% per annum (June 30, 2024: 21.40% to 22.50%).

	Note	(Un-Audited) September 30, 2024	(Audited) June 30, 2024
		(Rupees in '000)	
<b>6 INVESTMENTS</b>			
<b>Financial assets at fair value through profit or loss</b>			
Government Securities	6.1	<u>531,430</u>	<u>501,974</u>
		<u>531,430</u>	<u>501,974</u>

### 6.1 Government Securities

Particulars	Issue Date	Face value				Balance as at September 30, 2024		Market value as a percentage of	
		As at July 1, 2024	Purchased during the period	Sold / matured during the period	As at September 30, 2024	Carrying value as at September 30, 2024	Market value as at September 30, 2024	total investments	net assets
-----Rs. In 000-----									
<b>Market Treasury Bills</b>									
Market treasury bills - 12 months	October 19, 2023	96,820	-	96,820	-	-	-	-	-
Market treasury bills - 12 months	November 2, 2023	100,000	-	100,000	-	-	-	-	-
Market treasury bills - 12 months	November 16, 2023	290,000	-	175,000	115,000	112,398	112,729	21.21	20.77
Market treasury bills - 12 months	August 22, 2024	-	200,000	-	200,000	174,372	178,224	33.54	32.84
Market treasury bills - 06 months	August 22, 2024	-	200,000	-	200,000	187,347	188,972	35.56	34.82
<b>Pakistan Investment Bonds - Fixed</b>									
PIB Fixed 3 Years *	February 15, 2024	50,000	-	-	50,000	47,174	51,505	9.69	9.49
<b>Total as at September 30, 2024</b>		<u>536,820</u>	<u>400,000</u>	<u>371,820</u>	<u>565,000</u>	<u>521,291</u>	<u>531,430</u>	<u>100.00</u>	<u>97.92</u>
<b>Total as at June 30, 2024</b>						<u>503,331</u>	<u>501,974</u>		

\* These PIBs having term of 3 years carrying coupon rate of 14% paid semi annually.

	Note	(Un-Audited) September 30, 2024	(Audited) June 30, 2024
		(Rupees in '000)	
<b>7 PRELIMINARY EXPENSE</b>			
Preliminary cost at the start of the period		286	374
Amortization of Expense	7.1	<u>(21)</u>	<u>(88)</u>
Preliminary Cost at the end of the period		<u>265</u>	<u>286</u>

7.1 Formation cost incurred on fund will be amortized over the period of five years as per SECP's directions.

**8. PAYABLE TO THE MANAGEMENT COMPANY**

Management fee	8.1	175	192
Sindh Sales Tax on Management Company's remuneration	8.2	27	25
Allocation of expenses related to registrar services, accounting, operation and valuation services	8.3	27	97
Formation cost payable		555	555
		<u>784</u>	<u>869</u>

8.1 As per the offering document of the Fund the maximum limit of management fee is 0.5% per annum of average annual net assets. During the period, management remuneration is charged by the Asset Management Company at the rate of 0.4% of average annual net assets of the Fund. The remuneration is paid monthly in arrears (June 30, 2024: 0.4% to 0.5%)

8.2 The Sindh Provincial Government has levied Sindh Sales Tax (SST) at the rate of 15% on the remuneration of the Management Company through Sindh Sales Tax on Services Act, 2011. (June 30, 2024: 13%)

8.3 In accordance with Regulation 60 of the NBFC Regulations, the Management Company may charged expenses related to registrar services, accounting, operations and valuation services, related to a Collective Investment Scheme (CIS). The expense charged by the Asset Management Company at the rate of 0.2% of average annual net assets of the fund. (June 30, 2024: 0.2%). The Sindh Provincial Government has levied Sindh Sales Tax (SST) at the rate of 15% on the expense through Sindh Sales Tax on Services Act, 2011. (June 30, 2024: Nil)

**9 PAYABLE TO THE TRUSTEE**

Remuneration of the Trustee	9.1	43	48
Sindh Sales Tax on remuneration of the Trustee	9.2	7	6
		<u>50</u>	<u>54</u>

9.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per the tariff specified there in, based on the daily Net Asset Value (NAV) of the Fund.

As per the offering document of the Fund the maximum limit of trustee fee is 0.1% per annum of average annual net assets. Therefore trustee fee have been charged as 0.1% per annum of net assets calculated on daily basis. The remuneration is paid to the trustee monthly in arrears.(June 30, 2024: 0.1%)

9.2 The Sindh Provincial Government has levied Sindh Sales Tax (SST) at the rate of 15% on the remuneration of the trustee through Sindh Sales Tax on Services Act, 2011. (June 30, 2024: 13%)

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

SECP fee payable	10.1	42	46
		<u>42</u>	<u>46</u>

10.1 Effective from July 1, 2023, the rate of SECP, through SRO 592 dated May 17, 2023, is increased to 0.095% (June 30, 2024: 0.095%) of the daily average net assets of the Fund. The fee is payable monthly in arrears.

**11 ACCRUED EXPENSES AND OTHER LIABILITIES**

Auditors Remuneration payable		528	414
Brokerage payable		3	3
Printing and Stationary payable		86	63
Withholding tax payable		-	24
Bank Charges payable		10	5
		<u>627</u>	<u>509</u>

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**12. CONTINGENCIES AND COMMITMENTS**

There were no contingencies and commitments outstanding as at September 30, 2024.

**13. TAXATION**

The Fund's income is exempt from income tax as per Clause 99 of Part 1 of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90 percent of its accounting income for the year, as reduced by the capital gains whether realised or unrealised, is distributed to the unit holders in cash. The Fund is also exempt from the provision of Section 113 (minimum tax) under Clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The Fund has not recorded a tax liability in the current period, as the Management Company intends to distribute more than 90 percent of the Fund's accounting income as reduced by capital gains (whether realised or unrealised) for the year June 30, 2025 to its unit holders.

**14. EARNINGS PER UNIT**

Earnings per unit (EPU) has not been disclosed as in the opinion of management determination of cumulative weighted average units for calculating EPU is not practicable.

**15. TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS**

Connected persons / related parties include HBL Asset Management Limited being the Management Company, Habib Bank Limited being the Sponsor, Central Depository Company of Pakistan Limited, being the Trustee of the Fund, other collective investment schemes managed by the Management Company, directors and officers of the Management Company, directors of connected persons and persons having 10% or more beneficial ownership of the units of the Fund.

Transactions with connected persons are in the normal course of business, at agreed / contracted rates and terms determined in accordance with market rates. and the Trust Deed respectively.

Remuneration payable to Management Company and Trustee is determined in accordance with the provisions of the NBFC Regulations

Details of significant transactions with connected persons during the period and balances with them at period end are as follows:

	For the Quarter ended September 30, 2024	For the Quarter ended September 30, 2023
	(Rupees in '000)	
<b>15.1 Transactions during the period</b>		
<b>HBL Asset Management Limited - Management Company</b>		
Remuneration of the Management Company	606	740
Allocation of expenses related to registrar services, accounting, operation and valuation services	202	258
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration	152	148
<b>Habib Bank Limited - Authorized Participant</b>		
Dividend paid	-	2,633
<b>CDC Trustee HBL Financial Sector Income Fund Plan 1 - Associate</b>		
Dividend paid	-	54,933
<b>CDC Trustee HBL Money Market Fund - Associate</b>		
Sale of Market Treasury Bills	358,456	570,968

	September 30, 2024 (Un-audited)	June 30, 2024 (Audited)
<b>15.2</b>	<b>(Rupees in '000)</b>	
<b>Amounts outstanding as at period</b>		
<b>HBL Asset Management Limited - Management Company</b>		
Management fee payable	175	192
Sales tax payable	27	25
Allocation of expenses related to registrar services, accounting, operation and valuation services	27	97
Formation Cost payable	555	555
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration payable	44	48
Sindh Sales Tax	6	6
<b>Habib Bank Limited - Authorized Participant *</b>		
Investment held in the Fund: 292,800 units (June 30, 2024: 292,800 units)	31,782	29,793
<b>CDC Trustee HBL Financial Sector Income Fund Plan 1 - Associate *</b>		
Investment held in the Fund: 3,444,250 units (June 30, 2024: 3,444,250 units)	373,857	350,463

\* The movement of units not shown in related party transaction as the trade of the units carried in secondary market, i.e: PSX. Therefore, it is not connected with the fund.

## 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. Consequently, differences can arise between carrying values and the fair value estimates.

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

The fair value of financial assets and liabilities traded in active markets (i.e. listed equity shares) are based on the quoted market prices at the close of trading on the reporting date. The quoted market price used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13, 'Fair Value Measurements' requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).

- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

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

		September 30, 2024 (Un-Audited)						
		Carrying amount			Fair value			
		Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total
Note		(Rupees in '000)						
<b>Financial assets measured at fair value</b>								
	Market treasury bills	479,925	-	479,925	-	479,925	-	479,925
	Pakistan Investment Bonds	51,505	-	51,505	-	51,505	-	51,505
		<b>531,430</b>	<b>-</b>	<b>531,430</b>	<b>-</b>	<b>531,430</b>	<b>-</b>	<b>531,430</b>
<b>Financial assets not measured at fair value</b>								
16	Bank balances	-	14,482	14,482				
	Accrued mark-up	-	1,234	1,234				
	Deposits and other receivables	-	2,156	2,156				
		<b>-</b>	<b>17,872</b>	<b>17,872</b>				
<b>Financial liabilities not measured at fair value</b>								
	Payable to the Management Company	-	757	757				
	Payable to the Trustee	-	43	43				
	Accrued expenses and other liabilities	-	541	541				
		<b>-</b>	<b>1,341</b>	<b>1,341</b>				
		June 30, 2024 (Audited)						
		Carrying amount			Fair value			
		Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total
Note		(Rupees in '000)						
<b>Financial assets measured at fair value</b>								
	Market treasury bills	454,742	-	454,742	-	454,742	-	454,742
	Pakistan Investment Bonds	47,232	-	47,232	-	47,232	-	47,232
		<b>501,974</b>	<b>-</b>	<b>501,974</b>	<b>-</b>	<b>501,974</b>	<b>-</b>	<b>501,974</b>
<b>Financial assets not measured at fair value</b>								
16	Bank balances	-	8,444	8,444				
	Accrued mark-up	-	2,723	2,723				
	Deposits and other receivables	-	100	100				
		<b>-</b>	<b>11,267</b>	<b>11,267</b>				
<b>Financial liabilities not measured at fair value</b>								
	Payable to the Management Company	-	844	844				
	Payable to the Trustee	-	48	48				
	Dividend Payable	-	5,338	5,338				
	Accrued expenses and other liabilities	-	454	454				
		<b>-</b>	<b>6,684</b>	<b>6,684</b>				

**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 frequently. Therefore, their carrying amounts are reasonable approximation of fair value.

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**17. TOTAL EXPENSE RATIO**

The Total Expense Ratio (TER) of the Fund as at September 30, 2024 is 1.05% (June 30, 2024: 1.33%) which includes 0.19% (June 30, 2024: 0.18%) representing government levies on the Fund such as sales taxes, annual fee to the SECP etc.

**18. DATE OF AUTHORISATION FOR ISSUE**

This condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on October 24, 2024 .

**19. GENERAL**

**19.1** Figures have been rounded off to the nearest thousand rupees.

For HBL Asset Management Limited  
(Management Company)

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Chief Financial Officer

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Chief Executive Officer

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Director



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# **HBL**

## **Mehfooz Munafa Fund**

**FUND INFORMATION**

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Name of Fund	HBL Mehfooz Munafa Fund
Name of Auditor	BDO Ebrahim & Co.,Chartered Accountants
Name of Trustee	Central Depository Company of Pakistan Limited
Bankers	Habib Bank Limited Bank Al Habib Limited

**HBL Mehfooz Munafa Fund**  
**Condensed Interim Statement of Assets and Liabilities (Un-Audited)**  
*As at September 30, 2024*

	Note	September 30, 2024				June 30, 2024		
		Plan I	Plan II	Plan III	Total	-- Rupees in '000' --		Total
						Plan I	Plan II	
<b>ASSETS</b>								
Bank balances	4	78,244	511	12,598	91,353	16,047	511	16,558
Investments	5	5,605,864	-	1,451,102	7,056,966	5,408,713	-	5,408,713
Preliminary expenses and flotation costs		-	-	-	-	-	-	-
Profit / Mark-up receivable		2,347	-	549	2,896	894	-	894
<b>TOTAL ASSETS</b>		<b>5,686,455</b>	<b>511</b>	<b>1,464,249</b>	<b>7,151,215</b>	<b>5,425,654</b>	<b>511</b>	<b>5,426,165</b>
<b>LIABILITIES</b>								
Payable to the Management Company	6	4,841	204	2,418	7,464	2,323	204	2,527
Payable to the Trustee		1,360	-	202	1,562	552	-	552
Payable to Securities and Exchange Commission of Pakistan	7	1,703	-	239	1,942	666	-	666
Accrued expenses and other liabilities	8	60,502	307	150	60,959	60,197	307	60,504
<b>TOTAL LIABILITIES</b>		<b>68,406</b>	<b>511</b>	<b>3,009</b>	<b>71,927</b>	<b>63,738</b>	<b>511</b>	<b>64,249</b>
<b>NET ASSETS</b>		<b>5,618,049</b>	<b>-</b>	<b>1,461,240</b>	<b>7,079,289</b>	<b>5,361,916</b>	<b>-</b>	<b>5,361,916</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>5,618,049</b>	<b>-</b>	<b>1,461,240</b>	<b>7,079,289</b>	<b>5,361,916</b>	<b>-</b>	<b>5,361,916</b>
<b>CONTINGENCIES AND COMMITMENTS</b>								
	9							
					--Number of units--			
Number of units in issue	10	53,372,035	-	14,067,721		53,372,035	-	
					-----Rupees-----			
Net assets value per unit		105.2620	-	103.8718		100.4630	-	

The annexed notes from 1 to 16 form an integral part of these financial statements.

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**HBL Mehfooz Munafa Fund**  
**Condensed Interim Income Statement And Other Comprehensive Income (Un-Audited)**  
**For The Three Months Ended September 30,2024**

	Note	Three Months Ended	Three Months Ended	For the Period	
		September 30,2024	July 14, 2024	from July 01, 2023	to August 09, 2023
		Plan I	Plan III	Total	Plan II
		-- Rupees in '000 --			
<b>Income</b>					
Income from Government securities		259,348	57,300	316,648	68,675
Profit / mark-up on bank deposits		1,498	177	1,675	398
		<u>260,846</u>	<u>57,477</u>	<u>318,323</u>	<u>69,073</u>
<b>Expenses</b>					
Remuneration of the Management Company	6.1	2,096	2,069	2,349	2,349
Sindh Sales Tax on remuneration of the Management Company	6.2	314	310	305	305
Remuneration of the Trustee		769	176	107	107
Sindh Sales Tax on remuneration of the Trustee		115	26	14	14
Annual fee to Securities and Exchange Commission of Pakistan		1,049	239	242	242
Allocation of fee and expenses related to registrar services, accounting, operation and valuation services		-	-	339	339
Selling and marketing expense		-	-	982	982
Auditors' remuneration		209	69	249	249
Amortisation of preliminary expenses and flotation costs		65	35	96	96
Bank charges		11	3	22	22
Printing and stationary charges		85	82	85	85
		<u>4,713</u>	<u>3,009</u>	<u>4,790</u>	<u>4,790</u>
Net income for the period before taxation		256,133	54,468	313,533	64,283
Taxation	10	-	-	-	-
Net income for the period after taxation		<u>256,133</u>	<u>54,468</u>	<u>313,533</u>	<u>64,283</u>
<b>Allocation of net income for the year</b>					
Income already paid on redemption of units		-	-	-	29
Accounting income available for distribution:					
Relating to capital gain		-	-	-	-
Excluding capital gain		256,133	54,468	313,533	64,254
		<u>256,133</u>	<u>54,468</u>	<u>313,533</u>	<u>64,254</u>
Earnings per unit	11	<u>256,133</u>	<u>54,468</u>	<u>313,533</u>	<u>64,283</u>

The annexed notes from 1 to 16 form an integral part of these financial statements.

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**HBL Mehfooz Munafa Fund**  
**Condensed Interim Statement of Comprehensive Income (Un-Audited)**  
*For The Three Months Ended September 30,2024*

	Three Months Ended	Three Months Ended		For the Period
	September 30,2024	July 14, 2024		from July 01, 2023
				to August 09, 2023
	-- Rupees in '000 --			
	Plan I	Plan II	Plan III	Plan II
Net income for the period	256,133	-	54,468	64,283
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	256,133	-	54,468	64,283

The annexed notes from 1 to 16 form an integral part of these financial statements.

For HBL Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

**HBL Mehfooz Munafa Fund**  
**Condensed Interim Statement of Movement In Unitholders' Fund (Un-Audited)**  
**For The Three Months Ended September 30, 2024**

	Three Months Ended September 30, 2024			Three Months Ended July 14, 2024					
	Plan I			Plan III			Plan II		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
-----Rupees in '000-----									
<b>Net assets at beginning of the year</b>	5,337,203	24,713	5,361,916	-	-	-	2,907,526	6,427	2,913,953
<b>Issuance of 29,757,713 units</b>									
Capital value (at net asset value per unit at the beginning of the year)	-	-	-	1,406,772	-	1,406,772	132,439	-	132,439
Element of income	-	-	-	-	-	-	(70,931)	-	(70,931)
<b>Total proceeds on issuance of units</b>	-	-	-	1,406,772	-	1,406,772	61,508	-	61,508
<b>Redemption of 682,452 units</b>									
Capital value (at net asset value per unit at the beginning of the year)	-	-	-	-	-	-	(3,046,393)	-	(3,046,393)
Income already paid on redemption of units	-	-	-	-	-	-	-	(29)	(29)
Element of loss	-	-	-	-	-	-	77,358	-	77,358
<b>Total payments on redemption of units</b>	-	-	-	-	-	-	(2,969,035)	(29)	(2,969,064)
<b>Total comprehensive income for the year</b>	-	256,133	256,133	-	54,468	54,468	-	64,283	64,283
<b>Interim distribution</b>									
Distribution during the year	-	-	-	-	-	-	-	(70,681)	(70,681)
	-	256,133	256,133	-	54,468	54,468	-	(6,398)	(6,398)
<b>Net assets at end of the year</b>	<b>5,337,203</b>	<b>280,846</b>	<b>5,618,049</b>	<b>1,406,772</b>	<b>54,468</b>	<b>1,461,240</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Undistributed income brought forward</b>									
Realised income		6,427			6,427			6,427	
Unrealised income		-			-			-	
		6,427			6,427			6,427	
<b>Accounting income available for distribution</b>									
Relating to capital (loss) / gain		-			-			-	
Excluding capital gain		256,133			64,254			64,254	
		256,133			64,254			64,254	
<b>Distributions during the year:</b>									
Rs 2.431 per unit declared on August 09, 2023 as cash dividend		-			-			(70,681)	
		-			-			(70,681)	
<b>Undistributed income carried forward</b>		262,560			70,681			-	
<b>Undistributed income carried forward</b>									
Realised income		262,560			70,681			-	
Unrealised income		-			-			-	
		262,560			70,681			-	
			(Rupees)			(Rupees)			(Rupees)
<b>Net assets value per unit at beginning of the year</b>		100.4630			100.0000			100.2210	
<b>Net assets value per unit at end of the year</b>		105.2620			103.8718			-	

The annexed notes from 1to 16 form an integral part of these financial statements.

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**HBL Mehfooz Munafa Fund**  
**Condensed Interim Cash Flow Statement (Un-Audited)**  
**For The Three Months Ended September 30,2024**

	Three Months Ended	Three Months Ended	Total	For the Period from July 01, 2023 to August
	September 30,2024	July 14, 2024		
	Plan I	Plan II		
	Note			
	-- Rupees in '000 --			
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Net income for the year before taxation	256,133	54,468	310,601	64,283
Adjustments for:				
Income from Government securities	(259,348)	(57,300)	(316,648)	(68,675)
Profit / mark-up on bank deposits	(1,498)	(177)	(1,675)	(398)
Amortisation of preliminary expenses and flotation costs	-	-	-	-
	(4,713)	(3,009)	(7,722)	(4,790)
<b>Increase in assets</b>				
Investments - net	62,197	(1,393,802)	(1,331,605)	5,477,387
Floatation cost	45	(372)	(327)	1,292
	62,242	(1,394,174)	(1,331,932)	5,478,679
<b>Increase in liabilities</b>				
Payable to the Management Company	2,518	2,418	4,937	(2,323)
Payable to the Trustee	808	202	1,010	(552)
Payable to Securities and Exchange Commission of Pakistan	1,037	239	1,276	(666)
Accrued expenses and other liabilities	305	150	455	(50,529)
	4,668	3,009	7,678	(54,070)
Net cash used in operating activities	62,197	(1,394,174)	(1,331,976)	5,419,819
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Receipts from issue of units	-	1,406,772	-	61,508
Payment against redemption of units	-	-	-	(2,969,064)
Dividend paid	-	-	-	(70,681)
Net cash generated from financing activities	-	1,406,772	-	(2,978,237)
Net increase in cash and cash equivalents	62,197	12,598		2,441,582
Cash and cash equivalents at beginning of the period	16,047	-	16,047	16,558
Cash and cash equivalents at end of the period	4 78,244	12,598	16,047	2,458,140

The annexed notes from 1to 16 form an integral part of these financial statements.

For HBL Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

# **HBL Mehfooz Munafa Fund**

## **Notes to the condensed interim financial information (Un-Audited)**

### **For The Three Months Ended September 30,2024**

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#### **1 LEGAL STATUS AND NATURE OF BUSINESS**

HBL Mehfooz Munafa Fund Fund (the Fund) was established under a Trust Deed executed between HBL Asset Management Limited as the Management Company, and Central Depository Company of Pakistan Limited (CDC), as the Trustee. The Fund was approved by the Securities and Exchange Commission of Pakistan (SECP) vide its letter No. SCD/AMCW/HBL-MEMF/298/2022 dated April 05, 2022 and the Trust Deed was executed on May 24, 2022.

The Management Company of the Fund has been registered as a Non-Banking Finance Company (NBFC) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules) and has obtained the requisite license from the SECP to undertake Asset Management Services. The registered office of the Management Company is located at 7th Floor, Emerald Tower, G-19, Block 5, Main Clifton Road, Clifton, Karachi.

The Fund is an Open-End Fixed Rate/Return Scheme. The Management Company have the intention of launching 10 fixed return plans having maturity upto thirty six months from the date of closure of the IPO. The Allocation Plans shall be closed for new subscriptions after the close of the subscription period. Currently, HBL Mehfooz Munafa Fund Plan-II is Matured while HBL Mehfooz munafa Fund Plan I and III is active. The Units of which were initially offered for public subscription at a par value of Rs.100 per unit on Jan 31, 2024 for Plan I and on July 11,2024 for Plan III.

The Fund has been categorised as a Fixed Rate/Return scheme as per the criteria laid down by the SECP for categorisation of open-end Collective Investment Schemes (CISs).

The Core objective of the Fund is to provide competitive returns to its investors through active investments in low risk portfolio of short duration, while maintaining high liquidity.

VIS Credit Rating Agency has assigned a management quality rating of 'AM1' (Stable outlook) to the Management Company.

Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as trustee of the Fund.

#### **2 BASIS OF PREPARATION**

##### **2.1 Statement of compliance**

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

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017; and
- NBFC Rules, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the 'NBFC Regulations') and requirements of the Trust Deed.

Where the provisions of and directives issued under the Companies Act, 2017, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

##### **2.2 Basis of measurement**

These financial statements have been prepared under the historical cost basis, unless otherwise stated.

##### **2.3 Functional and presentation currency**

These financial statements are presented in Pakistani Rupees, which is the Fund's functional currency.



**3. "SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN"**

**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 September 30, 2024.

**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 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 September 30, 2024.

**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 september 30, 2024.

	Note	September 30, 2024 (Un-Audited)			June 30, 2024 (Audited)	
		--- Rupees in '000 ---				
<b>4 BANK BALANCES</b>		Plan I	Plan II	Plan III	Plan I	Plan II
Cash at bank						
In savings accounts	4.1	78,244	511	12,598	16,047	511

**4.1** This represents bank accounts held with various banks. Mark-up rates on these accounts range between 4% to 17.5% (June 2024 : 9% to 17.50%) per annum.

	Note	September 30, 2024 (Un-Audited)			June 30, 2024 (Audited)	
		--- Rupees in '000 ---				
<b>5 INVESTMENTS</b>		Plan I	Plan II	Plan III		
Financial assets						
At amortised cost	5.1	5,605,864	-	1,451,102		5,408,713

**5.1 Financial assets at amorised cost**

Government securities						
Market Treasury Bills	5.1.1	5,605,864	-	1,451,102		5,408,713

### 5.1.1 Financial assets at amortised cost

#### - Market Treasury Bills

Fund	Issue date	Tenure	Maturity Date	As at Jul 01, 2024	Placement made during the period	Income accrued	Sales / Matured during the period	As at September 30, 2024	Percentage of net assets	Percentage of total of investments
----- Rupees in '000 -----										
Plan I	February 1, 2024	1 Year	26-Dec-2024	5,408,713	-	197,151	-	5,605,864	99.78%	100.00%
Plan I	July 11, 2024	1 Year	10-Jul-2025	-	1,394,174	56,928	-	1,451,102	99.31%	100.00%
<b>Total - as at September 30, 2023</b>				<b>5,408,713</b>	<b>1,394,174</b>	<b>254,079</b>	<b>-</b>	<b>7,056,966</b>	<b>99.78%</b>	<b>100.00%</b>

	<b>September 30, 2023</b>			<b>June 30, 2024</b>	
	<b>(Un-Audited)</b>			<b>(Audited)</b>	
	Plan I	Plan II	Plan III	Plan I	Plan II
--- Rupees in '000 ---					
Remuneration payable to the Management Company	6.1	3,441	-	2,069	1,332
Sindh Sales Tax on Management Company's remuneration	6.2	516	-	310	173
Allocation of expenses related to registrar services, accounting, operation and valuation services	-	-	-	-	-
Selling and marketing expense payable	711	-	-	711	-
Formation cost payable	173	204	39	107	204
	<u>4,841</u>	<u>204</u>	<u>2,418</u>	<u>2,323</u>	<u>204</u>

**6.1** As per the Regulation 61 of the NBFC Regulations, Asset Management Company may charge variable fee or fixed fee or the combination of both which shall not exceed the limit disclosed in the Offering Document. The maximum limit disclosed in the Offering Document is 1.5% per annum of average annual net assets. During the period, the fee is being charged at the rate of the average annual net assets. The fee is payable monthly in arrears.

**6.2** The Sindh Government has levied Sindh Sales Tax at the rate of 15% on the remuneration of the Management Company through Sindh Sales Tax on Services Act, 2011.

### 7 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

Under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 a collective investment scheme categorised as a money market scheme is required to pay as monthly fee to the Securities and Exchange Commission of Pakistan.

### 8 ACCRUED EXPENSES AND OTHER LIABILITIES

	Plan I	Plan II	Plan III	Plan I	Plan II
Withholding tax payable	59,696	-	-	59,507	-
Pre-IPO profit payable	-	-	-	189	-
Auditors' remuneration	552	-	69	343	236
Printing charges	225	-	46	140	71
Others	29	-	35	18	-
	<u>60,502</u>	<u>-</u>	<u>150</u>	<u>60,197</u>	<u>307</u>

### 9 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at September 30, 2024.

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**10 TAXATION**

The Fund's income is exempt from income tax as per clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income for the year, as reduced by the capital gains whether realised or unrealised, is distributed to the unit holders in cash. The Fund is also exempt from the provision of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The Fund has not recorded a tax liability in the current year, as the Management Company has distributed at least 90% of the Fund's accounting income as reduced by capital gains (whether realised or unrealised) to its unit holders.

**11 EARNINGS PER UNIT**

Earnings per unit (EPU) has not been disclosed in these financial statements as in the opinion of the Management Company the determination of the cumulative weighted average number of outstanding units is not practicable.

**12 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS**

Related parties / Connected persons include HBL Asset Management Limited, being the Management Company, Habib Bank Limited, being the Sponsor, Central Depository Company of Pakistan Limited, being the Trustee of the Fund, other collective investment schemes managed by the Management Company, directors and officers of the Management Company, directors of connected persons and persons having 10% or more beneficial ownership of the units of the Fund.

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

Details of the transactions with connected persons and balances with them are as follows:

	Three Months Ended September 30, 2024	Three Months Ended July 14, 2024
	--- Rupees in '000 ---	
<b>12.1 Transactions during the period</b>	<b>Plan I</b>	<b>Plan III</b>
<b>HBL Asset Management Limited - Management Company</b>		
Remuneration of Management Company	2,096	2,069
Sindh Sales Tax on remuneration of the Management company	314	310
Allocation of expenses related to registrar services, accounting, operation and valuation services	-	-
Selling and marketing expense	-	-
Formation cost payable	65	35
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration	769	176
Sindh Sales Tax on remuneration of the Trustee	115	26
<b>Habib Bank Limited - Sponsor</b>		
Bank charges paid	11	3
Profit / mark-up on deposits accounts	1,515	601
<b>PAKISTAN MORTGAGE REFINANCE COMPANY LTD</b>		
<b>Connected Party due to more than 10%</b>		
Issuance of 14,067,721 units	-	1,406,772

12.2	Balance outstanding as at the period end	September 30, 2024 (Un-Audited)			June 30, 2024 (Audited)	
		Plan I	Plan II	Plan III	--- Rupees in '000 ---	
					Plan II	Plan I
	<b>HBL Asset Management Limited - Management Company</b>					
	Remuneration payable to the Management Company	3,441	-	2,069	1332	-
	Sindh Sales Tax payable on Management Company's	516	-	310	173	-
	Allocation of expenses related to registrar services, accounting, operation and valuation services	-	-	-	0	-
	Selling and marketing expense payable	711	-	-	711	-
	Formation cost payable	173	204	39	107	204
	<b>Central Depository Company of Pakistan Limited - Trustee</b>					
	Trustee fee payable	1,183	-	176	489	-
	Sindh Sales Tax payable on Trustee	177	-	26	63	-
	<b>Habib Bank Limited - Sponsor</b>					
	Bank balances	22,788	511	12,608	489	511
	Profit / mark-up receivable	272	-	215	63	-
	<b>Connected Party - due to holding more than 10%</b>					
	Kot Addu Power Co. Ltd 53,372,035 units	5,618,049	-	-	5,361,916	-
	Pakistan Mortgage Refinance Co. Ltd 14,067,721 Units	-	-	1,461,240	-	-

### 13 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 and measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

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

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the reporting date. The quoted market price used for financial assets held by the Fund is current bid price.

"A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. "

As per the requirements of IFRS 7 (Financial Instrument: Disclosures) and IFRS 13(Fair Value Measurement), the Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Fair value measurement using Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Fair value measurement inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Fair value measurement inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

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

	September 30, 2024						
	Carrying amount			Fair value			
	Fair value through profit or loss	Amotized Cost	Total	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----						
<b>On-balance sheet financial instruments</b>							
<b>Financial assets measured at fair value</b>							
Market treasury bills	7,056,966	-	7,056,966	-	7,056,966	-	7,056,966
	<b>7,056,966</b>	<b>-</b>	<b>7,056,966</b>	<b>-</b>	<b>7,056,966</b>	<b>-</b>	<b>7,056,966</b>
<b>Financial assets not measured at fair value</b>							
Bank balances	-	12,598	12,598				
Accrued markup	-	2,896	2,896				
Investments	-	-	-				
Deposits	-	-	-				
	<b>-</b>	<b>15,494</b>	<b>15,494</b>				
<b>Financial liabilities not measured at fair value</b>							
Payable to Management Company	-	7,464	7,464				
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-				
Accrued expenses and other liabilities	-	115	115				
	<b>-</b>	<b>7,579</b>	<b>7,579</b>				

	June 30, 2024						
	Carrying amount			Fair value			
	Fair value through profit or loss	Amotized Cost	Total	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----						
<b>On-balance sheet financial instruments</b>							
<b>Financial assets measured at fair value</b>							
Market treasury bills	5,408,713	-	5,408,713	-	5,408,713	-	5,408,713
	<b>5,408,713</b>	<b>-</b>	<b>5,408,713</b>	<b>-</b>	<b>5,408,713</b>	<b>-</b>	<b>5,408,713</b>
<b>Financial assets not measured at fair value</b>							
Bank balances	-	16,047	16,047				
Accrued markup	-	894	894				
Investments	-	5,408,713	5,408,713				
Deposits	-	-	-				
	<b>-</b>	<b>5,425,654</b>	<b>5,425,654</b>				
<b>Financial liabilities not measured at fair value</b>							
Payable to Management Company	-	2,527	2,527				
Payable to Central Depository Company of Pakistan Limited - Trustee	-	488	488				
Accrued expenses and other liabilities	-	939	939				
	<b>-</b>	<b>3,954</b>	<b>3,954</b>				

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**14 TOTAL EXPENSE RATIO**

In accordance with the directive 23 of 2016 dated July 20, 2016 issued by the Securities and Exchange Commission of Pakistan, the total expense ratio of the Fund for the year ended September 30, 2024 is 0.34% and 0.54% which includes 0.11% and 0.19% representing Government levy and SECP fee for Plan I and Plan III respectively.

**15 DATE OF AUTHORISATION FOR ISSUE**

These financial statements were authorised for issue on October 24, 2024 by the Board of Directors of the Management Company.

**16 GENERAL**

**16.1** Figures have been rounded off to the nearest thousand Rupees, unless otherwise stated.

For HBL Asset Management Limited  
(Management Company)

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Chief Financial Officer

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Chief Executive Officer

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
Director










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# HBL

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