

HBL

ASSET MANAGEMENT LTD.
ایسٹٹ مینجمنٹ لمیٹڈ

AMC Rating : AM1 by VIS



HALF YEARLY REPORT 2024

For the half year ended December 31, 2024

MOVING TOWARDS
EXCELLENCE

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CORPORATE INFORMATION

Management Company

HBL Asset Management Limited

Board of Directors (Composition as of February 18, 2025)

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

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REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY FOR THE HALF YEAR ENDED DECEMBER 31, 2024

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 half year ended December 31, 2024.

ECONOMIC REVIEW & OUTLOOK

Pakistan's economy has shown continued progress during the period under review, signaling an optimistic outlook for the current fiscal year. Macroeconomic fundamentals have improved, highlighted by a continuous slowdown in inflation due to declining food and energy prices and a large base-effect from the previous year. The economy witnessed a successful fiscal consolidation leading to a surplus in first quarter and a restricted deficit. The current account posted surplus driven by higher exports and remittances, stable exchange rate leading to healthy reserves build-up which was further bolstered by the new arrangement with the IMF and continued support from bilateral partners including Saudi Arabia, UAE and China. These improvements have strengthened both business and consumer confidence, evidenced by a notable increase in private sector credit and a significant rise in the country's stock market index.

Current account balance posted a surplus of USD1,102 million during the period under review as compared to a deficit of USD1,397 million of the same period last year. The improvement is primarily attributed to significantly higher remittances with a growth of 32.8% to USD17.8 billion. Trade deficit for the period under review stood at USD11.6 billion increasing by 13.6% over the same period last year. Domestic currency also remained resilient with a minimal depreciation of 0.1% during the period under review. Foreign exchange reserves also strengthened to USD15.9 billion compared to USD14 billion at the end of June 2024.

Headline inflation, continued on a downward trajectory during the period under review and entered single-digit in August 2024 with December 2024 outturn of 4.1%. Average inflation for the period under review stood at 7.2% compared to 28.8% of the same period last year. Apart from high base effect from the previous year, slowdown in food and decline in energy prices are the key factors behind this persistent disinflation. Core Non-Food-Non-Energy inflation also came down to 9.2% in December 2024 from 14.2% of June 2024. The Monetary Policy Committee (MPC) of the central bank started reducing interest rates from June 2024 and reduced the policy rate to 13% by December 2024 citing inflation falling within the target range and strengthening external account as prime reasons. The MPC has further reduced the policy rate to 12% in January 2025.

Real GDP growth for the first quarter of the ongoing fiscal year stands at 0.9%. The SBP's estimated range for real GDP growth during the current fiscal year is 2.5% to 3.5% compared to 2.5% of the previous year. The growth, however, is largely dependent on growth in services sector that represents the major portion of the growth. LSM reported a decline of 1.9% during the period under review while agriculture sector is also facing shortfalls from the target output levels.

On the fiscal side, overall deficit stood at PKR1.5 trillion, -1.2% of GDP, compared to a deficit of PKR2.4 trillion, -2.3% of GDP, of the same period last year. Primary surplus also improved to 2.9% of GDP compared to 1.7% of GDP during the same period last year. This healthy improvement is primarily attributed to a significant increase in the profit of SBP, which improved to 2% of GDP compared to 0.9% of GDP in the same period last year.

A healthy external account backed by continued growth in remittances and support from bilateral partners and IMF, persistent disinflation and monetary easing by the MPC, are expected to have a positive impact on the country's efforts in achieving a long-term all-inclusive sustainable growth. However, in the short-term, growth is expected to remain slow. Challenges in meeting the target tax collection along with delays in implementation of other structural reforms are key risks for sustainability of the IMF program. While remaining in an IMF program, the country's credit rating may see further upgrades potentially enabling Pakistan to enter international capital markets in the medium to long term. Overall outlook for the macroeconomic progress of the country is positive with more stringent policy actions needed for sustainability of the current economic progress.

STOCK MARKET REVIEW

During the period under review Pakistan's equity market maintained its upward trajectory, primarily driven by increased liquidity, significant reduction in interest rates and a stable external account. The benchmark KSE100 Index posted an impressive gain of 36,682 (46.8%) points closing at 115,127 points. It also needs to be highlighted that the KSE100 Index stood at the second slot in the World's best performing equity markets during 2024.

Positive sentiments and improved investor confidence were reflected in significant improvement in market turnover as the average daily trading volume for the period under review rose to 686 million shares, up 43.7% compared to 478 million shares of the same period last year. Similarly, the average daily traded value surged by 91.6%, reaching PKR27.7 billion compared to PKR14.4 billion the same period last year. Foreign investors however, remained net sellers, with a net sale of USD186.8 million. Domestically, mutual funds were the main buyers in the market with net buying of USD182.7 million, followed by Companies and Individuals with a combined net buying of USD53 million. On the other hand, Banks and Other Organization were major sellers with a combined sale of USD37.9 million.

The overall outlook for the equity market remains positive, supported by a stable external account and currency, thanks to the new IMF program and backing from bilateral partners. Additional factors contributing to this optimism include promising prospects of foreign direct investment (FDI), potential upgrades in the country's credit rating, falling inflation and interest rates, strong domestic liquidity, expected growth in corporate earnings, and attractive valuations. The PER of the local market is currently around 6x, which is significantly below its historical average of 8x and also at a steep discount compared to regional peers. The double-digit dividend yields also compares attractively to fixed income returns making 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 750 basis point during the period under review, 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 declined by 8.1%, 8.0% and 6.6% within the year and 4.2%), 3.0%, and 1.9% on long term basis decreased to 11.8%, 11.9%, 12.1%, 12.34%, 12.35%, and 12.18%, respectively, against a policy rate of 13%.

Cut-off yields on 3-month, 6-month, and 1-year, T-Bills in the auction held on December 11th, 2024 stood at 12%, 12%, and 12.30%, respectively where the government raised around PKR400 billion against the target of PKR300 billion. Moreover, the yields declined by 8.2%, 8%, and 6.2% from the auction held on 26th June 2024.

Despite significant decline in interest rates, real interest rates have remained significantly positive on both spot and forward-looking basis due to sharp decline in inflation. Future declines in money market yields are anticipated as a result of additional policy rate decreases.

FUND'S PERFORMANCE AND PAYOUTS

HBL Income Fund

The total income and net income of the Fund was Rs. 807.73 million and Rs. 696.27 million respectively during the half year ended December 31, 2024. The Net Asset Value (NAV) per unit of the Fund was Rs. 124.5236 per unit as on December 31, 2024 as compared to Rs. 113.3201 per unit as on June 30, 2024 thereby giving an annualized return of 19.61%. During the period the benchmark (6 Month KIBOR) return was 15.94%. The size of Fund was Rs. 11.71 billion as on December 31, 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. 1,018.71 million and Rs. 920.31 million respectively during the half year ended December 31, 2024. The Net Asset Value (NAV) per unit of the Fund was Rs. 127.9783 per unit as on December 31, 2024 as compared to Rs. 113.4443 per unit as on June 30, 2024, thereby giving an annualized return of 25.41%. During the same period the benchmark (6 Month PKRV Rates) return was 15.60%. The size of Fund was Rs. 17.24 billion as on December 31, 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. 2.93 billion and Rs. 2.55 billion respectively during the half year ended December 31, 2024. The Net Asset Value (NAV) per unit of the Fund was Rs. 112.3284 per unit as on December 31, 2024 as compared to Rs. 103.4401 per unit as on June 30, 2024, thereby giving an annualized return of 17.05%. During the period the benchmark (70% 3M PKRV & 30% 3M deposit rates) return was 16.24%. The size of Fund was Rs. 50.45 billion as on December 31, 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. 7.00 billion and Rs. 6.40 billion respectively during the half year ended December 31, 2024. The Net Asset Value (NAV) per unit of the Fund was Rs 112.2299 per unit as on December 31, 2024 as compared to Rs 103.1573 per unit as on June 30, 2024, thereby giving an annualized return of 17.45%. During the period the benchmark (70% 3M PKRV & 30% 3M deposit rates) return was 16.24%. The size of Fund was Rs 125.88 billion as on December 31, 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.

HBL Stock Fund

The total and net income of the Fund was Rs. 235.23 million and Rs. 225.11 million respectively during the half year ended December 31, 2024. The Net Asset Value (NAV) per unit of the Fund was Rs 183.3634 per unit as on December 31, 2024 as compared to Rs 120.5342 per unit as on June 30, 2024, thereby giving a return of 52.13%. During the same period the benchmark KSE 30 index yielded a return of 50.21%. The size of Fund was Rs 0.99 billion as on December 31, 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. 336.71 million and Rs. 325.84 million respectively during the half year ended December 31, 2024. The Net Asset Value (NAV) per unit of the Fund was Rs. 206.5957 per unit as on December 31, 2024 as compared to Rs. 121.4784 per unit as on June 30, 2024, thereby giving a return of 70.07%. During the period the benchmark KSE 100 index yielded a return of 46.76%. The size of Fund was Rs. 1.31 billion as on December 31, 2024 as compared to Rs. 0.19 billion at the start of the year.

HBL Energy Fund

The total and net income of the Fund was Rs. 680.90 million and Rs. 658.08 million respectively during the half year ended December 31, 2024. The Net Asset Value (NAV) per unit of the Fund was Rs. 30.6747 per unit as on December 31, 2024 as compared to Rs. 16.9821 per unit as on June 30, 2024, thereby giving a return of 80.63%. During the same period the benchmark KSE 30 index yielded a return of 50.21%. The size of Fund was Rs. 2.34 billion as on December 31, 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. 54.72 million and Rs. 51.18 million respectively during the half year ended December 31, 2024. The Net Asset Value (NAV) per unit of the Fund was Rs 190.9724 per unit as on December 31, 2024 as compared to Rs 138.4640 per unit as on June 30, 2024, thereby giving a return of 37.92%. During the same period the benchmark index (Weighted average daily return KSE 100 and 6 Month PKRV rates) yielded a return of 32.39%. The size of Fund was Rs 0.17 billion as on December 31, 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 respective notes to the financial statements of the Fund.

The Fund as a whole earned a total and net income of Rs. 1.36 billion and Rs. 1.23 billion respectively during the period under review. The fund size of the fund stood at Rs. 16.65 billion as on December 31, 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. 367.49 million and Rs. 287.29 million respectively during the period ended December 31, 2024. The Net Asset Value (NAV) per unit of the Class ‘A’ was Rs. 49.1506 per unit as on December 31, 2024 as compared to Rs. 19.9485 as at June 30, 2024, thereby giving a return of 146.39%. During the period the benchmark KSE 100 index yielded a return of 46.76%. The size of Class ‘A’ was Rs. 13.93 billion as on December 31, 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. 992.77 million and Rs. 943.04 million respectively during the period ended December 31, 2024. The Net Asset Value (NAV) per unit of the Class ‘B’ was Rs. 34.1053 per unit as on December 31, 2024 as compared to Rs. 21.5925 as at June 30, 2024, thereby giving a return of 57.95%. During the period the benchmark KSE 100 index yielded a return of 46.76%. The size of Class ‘B’ was Rs. 2.72 billion as on December 31, 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 the respective note to the financial statements of the Fund.

The Fund as a whole earned a total and net income of Rs. 505.45 million and Rs. 455.30 million respectively during the period under review. The fund size of the fund stood at Rs. 6.04 billion as on December 31, 2024.

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. 129.43 million and Rs. 99.94 million respectively during the period ended December 31, 2024. The Net Asset Value (NAV) per unit of the Class ‘A’ was Rs. 17.7686 per unit as on December 31, 2024 as compared to Rs. 7.1063 as at June 30, 2024, thereby giving a return of 150.04%. During the period the benchmark KSE 100 index yielded a return of 46.76%. The size of Class ‘A’ was Rs. 5.05 billion as on December 31, 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. 376.02 million and Rs. 355.36 million respectively during the period ended December 31, 2024. The Net Asset Value (NAV) per unit of the Class ‘B’ was Rs. 16.0130 per unit as on December 31, 2024 as compared to Rs. 10.3650 as at June 30, 2024, thereby giving a return of 54.49%. During the period the benchmark KSE 100 index yielded a return of 46.76%. The size of Class ‘B’ was Rs. 0.99 billion as on December 31, 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. 5.25 billion and Rs. 4.79 billion respectively. The collective size of the Fund as at December 31, 2024 was 55.75 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. 4.57 billion and Rs. 4.14 billion respectively during the period ended December 31, 2024. The Net Asset Value (NAV) per unit of the Fund was Rs. 111.3175 per unit as on December 31, 2024, as compared to Rs. 102.0570 per unit as on June 30, 2024, thereby giving an annualized return of 23.07%. During the same period, the benchmark (6 Month KIBOR) return was 18.33%. The size of Fund was Rs. 55.72 billion as on December 31, 2024 as compared to Rs. 50.71 billion as at start of the year.

HBL Financial Sector Income Fund – Plan-II

The Financial Sector Income Fund Plan-II commenced its operations on February 20, 2024.

The total income and net income of the Fund was Rs. 675.40 million and Rs. 646.47 million respectively during the period ended December 31, 2024. The Net Asset Value (NAV) per unit of the Fund was Rs. 100.0000 per unit as on December 31, 2024, after incorporating dividends of Rs. 9.3389 per unit, thereby giving an annualized return of 19.16%. During the same period, the benchmark return was 15.96%. The size of Fund was Rs. 38.39 million as on December 31, 2024.

HBL Mehfooz Munafa Fund

The HBL Mehfooz Munafa Fund (the Fund) started launching its different plans from May 18, 2023 for different maturity tenures. As at December 31, 2024, the following plans exists under the Fund.

HBL Mehfooz Munafa Fund Plan-III

The total income and net income of the plan was Rs. 122.89 million and Rs. 116.33 million respectively for the period ended December 31, 2024. The net assets as at December 31, 2024 was 1.52 billion representing NAV of Rs. 108.2694, thereby giving an annualized return of 17.44% against the benchmark return of 16.03%.

HBL Mehfooz Munafa Fund Plan-VI

The total income and net income of the plan was Rs. 130.46 million and Rs. 125.35 million respectively for the period ended December 31, 2024. The net assets as at December 31, 2024 was Rs. 4.40 billion representing NAV of Rs. 102.9356 per unit thereby giving an annualized return of 14.10% against the benchmark return of 13.71%.

HBL Mehfooz Munafa Fund Plan-VII

The total income and net income of the plan was Rs. 29.22 million and Rs. 27.34 million respectively for the period ended December 31, 2024. The net assets as at December 31, 2024 was Rs. 3.53 billion representing NAV of Rs. 100.7813 per unit thereby giving an annualized return of 11.40% against the benchmark return of 12.51%.

HBL Total Treasury Exchange Traded Fund

The total income and net income of the Fund was Rs. 58.05 million and Rs. 55.46 million respectively during the period ended December 31, 2024. The Net Asset Value (NAV) per unit of the Fund was Rs. 112.8444 per unit as on December 31, 2024, thereby giving an annualized return of 21.62%. During the same period, the benchmark return was 11.47%. The size of Fund was Rs. 564 million as on December 31, 2024 as compared to Rs. 509 million as at start of the year.

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

مینجمنٹ کمپنی کے ڈائریکٹرز کی رپورٹ

ایچ بی ایل ایسیٹ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز 31 دسمبر 2024ء کو اختتام پذیر ہونے والی ششماہی کیلئے ایچ بی ایل اگم فنڈ، ایچ بی ایل گورنمنٹ سیکورٹیز فنڈ، ایچ بی ایل منی مارکیٹ فنڈ، ایچ بی ایل کیش فنڈ، ایچ بی ایل اسٹاک فنڈ، ایچ بی ایل الیکوئیٹی فنڈ، ایچ بی ایل انرجی فنڈ، ایچ بی ایل ملٹی ایسیٹ فنڈ، ایچ بی ایل گروتھ فنڈ، ایچ بی ایل انویسٹمنٹ فنڈ، ایچ بی ایل فنانشل سیکٹر اگم فنڈ، ایچ بی ایل محفوظ منافع فنڈ اور ایچ بی ایل ٹول ٹریڈری ایکسیج ٹریڈ فنڈ (فنڈز) کے مالیاتی گوشوارے پیش کرتے ہوئے پُرمسرت ہیں۔

اقتصادی جائزہ اور مستقبل کا نقطہ نظر:

زیر جائزہ مدت کے دوران پاکستان کی معیشت میں مسلسل بہتری دیکھنے میں آئی ہے، جو موجودہ مالی سال کے لیے ایک مثبت پیش رفت کی نشاندہی کرتی ہے۔ معاشی بنیادی عوامل میں بہتری آئی ہے، جس کا اظہار خوراک اور توانائی کی قیمتوں میں کمی اور گزشتہ سال کے بڑے بیس ایفیکٹ کی وجہ سے افراط زر میں مسلسل کمی سے ہوتا ہے۔ معیشت نے مالیاتی استحکام کے اہداف حاصل کیے، جس کے نتیجے میں پہلی سہ ماہی میں فاضل مالیاتی نتائج اور محدود مالی خسارہ دیکھنے میں آیا۔ کرنٹ اکاؤنٹ سرپلس میں رہا، جس کی بڑی وجوہات برآمدات اور ترسیلات زر میں اضافہ، مستحکم شرح تبادلہ اور زرمبادلہ کے ذخائر میں بہتری ہیں، جو آئی ایم ایف کے ساتھ نئے معاہدے اور سعودی عرب، متحدہ عرب امارات اور چین جیسے دوطرفہ شراکت داروں کی مسلسل مدد سے مزید مستحکم ہوئے۔ ان بہتریوں نے کاروبار اور صارفین کے اعتماد کو مضبوط کیا، جس کا مظہر نجی شعبے کے قرضوں میں نمایاں اضافہ اور ملک کے اسٹاک مارکیٹ انڈیکس میں نمایاں تیزی ہے۔

زیر جائزہ مدت کے دوران کرنٹ اکاؤنٹ بیلنس میں 1,102 ملین امریکی ڈالر کا سرپلس ریکارڈ کیا گیا، جو گزشتہ سال کی اسی مدت میں 1,397 ملین امریکی ڈالر کے خسارے کے مقابلے میں نمایاں بہتری کو ظاہر کرتا ہے۔ اس بہتری کی بنیادی وجہ ترسیلات زر میں نمایاں اضافہ ہے، جو 32.8 فیصد اضافے کے ساتھ 17.8 بلین امریکی ڈالر تک پہنچ گئیں۔ زیر جائزہ مدت کے دوران تجارتی خسارہ 11.6 بلین امریکی ڈالر رہا، جو گزشتہ سال کی اسی مدت کے مقابلے میں 13.6 فیصد زیادہ ہے۔ ملکی کرنسی بھی مستحکم رہی اور اس عرصے میں اس کی قدر میں محض 0.1 فیصد کی معمولی کمی واقع ہوئی۔ اس کے علاوہ، زرمبادلہ کے ذخائر بھی مستحکم ہو کر 15.9 بلین امریکی ڈالر تک پہنچ گئے، جو جون 2024 کے آخر میں 14 بلین امریکی ڈالر تھے۔

زیر جائزہ مدت کے دوران ہیڈ لائن افراط زر مسلسل کم ہوتی رہی اور اگست 2024 میں سنگل ہندسہ میں داخل ہو گئی، جبکہ دسمبر 2024 میں یہ 4.1 فیصد رہی۔ اس مدت کے دوران اوسط افراط زر 7.2 رہی، جو گزشتہ سال کی اسی مدت میں 28.8 فیصد تھی۔ اس نمایاں کمی کی بنیادی وجوہات میں گزشتہ سال کے بلند اعداد و شمار، خوراک کی قیمتوں میں کمی اور توانائی کی قیمتوں میں نمایاں گراؤ شامل ہیں۔ اسی طرح، بنیادی (نان فوڈ-نان انرجی) افراط زر بھی کم ہو کر دسمبر 2024 میں 9.2 فیصد پر آ گیا، جو جون 2024 میں 14.2 فیصد تھا۔ مرکزی بینک کی مانیٹری پالیسی کمیٹی (MPC) نے جون 2024 سے شرح سود میں کمی کا آغاز کیا اور دسمبر 2024 تک پالیسی ریٹ کو کم کر کے 13 فیصد کر دیا، جس کی بنیادی وجوہات مہنگائی میں کمی اور بیرونی کھاتوں کی مضبوطی تھیں۔ مزید برآں، جنوری 2025 میں MPC نے پالیسی ریٹ مزید کم کر کے 12 فیصد کر دیا۔

جاری مالی سال کی پہلی سہ ماہی میں حقیقی جی ڈی پی کی شرح نمو 0.9 فیصد رہی۔ اسٹیٹ بینک آف پاکستان (SBP) کے تخمینے کے مطابق، موجودہ مالی سال کے دوران حقیقی جی ڈی پی کی شرح نمو 2.5 فیصد سے 3.5 فیصد کے درمیان رہنے کی توقع ہے، جو گزشتہ سال کے 2.5 فیصد کے مقابلے میں قدرے بہتر ہے۔ تاہم، یہ ترقی زیادہ تر سروسز سیکٹر پر منحصر ہے، جو معیشت میں نمایاں حصہ رکھتا ہے۔ زیر جائزہ مدت کے دوران لارج اسکیل مینوفیکچرنگ (LSM) میں 1.9 فیصد کی کمی ریکارڈ کی گئی، جبکہ زرعی شعبہ بھی اپنی ہدف شدہ پیداوار کی سطح سے کم کارکردگی کا مظاہرہ کر رہا ہے۔

مالیاتی لحاظ سے، مجموعی خسارہ 1.5 ٹریلین روپے یعنی جی ڈی پی کا 1.2- فیصد رہا، جو کہ گزشتہ سال اسی مدت کے دوران 2.4 ٹریلین روپے یعنی جی ڈی پی کے 2.3- فیصد خسارے کے مقابلے میں نمایاں بہتری کو ظاہر کرتا ہے۔ پرائمری سرپلس بھی بہتر ہو کر جی ڈی پی کے 2.9 فیصد تک پہنچ گیا، جو کہ گزشتہ سال اسی مدت میں 1.7 فیصد تھا۔ اس بہتری کی بنیادی وجہ اسٹیٹ بینک آف پاکستان (SBP) کے منافع میں نمایاں اضافہ ہے، جو جی ڈی پی کے 2 فیصد تک پہنچ گیا، جبکہ گزشتہ سال یہی شرح 0.9 فیصد تھی۔

مضبوط بیرونی کھاتہ، جو ترسیلات زر میں مسلسل اضافے، دوطرفہ شراکت داروں اور آئی ایم ایف کی معاونت سے مستحکم ہے، نیز افراط زر میں کمی اور مانیٹری پالیسی کمیٹی (MPC) کی جانب سے مالیاتی نرمی، ملک کی طویل المدتی اور جامع پائیدار ترقی کے حصول کی کوششوں پر مثبت اثر ڈالنے کی توقع ہے۔ تاہم، قلیل مدتی طور پر، ترقی کی رفتار سست رہنے کا امکان ہے۔ ہدف شدہ ٹیکس وصولی کے حصول میں مشکلات اور دیگر ساختی اصلاحات کے نفاذ میں تاخیر آئی ایم ایف پروگرام کی پائیداری کے لیے کلیدی خدشات ہیں۔ آئی ایم ایف پروگرام میں رہتے ہوئے، ملک کی کریڈٹ ریٹنگ میں مزید بہتری کا امکان ہے، جو پاکستان کو درمیانی سے طویل مدت میں بین الاقوامی سرمایہ منڈیوں میں داخل ہونے کے قابل بناسکتی ہے۔ مجموعی طور پر، ملک کی معاشی ترقی کی پیشرفت کا منظر نامہ مثبت ہے، تاہم موجودہ اقتصادی بہتری کو برقرار رکھنے کے لیے مزید سخت پالیسی اقدامات درکار ہوں گے۔

اسٹاک مارکیٹ کا جائزہ:

زیر جائزہ مدت کے دوران پاکستان کی ایکویٹی مارکیٹ نے اپنا مثبت رجحان برقرار رکھا، جس کی بنیادی وجوہات میں لیکویڈیٹی میں اضافہ، شرح سود میں نمایاں کمی اور مستحکم بیرونی کھاتے شامل ہیں۔ بیچ مارک KSE-100 انڈیکس نے 36,682 پوائنٹس (46.8 فیصد) کا شاندار اضافہ ریکارڈ کیا اور 115,127 پوائنٹس پر بند ہوا۔ یہ امر بھی قابل ذکر ہے کہ 2024 کے دوران KSE-100 انڈیکس دنیا کی بہترین کارکردگی دکھانے والی ایکویٹی مارکیٹوں میں دوسرے نمبر پر رہا۔

مثبت رجحانات اور سرمایہ کاروں کے بڑھتے ہوئے اعتماد کی عکاسی مارکیٹ کے کاروباری حجم میں نمایاں بہتری سے ہوئی۔ زیر جائزہ مدت کے دوران یومیہ اوسط تجارتی حجم 686 ملین شیئرز تک پہنچ گیا، جو گزشتہ سال کی اسی مدت میں 478 ملین شیئرز کے مقابلے میں 43.7 فیصد زیادہ ہے۔ اسی طرح، یومیہ اوسط تجارتی قدر 91.6 فیصد اضافے کے ساتھ 27.7 بلین روپے تک جا پہنچی، جو گزشتہ سال کی اسی مدت میں 14.4 بلین روپے تھی۔ تاہم، غیر ملکی سرمایہ کار مجموعی طور پر فروخت کنندہ رہے اور 186.8 ملین امریکی ڈالر کی خالص فروخت ریکارڈ کی گئی۔ ملکی سطح پر، میوچل فنڈز مارکیٹ میں سب سے بڑے خریدار رہے، جنہوں نے 182.7 ملین امریکی ڈالر کی خالص خریداری کی، جبکہ کمپنیوں اور انفرادی سرمایہ کاروں نے مجموعی طور پر 53 ملین امریکی ڈالر کی خالص خریداری کی۔ دوسری جانب، بینکوں اور دیگر اداروں نے مشترکہ طور پر 37.9 ملین امریکی ڈالر کی خالص فروخت کی اور بڑے فروخت کنندگان کے طور پر نمایاں رہے۔

ایکویٹی مارکیٹ کے مجموعی امکانات مثبت نظر آرہے ہیں، جو مستحکم بیرونی کھاتے اور کرنسی کی مضبوطی سے تقویت پارہے ہیں، جس کا سہرائے آئی ایم ایف پروگرام اور دوطرفہ شراکت داروں کی حمایت کو جاتا ہے۔ اس مثبت رجحان کے دیگر معاون عوامل میں براہ راست غیر ملکی سرمایہ کاری (FDI) کے روشن امکانات، ملک کی کریڈٹ ریٹنگ میں ممکنہ بہتری، گرتی ہوئی مہنگائی اور شرح سود، مضبوط ملکی لیکویڈیٹی، کارپوریٹ آمدنی میں متوقع اضافہ اور پرکشش قیمتوں کی سطح شامل ہیں۔ مقامی مارکیٹ کا موجودہ پرائس ٹو ارننگ ریشو (PER) تقریباً 6x ہے، جو اس کے تاریخی اوسط 8x سے نمایاں طور پر کم ہے اور علاقائی حریفوں کے مقابلے میں بھی بڑی رعایت پر دستیاب ہے۔ دوہرے ہندسے میں موجود ڈیویڈنڈ ییلڈز بھی مقررہ آمدنی والے سرمایہ کاری مواقع کے مقابلے میں پرکشش ہیں، جو پاکستان کی ایکویٹی مارکیٹ کو درمیانی سے طویل مدت میں معقول منافع کی ایک پرکشش صورت حال فراہم کر رہی ہے۔

منی مارکیٹ کا جائزہ:

زیر جائزہ مدت کے دوران مرکزی بینک کی مانیٹری پالیسی کمیٹی (MPC) نے مجموعی طور پر 750 بیس پوائنٹس کی کمی کے ساتھ شرح سود میں نرمی کا آغاز کیا۔ اس کے نتیجے میں، 3 ماہ، 6 ماہ اور 1 سالہ حکومتی سیکورٹیز کی ثانوی مارکیٹ میں شرح منافع بالترتیب 8.1 فیصد، 8.0 فیصد اور 6.6 فیصد کم ہو کر 11.8 فیصد، 11.9 فیصد اور 12.1 فیصد ہو گئی۔ اسی طرح، 3 سال، 5 سال اور 10 سالہ حکومتی سیکورٹیز کی شرح منافع میں 4.2 فیصد، 3.0 فیصد اور 1.9 فیصد کی کمی واقع ہوئی، جس کے بعد یہ بالترتیب 12.34 فیصد، 12.35 فیصد اور 12.18 فیصد پر آ گئیں، جبکہ پالیسی ریٹ 13 فیصد رہا۔

11 دسمبر 2024 کو منعقدہ نیلامی میں 3 ماہ، 6 ماہ اور 1 سالہ ٹی بلز کی کٹ آف ییلڈ بالترتیب 12 فیصد، 12 فیصد اور 12.30 فیصد رہی، جہاں حکومت نے 300 بلین روپے کے ہدف کے مقابلے میں تقریباً 400 بلین روپے اکٹھے کیے۔ مزید برآں، 26 جون 2024 کو منعقدہ نیلامی کے مقابلے میں ییلڈز میں بالترتیب 8.2 فیصد، 8 فیصد اور 6.2 فیصد کی کمی واقع ہوئی۔

اگرچہ شرح سود میں نمایاں کمی ہوئی ہے، تاہم مہنگائی میں تیزی سے کمی کی وجہ سے حقیقی شرح سود، موجودہ اور مستقبل دونوں بنیادوں پر، کافی حد تک مثبت رہی ہے۔ مزید پالیسی ریٹ میں کمی کے باعث مستقبل میں منی مارکیٹ ییلڈز میں مزید کمی متوقع ہے۔

فنڈ کی کارکردگی اور ادائیگیاں:

ایچ بی ایل انکم فنڈ

31 دسمبر 2024 کو ختم ہونے والی ششماہی کے دوران فنڈ کی کل آمدنی اور خالص آمدنی بالترتیب 807.73 ملین روپے اور 696.27 ملین روپے رہی۔ 31 دسمبر 2024 تک فنڈ کی فی یونٹ خالص ایسیٹ ویلیو (NAV) 124.5236 روپے رہی، جو 30 جون 2024 کو 113.3201 روپے تھی، اس طرح فنڈ نے سالانہ بنیاد پر 19.61 فیصد منافع دیا۔ اس دوران، ہینج مارک (6 ماہ کا KIBOR) منافع 15.94 فیصد رہا۔ 31 دسمبر 2024 تک فنڈ کا حجم 11.71 بلین روپے تک پہنچ گیا، جو سال کے آغاز میں 4.97 بلین روپے تھا۔

VIS کریڈٹ ریٹنگ کمپنی لمیٹڈ نے فنڈ کی مستحکم ریٹنگ A+(f) پر برقرار رکھی ہے۔

ایچ بی ایل گورنمنٹ سیکورٹیز فنڈ

31 دسمبر 2024 کو ختم ہونے والے ششماہی کے دوران فنڈ کی کل آمدنی اور خالص آمدنی بالترتیب 1,018.71 ملین روپے اور 920.31 ملین روپے رہی۔ 31 دسمبر 2024 تک فنڈ کی فی یونٹ خالص ایسیٹ ویلیو (NAV) 127.9783 روپے رہی، جو 30 جون 2024 کو 113.4443 روپے تھی، اس طرح اس فنڈ نے سالانہ بنیاد پر 25.41 فیصد منافع دیا۔ اس دوران، ہینج مارک (6 ماہ کے PKRV ریٹس) کا منافع 15.60 فیصد رہا۔ 31 دسمبر 2024 تک فنڈ کا حجم 17.24 بلین روپے تک پہنچ گیا، جو سال کے آغاز میں 2.06 بلین روپے تھا۔

VIS کریڈٹ ریٹنگ کمپنی لمیٹڈ نے فنڈ کی مستحکم ریٹنگ AA-(f) پر برقرار رکھی ہے۔

ایچ بی ایل منی مارکیٹ فنڈ

31 دسمبر 2024 کو ختم ہونے والی ششماہی کے دوران فنڈ کی کل آمدنی اور خالص آمدنی بالترتیب 2.93 ملین روپے اور 2.55 ملین روپے رہی۔ 31 دسمبر 2024 تک فنڈ کی فی یونٹ خالص ایسیٹ ویلیو (NAV) 112.3284 روپے رہی، جو 30 جون 2024 کو 103.4401 روپے تھی، اس طرح اس فنڈ نے سالانہ بنیاد پر 17.05 فیصد منافع دیا۔ اس دوران، ہینج مارک (370% ماہ PKRV اور 30 فیصد 3 ماہ ڈپازٹ ریٹس) کا منافع 16.24 فیصد رہا۔ 31 دسمبر 2024 تک فنڈ کا حجم 50.45 ملین روپے تک پہنچ گیا، جو سال کے آغاز میں 22.48 ملین روپے تھا۔

VIS کریڈٹ ریٹنگ کمپنی لمیٹڈ نے فنڈ کی مستحکم ریٹنگ AA+(f) پر برقرار رکھی ہے۔

ایچ بی ایل کیش فنڈ

31 دسمبر 2024 کو ختم ہونے والی ششماہی کے دوران فنڈ کی کل آمدنی اور خالص آمدنی بالترتیب 7.00 بلین روپے اور 6.40 بلین روپے رہی۔ 31 دسمبر 2024 تک فنڈ کی فی یونٹ خالص ایسیٹ ویلیو (NAV) 112.2299 روپے رہی، جو 30 جون 2024 کو 103.1573 روپے تھی، اس طرح اس فنڈ نے سالانہ بنیاد پر 17.45 فیصد منافع دیا۔ اس دوران، ہینچ مارک (70 فیصد 3 ماہ PKRV اور 30 فیصد 3 ماہ ڈپازٹ ریٹس) کا منافع 16.24 فیصد رہا۔ 31 دسمبر 2024 تک فنڈ کا حجم 125.88 بلین روپے تک پہنچ گیا، جو سال کے آغاز میں 56.42 بلین روپے تھا۔

VIS کریڈٹ ریٹنگ کمپنی لمیٹڈ نے فنڈ کی مستحکم ریٹنگ AA+(f) پر برقرار رکھی ہے۔

ایچ بی ایل اسٹاک فنڈ

31 دسمبر 2024 کو ختم ہونے والی ششماہی کے دوران فنڈ کی کل آمدنی اور خالص آمدنی بالترتیب 235.23 بلین روپے اور 225.11 بلین روپے رہی۔ 31 دسمبر 2024 تک فنڈ کی فی یونٹ خالص ایسیٹ ویلیو (NAV) 183.3634 روپے رہی، جو 30 جون 2024 کو 120.5342 روپے تھی، اس طرح اس فنڈ نے 52.13 فیصد منافع دیا۔ اسی دوران، ہینچ مارک KSE 30 انڈیکس کا منافع 50.21 فیصد رہا۔ 31 دسمبر 2024 تک فنڈ کا حجم بڑھ کر 0.99 بلین روپے ہو گیا، جو سال کے آغاز میں 0.23 بلین روپے تھا۔

ایچ بی ایل ایکویٹی فنڈ

31 دسمبر 2024 کو ختم ہونے والی ششماہی کے دوران فنڈ کی کل آمدنی اور خالص آمدنی بالترتیب 336.71 بلین روپے اور 325.84 بلین روپے رہی۔ 31 دسمبر 2024 تک فنڈ کی فی یونٹ خالص ایسیٹ ویلیو (NAV) 206.5957 روپے رہی، جو 30 جون 2024 کو 121.4784 روپے تھی، اس طرح اس فنڈ نے 70.07 فیصد منافع دیا۔ اس دوران، ہینچ مارک KSE 100 انڈیکس کا منافع 46.76 فیصد رہا۔ 31 دسمبر 2024 تک فنڈ کا حجم بڑھ کر 1.31 بلین روپے ہو گیا، جو سال کے آغاز میں 0.19 بلین روپے تھا۔

ایچ بی ایل انرجی فنڈ:

31 دسمبر 2024 کو ختم ہونے والی ششماہی کے دوران فنڈ کی کل آمدنی اور خالص آمدنی بالترتیب 680.90 بلین روپے اور 658.08 بلین روپے رہی۔ 31 دسمبر 2024 تک فنڈ کی فی یونٹ خالص ایسیٹ ویلیو (NAV) 30.6747 روپے رہی، جو 30 جون 2024 کو 16.9821 روپے تھی، اس طرح اس فنڈ نے 80.63 فیصد منافع دیا۔ اسی دوران، ہینچ مارک KSE 30 انڈیکس کا منافع 50.21 فیصد رہا۔ 31 دسمبر 2024 تک فنڈ کا حجم بڑھ کر 2.34 بلین روپے ہو گیا، جو سال کے آغاز میں 0.57 بلین روپے تھا۔

ایچ بی ایل ملٹی ایسیٹ فنڈ

31 دسمبر 2024 کو ختم ہونے والی ششماہی کے دوران فنڈ کی کل آمدنی اور خالص آمدنی بالترتیب 54.72 بلین روپے اور 51.18 بلین روپے رہی۔ 31 دسمبر 2024 تک فنڈ کی فی یونٹ خالص ایسیٹ ویلیو (NAV) 190.9724 روپے رہی، جو 30 جون 2024 کو 138.4640 روپے تھی، اس طرح اس فنڈ نے 37.92 فیصد منافع دیا۔ اسی دوران، بینچ مارک انڈیکس (KSE100) اور 6 ماہ کے PKRV ریٹس کے اوسط یومیہ منافع) کا منافع 32.39 فیصد رہا۔ 31 دسمبر 2024 تک فنڈ کا حجم بڑھ کر 0.17 بلین روپے ہو گیا، جو سال کے آغاز میں 0.12 بلین روپے تھا۔

ایچ بی ایل گروتھ فنڈ:

2 جولائی 2018 سے، فنڈ کو منظور شدہ کنورژن پلان کے مطابق اوپن اینڈ ڈائیکویٹی فنڈ میں تبدیل کر دیا گیا ہے۔ یہ معاملہ فنڈ کے مالیاتی گوشواروں کے متعلقہ نوٹس میں مکمل طور پر ظاہر کیا گیا ہے۔

فنڈ کی مجموعی کارکردگی:

زیر جائزہ مدت کے دوران، مجموعی طور پر فنڈ کی کل آمدنی 1.36 بلین روپے اور خالص آمدنی 1.23 بلین روپے رہی۔ 31 دسمبر 2024 تک فنڈ کا مجموعی حجم 16.65 بلین روپے رہا۔

ہر کلاس کی کارکردگی کا جائزہ درج ذیل ہے:

ایچ بی ایل گروتھ فنڈ - کلاس ”اے“:

31 دسمبر 2024 کو ختم ہونے والی مدت کے دوران ایچ بی ایل گروتھ فنڈ - کلاس ”اے“ نے 367.49 بلین روپے کی کل آمدنی اور 287.29 بلین روپے کی خالص آمدنی حاصل کی۔ 31 دسمبر 2024 کو کلاس ”اے“ کی فی یونٹ خالص ایسیٹ ویلیو (NAV) 49.1506 روپے رہی، جو 30 جون 2024 کو 19.9485 روپے تھی، اس طرح 146.39 فیصد کا منافع حاصل ہوا۔ اس دوران KSE100 انڈیکس کا منافع 46.76 فیصد رہا۔ 31 دسمبر 2024 کو کلاس ”اے“ کا مجموعی حجم 13.93 بلین روپے رہا، جو سال کے آغاز میں 5.66 بلین روپے تھا۔

ایچ بی ایل گروتھ فنڈ - کلاس ”بی“

31 دسمبر 2024 کو ختم ہونے والی مدت کے دوران ایچ بی ایل گروتھ فنڈ - کلاس ”بی“ نے 992.77 ملین روپے کی کل آمدنی اور 943.04 ملین روپے کی خالص آمدنی حاصل کی۔ 31 دسمبر 2024 کو کلاس ”بی“ کی فی یونٹ خالص ایسیٹ ویلیو (NAV) 34.1053 روپے رہی، جو 30 جون 2024 کو 21.5925 روپے تھی، اس طرح 57.95 فیصد کا منافع حاصل ہوا۔ اس دوران KSE100 انڈیکس کا منافع 46.76 فیصد رہا۔ 31 دسمبر 2024 کو کلاس ”بی“ کا مجموعی حجم 2.72 بلین روپے رہا، جو سال کے آغاز میں 1.50 بلین روپے تھا۔

ایچ بی ایل انویسٹمنٹ فنڈ:

ایچ بی ایل انویسٹمنٹ فنڈ کو 2 جولائی 2018 سے اوپن اینڈ ڈائیکو بیٹنڈ میں تبدیل کر دیا گیا ہے، جیسا کہ منظور شدہ کنورژن پلان میں بیان کیا گیا ہے۔ یہ معاملہ فنڈ کے مالیاتی گوشواروں کے متعلقہ نوٹ میں مکمل طور پر ظاہر کیا گیا ہے۔

31 دسمبر 2024 کو ختم ہونے والی مدت کے دوران فنڈ نے 505.45 ملین روپے کی کل آمدنی اور 455.30 ملین روپے کی خالص آمدنی حاصل کی۔ فنڈ کا مجموعی حجم 31 دسمبر 2024 کو 6.04 بلین روپے تھا۔

ہر کلاس کی کارکردگی کا جائزہ درج ذیل ہے:

ایچ بی ایل انویسٹمنٹ فنڈ - کلاس ”اے“:

31 دسمبر 2024 کو ختم ہونے والی مدت کے دوران ایچ بی ایل انویسٹمنٹ فنڈ - کلاس ”اے“ نے 129.43 ملین روپے کی کل آمدنی اور 99.94 ملین روپے کی خالص آمدنی حاصل کی۔ 31 دسمبر 2024 کو کلاس ”اے“ کی فی یونٹ خالص ایسیٹ ویلیو (NAV) 17.7686 روپے رہی، جو 30 جون 2024 کو 7.1063 روپے تھی، اس طرح 150.04 فیصد کا شاندار منافع حاصل ہوا۔ اس دوران KSE100 انڈیکس کا منافع 46.76 فیصد رہا۔ 31 دسمبر 2024 کو کلاس ”اے“ کا مجموعی حجم 5.05 بلین روپے رہا، جو سال کے آغاز میں 2.02 بلین روپے تھا۔

ایچ بی ایل انویسٹمنٹ فنڈ - کلاس ”بی“:

31 دسمبر 2024 کو ختم ہونے والی مدت کے دوران ایچ بی ایل انویسٹمنٹ فنڈ - کلاس ”بی“ نے 376.02 ملین روپے کی کل آمدنی اور 355.36 ملین روپے کی خالص آمدنی حاصل کی۔ 31 دسمبر 2024 کو کلاس ”بی“ کی فی یونٹ خالص ایسیٹ ویلیو (NAV) 16.0130 روپے رہی، جو 30 جون 2024 کو 10.3650 روپے تھی، اس طرح 54.49 فیصد کا منافع حاصل ہوا۔ اس دوران KSE100 انڈیکس کا منافع 46.76 فیصد رہا۔ 31 دسمبر 2024 کو کلاس ”بی“ کا مجموعی حجم 0.99 بلین روپے رہا، جو سال کے آغاز میں 0.69 بلین روپے تھا۔

ایچ بی ایل فنانشل سیکٹراکٹ فنڈ:

ایچ بی ایل فنانشل سیکٹراکٹ فنڈ نے 5.25 بلین روپے کی کل آمدنی اور 4.79 بلین روپے کی خالص آمدنی حاصل کی۔ 31 دسمبر 2024 تک فنڈ کا مجموعی حجم 55.75 بلین روپے رہا۔ ہر پلان کی کارکردگی درج ذیل ہے:

ایچ بی ایل فنانشل سیکٹراکٹ فنڈ - پلان I:

31 دسمبر 2024 کو ختم ہونے والی مدت کے دوران ایچ بی ایل فنانشل سیکٹراکٹ فنڈ - پلان I نے 4.57 بلین روپے کی کل آمدنی اور 4.14 بلین روپے کی خالص آمدنی حاصل کی۔ 31 دسمبر 2024 کو فی یونٹ خالص ایسیٹ ویلیو (NAV) 111.3175 روپے رہی، جو 30

جون 2024 کو 102.0570 روپے تھی، اس طرح 23.07 فیصد سالانہ منافع حاصل ہوا۔ اسی دوران 6 ماہ کے KIBOR کا منافع 18.33 فیصد رہا۔ 31 دسمبر 2024 کو فنڈ کا مجموعی حجم 55.72 بلین روپے رہا، جو سال کے آغاز میں 50.71 بلین روپے تھا۔

ایچ بی ایل فنانشل سیکٹراکٹ فنڈ - پلان II:

ایچ بی ایل فنانشل سیکٹراکٹ فنڈ - پلان II نے 20 فروری 2024 کو اپنے آپریشنز کا آغاز کیا۔ 31 دسمبر 2024 کو ختم ہونے والی مدت کے دوران، فنڈ نے 675.40 ملین روپے کی کل آمدنی اور 646.47 ملین روپے کی خالص آمدنی حاصل کی۔ فی یونٹ خالص ایسیٹ ویلیو (NAV) 100.0000 روپے رہی، جس میں 9.3389 روپے فی یونٹ کا ڈیویڈنڈ شامل ہے، اس طرح 19.16 فیصد سالانہ منافع حاصل ہوا۔ اسی دوران بینچ مارک کا منافع 15.96 فیصد رہا۔ 31 دسمبر 2024 کو فنڈ کا مجموعی حجم 38.39 بلین روپے رہا۔

ایچ بی ایل محفوظ منافع فنڈ:

ایچ بی ایل محفوظ منافع فنڈ نے 18 مئی 2023 سے مختلف مدت کے لیے اپنی مختلف سرمایہ کاری اسکیمیں متعارف کرائی ہیں۔ 31 دسمبر 2024 تک، اس فنڈ کے تحت درج ذیل پلان موجود ہیں:

ایچ بی ایل محفوظ منافع فنڈ۔ پلان III:

31 دسمبر 2024 کو ختم ہونے والی مدت کے دوران، پلان III نے 122.89 ملین روپے کی کل آمدنی اور 116.33 ملین روپے کی خالص آمدنی حاصل کی۔ 31 دسمبر 2024 کو نی یونٹ خالص ایسیٹ ویلیو (NAV) 108.2694 روپے رہی، جس سے 17.44 فیصد سالانہ منافع حاصل ہوا، جبکہ اسی دوران ہینج مارک منافع 16.03 فیصد رہا۔ 31 دسمبر 2024 کو پلان کا مجموعی حجم 1.52 بلین روپے رہا۔

ایچ بی ایل محفوظ منافع فنڈ۔ پلان VI:

31 دسمبر 2024 کو ختم ہونے والی مدت کے دوران، پلان VI نے 130.46 ملین روپے کی کل آمدنی اور 125.35 ملین روپے کی خالص آمدنی حاصل کی۔ 31 دسمبر 2024 کو نی یونٹ خالص ایسیٹ ویلیو (NAV) 102.9356 روپے رہی، جس سے 14.10 فیصد سالانہ منافع حاصل ہوا، جبکہ اسی دوران ہینج مارک منافع 13.71 فیصد رہا۔ 31 دسمبر 2024 کو پلان کا مجموعی حجم 4.40 بلین روپے تھا۔

ایچ بی ایل محفوظ منافع فنڈ۔ پلان VII:

31 دسمبر 2024 کو ختم ہونے والی مدت کے دوران، پلان VII نے 29.22 ملین روپے کی کل آمدنی اور 27.34 ملین روپے کی خالص آمدنی حاصل کی۔ 31 دسمبر 2024 کو نی یونٹ خالص ایسیٹ ویلیو (NAV) 100.7813 روپے رہی، جس سے 11.40 فیصد سالانہ منافع حاصل ہوا، جبکہ اسی دوران ہینج مارک منافع 12.51 فیصد رہا۔ 31 دسمبر 2024 کو پلان کا مجموعی حجم 3.53 بلین روپے رہا۔

ایچ بی ایل ٹوٹل ٹریڈری ایکسیج ٹریڈ فنڈ:

31 دسمبر 2024 کو ختم ہونے والی مدت کے دوران، ایچ بی ایل ٹوٹل ٹریڈری ایکسیج ٹریڈ فنڈ نے 58.05 ملین روپے کی کل آمدنی اور 55.46 ملین روپے کی خالص آمدنی حاصل کی۔ 31 دسمبر 2024 کو نی یونٹ خالص ایسیٹ ویلیو (NAV) 112.8444 روپے رہی، جس سے 21.62 فیصد سالانہ منافع حاصل ہوا، جبکہ اسی دوران ہینج مارک منافع 11.47 فیصد رہا۔ 31 دسمبر 2024 کو فنڈ کا مجموعی حجم 564 ملین روپے رہا جو کہ سال کے آغاز میں 509 ملین روپے تھا۔

اظہار تشکر:

بورڈ اپنے معزز یونٹ ہولڈرز کا تہہ دل سے شکریہ ادا کرتا ہے جنہوں نے ہم پر اپنے اعتماد اور تعاون کا اظہار کیا۔ ہم سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، سینٹرل ڈپازٹری کمپنی آف پاکستان، ڈیجیٹل کسٹوڈین کمپنی لمیٹڈ بطور سٹیز، پاکستان اسٹاک ایکسچینج لمیٹڈ اور اسٹیٹ بینک آف پاکستان کے قیمتی تعاون اور رہنمائی کو قدر کی نگاہ سے دیکھتے ہیں۔

مزید برآں، بورڈ اپنی ٹیم کی انتھک محنت، لگن اور پیشہ ورانہ مہارت کو سراہتے ہوئے ان کے غیر معمولی کردار پر بھی ان کا شکریہ ادا کرتا ہے جو فنڈ کی کامیابی میں کلیدی حیثیت رکھتا ہے۔

از طرف بورڈ

ایچ بی ایل ایسیٹ مینجمنٹ لمیٹڈ

چیف ایگزیکٹو آفیسر

HBL

Income Fund

FUND INFORMATION

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 Faysal Bank Limited Allied Bank Limited JS Bank Limited Samba Bank Limited MCB Bank Limited Askari Bank Limited Zarai Taraqati Bank Limited Soneri Bank Limited Sindh Bank Limited Telenor Microfinance Bank Limited Meezan Bank Limited NRSP Microfinance Bank Limited Industrial & Commercial Bank of China Limited HBL MicroFinance Bank U Microfinance Bank Limited Mobilink MicroFinance Bank Khushhali MicroFinance Bank Finca MicroFinance Bank Bank Alfalah Limited Bank Islami Pakistan Limited Dubai Islamic Bank National Bank of Pakistan
Rating	A+(f) (VIS)



A.F. FERGUSON & Co.

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

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **HBL Income Fund** (the Fund) as at December 31, 2024 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2024. The Management Company (HBL Asset Management Company) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2024 and December 31, 2023 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2024.

Scope of Review

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

Conclusion

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



A.F. Ferguson & Co.

Chartered Accountants

Engagement Partner: **Noman Abbas Sheikh**

Dated: February 27, 2025

Karachi

UDIN: RR202410061yoLKbQD75

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■ KARACHI ■ LAHORE ■ ISLAMABAD

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

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TRUSTEE REPORT TO THE UNIT HOLDERS

HBL INCOME FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of HBL Income Fund (the Fund) are of the opinion that HBL Asset Management Company Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2024 in accordance with the provisions of the following:

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

Further, during an onsite inspection of the Management Company, the Securities and Exchange Commission of Pakistan (SECP) identified certain matters related to the charging and allocation of selling & marketing expenses and allocated expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units of HBL Income Fund to the entitled unit holders.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 28, 2025



HBL Income Fund
Condensed Interim Statement of Assets and Liabilities
As At December 31, 2024

		December 31, 2024 (Un-audited) ----- (Rupees in '000) -----	June 30, 2024 (Audited) -----
	Note		
ASSETS			
Bank balances	4	1,617,662	2,471,696
Investments	5	10,052,557	2,437,054
Receivable against margin trading system		44,906	6,453
Interest / profit accrued	6	67,737	124,832
Deposits, prepayment and other receivables	7	63,862	64,061
Total assets		<u>11,846,724</u>	<u>5,104,096</u>
LIABILITIES			
Payable to HBL Asset Management Limited - Management Company	8	31,371	13,860
Payable to Central Depository Company of Pakistan Limited - Trustee	9	2,965	1,411
Payable to the Securities and Exchange Commission of Pakistan	10	707	253
Unclaimed dividend		3,802	3,802
Payable against redemption of units		49,159	-
Accrued expenses and other liabilities	11	49,474	111,886
Total liabilities		<u>137,478</u>	<u>131,212</u>
NET ASSETS		<u>11,709,246</u>	<u>4,972,884</u>
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		<u>11,709,246</u>	<u>4,972,884</u>
CONTINGENCIES AND COMMITMENTS	12		
		----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		<u>94,032,317</u>	<u>43,883,513</u>
		----- (Rupees) -----	
NET ASSET VALUE PER UNIT		<u>124.5236</u>	<u>113.3201</u>

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

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 Half Year And Quarter Ended December 31, 2024

		Half year ended December 31,		Quarter ended December 31,	
		2024	2023	2024	2023
Note		(Rupees in '000)			
INCOME					
Interest / profit earned	13	555,030	224,833	333,181	113,507
Profit on savings accounts with banks		116,608	163,732	52,573	88,429
Mark-up on margin trading system		2,187	74,192	2,187	74,192
Other income		-	4,390	-	4,390
Gain on sale of investments - net		24,006	7,388	20,784	3,710
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.7	109,900	12,338	21,271	2,865
		133,906	19,726	42,055	6,575
Total income		807,731	486,873	429,996	287,093
EXPENSES					
Remuneration of HBL Asset Management Limited - Management Company	8.1 & 8.2	94,659	26,277	68,019	17,358
Allocation of expenses related to registrar services, accounting, operation and valuation services	8.3	3,486	12,960	-	9,013
Selling and marketing expenses	8.4	4,066	5,657	-	1,710
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1 & 9.2	3,578	1,745	2,390	1,076
Fees to the Securities and Exchange Commission of Pakistan	10.1	3,111	1,540	1,985	949
Settlement and bank charges		1,243	3,935	780	2,121
Securities transaction cost		72	207	72	207
Auditors' remuneration		509	373	363	256
Fee and subscription		716	196	716	63
Printing and stationery charges		21	76	21	76
Total expenses		111,461	52,966	74,346	32,829
Net income for the period before taxation		696,270	433,907	355,650	254,264
Taxation	15	-	-	-	-
Net income for the period after taxation		696,270	433,907	355,650	254,264
Earnings per unit	16				
Allocation of net income for the period					
Net income for the period after taxation		696,270	433,907		
Income already paid on units redeemed		(144,989)	(113,525)		
		551,281	320,382		
Accounting income available for distribution:					
- Relating to capital gains		106,022	14,637		
- Excluding capital gains		445,259	305,745		
		551,281	320,382		

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

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director
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HBL Income Fund
Condensed Interim Statement of Comprehensive Income (Un-Audited)
For The Half Year And Quarter Ended December 31, 2024

	Half year ended December 31,		Quarter ended, December 31,	
	2024	2023	2024	2023
	----- (Rupees in '000) -----			
Net income for the period after taxation	696,270	433,907	355,650	254,264
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	696,270	433,907	355,650	254,264

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

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director
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HBL Income Fund
Condensed Interim Statement Of Movement In Unit Holders' Fund
For The Half Year Ended December 31, 2024

	Half year ended December 31, 2024			Half year ended December 31, 2023		
	Capital value	Undistribut ed Income	Total	Capital value	Undistribut ed Income	Total
(Rupees in '000)						
Net assets at the beginning of the period (audited)	4,739,923	232,961	4,972,884	1,907,939	199,853	2,107,792
Issuance of 86,766,764 units (2023: 56,463,604 units)						
- Capital value (at net asset value per unit at the beginning of the period)	9,832,418	-	9,832,418	6,349,383	-	6,349,383
- Element of income	602,655	-	602,655	364,703	-	364,703
Total proceeds on issuance of units	10,435,073	-	10,435,073	6,714,086	-	6,714,086
Redemption of 36,617,960 units (2023: 35,227,987 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(4,149,551)	-	(4,149,551)	(3,961,419)	-	(3,961,419)
- Element of loss	(100,441)	(144,989)	(245,430)	(167,882)	(113,525)	(281,407)
Total payments on redemption of units	(4,249,992)	(144,989)	(4,394,981)	(4,129,301)	(113,525)	(4,242,826)
Total comprehensive income for the period	-	696,270	696,270	-	433,907	433,907
Net assets at the end of the period (un-audited)	10,925,004	784,242	11,709,246	4,492,724	520,235	5,012,959
Undistributed income brought forward comprising of:						
- Realised income		230,660			198,709	
- Unrealised income		2,301			1,144	
		232,961			199,853	
Accounting income available for distribution						
- Relating to capital gains		106,022			14,637	
- Excluding capital gains		445,259			305,745	
		551,281			320,382	
Undistributed income carried forward		784,242			520,235	
Undistributed income carried forward comprising of:						
- Realised income		674,342			507,897	
- Unrealised income		109,900			12,338	
		784,242			520,235	
		(Rupees)			(Rupees)	
Net asset value per unit at the beginning of the period		113.3201			112.4509	
Net asset value per unit at the end of the period		124.5236			125.3875	

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

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 Half Year Ended December 31, 2024

	Half year ended December 31,	
	2024	2023
Note	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	696,270	433,907
Adjustments for:		
Interest / profit earned	(555,030)	(224,833)
Profit on savings accounts with banks	(116,608)	(163,732)
Mark-up on margin trading system	(2,187)	(74,192)
Net unrealised appreciation on of investments classified as 'financial assets at fair value through profit or loss'	5.7 (109,900)	(12,338)
	(87,455)	(41,188)
(Increase) / decrease in assets		
Investments - net	(5,540,077)	(1,962,534)
Receivable against margin trading system	(38,453)	(181,133)
Deposits, prepayment and other receivables	199	(8,015)
	(5,578,331)	(2,151,682)
Increase / (decrease) in liabilities		
Payable to HBL Asset Management Limited - Management Company	17,511	9,113
Payable to Central Depository Company of Pakistan Limited - Trustee	1,554	713
Payable to the Securities and Exchange Commission of Pakistan	454	(195)
Accrued expenses and other liabilities	(62,412)	(35,435)
	(42,893)	(25,804)
	(5,708,679)	(2,218,674)
Interest / profit received on investments	594,803	131,832
Mark-up received on margin trading system	1,588	-
Profit received on savings accounts with banks	134,529	152,926
Net cash used in operating activities	(4,977,759)	(1,933,916)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	10,435,073	6,714,086
Payment against redemption and conversion of units	(4,345,822)	(4,242,826)
Net cash generated from financing activities	6,089,251	2,471,260
Net increase in cash and cash equivalents	1,111,492	537,344
Cash and cash equivalents at the beginning of the period	2,471,696	980,061
Cash and cash equivalents at the end of the period	4.2 3,583,188	1,517,405

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

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

HBL Income Fund

Notes to and Forming part of the Condensed Interim Financial Information (Un-Audited) For The Half Year Ended December 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** HBL Income 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 Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed under the Trust Act, 1882 on September 6, 2006 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on July 25, 2006. 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. Accordingly, on September 8, 2021, the above-mentioned Trust Deed has been registered under the Sindh Trust Act, 2020.
- 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 and has obtained the requisite license from the 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. The Management Company is the member of Mutual Funds Association of Pakistan (MUFAP).
- 1.3** The Fund is an open ended mutual fund categorised as 'Income 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 (PSX). The units of the Fund were initially offered for public subscription at par from March 15, 2007 to March 17, 2007.
- 1.4** The principal objective 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.
- 1.5** VIS Credit Rating Company Limited (VIS) has maintained the Management Quality Rating to AM-I dated December 31, 2024 (2023: AM-I dated December 29, 2023) and the outlook on the rating has been assigned as 'Stable' and the Fund stability rating of A+(f) dated January 2, 2024 (2023: A+(f) dated December 29, 2022). The rating reflects the Management Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.6** The title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

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

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

The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual financial statements of the Fund for the year ended June 30, 2024.

2.2 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at and for the half year ended December 31, 2024.

3 MATERIAL ACCOUNTING POLICY INFORMATION, SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGMENTS AND RISK MANAGEMENT

3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024.

3.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by the management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2024. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements as at and for the year ended June 30, 2024.

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

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

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

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2025. However, these are not considered to be relevant or will not have any material effect on the Fund's financial statements except for:

- The new standard - IFRS 18 Presentation and Disclosure in the Financial statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and
- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers with effective date of January 1, 2026. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
4 BANK BALANCES		----- (Rupees in '000) -----	
Savings accounts	4.1	<u>1,617,662</u>	<u>2,471,696</u>

- 4.1 These include balances of Rs. 7.320 million (June 30, 2024: Rs. 2,444.295 million) with Habib Bank Limited (a related party) that carries profit at the rate of 13.5% (June 30, 2024: 19% to 21.15%) and Rs. 30.755 million (June 30, 2024: Rs. 8.505 million) with HBL Microfinance Bank Limited (a related party) carrying profit at the rate of 12.50% (June 30, 2024: 20% to 22.50%). Other savings accounts of the Fund carry profit at the rates ranging from 12.5% to 13.50% (June 30, 2024: 19% to 21.50%) per annum.

	Note	December 31, 2024 (Un-audited) ----- (Rupees in '000) -----	December 31, 2023 (Un-audited)
4.2 Cash and cash equivalents			
Bank balances in saving accounts	4	1,617,662	1,287,405
Government securities - Market Treasury Bills	5.3	1,965,526	-
Letter of placements		-	230,000
		<u>3,583,188</u>	<u>1,517,405</u>
	Note	December 31, 2024 (Un-audited) ----- (Rupees in '000) -----	June 30, 2024 (Audited)
5 INVESTMENTS			
Financial assets at fair value through profit or loss			
Corporate sukuk certificates	5.1	131,233	638,748
Term finance certificates	5.2	521,134	546,034
Government securities - Market Treasury Bills	5.3	6,840,962	-
Government securities - Pakistan Investment Bonds	5.4	2,559,228	1,252,272
Letter of placements	5.5	-	-
		<u>10,052,557</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 period	Disposed of / matured during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised diminution	Percentage in relation to	
										Net assets of the Fund	Total market value of investment
-----Number of certificates-----						----- (Rupees in '000') -----					
Technology & communication											
TPL Trakker Limited (1st issue) (A+, PACRA, non-traded) (March 30, 2021) Face value: Rs. 277,778	3 month KIBOR plus base rate of 3%	March 30, 2026	47	-	-	47	13,308	13,233	(75)	0.11%	0.13%
Pakistan Telecommunication Company Limited (A+, VIS, non-traded) (June 19, 2024) Face value: Rs. 1,000,000	12.25%	June 19, 2025	-	118	-	118	118,000	118,000	-	1.01%	1.17%
Power generation & distribution											
Hub Power Holdings Limited (1st issue) (note 5.1.2) (AA+, PACRA, traded) (November 12, 2020) Face value: Rs. 75,000	6 month KIBOR plus base rate of 2.5%	November 12, 2025	250	-	250	-	-	-	-	-	-
Lucky Electric Power Company Limited (A1+, PACRA, non-traded) (March 26, 2024) Face value: Rs. 1,000,000	21.85%	September 26, 2024	451	-	451	-	-	-	-	-	-
Pharmaceutical											
OBS Pharma (Private) Limited (A1, VIS, non-traded) (February 29, 2024) Face value: Rs. 1,000,000	23.14%	August 29, 2024	150	-	150	-	-	-	-	-	-
Others											
New Allied Electronics Industries (Private) Limited * - sukuk (note 5.1.1) (December 3, 2007) Face value Rs. 1,250		December 3, 2012	9,000	-	-	9,000	-	-	-	-	-
Total as at December 31, 2024							131,308	131,233	(75)		
Total as at June 30, 2024							638,460	638,748	288		

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

5.1.1 This represents investment in privately placed Sukuk bonds of the investee company. This investment is non-performing and has been fully provided.

5.1.2 These having face value of Rs. 75,000 each and were issued on November 20, 2020 carrying interest at the rate of 6 month KIBOR plus 1.4%. The original maturities of these were on November 12, 2025, however were matured earlier during the period.

5.2 Term finance certificates

Name of Investee Company	Profit rate	Maturity date	As at July 1, 2024	Purchased during the period	Disposed of / matured during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealized diminution as at December 31, 2024	Percentage in relation to	
										Net assets of the Fund	Total market value of investment
			-----Number of certificates-----				----- (Rupees in '000') -----				
Technology & communication											
TPL Corporation Limited (3rd Issue) (AA-, PACRA, traded) (June 28, 2022) Face value: Rs. 83,333	3 month KIBOR plus base rate of 2.5%	June 28, 2027	1,000	-	-	1,000	80,058	73,333	(6,725)	0.63%	0.73%
Worldcall Telecom Limited* (note 5.2.1) (October 7, 2008)			23,750	-	-	23,750	-	-	-	-	-
Chemicals											
Agritech Limited* - TFC (note 5.2.2 & 5.2.3)			2,000	-	-	2,000	-	-	-	-	-
Agritech Limited* - TFC (4th Issue) (note 5.2.2)			430	-	-	430	-	-	-	-	-
Commercial banks											
Soneri Bank Limited (4th Issue) (A+, PACRA, non-traded) (December 26, 2022) Face Value: Rs. 99,920	6 month KIBOR plus base rate of 1.7%	December 23, 2032	1,000	-	-	1,000	99,051	99,051	-	0.85%	0.99%
Askari Bank Limited (AA, PACRA, non-traded) (March 17, 2020) Face Value: Rs. 1,000,000	3 month KIBOR plus base rate of 1.2%	March 17, 2030	250	-	-	250	248,750	248,750	-	2.12%	2.47%
Trust											
Kashf Foundation (1st issue) (AAA, PACRA, non-traded) (December 8, 2023) Face Value: Rs. 100,000	3 month KIBOR plus base rate of 1.5%	December 8, 2026	1,000	-	-	1,000	102,143	100,000	(2,143)	0.85%	0.99%
Others											
New Allied Electronics Industries (Private) Limited *- TFC (note 5.2.4) (May 15, 2007) Face Value: Rs 1,250		May 15, 2011	9,000	-	-	9,000	-	-	-	-	-
Total as at December 31, 2024							530,002	521,134	(8,868)		
Total as at June 30, 2024							539,499	546,034	6,535		

* 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. These investments are non-performing and have been fully provided.

5.2.1 World call Telecom Limited Term finance certificates were classified by MUFAP as non-performing on November 8, 2012 after default of installment 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 Rs. 10.440 million has been received leaving an outstanding balance as at December 31, 2024 of Rs. 23.750 million, which is fully provided.

5.2.2 The Term finance certificates held by the Fund are 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 (June 30, 2024: Rs. 1.998 million) became due for payment on these Term finance certificates, have been fully provided and is reflected in note 7.

5.2.4 This represent investment in privately placed Term finance certificates of the investee company. This investment has been fully provided.

5.3 Government securities - Market Treasury Bills

Particulars	Issue Date	Face Value (Rupees in '000)				(Rupees in '000)			Percentage in relation to	
		As at July 1, 2024	Purchased during the period	Disposed of / matured during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised appreciation / (diminution) as at December	Net assets of the Fund	Total market value of investment
Market Treasury Bills - 3 - months										
Market Treasury Bills	June 13, 2024	-	100,000	100,000	-	-	-	-	-	-
Market Treasury Bills	June 13, 2024	-	100,000	100,000	-	-	-	-	-	-
Market Treasury Bills	July 11, 2024	-	200,000	200,000	-	-	-	-	-	-
Market Treasury Bills	July 25, 2024	-	250,000	250,000	-	-	-	-	-	-
Market Treasury Bills	October 31, 2024	-	500,000	-	500,000	495,950	496,336	385	4.24%	4.94%
Market Treasury Bills	November 28, 2024	-	500,000	-	500,000	491,396	491,885	489	4.20%	4.89%
Market Treasury Bills	December 12, 2024	-	500,000	-	500,000	489,910	489,725	(186)	4.18%	4.87%
Market Treasury Bills	December 26, 2024	-	500,000	-	500,000	487,673	487,580	(93)	4.16%	4.85%
Market Treasury Bills - 6 - months										
Market Treasury Bills	May 16, 2024	-	1,500,000	1,500,000	-	-	-	-	-	-
Market Treasury Bills	July 11, 2024	-	250,000	250,000	-	-	-	-	-	-
Market Treasury Bills	July 25, 2024	-	250,000	250,000	-	-	-	-	-	-
Market Treasury Bills	September 5, 2024	-	550,000	550,000	-	-	-	-	-	-
Market Treasury Bills	September 5, 2024	-	200,000	200,000	-	-	-	-	-	-
Market Treasury Bills	September 5, 2024	-	500,000	500,000	-	-	-	-	-	-
Market Treasury Bills	October 3, 2024	-	500,000	500,000	-	-	-	-	-	-
Market Treasury Bills	November 28, 2024	-	500,000	500,000	-	-	-	-	-	-
Market Treasury Bills - 1 - Year										
Market Treasury Bills	September 7, 2023	-	125,000	125,000	-	-	-	-	-	-
Market Treasury Bills	September 7, 2023	-	340,000	340,000	-	-	-	-	-	-
Market Treasury Bills	September 7, 2023	-	1,000,000	1,000,000	-	-	-	-	-	-
Market Treasury Bills	October 19, 2023	-	700,000	700,000	-	-	-	-	-	-
Market Treasury Bills	October 19, 2023	-	500,000	500,000	-	-	-	-	-	-
Market Treasury Bills	October 19, 2023	-	400,000	400,000	-	-	-	-	-	-
Market Treasury Bills	October 19, 2023	-	500,000	500,000	-	-	-	-	-	-
Market Treasury Bills	October 19, 2023	-	350,000	350,000	-	-	-	-	-	-
Market Treasury Bills	October 19, 2023	-	150,000	150,000	-	-	-	-	-	-
Market Treasury Bills	October 19, 2023	-	520,000	520,000	-	-	-	-	-	-
Market Treasury Bills	November 16, 2023	-	18,000	18,000	-	-	-	-	-	-
Market Treasury Bills	November 30, 2023	-	1,000,000	1,000,000	-	-	-	-	-	-
Market Treasury Bills	December 28, 2023	-	500,000	500,000	-	-	-	-	-	-
Market Treasury Bills	May 16, 2024	-	34,000	34,000	-	-	-	-	-	-
Market Treasury Bills	May 16, 2024	-	66,000	66,000	-	-	-	-	-	-
Market Treasury Bills	July 11, 2024	-	50,000	-	50,000	45,949	47,078	1,129	0.40%	0.47%
Market Treasury Bills	July 11, 2024	-	200,000	200,000	-	-	-	-	-	-
Market Treasury Bills	July 24, 2024	-	250,000	-	250,000	228,691	234,344	5,653	2.00%	2.33%
Market Treasury Bills	August 22, 2024	-	250,000	-	250,000	227,061	232,262	5,200	1.98%	2.31%
Market Treasury Bills	August 22, 2024	-	1,000,000	-	1,000,000	921,446	929,046	7,600	7.93%	9.24%
Market Treasury Bills	August 22, 2024	-	2,500	-	2,500	2,304	2,323	19	0.02%	0.02%
Market Treasury Bills	September 5, 2024	-	500,000	-	500,000	451,442	462,453	11,011	3.95%	4.60%
Market Treasury Bills	September 5, 2024	-	6,000	-	6,000	5,507	5,549	43	0.05%	0.06%
Market Treasury Bills	October 3, 2024	-	500,000	-	500,000	455,348	458,368	3,020	3.91%	4.56%
Market Treasury Bills	October 3, 2024	-	200,000	-	200,000	182,064	183,347	1,283	1.57%	1.82%
Market Treasury Bills	October 3, 2024	-	500,000	-	500,000	455,014	458,368	3,354	3.91%	4.56%
Market Treasury Bills	October 3, 2024	-	500,000	-	500,000	454,869	458,368	3,499	3.91%	4.56%
Market Treasury Bills	October 17, 2024	-	500,000	-	500,000	452,628	456,436	3,808	3.90%	4.54%
Market Treasury Bills	October 31, 2024	-	500,000	-	500,000	452,604	454,521	1,917	3.88%	4.52%
Market Treasury Bills	November 28, 2024	-	500,000	500,000	-	-	-	-	-	-
Market Treasury Bills	December 12, 2024	-	350,000	-	350,000	314,711	314,214	(498)	2.68%	3.13%
Market Treasury Bills	December 26, 2024	-	200,000	-	200,000	178,622	178,759	137	1.53%	1.78%
Total as at December 31, 2024						6,793,189	6,840,962	47,770		
Total as at June 30, 2024						-	-	-		

5.3.1 These will mature latest by December 26, 2025 and carry effective yield rate ranging from 11.66% to 18.42% per annum.

5.4 Government securities - Pakistan Investment Bonds

Issue Date	Tenor	Face value (Rupees in '000)				(Rupees in '000)			Percentage in relation to	
		As at July 1, 2024	Purchased during the period	Disposed of / matured during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealized appreciation as at December 31, 2024	Net assets of the Fund	Total market value of investment
October 19, 2023	3 years	350,000	-	-	350,000	344,744	345,695	951	2.95%	3.44%
February 15, 2024	3 years	500,000	-	-	500,000	477,675	515,144	37,469	4.40%	5.12%
September 20, 2024	3 years	-	15,000,000	-	15,000,000	1,223,693	1,239,314	15,621	10.58%	12.33%
October 13, 2022	5 years	200,000	-	-	200,000	175,469	191,500	16,031	1.64%	1.90%
April 18, 2024	5 years	275,000	-	-	275,000	266,577	267,575	998	2.29%	2.66%
Total as at December 31, 2024						2,488,158	2,559,228	71,070		
Total as at June 30, 2024						1,256,794	1,252,272	(4,522)		

5.4.1 The Pakistan Investment Bonds carry yield ranging from 12.31% to 22.48% (June 30, 2024: 15.90% to 23.49%) per annum and have maturities upto October 19, 2028.

5.4.2 This includes zero rated Pakistan Investment Bond pledged with the National Clearing Company of Pakistan Limited (NCCPL) in accordance with the Circular no.11 of 2007 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan. The bond has a face value of Rs. 50 million and market value of Rs. 41.310 million as at December 31, 2024.

5.5 Letter of placements

Name of the investee	Issue date	Rating	Interest rate	As at July 1, 2024	Purchased during the period	Matured during the period	Carrying value as at June 30, 2024	Market value as at June 30, 2024	Percentage in relation to	
				(Rupees in '000)					Net assets of the Fund	Total market value of investment
Pak Kuwait Investment Company Limited	October 1, 2024	(A1+, PACRA)	17.20%	-	700,000	700,000	-	-	-	-
Pak Libya Holding Company (Private) Limited	September 8, 2024	(A1+, PACRA)	18.40%	-	300,000	300,000	-	-	-	-
Pak Kuwait Investment Company Limited	October 2, 2024	(A1+, PACRA)	17.20%	-	700,330	700,330	-	-	-	-
Total as at December 31, 2024				-	1,700,330	1,700,330	-	-		
Total as at June 30, 2024				-	-	-	-	-		

5.6 Details of non-compliant investments

The SECP, vide its circular no. 16 dated July 7, 2010, has prescribed certain disclosures for non-compliances, either with the minimum investment criteria specified for the category assigned to the Collective Investment Schemes or with the investment requirements of its constitutive document.

Name of non-compliant investment	Note	Type of investment	Value of investment before provision	Provision held	Value of investment after provision	Percentage in relation to	
						Net assets of the Fund	Total market value of investment
----- (Rupees) -----							
New Allied Electronics Industries (Private) Limited	5.1.1	Sukuk	44,149	44,149	-	-	-
Worldcall Telecom Limited	5.2.1	TFC	37,330	37,330	-	-	-
Agritech Limited	5.2.2 & 5.2.3	TFC	9,992	9,992	-	-	-
New Allied Electronics Industries (Private) Limited	5.2.4	TFC	19,025	19,025	-	-	-
			110,496	110,496	-		

5.7 Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
(Rupees in '000)			
Market value of investments	5.1, 5.2, 5.3, 5.4 & 5.5	10,052,557	2,437,054
Less: carrying value of investments	5.1, 5.2, 5.3, 5.4 & 5.5	(9,942,657)	(2,434,753)
		109,900	2,301

6 INTEREST / PROFIT ACCRUED

Interest / profit accrued on:

Bank balances	6,929	24,850
Debt securities - Term finance certificates and corporate sukuk certificates	1,893	42,378
Government securities - Pakistan Investment Bonds	58,314	57,602
Margin trading system	601	2
	67,737	124,832

7 DEPOSITS, PREPAYMENT AND OTHER RECEIVABLES

Security deposits:

- National Clearing Company of Pakistan Limited		38,169	38,169
- Central Depository Company of Pakistan Limited		100	100
		<u>38,269</u>	<u>38,269</u>

Receivable against investments in Term finance certificates	5.2.3	1,998	1,998
Advance tax	7.1	25,212	25,212
Prepaid expenses		381	580
		<u>65,860</u>	<u>66,059</u>
Less: Provision against overdue instalments of Term finance certificates	5.2.3	(1,998)	(1,998)
		<u>63,862</u>	<u>64,061</u>

7.1 The status of advance tax is same as disclosed in the financial statement for the year ended June 30, 2024.

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
8 PAYABLE TO HBL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY		----- (Rupees in '000) -----	
Remuneration payable	8.1	22,103	5,079
Sindh Sales Tax payable on remuneration of the Management Company	8.2	3,315	660
Allocated expenses payable related to registrar services, accounting, operation and valuation services	8.3	-	-
Selling and marketing expenses payable	8.4	2,243	7,906
Sales load payable		3,226	215
Sindh Sales Tax payable sales load	8.5	484	-
		<u>31,371</u>	<u>13,860</u>

8.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the Total Expense Ratio Limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at the rates ranging from 1.15% to 2.15% (December 31, 2023: 1% to 1.35%) per annum of the daily net assets during the period ended December 31, 2024. The remuneration is payable to the Management Company monthly in arrears.

The maximum rate of management fee as disclosed in the offering document has been enhanced from 2% to 2.3% during the period.

8.2 The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 15% (December 31, 2023: 13%) on the remuneration of the Management Company through Sindh Sales Tax on Services Act, 2011.

8.3 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 ranging from 0% to 0.30% (December 31, 2023: 0.5% to 0.85%) per annum of the daily net assets during the period ended December 31, 2024.

8.4 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 ranging from 0% to 0.35% (December 31, 2023: 0% to 0.5%) per annum of the daily net assets during the period ended December 31, 2024 while keeping in view the overall return and Total Expense Ratio Limit of the Fund as defined under the NBFC Regulations.

8.5 The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 15% (December 31, 2023: 13%) on the remuneration of the Management Company through Sindh Sales Tax on Services Act, 2011.

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		----- (Rupees in '000) -----	
9	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE		
	Trustee fee payable	9.1	720
	Sindh Sales Tax payable on remuneration of the Trustee	9.2	108
	CDC charges payable		2,137
			2,965
			1,411
9.1	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% (December 31, 2023: 0.075%) per annum of the daily net assets of the Fund. The remuneration is paid to the Trustee monthly in arrears.		
9.2	The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 15% (June 30, 2024: 13%) on the remuneration of the Trustee through Sindh Sales Tax on Services Act, 2011.		
	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		----- (Rupees in '000) -----	
10	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN		
	Fee payable	10.1	707
10.1	In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP). Accordingly, the Fund has charged the SECP fee at the rate of 0.075% (December 31, 2023: 0.075%) per annum of the daily net assets during the period.		
	Further, the Fund is required to pay the SECP fee within fifteen days of the close of every calendar month.		
	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		----- (Rupees in '000) -----	
11	ACCRUED EXPENSES AND OTHER LIABILITIES		
	Provision for federal excise duty	11.1	27,578
	Capital gain tax payable		13,863
	Withholding tax payable		1,031
	Auditors' remuneration payable		344
	Securities transaction cost payable		1,741
	Zakat payable		440
	Other payables		4,477
			49,474
			111,886

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

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

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

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company 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 condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been made, the NAV per unit of the Fund would have been higher by Re. 0.293 (June 30, 2024: Re. 0.628).

12 CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments outstanding as at December 31, 2024 and June 30, 2024.

	Half year ended December 31,		Quarter ended December 31,	
	2024	2023	2024	2023
13 INTEREST / PROFIT EARNED	----- (Rupees in '000) -----			
Interest / profit earned on:				
Government securities - Pakistan Investment Bonds	146,889	78,355	66,010	59,057
Corporate sukuk certificates and term finance certificates	88,605	57,196	28,272	21,884
Letter of placements	8,827	24,993	8,827	-
Government securities - GOP Ijarah Sukuks	-	30,309	-	-
Government securities - Market Treasury Bills	310,709	33,980	230,072	32,566
	<u>555,030</u>	<u>224,833</u>	<u>333,181</u>	<u>113,507</u>

14 TOTAL EXPENSE RATIO

The Annualised Total Expense Ratio (TER) of the Fund as at December 31, 2024 is 2.69% (December 31, 2023: 2.58%) which includes 0.41% (December 31, 2023: 0.23%) representing government levies on the Fund such as Sales Taxes, 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'.

15 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 intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2025 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements during the period.

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

16 EARNINGS PER UNIT

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

17 TRANSACTIONS AND BALANCES 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.

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 transactions with connected persons during the period and balances with them at period / year end, if not disclosed elsewhere in the condensed interim financial statements are as follows:

17.1 Transactions during the period

	(Un-audited) Half year ended December 31,	
	2024	2023
	----- (Rupees in '000) -----	
HBL Asset Management Limited - Management Company		
Remuneration of the Management Company including Sales Tax thereon	94,659	26,277
Allocation of expenses related to registrar services, accounting, operation and valuation services	3,486	12,960
Selling and marketing expenses	4,066	5,657
Issuance of 423,948 units (December 31, 2023: Nil units)	50,000	-
Amount received for issuance of units	2,930	-

	(Un-audited) Half year ended December 31,	
	2024	2023
	----- (Rupees in '000) -----	
Habib Bank Limited - Sponsor		
Bank charges paid	344	122
Profit earned on bank deposits	34,337	7,631
Purchase of Market Treasury Bills	1,195,090	-
Sale of Market Treasury Bills	1,244,880	996,117
HBL Microfinance Bank - Associated undertaking		
Purchase of Market Treasury Bills	183,470	-
MCBFSL Trustee HBL Financial Planning Fund Conservative Allocation Plan - CIS Managed by the Management Company		
Redemption of Nil units (December 31, 2023: 247,838 units)	-	30,270
CDC Trustee HBL Islamic Income Fund - under common management		
Sale of GoP Ijarah sukuk certificate	-	246,172
CDC Trustee HBL Cash Fund - under common management		
Sale of Market Treasury Bills	713,082	-
CDC Trustee HBL Government Securities Fund - under common management		
Purchase of Market Treasury Bills	10,988	-
Sale of Market Treasury Bills	192,243	-
CDC Trustee HBL Multi Asset Fund - under common management		
Purchase of Market Treasury Bills	5,362	-
CDC Trustee HBL Total Treasury Exchange Traded Fund - under common management		
Purchase of Market Treasury Bills	260,171	-
Central Depository Company of Pakistan Limited - Trustee		
Trustee's remuneration including Sales Tax thereon	3,578	1,745
CDC charges	736	736
Transactions during the period		
	(Un-audited) Half year ended December 31,	
	2024	2023
	----- (Rupees in '000) -----	
Colgate-Palmolive (Pakistan) Limited		
Fund - Connected person - due to holding more than 10% units		
Issuance of 4,184,294 units (2023: Nil units)	500,000	-
DG Islamabad		
Issuance of 25,224,693 units (2023: Nil units)	3,000,000	-
Redemption of 937,707 units (2023: Nil units)	114,474	-
Directors and Executives of the Management Company and their relatives		
Issuance of Nil units (December 31, 2023: 22,039)	-	2,661
Redemption of 132,549 units (December 31, 2023: 42,499 units)	243	5,172

17.2 Balances outstanding as at period / year end

	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
	----- (Rupees in '000) -----	
HBL Asset Management Limited - Management Company		
Remuneration payable to the Management Company including Sales Tax thereon	25,418	5,739
Selling and marketing expenses payable	2,243	7,906
Sales load payable	3,226	215
Sindh Sales Tax payable sales load	484	-
Outstanding 423,948 units (June 30, 2024: Nil units)	52,792	-
Habib Bank Limited - Sponsor		
Bank balance	7,320	2,444,295
Profit accrued on bank balance	2,795	7,501
HBL Microfinance Bank - Associated undertaking		
Bank balances	30,755	8,505
Profit accrued on bank balance	189	6,131
Colgate-Palmolive (Pakistan) Limited		
Fund - Connected person - due to holding more than 10% units		
Outstanding 12,995,783 units (June 30, 2024: 8,811,489 units)	1,618,282	998,519
DG Islamabad		
Fund - Connected person - due to holding more than 10% units		
Outstanding 24,286,986 units (June 30, 2024: Nil units)	3,024,303	-
Directors and Executives of the Management Company and their relatives		
Outstanding units 2,230 (June 30, 2024: 134,779 units)	243	15,024
Jaffer Brothers (Private) Limited And Associated Companies Staff Provident Fund		
Connected person - due to holding more than 10% units		
Outstanding 567,933 units (June 30, 2024: 567,933 units)	70,721	64,358
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee including Sales Tax thereon	828	287
Security deposit	100	100
CDC charges payable	2,137	1,124

18 FAIR VALUE MEASUREMENT

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

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

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

Fair value hierarchy

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

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

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

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

As at December 31, 2024 and June 30, 2024, the Fund held the following financial instruments measured at fair value:

<div>(Un-audited)</div>					
<div>As at December 31, 2024</div>					
Level 1		Level 2		Level 3	Total
<div>(Rupees in '000)</div>					
ASSETS					
Financial assets at fair value through profit or loss					
- Corporate sukuk certificates	-	131,233	-		131,233
- Term finance certificates	-	521,134	-		521,134
- Government securities - Market Treasury Bills	-	6,840,962	-		6,840,962
- Government securities - Pakistan Investment Bonds	-	2,559,228	-		2,559,228
	-	10,052,557	-		10,052,557

<div>(Audited)</div>					
<div>As at June 30, 2024</div>					
Level 1		Level 2		Level 3	Total
<div>(Rupees in '000)</div>					
ASSETS					
Financial assets at fair value through profit or loss					
- Corporate sukuk certificates	-	638,748	-		638,748
- Term finance certificates	-	546,034	-		546,034
- Government securities - Pakistan Investment Bonds	-	1,252,272	-		1,252,272
	-	2,437,054	-		2,437,054

19 GENERAL

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

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

19.3 Units have been rounded off to the nearest decimal place.

20 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements are authorised for issue by the Board of Directors of the Management Company on February 18, 2025.

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

Chief Financial Officer

Chief Executive Officer

Director

HBL

Government Securities Fund

FUND INFORMATION

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 Habib Metropolitan Bank Limited Bank Al-Falah Limited Allied Bank Limited JS Bank Limited Samba Bank Limited MCB Bank Limited Zarai Taraqati Bank Limited Soneri Bank Limited Sindh Bank Limited Dubai Islamic Bank Faysal Bank Limited HBL MicroFinance Bank Khushhali MicroFinance Bank Mobilink MicroFinance Bank National Bank of Pakistan U MicroFinance Bank

INDEPENDENT AUDITOR'S REVIEW REPORT

To the unit holders of HBL Government Securities Fund

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **HBL Government Securities Fund** (the "Fund") as at December 31, 2024, and the related condensed interim income statement, the condensed interim statement of other comprehensive income, the condensed interim statement of movement in unit holders' fund and the condensed interim statement of cash flows and notes to the condensed interim financial information (here-in-after referred to as the 'condensed interim financial information') for the half year then ended. The management of HBL Asset Management Limited (the Management Company) is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as at and for the half year ended December 31, 2024 is not prepared, in all material respects, in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

The figures of the condensed interim income statement and the condensed interim statement of other comprehensive income for the quarters ended December 31, 2024 and December 31, 2023 have not been reviewed, as we are only required to review the cumulative figures for the half year ended December 31, 2024.

The engagement partner on the engagement resulting in this independent auditor's review report is **Hena Sadiq**.



Yousuf Adil
Chartered Accountants

Place: Karachi

Date: February 27, 2025

UDIN: RR202410057qQgl3yUSp

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:

CDC House, 99-B, Block 'B'
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Karachi - 74400, Pakistan.
Tel: (92-21) 111-111-500
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TRUSTEE REPORT TO THE UNIT HOLDERS

HBL GOVERNMENT SECURITIES FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of HBL Government Securities Fund (the Fund) are of the opinion that HBL Asset Management Limited, being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2024 in accordance with the provisions of the following:

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

Further, during an onsite inspection of the Management Company, the Securities and Exchange Commission of Pakistan (SECP) identified certain matters related to the charging and allocation of selling & marketing expenses and allocated expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units of HBL Government Securities Fund to the entitled unit holders.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 28, 2025



HBL Government Securities Fund
Condensed Interim Statement Of Assets And Liabilities (Unaudited)
AS AT DECEMBER 31, 2024

		December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
	Note	------(Rupees in '000)-----	
ASSETS			
Bank balances	4	671,358	305,886
Investments	5	16,796,116	1,707,589
Profit / mark-up receivable		93,735	106,827
Advances, deposits, prepayments and other receivables		2,144	2,278
Total assets		17,563,353	2,122,580
LIABILITIES			
Payable to the Management Company	6	34,329	4,872
Payable to the Trustee		825	118
Payable to Securities and Exchange Commission of Pakistan	7	1,093	142
Payable against redemption of units		252,740	-
Payable against conversion of units		1,010	-
Accrued expenses and other liabilities	8	34,818	57,460
Total liabilities		324,815	62,592
NET ASSETS		17,238,538	2,059,988
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		17,238,538	2,059,988
CONTINGENCIES AND COMMITMENTS			
	9	------(Number of units)-----	
NUMBER OF UNITS IN ISSUE		134,698,879	18,158,584
		------(Rupees)-----	
NET ASSETS VALUE PER UNIT		127.9783	113.4443

The annexed notes from 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 Government Securities Fund
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024

	Half year ended December 31,		Quarter ended December 31,	
	2024	2023	2024	2023
Note	----- (Rupees in '000) -----			
INCOME				
Capital gain on sale of investments - net	61,569	15,205	61,118	14,340
Income from government securities	623,511	213,741	458,423	172,910
Income from term finance certificates and sukuks	5,611	4,233	-	1,785
Mark-up on bank deposits	86,272	83,934	61,433	61,165
Unrealised gain / (loss) on re-measurement of investments at 'fair value through profit or loss' - net	241,750	2,613	9,691	(8,050)
	1,018,713	319,726	590,665	242,150
EXPENSES				
Remuneration of the Management Company	77,353	13,131	59,015	10,901
Sindh Sales Tax on remuneration of the Management Company	11,603	1,707	9,472	1,417
Allocated expenses	427	3,947	-	3,439
Sindh Sales Tax on allocated expenses	64	-	-	-
Selling and marketing expense	1,092	1,218	-	710
Remuneration of the Trustee	2,902	787	2,336	627
Sindh Sales Tax on remuneration of the Trustee	435	102	304	82
Securities and Exchange Commission of Pakistan fee	3,472	1,070	2,634	852
Auditors' remuneration	316	258	187	129
Fees and subscription	166	167	83	85
Securities transaction and settlement costs	469	336	287	221
Printing charges	-	26	-	26
Bank charges	109	269	-	131
	98,408	23,018	74,318	18,620
Net income for the period from operating activities	920,305	296,708	516,347	223,530
Taxation	10	-	-	-
Net income for the period after taxation	920,305	296,708	516,347	223,530
Allocation of net income for the period				
Net income for the period after taxation	920,305	296,708		
Income already paid on redemption of units	(436,326)	(121,874)		
	483,979	174,834		
Accounting income available for distribution:				
Relating to capital gains	159,512	8,978		
Excluding capital gains	324,467	165,856		
	483,979	174,834		
Earnings per unit				

The annexed notes from 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 Government Securities Fund**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)****FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024**

	Half year ended December 31,		Quarter ended December 31,	
	2024	2023	2024	2023
	------(Rupees in '000)-----			
Net income for the period after taxation	920,305	296,708	516,347	223,530
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	920,305	296,708	516,347	223,530

The annexed notes from 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 Government Securities Fund

Condensed Interim Statement Of Movement In Unit Holders' Fund

FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Half year ended December 31,					
	2024			2023		
	Capital Value	Undistributed Income	Total	Capital Value	Undistributed Income	Total
	(Rupees in '000)					
Net assets at beginning of the period	1,858,505	201,483	2,059,988	579,224	197,219	776,443
Issuance of units 273,311,896 (2023: 59,331,919 units)						
- Capital value (at net asset value per unit at the beginning of the period)	31,005,677	-	31,005,677	6,701,327	-	6,701,327
- Element of income	2,745,674	-	2,745,674	434,343	-	434,343
	33,751,351	-	33,751,351	7,135,670	-	7,135,670
Redemption of units 156,771,601 (2023: 34,919,060 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(17,784,845)	-	(17,784,845)	(3,943,982)	-	(3,943,982)
- Element of income	(1,271,935)	(436,326)	(1,708,261)	(207,875)	(121,874)	(329,749)
	(19,056,780)	(436,326)	(19,493,106)	(4,151,857)	(121,874)	(4,273,731)
Total comprehensive income for the period	-	920,305	920,305	-	296,708	296,708
Net assets at end of the period	16,553,076	685,462	17,238,538	3,563,037	372,053	3,935,090
Undistributed income brought forward						
- Realised	195,641			196,858		
- Unrealised	5,842			361		
	201,483			197,219		
Accounting income available for distribution						
- Relating to capital gains	159,512			8,978		
- Excluding capital gains	324,467			165,856		
	483,979			174,834		
	685,462			372,053		
Undistributed income carried forward						
- Realised	443,712			369,440		
- Unrealised	241,750			2,613		
	685,462			372,053		
	(Rupees)			(Rupees)		
Net assets value per unit at beginning of the period	113.4443			112.9464		
Net assets value per unit at end of the period	127.9783			125.7728		

The annexed notes from 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 Government Securities Fund
Condensed Interim Cash Flow Statement (Unaudited)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

		Half year ended December 31,	
		2024	2023
	Note	------(Rupees in '000)-----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		920,305	296,708
Adjustments for non-cash and other items:			
Capital gain on sale of investments - net		(61,569)	(15,205)
Mark-up on bank deposits		(86,272)	(83,934)
Income from government securities		(623,511)	(213,741)
Income from term finance certificates and sukuk		(5,611)	(4,233)
Unrealised gain on re-measurement of investments at 'fair value through profit or loss' - net		(241,750)	(2,613)
		(98,408)	(23,018)
(Increase) / decrease in assets			
Investments - net		(13,799,147)	(2,892,861)
Advances, deposits, prepayments and other receivables		134	(376)
		(13,799,013)	(2,893,237)
Increase / (decrease) in liabilities			
Payable to the Management Company		29,457	6,188
Payable to the Trustee		707	192
Payable to the Securities and Exchange Commission of Pakistan		951	170
Payable against redemption of units		252,740	-
Payable against conversion of units		1,010	-
Accrued expenses and other liabilities		(22,642)	6,355
		262,223	12,905
Cash (used in) operations		(13,635,198)	(2,903,350)
Income received from government securities		619,145	62,039
Income received from term finance certificates and sukuk		17,404	5,225
Mark-up received on bank deposits		91,937	83,518
		728,486	150,782
Net cash (used in) operating activities		(12,906,712)	(2,752,568)
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts from issue of units		33,751,351	7,135,670
Payment against redemption of units		(19,493,106)	(4,273,731)
Net cash generated from financing activities		14,258,245	2,861,939
Net increase in cash and cash equivalents during the period		1,351,533	109,371
Cash and cash equivalents at the beginning of the period		305,886	138,067
Cash and cash equivalents at end of the period	11	1,657,419	247,438

The annexed notes from 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 Government Securities Fund

Notes to the Condensed Interim Financial Information (Unaudited)

FOR THE HALF YEAR ENDED DECEMBER 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** HBL Government Securities 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.
- 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 (The NBFC Rules) and has obtained the requisite license from the 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.
- 1.3** 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.
- 1.4** The Fund has been categorised as a sovereign income scheme as per the criteria laid down by the SECP for categorisation of open-end Collective Investment Schemes (CISs).
- 1.5** 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.
- 1.6** VIS Credit Rating Company has assigned a management quality rating of 'AM1 (Stable Outlook)' to the HBL Asset Management Company Limited and assigned stability rating of AA- to the Fund as at December 31, 2024 and January 02, 2024, respectively.
- 1.7** Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

- 2.1.1** This condensed interim financial information of the Fund 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 Standard Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with Part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations), and requirement of the Trust Deed.

Where the provisions of and directives issued under the Companies Act, 2017, Part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations, differ from the IFRS, the provisions of and directives issued under the Companies Act, 2017, Part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations, the directives issued by the SECP and the requirements of the Trust Deed have been followed.

- 2.1.2** This condensed interim financial information does not include all the information and disclosures required in a full set of audited financial statements and should be read in conjunction with the annual audited financial statements of the Fund for the year ended June 30, 2024.

2.1.3 This condensed interim financial information is unaudited and has been reviewed by the auditors. Further, the figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2024 and December 31, 2023 have not been reviewed.

2.1.4 In compliance with Schedule V of the NBFC Regulations, the Board of Directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2024.

3 SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

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.

3.2 The preparation of this condensed interim financial information in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and 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 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 did not 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 financial statements of the Fund for the year ended June 30, 2024.

		December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
4	BANK BALANCES	Note -----(Rupees in '000)-----	
	Savings accounts	4.1 <u>671,358</u>	<u>305,886</u>

4.1 These bank accounts carry mark-up at rates ranging between 12.5% to 13.5% (June 30, 2024: 19.4% to 21.2%) per annum. This includes an amount held with related parties, Habib Bank Limited amounting to Rs. 86.806 million (June 30, 2024: Rs. 264.96 million) on which return is earned at 13.5% (June 30, 2024: 21.15%) per annum and HBL Microfinance Bank amounting to Rs. 14.118 million (June 30, 2024: Rs. 4.83 million) on which return is earned at 12.5% (June 30, 2024: 20.5%) per annum.

		December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)							
5	INVESTMENTS	Note	------(Rupees in '000)-----							
Investments at fair value through profit or loss										
	Government securities	5.1	16,796,116	1,557,589						
	Term Finance Certificates - Unlisted Securities	5.2	-	150,000						
	Letter of placements	5.3	-	-						
			16,796,116	1,707,589						
Financial assets at fair value through profit or loss										
5.1 Government Securities:										
	Market Treasury Bills	5.1.1	12,066,937	39,154						
	Pakistan Investment Bonds	5.1.2	4,729,179	1,518,435						
			16,796,116	1,557,589						
5.1.1 Market Treasury Bills										
Particulars	Issue Date	Face value				Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised gain	Market value as a percentage of total investments	Market value as a percentage of net assets
		As at July 1, 2024	Purchases during the period	Sales / matured during the period	As at December 31, 2024					
------(Rupees in '000)-----										
------(%)-----										
Treasury bills - 3 months	June 13, 2024	-	625,000	625,000	-	-	-	-	-	-
Treasury bills - 3 months	July 11, 2024	-	860,450	860,450	-	-	-	-	-	-
Treasury bills - 3 months	July 25, 2024	-	200,000	200,000	-	-	-	-	-	-
Treasury bills - 3 months	October 31, 2024	-	500,000	-	500,000	495,950	496,336	385	2.96	2.88
Treasury bills - 3 months	November 28, 2024	-	500,000	500,000	-	-	-	-	-	-
Treasury bills - 3 months	December 12, 2024	-	500,000	-	500,000	489,910	489,725	(186)	2.92	2.84
Treasury bills - 6 months	May 16, 2024	-	1,000,000	1,000,000	-	-	-	-	-	-
Treasury bills - 6 months	August 22, 2024	-	550,000	250,000	300,000	294,805	295,131	326	1.76	1.71
Treasury bills - 6 months	September 5, 2024	-	750,000	750,000	-	-	-	-	-	-
Treasury bills - 6 months	October 3, 2024	-	500,000	500,000	-	-	-	-	-	-
Treasury bills - 6 months	November 28, 2024	-	500,000	-	500,000	475,572	476,975	1,403	2.84	2.77
Treasury bills - 12 months	September 7, 2023	-	940,000	940,000	-	-	-	-	-	-
Treasury bills - 12 months	October 5, 2023	40,000	-	40,000	-	-	-	-	-	-
Treasury bills - 12 months	October 19, 2023	1,180	400,000	401,180	-	-	-	-	-	-
Treasury bills - 12 months	November 2, 2023	-	2,700,000	2,700,000	-	-	-	-	-	-
Treasury bills - 12 months	December 14, 2023	-	1,355,000	1,355,000	-	-	-	-	-	-
Treasury bills - 12 months	December 28, 2023	-	1,300,000	1,300,000	-	-	-	-	-	-
Treasury bills - 12 months	May 2, 2024	-	10,000	-	10,000	9,479	9,620	141	0.06	0.06
Treasury bills - 12 months	May 30, 2024	-	1,720,940	1,600,000	120,940	113,273	115,371	2,097	0.69	0.67
Treasury bills - 12 months	August 8, 2024	-	800,000	400,000	400,000	364,822	373,281	8,459	2.22	2.17
Treasury bills - 12 months	August 22, 2024	-	2,750,000	-	2,750,000	2,530,550	2,554,877	24,326	15.21	14.82
Treasury bills - 12 months	September 5, 2024	-	2,500,000	750,000	1,750,000	1,599,382	1,618,586	19,204	9.64	9.39
Treasury bills - 12 months	October 3, 2024	-	2,050,000	300,000	1,750,000	1,593,609	1,604,288	10,679	9.55	9.31
Treasury bills - 12 months	October 17, 2024	-	2,000,000	-	2,000,000	1,814,929	1,825,744	10,815	10.87	10.59
Treasury bills - 12 months	October 31, 2024	-	500,000	-	500,000	452,604	454,521	1,917	2.71	2.64
Treasury bills - 12 months	November 28, 2024	-	500,000	-	500,000	451,182	450,742	(441)	2.68	2.61
Treasury bills - 12 months	December 12, 2024	-	1,450,000	-	1,450,000	1,302,840	1,301,743	(1,096)	7.75	7.55
Total as at December 31, 2024 (Un-Audited)						11,988,908	12,066,937	78,029		
Total as at June 30, 2024 (Audited)						39,090	39,154	64		
These carry effective yield ranging between 11.91% to 12.40% (June 30, 2024: 20% to 20.13%)										

5.1.2 Pakistan Investment Bonds

Fixed

Particulars	Issue Date	Face value				Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised gain	Market value as a percentage of total investments	Market value as a percentage of net assets
		As at July 1, 2024	Purchases during the period	Sales during the period	As at December 31, 2024					
(Rupees in '000)						(%)				
Pakistan Investment Bonds - 2 years	September 20, 2024	-	3,500,000	-	3,500,000	2,860,498	2,891,732	31,234	17.22	16.77
Pakistan Investment Bonds - 3 years*	February 15, 2024	1,206,000	50,000	-	1,256,000	1,201,536	1,294,077	92,541	7.70	7.51
Pakistan Investment Bonds - 5 years*	January 17, 2024	400,000	-	-	400,000	380,938	420,095	39,157	2.50	2.44
Pakistan Investment Bonds - 10 Years*	December 10, 2020	-	150,000	-	150,000	122,486	123,275	789	0.73	0.72
Total as at December 31, 2024 (Un-Audited)						4,565,458	4,729,179	163,721		
Total as at June 30, 2024 (Audited)						1,512,657	1,518,435	5,778		
These carry effective yield ranging between 12.31% to 12.82% (June 30, 2024: 16.64% to 20.31%)										

5.2 Term Finance Certificates

Name of the investee company	As at July 1, 2024	Purchases during the year	Sales during the year	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised gain / (loss)	Market value as a percentage of total investments	Market value as a percentage of net assets
	(Units)			(Rupees in '000)			(%)		
Corporate Sukuk Bond									
OBS Pharma (Private) Limited	150	-	150	-	-	-	-	-	-
Total as at December 31, 2024 (Un-Audited)					-	-	-		
Total as at June 30, 2024 (Audited)					150,000	150,000	-		

5.3 Letter of placements

Name of investee company	Issue Date	Face value				Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised gain / (loss)	Market value as a percentage of total investments	Market value as a percentage of net assets
		As at July 1, 2024	Purchases during the period	Sales during the period	As at December 31, 2024					
						(Rupees in '000)		(%)		
Pak Kuwait Investment Company Limited	October 1, 2024	-	800,000	800,000	-	-	-	-	-	
Pak Kuwait Investment Company Limited	October 2, 2024	-	800,377	800,377	-	-	-	-	-	
Pak Oman Investment Company Limited	December 3, 2024	-	1,500,000	1,500,000	-	-	-	-	-	
UBL Bank Limited	December 5, 2024	-	1,000,000	1,000,000	-	-	-	-	-	
Total as at December 31, 2024 (Un-Audited)						-	-	-		
Total as at June 30, 2024 (Audited)						-	-	-		

6 PAYABLE TO THE MANAGEMENT COMPANY

Remuneration payable to the Management Company	6.1	24,987	2,840
Sindh Sales Tax payable on the Management Company's remuneration	6.2	3,750	369
Sales load payable		4,417	228
Allocation of expenses related to registrar services, accounting, operation and valuation services	6.3	83	-
Selling and marketing expense payable	6.4	1,092	1,435
		34,329	4,872

- 6.1 "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. During the period, the fee is being charged at the rate ranging between 1.5% to 1.715% of the average annual net assets accordingly (June 30, 2024: 0.73% to 1.5%). The fee is payable monthly in arrears.

During the period effective from September 05, 2024, Management Company has revised the rate of management fee upto 2.3% with the specific approval of SECP."

- 6.2 The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 15% (June 30, 2024: 13%) on the remuneration of Management Company through Sindh Sales Tax on Services Act, 2011.
- 6.3 As per Regulation 60(3) 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 period, the fee is being charged at the rate of 0.065% of the average daily net assets accordingly (June 30, 2024: 0.15% to 0.27%).
- 6.4 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to the Fund on its discretion. This is subject to the condition that the expense charged remains within the Fund's total expense ratio limit, as defined under the NBFC Regulations and not being higher than the actual expenses. During the period the Management Company has charged selling and marketing expenses at the rate of 0.15% to 0.215% (June 30, 2024: 0.15% to 0.45%).

7 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

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

Effective from 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."

	Note	December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
		------(Rupees in '000)-----	
8 ACCRUED EXPENSES AND OTHER LIABILITIES			
Provision for Federal Excise Duty	8.1	15,531	15,531
Withholding tax payable		16,731	40,369
Auditors' remuneration		265	437
Brokerage payable		232	81
Zakat payable		452	452
CDS charges payable		416	-
Advance received against issuance to unitholders		346	-
Others		845	590
		34,818	57,460

- 8.1 The legal status of applicability of Federal Excise Duty (FED) on the Fund is the same as 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 with Supreme Court of Pakistan is pending for decision. In view of the above, the Management Company, as a matter of prudence, 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 December 31, 2024 would have been higher by Re. 0.1153 per unit (June 30, 2024: Re. 0.8553 per unit).

9 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2024 and June 30, 2024.

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 accumulated losses and 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 at least 90% of the Fund's accounting income as reduced by accumulated losses and capital gains (whether realised or unrealised) to its unit holders.

	Note	December 31, 2024 (Un-Audited) ------(Rupees in '000)-----	June 30, 2024 (Audited)
11 CASH AND CASH EQUIVALENTS			
Bank balances	4	671,358	305,886
Market Treasury Bills	5.1.1	986,061	-
		1,657,419	305,886

12 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in this condensed interim financial information 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

The total annualised expense ratio (TER) of the Fund based on the current period results is 2.13% (December 31, 2023: 1.51%) which includes 0.35 (December 31, 2023: 0.19%) representing Government Levies and the SECP fee etc., therefore TER excluding Government levies and SECP fee etc is 1.78%. The prescribed limit for the ratio excluding government levies is 2.5% (December 31, 2023: 2.5%) under the NBFC Regulations for a Collective Investment Scheme categorised as an 'Income scheme'.

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 the 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 and directors and executives of the Management Company 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:

		Half year ended December 31,	
		2024	2023
		(Un-Audited)	
		------(Rupees in '000)-----	
14.1	Transactions during the period		
	HBL Asset Management Limited - Management Company		
	Remuneration of the Management Company	77,353	13,131
	Sindh Sales Tax on remuneration of the Management Company	11,603	1,707
	Sales load paid	5,030	304
	Allocated expenses	427	3,947
	Sindh Sales Tax on allocated expenses	64	-
	Selling and marketing expense	1,092	1,218
	Advance received against issuance to unitholders *	346	-
	Habib Bank Limited - Sponsor		
	Bank charges	109	269
	Mark-up on bank deposits	23,523	6,010
	Sale of Treasury bill	2,402,263	3,302,414
	Purchase of Treasury bill	3,357,816	1,982,080
	HBL Microfinance Bank - Associate		
	Mark-up on deposits accounts	7,397	35,290
	Sale of Pakistan Investment Bond	-	140,026
	Central Depository Company of Pakistan Limited - Trustee		
	Remuneration for the period	2,902	787
	Sindh Sales Tax on remuneration of Trustee fee	435	102
	CDS charges	23	23
	Director and Executives of the Management Company		
	Issue of 506,005 units (2023: 6,934 units)	62,839	849
	Redemption of 524,212 units (2023: 13,363 units)	65,259	1,592
	CDC Trustee - HBL Islamic Income Fund		
	Sale of GOP Ijara Sukuk	-	721,833
	CDC Trustee - HBL Cash Fund		
	Purchase of Treasury Bill	39,829	-
	Sale of Treasury Bill	773,778	7,524,114
	CDC Trustee - Financial Sector income Fund		
	Sale of Treasury Bill	772,428	-
	CDC Trustee - Total Treasury Exchange Traded Fund		
	Purchase of PIB	52,449	-
	CDC Trustee - HBL Income Fund		
	Sale of Treasury Bill	203,231	-
	CDC Trustee - HBL PF Debt Sub Fund		
	Purchase of Treasury Bill	8,989	-
	1 Link Private Limited		
	Issue of 2,513,988 units (2023: Nil units)	305,000	-
	Gul Ahmed Energy Limited		
	- Connected Party due to more than 10%		
	Issue of 26,077,214 units (2023: Nil units)	3,156,807	-
	Redemption of 15,772,767 units (2023: Nil units)	1,933,197	-
	Oil & Gas Development Company Limited		
	Workers Profit Participation Fund Trust		
	- Connected Party due to more than 10%		
	Issue of 19,843,603 units (2023: Nil units)	2,500,000	-

	Half year ended December 31,	
	2024	2023
	(Un-Audited)	
	------(Rupees in '000)-----	
CDC Trustee HBL Pension Fund-Debt Sub Fund		
Purchase of PIB	-	157,877
Purchase of Treasury Bill	-	123,830
CDC Trustee HBL Pension Money Market Sub Fund		
Purchase of Treasury Bill	96,121	-
HBL Financial Planning Fund Special Income Plan Fund under common Management		
Redemption of Nil units (2023: 618,612 units)	-	75,778

December 31, 2024	June 30, 2024
(Un-Audited)	(Audited)
------(Rupees in '000)-----	

14.2 Balances outstanding as at period / year end

HBL Asset Management Limited - Management Company		
Remuneration payable to the Management Company	24,987	2,840
Sindh Sales Tax on remuneration of the Management Company	3,750	369
Sales load payable	4,417	228
Allocation of expenses related to registrar services, accounting, operation and valuation services	83	-
Selling and marketing payable	1,092	1,435
Units held 2,397,182 (June 30, 2024: 3,029,802)	306,884	343,714
Habib Bank Limited - Sponsor		
Bank balances	86,806	264,962
Mark-up receivable	4,275	780
HBL Microfinance Bank - Associate		
Bank balances	14,118	4,831
Mark-up receivable	50	3,098
Qadeer Baig Connected Party more than 10%		
Units held: Nil (June 30, 2024: 30,305)	-	3,438
1 Link Private Limited		
Units held: 2,513,988 (June 30, 2024: Nil units)	321,313	-
Gul Ahmed Energy Limited		
- Connected Party due to more than 10%		
Units held: 10,304,447 (June 30, 2024: Nil units)	1,319,162	-
Oil & Gas Development Company Limited Workers Profit Participation Fund Trust		
- Connected Party due to more than 10%		
Issue of 19,843,603 units (June 30, 2024: Nil units)	2,540,352	-
Amjad Maqsood Connected Party more than 10%		
Units held: Nil (June 30, 2024: 430 units)	-	49

	December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
	------(Rupees in '000)-----	
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee payable	705	104
Sindh Sales Tax payable on Trustee Remuneration	120	14
CDC charges payable	416	13
Security deposit held	100	100
Directors and Executives of the Management Company		
Units held: 45,702 (June 30, 2024: 63,909)	5,851	2,065

*This represents amount reimbursed by the Management Company in relation to reversal of excess amount charged against reimbursement of selling and marketing expenses as per the direction of Securities and Exchange Commission of Pakistan.

15 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

- 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 financial instruments recognised at fair value, based on:

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

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

December 31, 2024 (Un-Audited)							
Carrying amount			Fair Value				
Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total	
----- (Rupees in '000) -----							
Financial assets measured at fair value							
Market Treasury Bills	12,066,937	-	12,066,937	-	12,066,937	-	12,066,937
Pakistan Investment Bonds	4,729,179	-	4,729,179	-	4,729,179	-	4,729,179
	16,796,116	-	16,796,116	-	16,796,116	-	16,796,116
Financial assets not measured at fair value							
Bank balances	-	671,358	671,358				
Mark-up receivable	-	93,735	93,735				
Advances, deposits and other receivables	-	1,183	1,183				
	-	766,276	766,276				
Financial liabilities not measured at fair value							
Payable to the Management Company	-	30,579	30,579				
Payable to the Trustee	-	717	717				
Payable against redemption of units	-	252,740	252,740				
Payable against conversion of units	-	1,010	1,010				
Accrued expenses and other liabilities	-	2,069	2,069				
	-	287,115	287,115				
June 30, 2024 (Audited)							
Carrying amount			Fair Value				
Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total	
----- (Rupees in '000) -----							
Financial assets measured at fair value							
Market Treasury Bills	39,154	-	39,154	-	39,154	-	39,154
Pakistan Investment Bonds	1,518,435	-	1,518,435	-	1,518,435	-	1,518,435
Term Finance Certificates	150,000	-	150,000	150,000	-	-	150,000
	1,707,589	-	1,707,589	150,000	1,557,589	-	1,707,589
Financial assets not measured at fair value							
Bank balances	-	305,886	305,886				
Mark-up receivable	-	106,827	106,827				
Advances, deposits and other receivables	-	1,166	1,166				
	-	413,879	413,879				
Financial liabilities not measured at fair value							
Payable to the Management Company	-	4,503	4,503				
Payable to the Trustee	-	103	103				
Accrued expenses and other liabilities	-	1,058	1,058				
	-	5,664	5,664				

During the period ended December 31, 2024, there were no transfers between levels and no transfer into and out of level 3.

16 GENERAL

16.1 Figures have been rounded off to the nearest thousand rupees, unless otherwise stated.

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

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 18 February, 2025.

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

Chief Financial Officer

Chief Executive Officer

Director

HBL

Money Market Fund

FUND INFORMATION

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 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)



A.F. FERGUSON & Co.

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

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **HBL Money Market Fund** (the Fund) as at December 31, 2024 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2024. The Management Company (HBL Asset Management Company) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2024 and December 31, 2023 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2024.

Scope of Review

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

Conclusion

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

A.F. Ferguson & Co.

A.F. Ferguson & Co.

Chartered Accountants

Engagement Partner: **Noman Abbas Sheikh**

Dated: February 27, 2025

Karachi

UDIN: RR2024100614kJZdvFCs

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■ KARACHI ■ LAHORE ■ ISLAMABAD

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

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TRUSTEE REPORT TO THE UNIT HOLDERS

HBL MONEY MARKET FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of HBL Money Market Fund (the Fund) are of the opinion that HBL Asset Management Company Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2024 in accordance with the provisions of the following:

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

Further, during an onsite inspection of the Management Company, the Securities and Exchange Commission of Pakistan (SECP) identified certain matters related to the charging and allocation of selling & marketing expenses and allocated expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units of HBL Money Market Fund to the entitled unit holders.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 28, 2025



HBL Money Market Fund
Condensed Interim Statement Of Assets And Liabilities (Unaudited)
AS AT DECEMBER 31, 2024

		December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
	Note	----- (Rupees in '000) -----	
ASSETS			
Bank balances	4	6,601,857	10,924,488
Investments	5	43,988,514	12,078,457
Interest / profit accrued	6	24,136	55,433
Deposit and prepayments	7	3,961	3,732
Total assets		50,618,468	23,062,110
LIABILITIES			
Payable to HBL Asset Management Limited - Management Company	8	104,060	90,182
Payable to Central Depository Company of Pakistan Limited - Trustee	9	2,313	1,242
Payable to the Securities and Exchange Commission of Pakistan	10	2,742	1,494
Dividend payable		1,730	1,730
Accrued expenses and other liabilities	11	56,300	486,403
Total liabilities		167,145	581,051
NET ASSETS		<u>50,451,323</u>	<u>22,481,059</u>
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		<u>50,451,323</u>	<u>22,481,059</u>
CONTINGENCIES AND COMMITMENTS	12		
		----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		<u>449,141,273</u>	<u>217,334,026</u>
		----- (Rupees) -----	
NET ASSET VALUE PER UNIT		<u>112.3284</u>	<u>103.4401</u>

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

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

HBL Money Market Fund
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024

		Half year ended December 31,		Quarter ended December 31,	
		2024	2023	2024	2023
Note		(Rupees in '000)			
INCOME					
Profit on savings accounts with banks		193,040	304,189	101,569	198,595
Interest / profit earned	13	2,606,645	1,599,959	1,401,545	816,429
Gain / (loss) on sale of investments - net		2,163	7,092	7,645	(353)
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.5	123,814	(8,430)	38,040	(9,197)
		125,977	(1,338)	45,685	(9,550)
Total income		2,925,662	1,902,810	1,548,799	1,005,474
EXPENSES					
Remuneration of HBL Asset Management Limited - Management Company	8.1 & 8.2	328,754	61,090	209,322	38,522
Selling and marketing expenses	8.4	23,396	38,424	-	10,464
Allocation of expenses related to registrar services, accounting, operation and valuation services	8.3	-	71,303	-	43,343
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1 & 9.2	10,088	5,358	5,997	2,876
Fee to the Securities and Exchange Commission of Pakistan	10.1	11,962	6,450	7,111	3,460
Settlement and bank charges		736	613	413	426
Auditors' remuneration		737	363	457	272
Fee and subscription		163	161	81	80
Securities transaction cost		233	149	167	31
Printing and stationery		75	76	75	76
Total operating expenses		376,144	183,987	223,623	99,550
Net income for the period before taxation		2,549,518	1,718,823	1,325,176	905,924
Taxation	15	-	-	-	-
Net income for the period after taxation		2,549,518	1,718,823	1,325,176	905,924
Allocation of net income for the period					
Net income for the period after taxation		2,549,518	1,718,823		
Income already paid on redemption of units		(437,772)	(391,696)		
		2,111,746	1,327,127		
Accounting income available for distribution:					
- Relating to capital gains		104,346	-		
- Excluding capital gains		2,007,400	1,327,127		
		2,111,746	1,327,127		

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

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

HBL Money Market Fund**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)*****FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024***

	Half year ended December 31,		Quarter ended, December 31,	
	2024	2023	2024	2023
	----- (Rupees in '000) -----			
Net income for the period after taxation	2,549,518	1,718,823	1,325,176	905,924
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	2,549,518	1,718,823	1,325,176	905,924

The annexed notes 1 to 20 form an integral part of these condensed interim 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 (Unaudited)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

		Half year ended December 31,	
		2024	2023
Note		(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
	Net income for the period before taxation	2,549,518	1,718,823
	Adjustments for:		
	Gain on sale of investments - net	(2,163)	(7,092)
	Interest / profit earned	(2,606,645)	(1,599,959)
	Profit on savings accounts with banks	(193,040)	(304,189)
	Net unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.5 (123,814)	8,430
		(376,144)	(183,987)
	(Increase) / decrease in assets		
	Investments - net	(15,011,721)	5,608,552
	Deposit and prepayments	(229)	(204)
		(15,011,950)	5,608,348
	Increase / (decrease) in liabilities		
	Payable to HBL Asset Management Limited - Management Company	13,878	2,223
	Payable to Central Depository Company of Pakistan Limited - Trustee	1,071	206
	Payable to the Securities and Exchange Commission of Pakistan	1,248	(1,668)
	Accrued expenses and other liabilities	(430,103)	(234,791)
		(413,906)	(234,030)
	Profit received on bank deposits	228,506	268,703
	Interest received on investments	2,602,476	1,673,383
		2,830,982	1,942,086
	Net cash (used in) / generated from operating activities	(12,971,017)	7,132,417
CASH FLOWS FROM FINANCING ACTIVITIES			
	Receipts against issuance and conversion of units	47,085,462	38,988,414
	Payment against redemption and conversion of units	(21,664,716)	(34,766,536)
	Dividend paid	-	(58,378)
	Net cash generated from financing activities	25,420,746	4,163,500
	Net increase in cash and cash equivalents	12,449,729	11,295,917
	Cash and cash equivalents at the beginning of the period	12,319,573	898,563
	Cash and cash equivalents at the end of the period	16 24,769,302	12,194,480

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

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

HBL Money Market Fund
Condensed Interim Statement Of Movement In Unit Holders' Fund
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Half year ended December 31, 2024			Half year ended December 31, 2023		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
Rupees in '000						
Net assets at the beginning of the period (audited)	22,315,281	165,778	22,481,059	13,154,188	72,020	13,226,208
Issuance of 431,632,642 units (2023: 359,655,656 units)						
- Capital value (at net asset value per unit at the beginning of the period)	44,648,124	-	44,648,124	37,054,567	-	37,054,567
- Element of income	2,437,338	-	2,437,338	1,933,847	-	1,933,847
Total proceeds on issuance of units	47,085,462	-	47,085,462	38,988,414	-	38,988,414
Redemption of 199,825,395 units (2023: 318,279,900 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(20,669,959)	-	(20,669,959)	(32,791,710)	-	(32,791,710)
- Element of loss	(556,985)	(437,772)	(994,757)	(1,419,350)	(391,696)	(1,811,046)
Total payments on redemption of units	(21,226,944)	(437,772)	(21,664,716)	(34,211,060)	(391,696)	(34,602,756)
Total comprehensive income for the period	-	2,549,518	2,549,518	-	1,718,823	1,718,823
Net assets at the end of the period (un-audited)	<u>48,173,799</u>	<u>2,277,524</u>	<u>50,451,323</u>	<u>17,931,542</u>	<u>1,399,147</u>	<u>19,330,689</u>
Undistributed income brought forward comprising of:						
- Realised income		151,238			73,808	
- Unrealised gain / (loss)		14,540			(1,788)	
		<u>165,778</u>			<u>72,020</u>	
Accounting income available for distribution						
- Relating to capital gains		104,346			-	
- Excluding capital gains		2,007,400			1,327,127	
		<u>2,111,746</u>			<u>1,327,127</u>	
Undistributed income carried forward		<u>2,277,524</u>			<u>1,399,147</u>	
Undistributed income carried forward comprising of:						
- Realised income		2,153,710			1,407,577	
- Unrealised income / (loss)		123,814			(8,430)	
		<u>2,277,524</u>			<u>1,399,147</u>	
		(Rupees)			(Rupees)	
Net asset value per unit at the beginning of the period		<u>103.4401</u>			<u>103.0279</u>	
Net asset value per unit at the end of the period		<u>112.3284</u>			<u>113.8769</u>	

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

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

HBL Money Market Fund

Notes To And Forming Part Of The Condensed Interim Financial Statements (Un-audited) FOR THE HALF YEAR ENDED DECEMBER 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** 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 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 Trust Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund was required to be registered under the "Sindh Trust Act, 2020". Accordingly, on August 24, 2021, the above-mentioned Trust Deed had been registered under the Sindh Trust Act.
- 1.2** 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.
- 1.3** 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 them 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.
- 1.4** 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.
- 1.5** VIS Credit Rating Company Limited (VIS) has assigned the Management Quality Rating to 'AM1' dated December 31, 2024 (December 31, 2023: 'AM1' dated December 29, 2023) and the outlook on the rating has been assigned as 'Stable' (December 31, 2023: 'Stable') and the Fund maintained stability rating of AA+(f) dated January 2, 2024. The rating reflects the Management Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.6** The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

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

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

The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published financial statements of the Fund for the year ended June 30, 2024.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at and for the half year ended December 31, 2024.

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

3.1 The material accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024.

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

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

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

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

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

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

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2025. However, these are not considered to be relevant or will not have any material effect on the Fund's financial statements except for:

- The new standard - IFRS 18 Presentation and Disclosure in the Financial statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and
- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers with effective date of January 1, 2026. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

		Note	(Un-Audited) December 31, 2024	(Audited) June 30, 2024
			----- (Rupees in '000) -----	
4	BANK BALANCES			
	Balances with bank in:			
	Savings accounts	4.1	<u>6,601,857</u>	<u>10,924,488</u>

4.1 These include a balance of Rs 2,812.83 million (June 30, 2024: Rs 10,917.597 million) with Habib Bank Limited (a related party). This account carries profit at the rates ranging from 13.5% to 19% (June 30, 2024: 17.5% to 22.5%) per annum. Other savings accounts of the Fund carry profit at the rates ranging at 8.5% to 19.5% (June 30, 2024: 19.5% to 22.65%) per annum.

		Note	(Un-Audited) December 31, 2024	(Audited) June 30, 2024
			----- (Rupees in '000) -----	
5	INVESTMENTS			
	At fair value through profit or loss			
	- Government securities - market treasury bills	5.1	39,002,285	11,577,700
	- GoP ijarah sukkuk	5.2	486,229	434,757
	- Letter of placements	5.3	4,500,000	-
	- Corporate sukuk certificate	5.4	-	66,000
			<u>43,988,514</u>	<u>12,078,457</u>

5.1 Government securities - Market Treasury Bills

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	Matured / sold during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised appreciation / (diminution) as at December 31, 2024	Total Market value of investment	Net Assets of the Fund

Market Treasury Bills -

3-months

Market treasury bills	May 2, 2024	925,000	548,415	1,473,415	-	-	-	-	-	-
Market treasury bills	June 13, 2024	500,000	282,000	782,000	-	-	-	-	-	-
Market treasury bills	July 11, 2024	-	1,200,000	1,200,000	-	-	-	-	-	-
Market treasury bills	July 25, 2024	-	250,000	250,000	-	-	-	-	-	-
Market treasury bills	August 22, 2024	-	500,000	500,000	-	-	-	-	-	-
Market treasury bills	October 31, 2024	-	500,000	-	500,000	495,950	496,335	385	1%	1%
Market treasury bills	November 28, 2024	-	500,000	-	500,000	491,396	491,885	489	1%	1%
Market treasury bills	December 12, 2024	-	500,000	-	500,000	489,910	489,725	(186)	1%	1%
Market treasury bills	December 26, 2024	-	12,500,000	-	12,500,000	12,192,288	12,189,500	(2,788)	28%	24%

Market Treasury Bills -

6-months

Market treasury bills	April 4, 2024	-	2,252,985	2,252,985	-	-	-	-	-	-
Market treasury bills	April 18, 2024	-	4,500,000	4,500,000	-	-	-	-	-	-
Market treasury bills	May 16, 2024	-	7,000,000	7,000,000	-	-	-	-	-	-
Market treasury bills	May 30, 2024	-	1,700,000	1,700,000	-	-	-	-	-	-
Market treasury bills	July 11, 2024	-	2,250,000	2,250,000	-	-	-	-	-	-
Market treasury bills	July 25, 2024	-	250,000	-	250,000	247,361	248,168	807	1%	0%
Market treasury bills	August 22, 2024	-	1,250,000	-	1,250,000	1,222,280	1,229,713	7,432	3%	2%
Market treasury bills	September 5, 2024	-	3,500,000	-	3,500,000	3,400,423	3,428,072	27,648	8%	7%
Market treasury bills	October 3, 2024	-	500,000	-	500,000	483,251	485,461	2,210	1%	1%
Market treasury bills	October 17, 2024	-	7,750,000	-	7,750,000	7,450,205	7,491,197	40,992	17%	15%
Market treasury bills	October 31, 2024	-	4,075,000	-	4,075,000	3,905,288	3,920,223	14,935	9%	8%
Market treasury bills	November 14, 2024	-	4,500,000	-	4,500,000	4,300,820	4,311,518	10,698	10%	9%
Market treasury bills	November 28, 2024	-	500,000	-	500,000	475,572	476,975	1,403	1%	1%
Market treasury bills	December 12, 2024	-	500,000	-	500,000	475,001	474,911	(91)	1%	1%
Market treasury bills	December 26, 2024	-	500,000	-	500,000	472,938	472,861	(73)	1%	1%

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	Matured / sold during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised appreciation / (diminution) as at December 31, 2024	Total	Net Assets	
									Market value of investment	of the Fund	
										\$	(%)
Market Treasury Bills - 12-months											
Market treasury bills	October 19, 2023	-	12,265,820	12,265,820	-	-	-	-	-	-	
Market treasury bills	November 2, 2023	-	12,605,000	12,605,000	-	-	-	-	-	-	
Market treasury bills	November 16, 2023	-	2,439,880	2,439,880	-	-	-	-	-	-	
Market treasury bills	November 30, 2023	-	6,738,235	6,738,235	-	-	-	-	-	-	
Market treasury bills	December 14, 2023	-	9,000,300	9,000,300	-	-	-	-	-	-	
Market treasury bills	December 28, 2023	-	16,050,000	16,050,000	-	-	-	-	-	-	
Market treasury bills	May 2, 2024	-	2,906,120	-	2,906,120	2,788,055	2,795,740	7,685	6%	6%	
Total as at December 31, 2024						38,890,738	39,002,285	111,547	89%	77%	
Total as at June 30, 2024						11,565,982	11,577,700	11,718			

5.1.1 These will mature latest by June 25, 2026 and carry effective yield rate ranging from 11.8% to 19.19% (June 30, 2024: 19.99% to 21.6%) per annum.

5.2 GoP Ijarah Sukuk

Name of the security	Tenure	Issue date	Maturity date	Amortisation rate	As at July 1, 2024	Purchased during the period	Sold during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised appreciation as at December 31, 2024	Market value as a percentage of		
												Net assets of the Fund	Total Investments of the Fund	
									Number of certificates		(Rupees in '000)		%	
GoP Ijarah Sukuk Certificates - 1 year		April 26, 2024	April 25, 2025	18.4%	100,000	-	-	100,000	473,962	486,229	12,267	4%	2%	
P01GIS250425														
Total as at December 31, 2024									473,962	486,229	12,267	4%	2%	
Total as at June 30, 2024									431,935	434,757	2,822			

5.2.1 The GoP Ijarah carries yield of 20% per annum and is maturing on April 25, 2025.

5.3 Letter of placements

Name of investee company	Maturity date	Face value				Carrying value as at December 31, 2024	Market value as at December 31, 2024	Market value as a percentage of	
		As at July 1, 2024	Purchased during the period	Sold / Matured during the period	As at December 31, 2024			Total market value of investments	Net Assets of the Fund
-----Rupees in '000-----%-----									
Saudi Pak Industrial and Agricultural Investment									
Company Limited (AA+,VIS)	July 19, 2024	-	1,000,000	1,000,000	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	July 19, 2024	-	2,000,000	2,000,000					
Pak Brunei Investment Company Limited (AA+, VIS)	July 19, 2024	-	2,000,000	2,000,000	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	July 26, 2024	-	1,800,000	1,800,000					
Pak Oman Investment Company Limited (AA+, VIS)	August 2, 2024	-	500,000	500,000	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	August 2, 2024	-	2,008,855	2,008,855	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	August 16, 2024	-	2,024,496	2,024,496	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	August 22, 2024	-	2,039,522	2,039,522	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	November 8, 2024	-	1,500,000	1,500,000	-	-	-	-	-
United Bank Limited (AAA, VIS)	December 16, 2024	-	3,800,000	3,800,000	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	December 17, 2024	-	4,000,000	4,000,000					
Pak Oman Investment Company Limited (AA+, VIS)	December 17, 2024	-	4,000,000	4,000,000	-	-	-	-	-

Name of investee company	Maturity date	Face value				Carrying value as at December 31, 2024	Market value as at December 31, 2024	Market value as a percentage of			
		As at July 1, 2024	Purchased during the period	Sold / Matured during the period	As at December 31, 2024			Total market value of investments	Net Assets of the Fund		
Rupees in '000										%	
Saudi Pak Industrial and Agricultural Investment											
Company Limited (AA+,VIS)	December 20, 2024	-	1,900,000	1,900,000	-	-	-	-	-	-	
United Bank Limited (AAA, VIS)	January 2, 2025	-	4,000,000	-	4,000,000	4,000,000	4,000,000	9%	8%		
Pak Brunei Investment Company Limited (AA+, VIS)	January 10, 2025	-	500,000	-	500,000	500,000	500,000	1%	1%		
Total as at December 31, 2024						4,500,000	4,500,000	10%	9%		
Total as at June 30, 2024						-	-	-	-		

5.3.1 These carry profit rate ranging from 12.55% to 12.6% and will mature latest by 10th January, 2025.

5.4 Corporate sukuk certificates

Name of the security	Maturity date	Profit rate	As at July 1, 2024	Purchased during the year	Sold / matured during the year	As at December 31, 2024	----- As at December 31, 2024 -----			Percentage in relation to	
							Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Fund	Total investment of the Fund
			----- Number of certificates -----								
Pharmaceuticals											
OBS Pharma (Private) Limited (February 29,2024)	August 29, 2024	23.14%	66	-	66	-	-	-	-	-	-
Face value: Rs. 1,000,000											
Total as at December 31, 2024							-----				

Total as at June 30, 2024							66,000	66,000			

5.5 Net unrealised appreciation on re-measurement of investments classified as financial assets at 'fair value through profit or loss'

	Note	December 31, 2024	June 30, 2024
		(Rupees in '000)	
Market value of investments	5.1, 5.2, 5.3 & 5.4	43,988,514	12,078,457
Less: carrying value of investments	5.1, 5.2, 5.3 & 5.4	(43,864,700)	(12,063,917)
		123,814	14,540

6 INTEREST / PROFIT ACCRUED

Interest / profit accrued on:

Bank balances	14,820	50,286
Letter of placements	9,316	-
Corporate Sukuk Certificates	-	5,147
	24,136	55,433

7 DEPOSIT AND PREPAYMENTS

Security deposit with:

- Central Depository Company of Pakistan Limited	100	100
Prepayments of fund rating and listing fee	277	48
Advance tax	3,584	3,584
	3,961	3,732

7.1 The status of advance tax is same as disclosed in financial statement for the year ended June 30, 2024.

**8 PAYABLE TO HBL ASSET MANAGEMENT LIMITED -
MANAGEMENT COMPANY**

Remuneration payable	8.1	70,203	19,979
Sindh Sales Tax payable on remuneration of the Management Company	8.2	10,530	2,597
Allocation of expenses related to registrar services, accounting, operation and valuation services payable	8.3	-	-
Selling and marketing expense payable	8.4	-	63,091
Sales load payable		<u>23,327</u>	<u>4,515</u>
		<u>104,060</u>	<u>90,182</u>

8.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate ranging from 1.50% to 1.92% (December 31, 2023: 0.5% to 0.85%). The remuneration is payable to the Management Company monthly in arrears. As per updated consolidated offering document, which has become effective from August 6, 2024 the management fee can be charged upto 2% (December 31, 2023: 1.5%).

8.2 The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 15% (December 31, 2023: 13%) on the remuneration of the Management Company through Sindh Sales Tax on Services Act, 2011.

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

The Management Company has not charged such expenses (2023: 0.70% to 1.50%).

8.4 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 rate ranging from 0% to 0.42% (December 31, 2023: 0% to 1.42%) during the half year ended December 31, 2024 while keeping in view the overall return and total expense ratio limit of the Fund as defined under the NBFC Regulations.

	Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE		----- (Rupees in '000) -----	
Remuneration payable to the Trustee	9.1	2,011	1,099
Sindh Sales Tax payable on remuneration of the Trustee	9.2	302	143
		<u>2,313</u>	<u>1,242</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 therein, based on the daily net assets of the Fund. The fee is paid to the Trustee monthly in arrears.

The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the trust deed at the rate of 0.055% (December 31, 2023: 0.055%) per annum of the daily net assets of the Fund.

9.2 The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 15% (December 31, 2023: 13%) on the remuneration of Trustee through the Sindh Sales Tax on Services Act, 2011.

	Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN		----- (Rupees in '000) -----	
Fee payable	10.1	<u>2,742</u>	<u>1,494</u>

- 10.1** In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of fee to 0.075% per annum of the daily net assets of the Fund, applicable to the "Money Market Scheme". Accordingly, the Fund has charged SECP fee at the rate of 0.075% (2023: 0.075%) per annum of the daily net assets during the period.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

	Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
11	ACCRUED EXPENSES AND OTHER LIABILITIES	----- (Rupees in '000) -----	
Provision for federal excise duty	11.1	41,211	41,211
Auditors' remuneration payable		710	688
Withholding tax payable		-	380,333
Capital gain tax payable		12,820	62,701
Zakat payable		1,120	1,063
Brokerage payable		439	407
		<u>56,300</u>	<u>486,403</u>

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

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

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

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company 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. 41.211 million is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been made, the NAV per unit of the Fund would have been higher by Re. 0.09 (June 30, 2024: Re. 0.19).

12 CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments outstanding as at December 31, 2024 and June 30, 2024.

13 INTEREST / PROFIT EARNED

	Note	Half year ended December 31,		Quarter ended December 31,	
		2024	2023	2024	2023
		----- (Rupees in '000) -----			
Market treasury bills and					
GoP Ijarah Sukuks	5.1 & 5.2	2,484,216	998,363	1,348,601	516,202
Corporate Sukuk Certificates	5.4	2,448	-	-	-
Letter of Placements	5.3	119,981	110,343	52,944	24,578
Government securities -					
Pakistan Investment Bond		-	491,253	-	275,649
		<u>2,606,645</u>	<u>1,599,959</u>	<u>1,401,545</u>	<u>816,429</u>

14 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at December 31, 2024 is 2.36% (December 31, 2023: 2.14%) which includes 0.37% (December 31, 2023: 0.16%) representing government levies on the Fund such as sales taxes, annual fee to the SECP etc. This maximum ratio limit as prescribed under the NBFC Regulation for a collective investment scheme categorised as an 'Money Market Scheme' is upto 2% which is required to be complied on an annual basis by the Fund.

15 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 in cash derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2025 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements during the period.

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

	Note	(Un-audited) December 31, 2024	(Un-audited) December 31, 2023
		----- (Rupees in '000) -----	
16 CASH AND CASH EQUIVALENTS			
Balances with bank in:			
- Letter of Placements	5.3	4,500,000	-
- Government securities - Market Treasury Bills	5.1	13,667,445	
- Savings accounts	4	6,601,857	12,194,480
		<u>24,769,302</u>	<u>12,194,480</u>

17 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 the 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 transactions with connected persons during the period and balances with them at period / year end, if not disclosed elsewhere in these condensed interim financial statements are as follows:

17.1 Transactions during the period

	(Un-audited)	
	Half year ended	
	December 31,	
	2024	2023
	----- (Rupees in '000) -----	
HBL Asset Management Limited - Management Company		
Management remuneration including Sales Tax thereon	328,754	61,090
Allocation of expenses related to registrar services, accounting, operation and valuation services	-	71,303
Selling and marketing expenses	23,396	38,424
Amount received for unit issuance	53,438	-
Issuance of 1,872,876 units (December 31, 2023: 336,135 units)	200,700	35,000
Redemption of Nil units (December 31, 2023: 336,135 units)	-	35,020
Habib Bank Limited - Sponsor		
Mark-up earned during the period	201,237	204,226
Redemption of Nil units (December 31, 2023: Nil units)	-	-
Purchase of government securities - Market Treasury Bills	5,186,650	-
Sale of government securities - Market Treasury Bills	3,750,000	-
Central Depository Company of Pakistan Limited - Trustee		
Trustee's remuneration including Sales Tax thereon	10,088	5,358
Directors, Executives and Key Management personnel		
Issuance of 127,904 units (December 31, 2023: 185,068 units)	13,699	19,940
Redemption of 349,102 units (December 31, 2023: 119,979 units)	37,064	12,594
MCBFSL Trustee HBL Financial Planning Fund		
Conservative Allocation Plan - Associate		
Redemption of Nil units (December 31, 2023: 15,028 units)	-	1,669
HBL Asset Management Limited Employees Provident Fund - Associate		
Issuance of 55,983 units (December 31, 2023: Nil units)	6,000	-
CDC Trustee HBL Pension Fund - Money Market Sub Fund		
- Fund under common management		
Purchase of government securities - Market Treasury Bills	160,000	73,000
CDC Trustee HBL Pension Fund - Debt Sub Fund		
- Fund under common management		
Purchase of government securities - Market Treasury Bills	50,000	-
CDC Trustee HBL Cash Fund - Fund under common management		
Purchase of government securities - Market Treasury Bills	2,260,000	300,000
Sale of government securities - Market Treasury Bills	950,000	225,000

		(Un-audited) Half year ended December 31,	
		2024	2023
		----- (Rupees in '000) -----	
CDC Trustee HBL Income Fund			
- Fund under common management			
Purchase of government securities - Market Treasury Bills		-	572,000
CDC Trustee HBL Financial Sector Income Fund Plan I			
- Fund under common management			
Purchase of government securities - Market Treasury Bills		300,000	-
HBL Micro Finance Bank Limited			
Purchase of government securities - Market Treasury Bills		752,985	-
CDC Trustee HBL KPK Pension - Money Market Sub Fund			
- Fund under common management			
Purchase of government securities - Market Treasury Bills		9,000	-
CDC Trustee HBL Total Treasury Exchange Traded Fund			
- Fund under common management			
Purchase of government securities - Market Treasury Bills		371,820	-
17.2 Balances outstanding as at period / year end		(Un-audited) December 31, 2024	(Audited) June 30, 2024
		----- (Rupees in '000) -----	
HBL Asset Management Limited - Management Company			
Remuneration payable to the Management Company including sales tax thereon		80,733	22,576
Sales load payable		23,327	4,515
Selling and marketing expense payable		-	63,091
Allocation of expenses related to registrar services, accounting, operation and valuation services payable		-	-
Outstanding: 1,872,876 units (June 30, 2024: Nil units)		210,377	-
Habib Bank Limited - Sponsor			
Bank balances		2,812,283	10,917,597
Profit accrued on bank deposits		14,819	1,837
Central Depository Company of Pakistan Limited - Trustee			
Remuneration payable to trustee including sales tax thereon		2,313	1,242
HBL Asset Management Limited Employees Gratuity Fund - Associate			
Outstanding: 29,837 units (June 30, 2024: 29,837 units)		3,352	3,086
HBL Asset Management Limited Employees Provident Fund - Associate			
Outstanding: 159,766 units (June 30, 2024: 103,783 units)		17,946	10,713
Pakistan National Shipping Corporation			
Outstanding: 160,272 units (June 30, 2024: 160,272 units)		18,003	16,579
Directors, Executives and Key Management personnel			
Outstanding: 14,077 units (June 30, 2024: 235,272 units)		1,581	24,337
Amjad Maqsood			
Connected Person - due to holding more than 10%			
Outstanding: 12,788 units (June 30, 2024: 20,610 units)		1,436	2,132

18 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.

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

18.1 FAIR VALUE HIERARCHY

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

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

As at December 31, 2024 and June 30, 2024, the Fund held the following financial instruments measured at fair value:

----- (Un-audited) -----			
----- As at December 31, 2024 -----			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			

Financial assets 'at fair value through profit or loss'

Government securities - Market Treasury Bills	-	39,002,285	-	39,002,285
GoP Ijarah Sukuk	486,229	-	-	486,229
Letter of placements*	-	4,500,000	-	4,500,000
	<u>486,229</u>	<u>43,502,285</u>	<u>-</u>	<u>43,988,514</u>

----- (Audited) -----			
----- As at June 30, 2024 -----			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			

Financial assets 'at fair value through profit or loss'

Government securities - Market Treasury Bills	-	11,577,700	-	11,577,700
Corporate Sukuk Certificates	-	66,000	-	66,000
GoP Ijarah Sukuk	434,757	-	-	434,757
	<u>434,757</u>	<u>11,643,700</u>	<u>-</u>	<u>12,078,457</u>

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

19 GENERAL

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

19.2 Figures have been rounded off to the nearest thousand Rupees unless otherwise stated.

19.3 Units have been rounded off to the nearest decimal place.

20 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on 18 February 2025.

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

Chief Financial Officer

Chief Executive Officer

Director

HBL

Cash Fund

FUND INFORMATION

Name of Fund	HBL Cash Fund
Name of Auditor	Yousuf Adil, 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 MCB Bank Limited Samba Bank Limited Zarai Taraqati Bank Limited Soneri Bank Limited Sindh Bank Limited Dubai Islamic Bank of Pakistan National Bank of Pakistan
Fund Rating	AA+(f) (VIS)

INDEPENDENT AUDITOR'S REVIEW REPORT

To the unit holders of HBL Cash Fund

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **HBL Cash Fund** (the "Fund") as at December 31, 2024, and the related condensed interim income statement, the condensed interim statement of other comprehensive income, the condensed interim statement of movement in unit holders' fund and the condensed interim statement of cash flows and notes to the condensed interim financial information (here-in-after referred to as the 'condensed interim financial information') for the half year then ended. The management of HBL Asset Management Limited (the Management Company) is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as at and for the half year ended December 31, 2024 is not prepared, in all material respects, in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

The figures of the condensed interim income statement and the condensed interim statement of other comprehensive income for the quarters ended December 31, 2024 and December 31, 2023 have not been reviewed, as we are only required to review the cumulative figures for the half year ended December 31, 2024.

The engagement partner on the engagement resulting in this independent auditor's review report is **Hena Sadiq**.



Chartered Accountants

Place: Karachi

Date: February 27, 2025

UDIN: RR202410057wtesLJxFJ

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:

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



TRUSTEE REPORT TO THE UNIT HOLDERS

HBL CASH FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of HBL Cash Fund (the Fund) are of the opinion that HBL Asset Management Company Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2024 in accordance with the provisions of the following:

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

Further, during an onsite inspection of the Management Company, the Securities and Exchange Commission of Pakistan (SECP) identified certain matters related to the charging and allocation of allocated expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units of HBL Cash Fund to the entitled unit holders.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 28, 2025



HBL Cash Fund
Condensed Interim Statement of Assets and Liabilities (Un-Audited)
As at December 31, 2024

		December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
	Note	----- (Rupees in '000) -----	
ASSETS			
Bank balances	4	13,149,685	37,335,660
Investments	5	112,943,412	19,180,715
Mark-up receivable		53,347	160,787
Advances, deposits, prepayments other receivable		1,499	1,254
Total assets		126,147,943	56,678,416
LIABILITIES			
Payable to the Management Company	6	125,331	67,923
Payable to the Trustee		5,426	2,524
Payable to Securities and Exchange Commission of Pakistan	7	6,433	3,038
Accrued expenses and other liabilities	8	129,580	181,356
Total liabilities		266,770	254,841
NET ASSETS		125,881,173	56,423,575
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)			
		125,881,173	56,423,575
CONTINGENCIES AND COMMITMENTS			
	9	----- (Number of Units) -----	
NUMBER OF UNITS IN ISSUE		1,121,636,690	546,966,486
		----- (Rupees) -----	
NET ASSETS VALUE PER UNIT		112.2299	103.1573

The annexed notes from 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 (Un-audited)
For The Half Year And Quarter Ended December 31, 2024

	Half year ended December 31,		Quarter ended December 31,	
	2024	2023	2024	2023
Note	------(Rupees in '000)-----			
INCOME				
Capital gain on sale of investments - net	46,221	21,256	13,477	6,226
Income from government securities	6,115,006	4,733,086	4,163,441	2,248,251
Income from letter of placements	216,737	342,539	142,186	73,083
Mark-up on bank deposits	405,106	765,702	126,984	488,941
Unrealised gain / (loss) on re-measurement of investments at 'fair value through profit or loss' - net	216,427	(22,878)	(1,009,621)	(28,450)
	6,999,497	5,839,705	3,436,467	2,788,051
EXPENSES				
Remuneration of the Management Company	473,441	229,234	255,720	116,440
Sindh Sales Tax on remuneration of the Management Company	71,016	29,800	52,196	15,137
Allocated expenses	-	69,332	-	39,328
Selling and marketing expense	-	39,436	-	9,432
Remuneration of the Trustee	21,520	14,639	12,170	7,069
Sindh Sales Tax on remuneration of the Trustee	3,228	1,903	1,826	919
Securities and Exchange Commission of Pakistan fee	29,346	19,917	16,597	9,603
Auditors' remuneration	432	257	216	127
Fees and subscriptions	173	172	(13)	89
Securities transaction costs and settlement charges	766	621	354	(167)
Bank charges	460	589	460	589
Printing charges	75	76	75	76
	600,457	405,976	339,601	198,642
Net income for the period from operating activities	6,399,040	5,433,729	3,096,866	2,589,409
Net income for the period before taxation	6,399,040	5,433,729	3,096,866	2,589,409
Taxation	10	-	-	-
Net income for the period after taxation	6,399,040	5,433,729	3,096,866	2,589,409
Allocation of net income for the period				
Net income for the period	6,399,040	5,433,729		
Income already paid on redemption	(1,953,575)	(637,903)		
	4,445,465	4,795,826		
Accounting income available for distribution:				
Relating to capital gains	182,464	-		
Excluding capital gains	4,263,001	4,795,826		
	4,445,465	4,795,826		
Earnings per unit				

The annexed notes from 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
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HBL Cash Fund

Condensed Interim Statement Of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	Half year ended December 31,		Quarter ended December 31,	
	2024	2023	2024	2023
	------(Rupees in '000)-----			
Net income for the period after taxation	6,399,040	5,433,729	3,096,866	2,589,409
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	6,399,040	5,433,729	3,096,866	2,589,409

The annexed notes from 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 Statement Of Cash Flows (Un-audited)
For The Half Year Ended December 31, 2024

		Half year ended December 31,	
		2024	2023
	Note	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		6,399,040	5,433,729
Adjustments for non cash and other items:			
Capital gain on sale of investment - net		(46,221)	(21,256)
Income from government securities		(6,115,006)	(4,733,086)
Income from letter of placements		(216,737)	(342,539)
Mark-up on bank deposits		(405,106)	(765,702)
Unrealised (gain) / loss on re-measurement of investments at 'fair value through profit or loss' - net		(216,427)	22,878
		(600,457)	(405,976)
(Increase) / decrease in assets			
Investments - net		(60,037,804)	18,547,139
Advances, deposits and prepayments		(245)	(251)
		(60,038,049)	18,546,888
Increase / (decrease) in liabilities			
Payable to the Management Company		57,408	890
Payable to the Trustee		2,902	91
Payable to Securities and Exchange Commission of Pakistan		3,395	(4,865)
Accrued expenses and other liabilities		(51,776)	132,545
		11,929	128,661
Cash (used in) / generated from operations		(60,626,577)	18,269,573
Income received from government securities		6,115,006	4,733,086
Income received from money market placement		184,677	581,571
Mark-up received on bank deposits		544,605	719,955
		6,844,288	6,034,612
Net cash (used in) / generated from operating activities		(53,782,289)	24,304,185
CASH FLOWS FROM FINANCING ACTIVITIES			
Amount received on issuance of units		140,907,457	77,190,708
Amount paid on redemption of units		(77,848,898)	(76,949,879)
Dividend paid		-	(4,595,773)
Net cash generated from / (used in) financing activities		63,058,559	(4,354,944)
Net increase in cash and cash equivalents during the period		9,276,270	19,949,241
Cash and cash equivalents at the beginning of the period		40,636,052	11,991,941
Cash and cash equivalents at the end of the period	11	49,912,322	31,941,182

The annexed notes from 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 Statement Of Movement In Unitholders' Fund (Un-audited)

For The Half Year Ended December 31, 2024

	Half year ended December 31,					
	2024			2023		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
	(Rupees in '000)					
Net assets at beginning of the period	55,442,801	980,773	56,423,574	49,912,401	426,415	50,338,816
Issuance of 1,294,278,278 units (2023: 752,221,009 units)						
Capital value (at net asset value per unit at the beginning of the period)	133,514,253	-	133,514,253	77,073,049	-	77,073,049
Element of income	7,393,204	-	7,393,204	117,659	-	117,659
	140,907,457	-	140,907,457	77,190,708	-	77,190,708
Redemption of 719,608,074 units (2023: 747,580,149 units)						
Capital value (at net asset value per unit at the beginning of the period)	(74,232,826)	-	(74,232,826)	(76,247,658)	-	(76,247,658)
Element of loss	(1,662,497)	(1,953,575)	(3,616,072)	(64,318)	(637,903)	(702,221)
	(75,895,323)	(1,953,575)	(77,848,898)	(76,311,976)	(637,903)	(76,949,879)
Total comprehensive income for the period	-	6,399,040	6,399,040	-	5,433,729	5,433,729
Interim distribution of:						
Rs. 2.1545 per unit declared on August 07, 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 18, 2023 as cash dividend						
Refund of capital	-	-	-	(68,845)	-	(68,845)
Distribution during the year	-	-	-	-	(1,178,835)	(1,178,835)
Rs. 1.6879 per unit declared on October 16, 2023 as cash dividend						
Refund of capital	-	-	-	(87,223)	-	(87,223)
Distribution during the year	-	-	-	-	(721,297)	(721,297)
Rs. 1.6078 per unit declared on November 13, 2023 as cash dividend						
Refund of capital	-	-	-	(63,777)	-	(63,777)
Distribution during the year	-	-	-	-	(708,748)	(708,748)
Rs. 1.4925 per unit declared on December 11, 2023 as cash dividend						
Refund of capital	-	-	-	(43,086)	-	(43,086)
Distribution during the year	-	-	-	-	(616,852)	(616,852)
	-	6,399,040	6,399,040	(352,057)	1,190,013	837,956
Net assets at end of the period	120,454,935	5,426,238	125,881,173	50,439,075	978,525	51,417,601
Undistributed income brought forward						
- Realised		424,448			424,448	
- Unrealised		1,967			1,967	
		426,415			426,415	
Accounting income available for distribution						
Relating to capital gains		182,464			-	
Excluding capital gains		4,263,001			4,795,826	
		4,445,465			4,795,826	
Distribution during the period		-			(4,243,716)	
Undistributed income carried forward		4,871,880			978,525	
Undistributed income carried forward						
- Realised		5,209,811			1,001,403	
- Unrealised		216,427			(22,878)	
		5,426,238			978,525	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period		103.1573			101.9926	
Net assets value per unit at end of the period		112.2299			103.2079	

The annexed notes from 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 The Half Year Ended December 31, 2024

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, the Securities and Exchange Commission of Pakistan (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. 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 and accordingly, on August 24, 2021, the above-mentioned Trust Deed was registered under the Sindh Trust Act.

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), SA. 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 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 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 Company has assigned a management quality rating of 'AM1' (Stable Outlook) to the Management Company and assigned stability rating of AA+(f) to the Fund as at December 31, 2024.

Title of 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 This condensed interim financial information of the Fund 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 Standard Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with Part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations), and requirement of Trust Deed.

Where the provisions of and directives issued under the Companies Act, 2017, Part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations, differ from the IFRS, the provisions of and directives issued under the Companies Act, 2017, Part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations, the directives issued by the SECP and the requirements of the Trust Deed have been followed.

- 2.1.2** 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 audited financial statements of the Fund for the year ended June 30, 2024.
- 2.1.3** This condensed interim financial information is unaudited and has been reviewed by the auditors. Further, the figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2024 and December 31, 2023 have not been reviewed.
- 2.1.4** In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2024.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost basis, unless stated otherwise.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistan Rupees which is the Fund's functional and presentation currency.

3. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

- 3.1** The accounting policies and methods of computation adopted in preparation of this condensed interim financial information are same as those applied in preparation of financial statements of the Fund as at and for the year ended June 30, 2024.
- 3.2** The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing this condensed interim financial information, significant judgments made by management in applying accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the audited financial statements as at and for the year ended. June 30, 2024.
- 3.3** Amendments to certain existing standards and interpretations on approved accounting standards effective during the period were not relevant to the Fund's operations and did not have any impact on the accounting policies of the Fund and therefore, not disclosed in this condensed interim financial information.
- 3.4** There are certain standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan 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 did not 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 financial statements of the Fund for the year ended June 30, 2024.

			December 31, 2024 (Un-Audited) ----- (Rupees in '000) -----	June 30, 2024 (Audited) -----
4.	BANK BALANCES	Note		
	Current account		5	5
	Savings accounts	4.1	13,149,680	37,335,655
			13,149,685	37,335,660

4.1 These bank accounts carry mark-up at rates ranging between 12.5% to 13.50% per annum (June 30, 2024: 20.75% to 21.5%). This includes a balance held by Habib Bank Limited, a related party, amounting to Rs. 505.623 million (2024: Rs. 37,311 million) which carry markup at rates 13.50% per annum (June 30, 2024: 21.15%) per annum.

			December 31, 2024 (Un-Audited) ----- (Rupees in '000) -----	June 30, 2024 (Audited) -----
5.	INVESTMENTS	Note		
	Financial assets			
	At fair value through profit or loss	5.1	112,943,412	19,180,715
5.1	Financial assets at fair value through profit or loss			
	Market treasury bills	5.1.1	96,470,955	18,311,201
	Government of Pakistan Ijara Sukuk - listed	5.1.2	972,457	869,514
	Letter of placement	5.1.3	15,500,000	-
			112,943,412	19,180,715

5.1.1 Market treasury bills

Tenure	Issue date	Face value				As at December 31, 2024			Market value as percentage of total investments	Market value as percentage of net assets
		As at July 01, 2024	Purchased during the period	Sold / matured during the period	As at December 31, 2024	Carrying Value	Market value	Unrealised gain		
(Rupees in '000)									(%)	
Treasury bills - 3 months	May 02, 2024	2,462,000	900,000	3,362,000	-	-	-	-	-	-
Treasury bills - 3 months	May 16, 2024	-	500,000	500,000	-	-	-	-	-	-
Treasury bills - 3 months	May 30, 2024	400,000	800,000	1,200,000	-	-	-	-	-	-
Treasury bills - 3 months	June 13, 2024	500,000	5,170,000	5,670,000	-	-	-	-	-	-
Treasury bills - 3 months	July 11, 2024	-	1,200,000	1,200,000	-	-	-	-	-	-
Treasury bills - 3 months	July 25, 2024	-	250,000	250,000	-	-	-	-	-	-
Treasury bills - 3 months	August 08, 2024	-	350,000	350,000	-	-	-	-	-	-
Treasury bills - 3 months	August 22, 2024	-	250,000	250,000	-	-	-	-	-	-
Treasury bills - 3 months*	October 17, 2024	-	250,000	-	250,000	249,250	249,292	42	0.22	0.20
Treasury bills - 3 months*	October 31, 2024	-	500,000	-	500,000	495,950	496,336	386	0.44	0.39
Treasury bills - 3 months*	November 28, 2024	-	1,500,000	-	1,500,000	1,475,348	1,475,655	307	1.31	1.17
Treasury bills - 3 months*	December 12, 2024	-	6,000,000	-	6,000,000	5,878,704	5,876,694	(2,010)	5.20	4.67
Treasury bills - 3 months*	December 26, 2024	-	13,500,000	-	13,500,000	13,165,875	13,164,660	(1,215)	11.66	10.46
Treasury bills - 6 months	April 18, 2024	1,289,500	-	1,289,500	-	-	-	-	-	-
Treasury bills - 6 months	May 30, 2024	500,000	-	500,000	-	-	-	-	-	-
Treasury bills - 6 months	June 13, 2024	500,000	8,350,000	8,850,000	-	-	-	-	-	-
Treasury bills - 6 months*	July 11, 2024	-	9,700,000	3,250,000	6,450,000	6,428,165	6,431,747	3,582	5.69	5.11
Treasury bills - 6 months*	July 25, 2024	-	500,000	-	500,000	495,058	496,336	1,278	0.44	0.39
Treasury bills - 6 months	April 04, 2024	-	1,300,000	1,300,000	-	-	-	-	-	-
Treasury bills - 6 months*	August 22, 2024	-	750,000	-	750,000	734,644	737,828	3,184	0.65	0.59
Treasury bills - 6 months*	September 05, 2024	-	13,000,000	-	13,000,000	12,636,444	12,732,837	96,393	11.27	10.11
Treasury bills - 6 months*	October 03, 2024	-	6,235,000	-	6,235,000	6,047,146	6,053,699	6,553	5.36	4.81
Treasury bills - 6 months*	October 17, 2024	-	6,500,000	-	6,500,000	6,248,871	6,282,938	34,067	5.56	4.99
Treasury bills - 6 months*	October 31, 2024	-	3,500,000	-	3,500,000	3,353,524	3,367,063	13,539	2.98	2.67
Treasury bills - 6 months*	November 14, 2024	-	11,871,500	-	11,871,500	11,343,187	11,374,262	31,075	10.07	9.04
Treasury bills - 6 months*	November 28, 2024	-	2,500,000	-	2,500,000	2,383,198	2,384,873	1,675	2.11	1.89
Treasury bills - 6 months*	December 12, 2024	-	12,000,000	-	12,000,000	11,400,467	11,397,852	(2,615)	10.09	9.05
Treasury bills - 6 months*	December 26, 2024	-	6,500,000	-	6,500,000	6,147,915	6,147,245	(670)	5.44	4.88
Treasury bills - 12 months	September 07, 2023	-	3,000,000	3,000,000	-	-	-	-	-	-
Treasury bills - 12 months	October 05, 2023	160,000	112,700	272,700	-	-	-	-	-	-
Treasury bills - 12 months	October 19, 2023	8,805,000	43,686,000	52,491,000	-	-	-	-	-	-
Treasury bills - 12 months	November 02, 2023	4,600,000	21,947,000	26,547,000	-	-	-	-	-	-
Treasury bills - 12 months	November 16, 2023	110,000	1,400,000	1,510,000	-	-	-	-	-	-
Treasury bills - 12 months	November 30, 2023	-	7,800,000	7,800,000	-	-	-	-	-	-
Treasury bills - 12 months	December 14, 2023	-	27,642,000	27,642,000	-	-	-	-	-	-
Treasury bills - 12 months	December 28, 2023	-	19,919,885	19,919,885	-	-	-	-	-	-
Treasury bills - 12 months*	January 11, 2024	-	800,000	-	800,000	797,304	797,736	432	0.71	0.63
Treasury bills - 12 months*	March 07, 2024	-	688,090	-	688,090	673,800	673,949	149	0.60	0.54
Treasury bills - 12 months*	April 04, 2024	-	1,300,000	-	1,300,000	1,256,354	1,262,199	5,845	1.12	1.00
Treasury bills - 12 months*	May 02, 2024	-	600,000	-	600,000	577,378	577,211	(167)	0.51	0.46
Treasury bills - 12 months*	May 16, 2024	-	3,691,200	-	3,691,200	3,536,371	3,536,594	223	3.13	2.81
Treasury bills - 12 months*	May 30, 2024	-	1,000,000	-	1,000,000	954,108	953,949	(159)	0.84	0.76
Total as at December 31, 2024						96,279,061	96,470,955	191,894		
Total as at June 30, 2024						18,287,319	18,311,201	23,882		

* These market treasury bills carry effective yield at the rate ranging from 10.93% to 15.55% (June 30, 2024: 19.93% to 21.66%) per annum.

5.1.2 Government of Pakistan Ijara Sukuk - Listed

Tenure	Issue date	Face value				As at December 31, 2024			Market value as percentage of total investments	Market value as percentage of net assets
		As at July 01, 2024	Purchased made during the period	Sold / matured during the period	As at December 31, 2024	Carrying value	Market value	Unrealised gain		
(Rupees in '000)										
GOP Ijara Sukuk - 1 year (Fixed)	April 26, 2024	1,000,000	-	-	1,000,000	947,924	972,457	24,533	0.86	0.77
Total - as at December 31, 2024						947,924	972,457	24,533		
Total - as at June 30, 2024						863,870	869,514	5,644		

The GOP Ijara Sukuk carry effective yield of 16.53% (June 30, 2024: 19.99%) per annum.

5.1.3 Letter of placements

Name of Investee Company	Issue Date	Face value				At June 30, 2024			Market value as percentage of total investments	Market value as percentage of net assets
		As at July 01, 2024	Purchased during the period	Matured during the period	As at December 31, 2024	Carrying value	Market value	Unrealised gain / loss		
(Rupees in '000)								(%)		
Pak Brunei Investment Company Limited	July 11, 2024	-	3,500,000	3,500,000	-	-	-	-	-	-
Saudi Pak Industrial And Agricultural Investment Company Limited	July 11, 2024	-	1,000,000	1,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	July 11, 2024	-	4,000,000	4,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	July 12, 2024	-	1,000,000	1,000,000	-	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	July 15, 2024	-	700,000	700,000	-	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	July 15, 2024	-	300,000	300,000	-	-	-	-	-	-
Pak Brunei Investment Company Limited	July 18, 2024	-	500,000	500,000	-	-	-	-	-	-
Pak Brunei Investment Company Limited	July 18, 2024	-	800,000	800,000	-	-	-	-	-	-
Pak Brunei Investment Company Limited	July 25, 2024	-	3,500,000	3,500,000	-	-	-	-	-	-
Pak Brunei Investment Company Limited	August 26, 2024	-	5,100,000	5,100,000	-	-	-	-	-	-
Pak Brunei Investment Company Limited	September 27, 2024	-	3,500,000	3,500,000	-	-	-	-	-	-
Pak Brunei Investment Company Limited	September 27, 2024	-	4,000,000	4,000,000	-	-	-	-	-	-
Pak Brunei Investment Company Limited	September 27, 2024	-	2,000,000	2,000,000	-	-	-	-	-	-
Pak Brunei Investment Company Limited	December 5, 2024	-	1,000,000	1,000,000	-	-	-	-	-	-
Pak Brunei Investment Company Limited	December 12, 2024	-	4,000,000	4,000,000	-	-	-	-	-	-
Pak Brunei Investment Company Limited	December 12, 2024	-	4,000,000	4,000,000	-	-	-	-	-	-
Pak Brunei Investment Company Limited	December 13, 2024	-	800,000	800,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	December 16, 2024	-	1,000,000	1,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	December 26, 2024	-	9,000,000	-	9,000,000	9,000,000	9,000,000	-	7.97	7.15
United Bank Limited	December 26, 2024	-	1,000,000	-	1,000,000	1,000,000	1,000,000	-	0.89	0.79
Pak Brunei Investment Company Limited	December 26, 2024	-	3,000,000	-	3,000,000	3,000,000	3,000,000	-	2.66	2.38
Pak Brunei Investment Company Limited	December 26, 2024	-	2,500,000	-	2,500,000	2,500,000	2,500,000	-	2.21	1.99
As at December 31, 2024						15,500,000	15,500,000	-		
As at June 30, 2024						-	-	-		

December 31,
2024
(Un-Audited)
 ----- (Rupees in '000) -----

June 30,
 2024
 (Audited)

6. PAYABLE TO THE MANAGEMENT COMPANY

Remuneration payable to the Management Company	103,790	46,703
Sindh Sales Tax payable on the Management Company's remuneration	15,569	6,071
Sales load payable	5,972	1,493
Selling and marketing expenses payable	-	13,656
	125,331	67,923

- 6.1** 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 management fee expense charged by the Management Company during the period is 1.21% (June 30, 2024: 0.81% to 1.15%) of the average annual net assets accordingly. The fee is payable monthly in arrears.

During the period effective from September 05, 2024, Management Company has revised management fee rate upto 2% with the specific approval of SECP.

- 6.2** The Sindh Provincial Government has levied Sindh Sales Tax (SST) at the rate of 15% (June 30, 2024: 13%) on the remuneration of Management Company through Sindh Sales Tax on Services Act, 2011.
- 6.3** As per SECP S.R.O. 639 (I)/2019 dated 20 June 2019, there has been amendment in NBFC regulation no. 60 (3) point (s) and (v), in which limits to allocate fee and expenses pertaining to registrar services, accounting, operation, valuation services and selling and marketing expenses had been removed.
- 6.3** The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to the Fund on its discretion. This is subject to the condition that the expense charged remains within the Fund's total expense ratio limit, as defined under the NBFC Regulations and not being higher than the actual expenses. During the period the Management Company has charged selling and marketing expenses at the rate of Nil (June 30, 2024: 0.06% to 0.24%).

7. PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

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

Effective from 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 has also introduced a shift in payment frequency, from annual to monthly basis.

	December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
Note	----- (Rupees in '000) -----	

8. ACCRUED EXPENSES AND OTHER LIABILITIES

Provision for Federal Excise Duty	8.1	7,528	7,528
Withholding tax payable		120,108	172,483
Auditors' remuneration		399	437
Brokerage payable		538	383
Zakat payable		397	375
Legal charges payable		150	150
Other payable		460	-
		129,580	181,356

- 8.1** The legal status of applicability of Federal Excise Duty (FED) on the Fund is the same as disclosed in note 12.1 to the annual audited financial statements of the Fund for the year ended June 30, 2024. However, since the appeal filed by the tax authorities is pending in the Supreme Court of Pakistan, the Management Company, as a matter of prudence, has retained a provision for FED on remuneration of Management Company, aggregating to Rs. 7.528 million (June 30, 2024: Rs. 7.528 million). Had the provision not been made, the net asset value per unit of the Fund as at December 31, 2024 would have been higher by Re. 0.0067 per unit (June 30, 2024: Re. 0.0138 per unit).

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2024 and June 30, 2024

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 percent of its accounting income for the year, as reduced by accumulated losses and capital gains whether realised or unrealised, is distributed to the unit holders as cash dividend. 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 accumulated losses and capital gains (whether realised or unrealised) for the year ending June 30, 2025 to its unit holders.

		December 31, 2024 (Un-Audited)	December 31, 2023 (Un-Audited)
	Note	----- (Rupees in '000) -----	
11. CASH AND CASH EQUIVALENTS			
Bank balances	4.	13,149,685	31,941,182
Market treasury bills	5.1.1	21,262,637	-
Letter of placements	5.1.3	15,500,000	-
		<u>49,912,322</u>	<u>31,941,182</u>

12. EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in this condensed interim financial information 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

The total annualised expense ratio of the Fund from July 01, 2024 to December 31, 2024 is 1.53% and this includes 0.27% representing government levy, SECP fee etc. The prescribed limit for the ratio is 2% (2023: 2%) (excluding government levies) under NBFC regulations for a Collective Investment Scheme categorised as money market fund.

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.

Transactions and balances with parties who were connected persons due to holding 10% or more units and directors and executives of the Management Company 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 this condensed interim financial information are as follows:

	December 31, 2024 (Un-Audited) ----- (Rupees in '000) -----	December 31, 2023 (Un-Audited)
14.1 Transaction during the period		
HBL Asset Management Limited		
Remuneration of the Management Company	473,441	229,234
Sindh Sales Tax on remuneration of the Management Company	71,016	29,800
Allocation of expenses related to registrar services, accounting, operation and valuation services	-	69,332
Selling and marketing expense	-	39,436
Issuance of 17,925,347 units (2023: 9,830,891 units)	1,948,089	1,011,000
Redemption of 8,070,956 units (2023: 6,356,748 units)	893,000	653,000
Dividend paid	-	17,386
Refund of Capital	-	8,285
Amount received from Management Company against issuance to unitholders*	6,239	-
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	21,520	14,639
Sindh Sales Tax on remuneration of the Trustee	3,228	1,903
CDS connection charges	3	
Habib Bank Limited - Sponsor		
Mark-up on bank deposits	333,899	490,792
Purchase of market treasury bills	18,402,838	58,076,391
Sale of market treasury bills	20,964,891	48,729,387
Bank charges paid	460	588
Directors and Executives of the Management Company		
Issuance of 806,572 (2023: 403,482) units	83,854	41,298
Redemption of 375,553 (2023: 461,806) units	40,378	47,432
Dividend paid	-	133
Refund of Capital	-	81
DCCL Trustee HBL Financial Planning Fund - Active Allocation Plan - Under Common Management		
Issuance of Nil (2023: 201,164) units	-	20,836
Redemption of Nil (2023: 212,342) units	-	21,680
Dividend paid	-	822
Refund of Capital	-	318

	December 31, 2024 (Un-Audited) ----- (Rupees in '000) -----	December 31, 2023 (Un-Audited)
DCCL Trustee HBL Financial Planning Fund - Conservative Allocation Plan - Under Common Management		
Issuance of Nil (2023: 11,165) units	-	1,156
Redemption of Nil (2023: 57,132) units	-	5,833
Dividend paid	-	380
Refund of Capital	-	18
HBL Asset Management Limited - Employees Gratuity Fund - Associate		
Issuance of 179,077 (2023: 157,950) units	18,502	16,300
Redemption of 150,160 (2023: 13,617) units	16,800	12,350
Dividend paid	-	1,389
Refund of Capital	-	190
HBL Asset Management Limited - Employees Provident Fund - Associate		
Issuance of 3,595,628 (2023: 344,855) units	397,004	35,500
Redemption of 3,722,459 (2023: 262,299) units	414,200	27,000
Dividend paid	-	2,367
Refund of Capital	-	327
Jubilee General Insurance Co. Ltd - Due to Common Directorship		
Issuance of 6,191,040 (2023: Nil) units	650,000	-
Redemption of 12,020,947 (2023: Nil) units	1,263,777	-
Mutual Fund Association of Pakistan - Due to Common Directorship		
Redemption of 51,112 (2023: Nil units)	5,516	-

	December 31, 2024 (Un-Audited) ----- (Rupees in '000) -----	December 31, 2023 (Un-Audited)
1 Link (Private) Limited- Associate		-
Issuance of 3,584,482 (2023: Nil) units	400,068	
Redemption of 1,927,890 (2023: Nil) units	205,000	
Dividend paid	-	43,572
Pakistan Petroleum Limited - Due to Common Directorship		
Issuance of 62,095,702 (2023: Nil) units	6,600,180	
Redemption of Nil (2023: 38,679,206) units	-	3,964,294
Dividend paid	-	146,060
Colgate Palmolive Pakistan Ltd - Connected person due to holding of more than 10% units		
Issuance of 1,889 (2023: Nil) units	212	-
Redemption of 7,489,255 (2023: Nil) units	800,000	-
Multan Electric Power Co. Ltd - Connected person due to holding of more than 10% units		
Issuance of 50,426,464 (2023: Nil) units	5,649,927	-
Taavun (Private) Limited - Connected person due to holding of more than 10% units		
Dividend paid	-	6,725
CDC Trustee HBL Money Market Fund - Under Common Management		
Purchase of market treasury bills	919,466	215,911
Sale of market treasury bills	2,243,650	298,243
CDC Trustee HBL Pension Fund Debt Sub Fund- Under Common Management		
Purchase of market treasury bills	-	135,664

	December 31, 2024 (Un-Audited) ----- (Rupees in '000) -----	December 31, 2023 (Un-Audited) -----
CDC Trustee HBL Financial Sector Income Fund Plan I - Under Common Management		
Purchase of market treasury bills	1,328,697	-
Sale of market treasury bills	249,730	-
CDC Trustee HBL Government Securities Fund - Under Common Management		
Purchase of market treasury bills	773,778	1,405,901
Sale of market treasury bills	398,293	-
CDC Trustee HBL Pension Fund Money Market Sub Fund- Under Common Management		
Purchase of market treasury bills	-	117,666
Sale of market treasury bills	5,275	-
Purchase of PIBs	-	180,023
CDC Trustee HBL Income Fund - Under Common Management		
Purchase of market treasury bills	713,082	-
HBL MBL - Under Common Management		
Purchase of market treasury bills	290,810	198,937
Sale of market treasury bills	1,993,978	-
Bank Balance	-	176

* This represents amount reimbursed by the Management Company in relation to reversal of excess amount charged against reimbursement of selling and marketing expenses as per the direction of Securities and Exchange Commission of Pakistan.

December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
----- (Rupees in '000) -----	

14.2 Balances outstanding as at period / year end

HBL Asset Management Limited

Remuneration payable to the Management Company	103,790	46,703
Sindh Sales Tax payable on Management Company's remuneration	15,569	6,071
Sales load payable	5,972	1,493
Selling and marketing expense payable	-	13,656
Units held: 9,858,379 (June 30, 2024: 3,988)	1,106,405	411

Central Depository Company of Pakistan Limited - Trustee

Trustee fee payable	4,718	2,234
Sindh Sales Tax payable on Trustee fee	708	290
Security deposit held	100	100

Habib Bank Limited - Sponsor

Bank balances	505,623	37,310,611
Mark-up receivable	38,982	160,147

Directors and Executives of the Management Company

Units held: 510,786 (June 30, 2024: 79,767)	57,325	8,229
---	--------	-------

Jubilee General Insurance Co. Ltd - Due to Common

Directorship

Units held: Nil (June 30, 2024: 5,829,907)	-	600,352
--	---	---------

Pakistan Petroleum Limited - Due to Common

Directorship

Units held: 62,095,702 (June 30, 2024: Nil)	6,968,994	-
---	-----------	---

	December 31, 2024 (Un-Audited) ----- (Rupees in '000) -----	June 30, 2024 (Audited)
HBL Asset Management Limited - Employees Gratuity Fund - Associate		
Units held: 156,478 (June 30, 2024: 127,561)	17,562	13,159
HBL Asset Management Limited - Employees Provident Fund - Associate		
Units held: 151,274 units (June 30, 2024: 278,105)	16,977	28,689
1 Link (Private) Limited- Due to Common Directorship		
Units held: 11,490,312 (June 30, 2024: 9,833,720)	1,287,338	1,012,657
Mutual Funds Association of Pakistan - Due to Common Directorship		
Units held: 29,880 (June 30, 2024: 80,992)	3,354	8,355
Fauji Fertilizers Company Limited - Connected person due to holding of more than 10% units		
Units held: Nil (2024: 6,389)	-	659
Colgate Palmolive Pakistan Ltd - Connected person due to holding of more than 10% units		
Units held: 2,134,880 (June 30, 2024: 9,622,246)	239,597	990,880
Multan Electric Power Co. Ltd - Connected person due to holding of more than 10% units		
Units held: 50,426,464 (June 30, 2024: Nil)	5,659,357	-

15. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

The following table shows financial instruments recognised at fair value, based on:

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

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

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

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

December 31, 2024 (Un-audited)							
Carrying amount			Fair Value				
Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total	
----- (Rupees in '000) -----							
Financial assets measured at fair value							
Market treasury bills	96,470,955	-	96,470,955	-	96,470,955	-	96,470,955
Government of Pakistan - Ijara Sukuk - listed	972,457	-	972,457	972,457	-	-	972,457
Letter of placement	15,500,000	-	15,500,000	-	15,500,000	-	15,500,000
	112,943,412	-	112,943,412	972,457	111,970,955	-	112,943,412
Financial assets not measured at fair value							
Bank balances	-	13,149,685	13,149,685				
Mark-up receivable	-	53,347	53,347				
Deposits and other receivables	-	155	155				
	-	13,203,187	13,203,187				
Financial liabilities not measured at fair value							
Payable to the Management Company	-	109,762	109,762				
Payable to the Trustee	-	4,718	4,718				
Accrued expenses and other liabilities	-	1,914	1,914				
	-	116,394	116,394				
June 30, 2024 (Audited)							
Carrying amount			Fair Value				
Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total	
----- (Rupees in '000) -----							
Financial assets measured at fair value							
Market Treasury Bills	18,311,201	-	18,311,201	-	18,311,201	-	18,311,201
Government of Pakistan - Ijara Sukuk - listed	869,514	-	869,514	869,514	-	-	869,514
	19,180,715	-	19,180,715	869,514	18,311,201	-	19,180,715
Financial assets not measured at fair value							
Bank balances	-	37,335,660	37,335,660				
Mark-up receivable	-	160,787	160,787				
Deposits	-	100	100				
	-	37,496,547	37,496,547				
Financial liabilities not measured at fair value							
Payable to the Management Company	-	61,852	61,852				
Payable to the Trustee	-	2,234	2,234				
Accrued expenses and other liabilities	-	1,313	1,313				
	-	65,399	65,399				

16. GENERAL

16.1 Figures have been rounded off to the nearest thousand rupees, unless otherwise stated.

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

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 18 February 2025.

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

Chief Financial Officer

Chief Executive Officer

Director

HBL

Stock Fund

FUND INFORMATION

Name of Fund	HBL Stock Fund
Name of Auditor	A.F. Ferguson & Co.
Name of Trustee	Central Depository Company of Pakistan Limited (CDC)
Bankers	Habib Bank Limited Allied Bank Limited JS Bank Limited MCB 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 HBL Micro National Bank of Pakistan Limited



A.F. FERGUSON & Co.

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

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **HBL Stock Fund** (the Fund) as at December 31, 2024 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2024. The Management Company (HBL Asset Management Company) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2024 and December 31, 2023 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2024.

Scope of Review

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

Conclusion

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

A.F. Ferguson & Co.

A.F. Ferguson & Co.
Chartered Accountants

Engagement Partner: **Noman Abbas Sheikh**

Dated: February 27, 2025

Karachi

UDIN: RR202410061rSvUq691G

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■ KARACHI ■ LAHORE ■ ISLAMABAD

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

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TRUSTEE REPORT TO THE UNIT HOLDERS

HBL STOCK FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of HBL Stock Fund (the Fund) are of the opinion that HBL Asset Management Limited, being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2024 in accordance with the provisions of the following:

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

Further, during an onsite inspection of the Management Company, the Securities and Exchange Commission of Pakistan (SECP) identified certain matters related to the charging and allocation of selling & marketing expenses and allocated expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units of HBL Stock Fund to the entitled unit holders.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 28, 2025



HBL Stock Fund
Condensed Interim Statement of Assets and Liabilities (Un-Audited)
As At December 31, 2024

		(Un-audited) December 31, 2024	(Audited) June 30, 2024
	Note	----- (Rupees in '000) -----	
ASSETS			
Bank balances	4	157,421	49,810
Investments	5	961,748	218,386
Dividend and profit receivable	6	2,226	1,747
Advances, deposits and prepayment	7	3,111	3,111
Receivable from HBL Asset Management Limited - Management Company	8	1,232	1,852
Total assets		1,125,738	274,906
LIABILITIES			
Payable to HBL Asset Management Limited - Management Company	9	2,627	618
Payable to Central Depository Company of Pakistan Limited - Trustee	10	206	39
Payable to the Securities and Exchange Commission of Pakistan	11	65	16
Payable against purchase of investments		91,960	7,107
Dividend payable		-	1,638
Accrued expenses and other liabilities	12	45,542	40,252
Total liabilities		140,400	49,670
NET ASSETS		985,338	225,236
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		985,338	225,236
CONTINGENCIES AND COMMITMENTS	13		
		----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		5,373,692	1,868,652
		----- (Rupees) -----	
NET ASSET VALUE PER UNIT		183.3634	120.5342

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

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

HBL Stock Fund
Condensed Interim Income Statement (Un-Audited)
For The Half Year And Quarter Ended December 31, 2024

		Half year ended December 31,		Quarter ended December 31,	
		2024	2023	2024	2023
Note		(Rupees in '000)			
INCOME					
		7,829	5,531	4,651	3,285
		4,266	4,952	2,859	2,509
		49,880	41,199	39,621	23,416
5.2		173,256	16,281	185,269	17,101
		223,136	57,480	224,890	40,517
		235,231	67,963	232,400	46,311
EXPENSES					
9.1		5,926	1,971	4,301	1,240
9.3		-	445	-	105
9.4		-	412	-	234
10.1		439	163	319	90
11.1		182	68	128	37
		3,897	1,712	3,146	881
		542	430	382	245
		255	257	102	155
		114	117	45	70
8		(1,232)	(1,842)	(1,232)	(1,842)
		10,123	3,733	7,191	1,215
		225,108	64,230	225,209	45,096
		225,108	64,230	225,209	45,096
15		-	-	-	-
		225,108	64,230	225,209	45,096
Allocation of net income for the period					
		225,108	64,230		
		(38,631)	(16,721)		
		186,477	47,509		
Accounting income available for distribution:					
		184,844	41,909		
		1,634	5,600		
		186,478	47,509		

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

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

HBL Stock Fund

Condensed Interim Statement of Comprehensive Income (Un-Audited)

For The Half Year And Quarter Ended December 31, 2024

	Half year ended December 31,		Quarter ended, December 31,	
	2024	2023	2024	2023
	----- (Rupees in '000) -----			
Net income for the period after taxation	225,108	64,230	225,209	45,096
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>225,108</u>	<u>64,230</u>	<u>225,209</u>	<u>45,096</u>

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

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 Half Year Ended December 31, 2024

		Half year ended December 31,	
	Note	2024	2023
		----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		225,108	64,230
Adjustments for:			
Profit on savings accounts with banks		(4,266)	(4,952)
Dividend income		(7,829)	(5,531)
Gain on sale of investments - net		(49,880)	(41,199)
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.2	(173,256)	(16,281)
		(10,123)	(3,733)
(Increase) / decrease in assets			
Investments - net		(435,373)	53,886
Receivable from HBL Asset Management Limited - Management Company		620	283
Advances, deposits and prepayment		-	(16)
		(434,753)	54,153
Increase / (decrease) in liabilities			
Payable to HBL Asset Management Limited - Management Company		2,009	(67)
Payable to Central Depository Company of Pakistan Limited - Trustee		167	5
Payable to the Securities and Exchange Commission of Pakistan		49	(23)
Accrued expenses and other liabilities		5,290	816
		7,515	731
Profit received on savings accounts with banks		3,822	4,976
Dividend received		7,794	5,378
		11,616	10,354
Net cash (used in) / generated from operating activities		(425,745)	61,505
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance and conversion of units		1,155,334	216,206
Payment against redemption and conversion of units		(620,340)	(265,513)
Dividend paid		(1,638)	-
Net cash generated from / (used in) financing activities		533,356	(49,307)
Net increase in cash and cash equivalents during the period		107,611	12,198
Cash and cash equivalents at the beginning of the period		49,810	38,722
Cash and cash equivalents at the end of the period	4	157,421	50,920

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

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

HBL Stock Fund
Statement Of Movement In Unitholders' Fund (Un-Audited)
For The Half Year Ended December 31, 2024

	Half year ended December 31, 2024			Half year ended December 31, 2023		
	Capital value	Accumulated loss	Total	Capital value	Accumulated loss	Total
-----Rupees in '000-----						
Net assets at the beginning of the period (audited)	1,357,996	(1,132,760)	225,236	1,341,385	(1,181,154)	160,231
Issuance of 7,642,308 units (2023: 2,336,869 units)						
- Capital value (at net asset value per unit at the beginning of the period)	921,159	-	921,159	162,786	-	162,786
- Element of income	234,175	-	234,175	53,420	-	53,420
Total proceeds on issuance of units	1,155,334	-	1,155,334	216,206	-	216,206
Redemption of 4,137,268 units (2023: 3,011,996 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(498,682)	-	(498,682)	(209,815)	-	(209,815)
- Element of loss	(83,027)	(38,631)	(121,658)	(38,977)	(16,721)	(55,698)
Total payments on redemption of units	(581,709)	(38,631)	(620,340)	(248,792)	(16,721)	(265,513)
Total comprehensive income for the period	-	225,108	225,108	-	64,230	64,230
Net assets at the end of the period (un-audited)	<u>1,931,621</u>	<u>(946,283)</u>	<u>985,338</u>	<u>1,308,799</u>	<u>(1,133,645)</u>	<u>175,154</u>
Accumulated loss brought forward comprising of:						
- Realised loss	(1,158,465)			(1,177,896)		
- Unrealised income / (loss)	25,705			(3,258)		
	(1,132,760)			(1,181,154)		
Accounting income available for distribution:						
- Relating to capital gains	184,844			41,909		
- Excluding capital gains	1,634			5,600		
	186,478			47,509		
Accumulated loss carried forward	<u>(946,282)</u>			<u>(1,133,645)</u>		
Accumulated loss carried forward comprising of:						
- Realised loss	(1,119,538)			(1,149,926)		
- Unrealised income	173,256			16,281		
	<u>(946,282)</u>			<u>(1,133,645)</u>		
	(Rupees)			(Rupees)		
Net asset value per unit at the beginning of the period	<u>120.5342</u>			<u>69.6597</u>		
Net asset value per unit at the end of the period	<u>183.3634</u>			<u>120.5342</u>		

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

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 HALF YEAR ENDED DECEMBER 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** HBL Stock 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 Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed under the Trust Act, 1882 on August 09, 2007 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on August 08, 2007. During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trust Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund was registered under the "Sindh Trust Act, 2020". Accordingly, on September 8, 2021, the above-mentioned Trust Deed had been registered under the "Sindh Trust Act, 2020".
- 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 Fund has been categorised as an open ended equity scheme by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange. The units of the Fund were initially offered for public subscription at a par value of Rs 10 per unit from August 29, 2007 to August 31, 2007.
- 1.4** The principal objective of the Fund is to provide long-term capital growth by investing primarily in a diversified pool of equities and equities related instruments.
- 1.5** VIS Credit Rating Company Limited (VIS) has assigned the Management Quality Rating of 'AM1' dated December 31, 2024, (December 29, 2023: 'AM1' dated December 29, 2023) and the outlook on the rating has been assigned as 'Stable' (December 29, 2023: 'Stable').
- 1.6** The title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

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

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

The disclosures made in these condensed interim financial statements are limited, based on the requirements of the IAS 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2024.

2.2 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2024.

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

3.1 The material accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024.

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

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

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

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

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

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

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2025. However, these are not considered to be relevant or will not have any material effect on the Fund's financial statement except for:

- The new standard - IFRS 18 Presentation and Disclosure in the Financial statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and
- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers with effective date of January 1, 2026. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

	Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
4 BANK BALANCES		----- (Rupees in '000) -----	
Balances with banks in:			
Savings accounts	4.1	156,756	39,794
Current accounts		665	10,016
		<u>157,421</u>	<u>49,810</u>

- 4.1 These include balances of Rs. 25.49 million (June 30, 2024: Rs. 26.045 million) with Habib Bank Limited (a related party) that carry profit at the rates of 13.50% to 21.15% (June 30, 2024: 16%) and Rs. 6.52 million (June 30, 2024: Rs. 6.549 million) with HBL Micro finance Bank Limited (a related party) that carry profit at the rates of 12.50% to 22.00% (June 30, 2024: 20.25% to 22%). Other savings accounts of the Fund carry profit at the rates of 13.5% to 21.00% (June 30, 2024: 18.2% to 21.5%) per annum.

	Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
		------(Rupees in '000) -----	
5 INVESTMENTS			
At fair value through profit or loss			
- Quoted equity securities	5.1	961,748	218,386

5.1 Quoted equity securities

Name of the investee company	As at July 1, 2024	Purchased during the period	Bonus / rights issue during the period	Sold during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised appreciation / (diminution)	Market value as a percentage of		Par value as a percentage of issued capital of the investee company
									Total market value of investments	Net assets of the fund	
<div><div>(Number of shares)</div><div>(Rupees in '000)</div></div>											
CEMENT											
Cherat Cement Company Limited	-	171,000	-	171,000	-	-	-	-	-	-	-
DG Khan Cement Company Limited	120,500	36,500	-	157,000	-	-	-	-	-	-	-
Fauji Cement Company Limited	-	1,373,102	-	428,102	945,000	30,783	34,568	3,785	3.59%	3.51%	0.04%
Lucky Cement Limited	12,068	3,132	-	15,200	-	-	-	-	-	-	-
Maple Leaf Cement Factory Limited (Note 5.1.2)	150,000	497,000	-	347,000	300,000	11,150	13,782	2,632	1.43%	1.40%	0.03%
Attock Cement Pakistan Limited	-	200,100	-	132,600	67,500	13,944	18,218	4,274	1.89%	1.85%	0.05%
Gharibwal Cement Limited	-	806,933	-	88,077	718,856	30,579	37,316	6,737	3.88%	3.79%	0.18%
Thatta Cement Company Limited	-	217,000	-	217,000	-	-	-	-	-	-	-
Pioneer Cement Limited	81,500	43,700	-	125,200	-	-	-	-	-	-	-
						86,456	103,884	17,428	10.79%	10.55%	-
POWER GENERATION & DISTRIBUTION											
Hub Power Company Limited (Note 5.1.2)	117,000	21,500	-	138,500	-	-	-	-	-	-	-
Nishat Mills Limited	-	380,000	-	380,000	-	-	-	-	-	-	-
						-	-	-	-	-	-
ENGINEERING											
Mughal Iron & Steel Inds Limited (Note 5.1.3)	20,889	-	-	-	20,889	1,943	1,673	(270)	0.17%	0.17%	0.01%
Crescent Steel & Allied Products Limited	-	58,000	-	58,000	-	-	-	-	-	-	-
Pak Elektron Limited	-	100,000	-	100,000	-	-	-	-	-	-	-
						1,943	1,673	(270)	0.17%	0.17%	-
PHARMACEUTICALS											
The Searle Company Limited (Note 5.1.3) *	11,915	-	-	-	11,915	681	1,245	564	0.13%	0.13%	0.00%
Glaxosmithkline Pakistan Limited (Note 5.1.2)	-	120,500	-	61,000	59,500	23,253	23,616	363	2.46%	2.40%	0.02%
						23,934	24,861	927	2.59%	2.53%	-
OIL & GAS EXPLORATION COMPANIES											
Mari Petroleum Company Limited	-	175,391	-	55,391	120,000	55,897	86,353	30,456	8.98%	8.76%	0.01%
Oil & Gas Development Company Limited (Note 5.1.2)	120,500	379,500	-	137,500	362,500	68,626	82,382	13,756	8.57%	8.36%	0.01%
Pakistan Petroleum Limited (Note 5.1.2)	134,500	421,500	-	145,000	411,000	64,269	83,659	19,390	8.70%	8.49%	0.02%
						188,792	252,394	63,602	26.25%	25.61%	-
OIL & GAS MARKETING COMPANIES											
Sui Northern Gas Pipeline Limited (Note 5.1.2)	123,000	766,000	-	303,000	586,000	53,508	65,597	12,089	6.82%	6.66%	0.09%
Sui Southern Gas Company Limited	-	2,545,000	-	710,000	1,835,000	80,165	89,842	9,677	9.34%	9.12%	0.21%
Pakistan State Oil Company Limited (Note 5.1.3)	51,003	272,500	-	123,000	200,503	60,190	88,360	28,170	9.19%	8.97%	0.04%
						193,863	243,799	49,936	25.35%	24.75%	-
REFINERY											
Attock Refinery Limited	34,000	171,851	-	147,351	58,500	28,732	41,612	12,880	4.33%	4.22%	0.05%
Pakistan Refinery Limited	-	1,692,500	-	61,500	1,631,000	62,968	72,286	9,318	7.52%	7.34%	0.26%
National Refinery Limited	39,000	-	-	39,000	-	-	-	-	-	-	-
						91,700	113,898	22,198	11.85%	11.56%	-
Balance carried forward						494,988	626,611	131,623	65.16%	63.61%	-
* Nil figures due to rounding off difference											

* Nil figures due to rounding off difference

Name of the investee company	As at July 1, 2024	Purchased during the period	Bonus / rights issue during the period	Sold during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised appreciation / (diminution)	Market value as a percentage of		Par value as a percentage of issued capital of the investee company
									Total market value of investments	Net assets of the fund	
(Number of shares)						(Rupees in '000)					
Balance brought forward						494,988	626,611	131,623	65.16%	63.61%	
COMMERCIAL BANKS											
Bank Al-Habib Limited (Note 5.1.2)	113,332	152,700	-	266,032	-	-	-	-	-	-	-
Faysal Bank Limited (Note 5.1.3) *	26,018	-	-	-	26,018	1,364	1,261	(103)	0.13%	0.13%	0.00%
Habib Bank Limited	50,000	260,125	-	310,125	-	-	-	-	-	-	-
Meezan Bank Limited	10,000	-	-	10,000	-	-	-	-	-	-	-
United Bank Limited (Note 5.1.2)	58,000	131,500	-	84,500	105,000	34,998	40,134	5,136	4.17%	4.07%	0.01%
						36,362	41,395	5,033	4.30%	4.20%	
FERTILIZER											
Engro Fertilizers Limited	-	128,000	-	128,000	-	-	-	-	-	-	-
Fauji Fertilizer Bin Qasim Limited	-	250,000	-	250,000	-	-	-	-	-	-	-
Fauji Fertilizer Company Limited	-	348,672	-	113,397	235,275	80,805	86,186	5,381	8.96%	8.75%	0.02%
						80,805	86,186	5,381	8.96%	8.75%	
TECHNOLOGY & COMMUNICATION											
Air Link Communication Limited	-	54,000	-	54,000	-	-	-	-	-	-	-
Netsol Technologies	122,500	30,000	-	152,500	-	-	-	-	-	-	-
Avanceon Limited	-	177,500	-	177,500	-	-	-	-	-	-	-
Pakistan Telecommunication Company	-	2,872,000	-	-	2,872,000	75,349	78,319	2,970	8.14%	7.95%	0.08%
Secure Logistics Group Limited	-	300,000	-	300,000	-	-	-	-	-	-	-
TPL Trakker Limited	1,498,000	-	-	-	1,498,000	9,288	15,340	6,052	1.60%	1.56%	0.80%
						84,637	93,659	9,022	9.74%	9.51%	
AUTOMOBILE ASSEMBLER											
Atlas Honda Limited	37,000	30,000	-	67,000	-	-	-	-	-	-	-
Sazgar Engineering Works Limited	13,000	-	-	13,000	-	-	-	-	-	-	-
Gandhara Industries Limited	-	148,300	-	148,300	-	-	-	-	-	-	-
Gandhara Automobiles Limited	-	95,000	-	95,000	-	-	-	-	-	-	-
Loads Limited	-	250,000	-	250,000	-	-	-	-	-	-	-
						-	-	-	-	-	
PAPER & BOARD											
Synthetic Products Enterprises Limited (Note 5.1.1)	-	714,000	-	714,000	-	-	-	-	-	-	-
						-	-	-	-	-	
FOOD & ALLIED INDUSTRIES											
The Organic Meat Company Limited	-	248,000	-	248,000	-	-	-	-	-	-	-
						-	-	-	-	-	
Total as at December 31, 2024						788,492	961,748	173,256	100%	98%	
Total as at June 30, 2024						192,681	218,386	25,705	100%	97%	

* Nil figures due to rounding off difference

5.1.1 All shares have a face value of Rs 10 each except Synthetic Products Enterprises Ltd whose face value is Rs 5 each.

5.1.2 The following shares have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular no. 11 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan. The details of shares which have been pledged are as follows:

	December 31, 2024	June 30, 2024	December 31, 2024	June 30, 2024
	--- (Number of shares) ---		----- Rupees in '000 -----	
The Hub Power Company Limited	-	20,000	-	3,262
Bank Al Habib Limited	-	104,000	-	11,667
Oil & Gas Development Company Limited	146,500	63,500	33,294	8,596
Pakistan Petroleum Limited	150,000	100,000	30,533	11,711
United Bank Limited	15,681	15,681	5,994	4,018
Maple Leaf Cement Factory Limited	105,000	105,000	4,824	3,990
Sui Northern Gas Pipelines Limited	113,500	63,500	12,705	4,030
Glaxosmithkline Pakistan Limited	40,000	-	15,876	-
	570,681	471,681	103,226	47,274

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

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

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgement on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued I entertained on the condition that a minimum of 50% of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically. During the year ended June 30, 2020, the CISs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019. In this regard, on July 15, 2019, the Honourable High Court of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have recorded these bonus shares as 'Quoted equity securities' in these condensed interim financial statements.

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

As at December 31, 2024, the following bonus shares of the Fund have been withheld by certain companies at the time of declaration of bonus shares.

Name of the Investee Company	(Un-audited)		(Audited)	
	December 31,		June 30,	
	2024		2024	
	----- Bonus shares -----			
	Number of shares withheld	Rupees in '000	Number of shares withheld	Rupees in '000
Mughal Iron & Steel Industries Limited	20,889	1,673	20,889	1,943
The Searle Company Limited	11,915	1,245	11,915	681
Pakistan State Oil Company Limited	3,503	1,544	3,503	582
Faysal Bank Limited	26,018	1,261	26,018	1,364
	62,325	5,723	62,325	4,570

Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
	----- (Rupees in '000) -----	

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

Market value of investments	5.1	961,748	218,386
Less: carrying value of investments	5.1	(788,492)	(192,681)
		<u>173,256</u>	<u>25,705</u>

6 DIVIDEND AND PROFIT RECEIVABLE

Dividend receivable		1,264	1,229
Profit receivable on bank balances	6.1	962	518
		<u>2,226</u>	<u>1,747</u>

- 6.1 This includes receivables of Rs. 0.409 million (June 30, 2024: Rs. 0.019 million) from Habib Bank Limited (a related party) and Rs. 0.007 million (June 30, 2024: Rs. 0.126 million) from HBL Microfinance Bank Limited (a related party).

	Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
7 ADVANCES, DEPOSITS AND PREPAYMENT - NET		(Rupees in '000)	
Security deposit with:			
- National Clearing Company of Pakistan Limited		2,500	2,500
- Central Depository Company of Pakistan Limited		100	100
Advance tax	7.3	511	511
Advance against subscription of Term Finance Certificates (TFC)	7.1	25,000	25,000
		<u>28,111</u>	<u>28,111</u>
Less: Provision in respect of advance against subscription of term finance certificates	7.2	(25,000)	(25,000)
		<u>3,111</u>	<u>3,111</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 December 31, 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 December 31, 2024, 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.

- 7.2 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 7 of 2009 dated March 6, 2009 required all Asset Management Companies to classify funds under their management on the basis of categorization criteria laid down in the circular. HBL Asset Management Limited (Management Company) classified HBL Stock Fund (the Fund) as 'Equity Scheme' in accordance with the said circular. As at December 31, 2024, the Fund is compliant with all the requirements of the said circular except for clause 9 (v) which requires that the rating of any security in the portfolio shall not be lower than the investment grade.

Name of non-compliant investment	Type of investment	Value of investment before provision	Provision held, if any	Value of investment after provision	% of Net Assets	% of Total Investments
		(Rupees in '000)		(%)		

Dewan Cement Limited	TFC	25,000	25,000	-	-	-
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- 7.3 As per Clause 47(B) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to Collective Investment Schemes (CISs) are exempt from withholding tax under sections 151 and 150 of the Income Tax Ordinance, 2001. However, withholding tax on profit on saving accounts with banks to the Fund has been deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholder. The tax withheld on profit on savings accounts with banks amounted to Rs. 0.511 million (June 30, 2024: Rs. 0.511 million).

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. A petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on dividends received by the Fund and profit on savings accounts with banks has been shown as Advance tax, in the opinion of the management, the amount of tax deducted at source will be refunded.

8 RECEIVABLE FROM HBL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

As per SECP's direction No. SCD/PRDD/Direction/18/2016 all AMCs are required to calculate the TER in respect of each CIS to ensure the TER is not in breach of the required maximum percentage. The AMCs are required to adjust the NAV of the CIS on the basis of TER at the end of each Quarter during the financial year for the amount of expenses in excess of the TER limit prescribed in regulation 60(5) of the NBFC Regulations.

During the period ended December 31, 2024, the Fund was in breach of the TER ratio of maximum 4.5% as prescribed under NBFC Regulations for a CIS categorised as an equity scheme. As a result, the Fund has recorded receivable from the Management Company to comply with the TER.

	Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
9 PAYABLE TO HBL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY		----- (Rupees in '000) -----	
Remuneration payable	9.1	1,878	395
Sindh Sales Tax payable on remuneration of the Management Company	9.2	282	51
Selling and marketing expenses payable	9.3	-	160
Allocation of expenses related to registrar services, accounting, operation and valuation services	9.4	-	-
Sales load payable		467	12
		<u>2,627</u>	<u>618</u>

9.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 2.7% (June 30, 2024: 2% to 3%) per annum of the daily net assets of the Fund during the period ended December 31, 2024. The remuneration is payable to the Management Company monthly in arrears. As per updated consolidated offering document, which has become effective from August 6, 2024 the management fee can be charged upto 4% (June 30, 2024: 3%).

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

9.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company has not charged selling and marketing expenses during the current period (2024: 0% to 1.05%) while keeping in view the overall return and Total Expense Ratio limit of the Fund as defined under the NBFC Regulations.

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

The Management Company has not charged such expenses during the current period (June 30, 2024: 0% to 0.67%).

	Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
10 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE		----- (Rupees in '000) -----	
Remuneration payable to the Trustee	10.1	179	35
Sindh Sales Tax payable on remuneration of the Trustee	10.2	27	4
		<u>206</u>	<u>39</u>

10.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per the tariff specified therein, based on the daily net assets of the Fund. The remuneration is payable to the Trustee according to the following tariff structure:

Tariff structure	
Net assets (Rs.)	Fee
- Up to Rs 1,000 million	0.20% p.a. of Net Assets
- From Rs 1,000 million to Rs 5,000 million	Rs. 2.0 million plus 0.10% p.a. of Net Assets, on amount exceeding Rs.1,000 million.

- 10.2** The Provincial Government has levied Sindh Sales Tax at the rate of 15% (June 30, 2024: 13%) on the remuneration of Trustee through the Sindh Sales Tax on Services Act, 2011.

	Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
11 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN		----- (Rupees in '000) -----	
Fee payable	11.1	65	16

- 11.1** "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).

The Fund has charged the SECP fee at the rate of 0.095% (December 31, 2023: 0.095%) per annum of the daily net assets during the period.

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

	Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
12 ACCRUED EXPENSES AND OTHER LIABILITIES		----- (Rupees in '000) -----	
Provision for federal excise duty	12.1	37,838	37,838
Withholding tax payable		649	649
Auditors' remuneration payable		580	851
Securities transaction costs payable		1,499	96
Zakat payable		29	29
Other payable		4,947	789
		<u>45,542</u>	<u>40,252</u>

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

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

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

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company 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. 37.838 million is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been made, the NAV per unit of the Fund would have been higher by Rs 7.04 (June 30, 2024: Rs 20.25 per unit) per unit.

13 CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments outstanding as at December 31, 2024 and June 30, 2024.

14 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at December 31, 2024 is 5.29% (December 31, 2023: 5.18%), which includes 0.8% (December 31, 2023: 0.71%) representing government levies on the Fund such as sales taxes, annual fee to the SECP. The maximum ratio limit as prescribed under the NBFC Regulation for a collective Investment Scheme categorised as an 'Equity Scheme' is 4.5% which is required to be compiled on an annual basis by the fund. As more fully discussed in note 8, TER of the Fund was in breach as prescribed in the regulation. To comply with this breach, the Fund has made the reversal of expense amounting to Rs. 1.232 million (December 31, 2023: 1.842 million).

15 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 intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2025 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements during the period.

16 TRANSACTIONS AND BALANCES 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 transactions with connected persons during the period and balances with them at period / year end, if not disclosed elsewhere in these condensed interim financial statements are as follows:

16.1 Transactions during the period

		(Un-audited) Half year ended December 31,	
		2024	2023
		----- (Rupees in '000) -----	
HBL Asset Management Limited - Management Company			
Remuneration of the Management Company including Sales Tax thereon		5,926	1,971
Allocation of expenses related to registrar services, accounting, operation and valuation services		-	412
Selling and marketing expense		-	445
Amount received for unit issuance		834	-
Reimbursement from HBL Asset Management Limited - Management Company		1,232	1,842
Habib Bank Limited - Sponsor			
Bank charges		9	1
Bank profit		1,133	284
Dividend income			523
HBL Micro Finance Bank - Associate			
Bank profit		452	2,069
Central Depository Company of Pakistan Limited - Trustee			
Trustee remuneration including Sales Tax thereon		439	163
Central Depository service charges		32	20
		(Un-audited) Half year ended December 31,	
		2024	2023
		----- (Rupees in '000) -----	
Directors and Executives of the Management Company and their relatives			
Issuance of 6,983 (December 31, 2023: 5,041) units		1,000	553
Redemption of 28,225 (December 31, 2023: 156) units		3,727	12
Connected person due to holding 10% or more units			
Issuance of 910,191 (December 31, 2023: 586,806) units		123,454	107,599
DCCL - HBL Financial Planning Fund Conservative Allocation Plan - Associate			
Redemption of Nil (December 31, 2023: 48,324) units		-	4,390
Jaffer Brothers (Private) Limited and Associated Companies Staff Provident Fund - Connected party due to 10% units			
Redemption of Nil (December 31, 2023: 715,854) units		-	53,613

16.2	Balances outstanding as at period / year end	(Un-audited)	(Audited)
		December 31, 2024	June 30, 2024
		----- (Rupees in '000) -----	
	HBL Asset Management Limited - Management Company		
	Remuneration payable to the Management Company including Sales Tax thereon	2,160	446
	Sales load payable	467	12
	Selling and marketing expenses payable	-	160
	Receivable from HBL Asset Management Limited - Management Company	1,232	1,852
	Habib Bank Limited - Sponsor		
	Bank balances	25,492	26,045
	Profit receivable	409	19
	HBL Micro Finance Bank - Associate		
	Bank balance	652	6,549
	Profit receivable	7	126
	Directors and Executives of the Management Company and their relatives		
	Outstanding 1,495 units (June 30, 2024: 22,737) units	274	2,940
	Connected person due to holding 10% or more units		
	Outstanding: 1,496,997 units (June 30, 2024: 586,806 units)	274,495	70,730
	Central Depository Company of Pakistan Limited - Trustee		
	Remuneration payable including Sales Tax thereon	206	39
	Security deposit	100	100

17 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

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

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

As at December 31, 2024 and June 30, 2024, the Fund held the following financial instruments measured at fair value:

Financial assets ' at fair value through profit or loss'

- Quoted equity securities

----- (Un-audited) -----			
----- As at December 31, 2024 -----			
Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----			

961,748	-	-	961,748
---------	---	---	---------

Financial assets ' at fair value through profit or loss'

- Quoted equity securities

----- (Audited) -----			
----- As at June 30, 2024 -----			
Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----			

218,386	-	-	218,386
---------	---	---	---------

18 GENERAL

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

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

18.3 Units have been rounded off to the nearest decimal place.

19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on 18 February, 2025.

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

Chief Financial Officer

Chief Executive Officer

Director

HBL

Equity Fund

FUND INFORMATION

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 Soneri Bank Limited HBL Bank Limited JS Bank Limited Khushhali Bank Limited HBL Microfinance Bank Limited Mobilink Microfinance Bank Limited National Bank Limited Zarai Taraqati Bank Limited Allied Bank Limited Habib Metropolitan Bank Limited



Yousuf Adil
Chartered Accountants

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INDEPENDENT AUDITOR'S REVIEW REPORT

To the unit holders of HBL Equity Fund

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **HBL Equity Fund** (the "Fund") as at December 31, 2024, and the related condensed interim income statement, the condensed interim statement of other comprehensive income, the condensed interim statement of movement in unit holders' fund and the condensed interim statement of cash flows and notes to the condensed interim financial information (here-in-after referred to as the 'condensed interim financial information') for the half year then ended. The management of HBL Asset Management Limited (the Management Company) is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as at and for the half year ended December 31, 2024 is not prepared, in all material respects, in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

The figures of the condensed interim income statement and the condensed interim statement of other comprehensive income for the quarters ended December 31, 2024 and December 31, 2023 have not been reviewed, as we are only required to review the cumulative figures for the half year ended December 31, 2024.

The engagement partner on the engagement resulting in this independent auditor's review report is **Hena Sadiq**.


Chartered Accountants

Place: Karachi

Date: February 27, 2025

UDIN: RR202410057pvGn2xXdu

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:

CDC House, 99-B, Block 'B'
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Karachi - 74400, Pakistan
Tel : (92-21) 111-111-500
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TRUSTEE REPORT TO THE UNIT HOLDERS

HBL EQUITY FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of HBL Equity Fund (the Fund) are of the opinion that HBL Asset Management Limited, being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2024 in accordance with the provisions of the following:

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

Further, during an onsite inspection of the Management Company, the Securities and Exchange Commission of Pakistan (SECP) identified certain matters related to the charging and allocation of selling & marketing expenses and allocated expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units of HBL Equity Fund to the entitled unit holders.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 28, 2025



HBL Equity Fund
Condensed Interim Statement of Assets and Liabilities (Un-Audited)
AS AT DECEMBER 31, 2024

		December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
	Note	----- (Rupees in '000) -----	
ASSETS			
Bank balances	4	321,068	4,371
Investments	5	1,099,442	190,986
Dividend receivable		120	307
Mark-up receivable		1,280	106
Receivable against sale of investments		9,790	28,509
Receivable from the Management Company	6	3,409	4,188
Advances, deposits and prepayments		2,985	2,915
Total assets		1,438,094	231,382
LIABILITIES			
Payable to the Management Company	7	5,061	695
Payable to the Trustee		50	41
Payable to Securities and Exchange Commission of Pakistan	8	87	17
Payable against redemption of units		2,650	27,317
Payable against purchase of investment		90,059	-
Dividend Payable		-	3,130
Accrued expenses and other liabilities	9	25,922	7,978
Total liabilities		123,829	39,178
NET ASSETS		1,314,265	192,204
UNIT HOLDERS' FUND (AS PER STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND)		1,314,265	192,204
CONTINGENCIES AND COMMITMENTS	10	----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		6,361,532	1,582,206
		----- (Rupees) -----	
NET ASSETS VALUE PER UNIT		206.5957	121.4784

The annexed notes from 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 (Un-Audited)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024

	Half year ended December 31,		Quarter ended December 31,	
	2024	2023	2024	2023
Note	(Rupees in '000)			
INCOME				
Capital gain on sale of investments - net	134,604	85,888	127,916	41,721
Dividend income	7,080	17,039	4,578	8,847
Mark-up on bank deposits	1,524	1,528	1,334	965
Unrealised gain on re-measurement of investments at 'fair value through profit or loss'- net	193,505	26,156	194,583	22,712
	336,713	130,611	328,411	74,245
EXPENSES				
Remuneration of the Management Company	6,155	3,688	4,530	1,995
Sindh Sales Tax on remuneration of the Management Company	923	479	679	259
Remuneration of the Trustee	270	319	174	150
Sindh Sales Tax on remuneration of the Trustee	41	41	29	19
Securities and Exchange Commission of Pakistan fee	192	151	143	71
Allocated expenses	-	902	-	437
Selling and marketing expenses	-	1,154	-	265
Auditors' remuneration	383	343	158	192
Fees and subscription	13	15	13	8
Securities transaction cost and settlement charges	6,282	5,492	5,779	2,147
Bank charges	6	17	-	8
Printing charges	15	3	15	3
Reversal against reimbursement from Management Company	(3,409)	(4,188)	(3,409)	(4,188)
	10,871	8,416	8,111	1,366
Net income for the period from operating activities	325,842	122,195	320,300	72,879
Taxation	11	-	-	-
Net income for the period after taxation	325,842	122,195	320,300	72,879
Allocation of net income for the period				
Net income for the period after taxation	325,842	122,195		
Income already paid on redemption of units	(70,735)	(42,072)		
	255,107	80,123		
Accounting income available for distribution:				
Relating to capital gains	255,107	73,072		
Excluding capital gains	-	7,051		
	255,107	80,123		
Earnings per unit				

The annexed notes from 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 COMPREHENSIVE INCOME (UN-AUDITED)*****FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024***

	Half year ended December 31,		Quarter ended December 31,	
	2024	2023	2024	2023
	----- (Rupees in '000) -----			
Net income for the period after taxation	325,842	122,195	320,300	72,879
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	325,842	122,195	320,300	72,879

The annexed notes from 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
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HBL Equity Fund

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Half year ended December 31,					
	2024			2023		
	Capital value	Undistributed loss	Total	Capital value	Undistributed loss	Total
	(Rupees in '000)					
Net assets at beginning of the period	875,669	(683,465)	192,204	1,073,154	(749,804)	323,350
Issuance of 10,282,681 units (2023: 1,632,559 units)						
- Capital value (at net asset value per unit at the beginning of the period)	1,249,124	-	1,249,124	114,873	-	114,873
- Element of income	546,800	-	546,800	43,462	-	43,462
	1,795,924	-	1,795,924	158,335	-	158,335
Redemption of 5,503,355 units (2023: 3,708,043 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(668,539)	-	(668,539)	(260,911)	-	(260,911)
- Element of income	(260,431)	(70,735)	(331,166)	(35,676)	(42,072)	(77,748)
	(928,970)	(70,735)	(999,705)	(296,587)	(42,072)	(338,659)
Total comprehensive income for the period	-	325,842	325,842	-	122,195	122,195
Net assets at end of the period	1,742,623	(428,358)	1,314,265	934,902	(669,681)	265,221
Undistributed loss brought forward						
- Realised		(703,351)			(742,789)	
- Unrealised		19,886			(7,015)	
		(683,465)			(749,804)	
Accounting income available for distribution						
- Relating to capital gains		255,107			73,072	
- Excluding capital gains		-			7,051	
		255,107			80,123	
		(428,358)			(669,681)	
Undistributed loss carried forward						
- Realised		(621,863)			(695,836)	
- Unrealised		193,505			26,155	
		(428,358)			(669,681)	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period		121.4784			70.3636	
Net assets value per unit at end of the period		206.5957			105.2483	

The annexed notes from 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 HALF YEAR ENDED DECEMBER 31, 2024

	Half year ended December 31,	
	2024	2023
Note	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	325,842	122,195
Adjustments for non-cash and other items		
Capital gain on sale of investments - net	(134,604)	(85,888)
Dividend income	(7,080)	(17,039)
Mark-up on bank deposits	(1,524)	(1,528)
Unrealised gain on re-measurement of investments at 'fair value through profit or loss' - net	(193,505)	(26,156)
	(10,871)	(8,416)
(Increase) / decrease in assets		
Investments - net	(580,347)	152,193
Receivable from the Management Company	779	746
Receivable against sale of investments	18,719	13,625
Advances, deposits and prepayments	(70)	(16)
	(560,919)	166,548
Increase / (decrease) in liabilities		
Payable to the Management Company	4,366	(337)
Payable to the Trustee	9	-
Payable to Securities and Exchange Commission of Pakistan	70	(73)
Payable against purchase of investments	90,059	1,725
Dividend payable	(3,130)	-
Accrued expenses and other liabilities	17,944	2,362
	109,318	3,677
Cash (used in) / generated from operations	(462,472)	161,809
Dividend received	7,267	17,024
Mark-up received	350	1,568
Net cash (used in) / generated from operating activities	(454,854)	180,401
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issue of units	1,795,924	158,335
Payment against redemption of units	(1,024,372)	(339,836)
Net cash generated from / (used in) financing activities	771,552	(181,501)
Net Increase / (decrease) in cash and cash equivalents during the period	316,697	(1,100)
Cash and cash equivalents at the beginning of the period	4,371	9,794
Cash and cash equivalents at the end of the period	321,068	8,694

4

4

The annexed notes from 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 HALF YEAR ENDED DECEMBER 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** HBL Equity Fund ("the Fund") was established under a Trust Deed executed between PICIC Asset 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. Through an order dated August 31, 2016, the Securities and Exchange Commission of Pakistan (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.
- 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) and has obtained the requisite license from the SECP to undertake Asset Management Services. The registered office of the Management Company is at 7th Floor, Emerald Tower, G-19, Block 5, Main Clifton Road, Clifton, Karachi.
- 1.3** The Fund is an open-ended mutual fund 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 September 24, 2011 to September 26, 2011. 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 an equity scheme as per the criteria laid down by the SECP for categorisation of the Collective Investment Schemes (CISs).
- 1.4** 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.
- 1.5** Title to the assets of the Fund is held in the name of CDC as the Trustee of the Fund.
- 1.6** VIS Credit Rating Company has assigned a management quality rating of 'AM1' (Stable Outlook) to the Management Company as at December 31, 2024.

2 BASIS OF PREPARATION

2.1 Statement of compliance

- 2.1.1** This condensed interim financial information of the Fund 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 Standard Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with Part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations), and requirement of the Trust Deed.

Where the provisions of and directives issued under the Companies Act, 2017, Part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations, differ from the IFRS, the provisions of and directives issued under the Companies Act, 2017, Part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations, the directives issued by the SECP and the requirements of the Trust Deed have been followed.

- 2.1.2** This condensed interim financial information does not include all the information and disclosures required in a full set of audited financial statements and should be read in conjunction with the annual audited financial statements of the Fund for the year ended June 30, 2024.
- 2.1.3** This condensed interim financial information is unaudited and has been reviewed by the auditors. Further, the figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2024 and December 31, 2023 have not been reviewed.

2.1.4 In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2024.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost basis, unless stated otherwise. 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 is presented in Pakistan Rupees which is the Fund's functional and presentation currency.

3 SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

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 accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and 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, 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 did not 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 annual audited financial statements of the Fund for the year ended June 30, 2024.

4	BANK BALANCES	Note	(Un-Audited)	(Audited)
			December 31,	June 30,
			2024	2024
			----- (Rupees in '000) -----	
	Cash at bank			
	Current accounts		201	201
	Saving accounts	4.1	320,866	4,170
			321,068	4,371

4.1 These accounts carry mark-up ranging from 12.5% to 13.5% (June 30, 2024: 19.51% to 21.15%) per annum. This includes an amount held with Habib Bank Limited (a related party) amounting to Rs. 195.422 million (June 30, 2024: Rs. 3.39 million) on which return is earned at 13.5% (June 30, 2024: 19.51%) per annum. and HBL Microfinance Bank Limited (a related party) amounting to Rs. 0.021 million (June 30, 2024: Rs. 0.021 million) on which no return is earned during the period (June 30, 2024: 19.51%).

5	INVESTMENTS	Note	December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
			(Rupees in '000)	
	Financial assets at fair value through profit or loss			
	Listed equity securities	5.1	<u>1,099,442</u>	<u>190,986</u>

5.1 Financial assets at 'fair value through profit or loss' - listed equity securities

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

Name of the investee Companies	As at July 1, 2024	Purchases during the period	Sales during the period	As at December 31, 2024	Carrying Amount as at December 31, 2024	Market Value as at December 31, 2024	Unrealised gain	Market value as a percentage of net assets	Par value as a percentage of paid-up capital of investee company
	(Number of Shares)				(Rupees in '000)			(%)	
AUTOMOBILE ASSEMBLER									
Honda Atlas Cars (Pakistan) Limited (5.1.1)	14,000	-	14,000	-	-	-	-	-	-
Ghandhara Automobiles Limited	-	70,400	70,400	-	-	-	-	-	-
Ghandhara Industries Limited	-	112,200	112,200	-	-	-	-	-	-
Sazgar Engineering Works Limited (5.1.1)	9,500	-	9,500	-	-	-	-	-	-
					-	-	-	-	-
CABLE & ELECTRICAL GOODS									
Pak Elektron Limited	-	1,468,000	1,468,000	-	-	-	-	-	-
					-	-	-	-	-
CEMENT									
Attock Cement Pakistan Limited	-	236,500	236,500	-	-	-	-	-	-
Cherat Cement Company Limited	-	133,500	133,500	-	-	-	-	-	-
D.G Khan Cement Company Limited	130,000	-	130,000	-	-	-	-	-	-
Fauji Cement Company Limited (5.1.1)	104,000	955,000	255,500	803,500	27,062	29,392	2,330	2.24	0.03
Gharibwal Cement Limited	-	689,000	689,000	-	-	-	-	-	-
Maple Leaf Cement Limited (5.1.1)	118,000	1,042,500	507,500	653,000	25,514	29,999	4,485	2.28	0.06
Pioneer Cement Company Limited	81,500	6,000	87,500	-	-	-	-	-	-
Power Cement Limited	-	8,450,000	6,100,000	2,350,000	18,535	21,268	2,733	1.62	0.21
Thatta Cement Company Limited	-	225,500	225,500	-	-	-	-	-	-
					71,111	80,659	9,548	6.14	0.31
COMMERCIAL BANKS									
Bank AL Habib Limited	-	130,500	130,500	-	-	-	-	-	-
The Bank of Punjab	-	1,500,000	1,500,000	-	-	-	-	-	-
Faysal Bank Limited (5.1.2)	1,440	-	-	1,440	76	70	(6)	0.01	0.00
Habib Bank Limited (5.1.1)	39,000	777,750	408,750	408,000	62,511	71,180	8,669	5.42	0.03
National Bank of Pakistan	-	982,000	322,000	660,000	47,135	44,167	(2,968)	3.36	0.03
United Bank Limited (5.1.1)	74,000	-	74,000	-	-	-	-	-	-
					109,722	115,417	5,695	8.78	0.06
FOOD & PERSONAL CARE PRODUCTS									
The Organic Meat Company Limited	-	290,500	290,500	-	-	-	-	-	-
					-	-	-	-	-
ENGINEERING									
Crescent Steel & Allied Products Limited	-	60,500	60,500	-	-	-	-	-	-
					-	-	-	-	-
FERTILIZER									
Engro Fertilizer Limited (5.1.1)	59,500	50,500	110,000	-	-	-	-	-	-
Fauji Fertilizer Bin Qasim Limited	-	280,000	280,000	-	-	-	-	-	-
Fauji Fertilizer Company Limited (5.1.1)	-	447,268	204,500	242,768	86,454	88,931	2,477	6.77	0.02
					86,454	88,931	2,477	6.77	0.02

Name of the investee Companies	As at July 1, 2024	Purchases during the period	Sales during the period	As at December 31, 2024	Carrying Amount as at December 31, 2024	Market Value as at December 31, 2024	Unrealised gain	Market value as a percentage of net assets	Par value as a percentage of paid- up capital of the investee company
(Number of Shares)				(Rupees in '000)			(%)		
OIL & GAS EXPLORATION COMPANIES									
Mari Petroleum Company Limited (5.1.1)	-	232,500	94,000	138,500	74,157	99,666	25,509	7.58	0.01
Oil & Gas Development Company Limited (5.1.1)	108,000	520,000	211,000	417,000	81,726	94,767	13,042	7.21	0.01
Pakistan Petroleum Limited (5.1.1)	126,000	575,000	228,000	473,000	79,942	96,279	16,337	7.33	0.02
					235,824	290,713	54,888	22.12	0.04
OIL & GAS MARKETING COMPANIES									
Pakistan State Oil Company Limited (5.1.1 & 5.1.2)	47,222	393,300	237,800	202,722	61,740	89,338	27,598	6.80	0.04
Sui Northern Gas Pipelines Limited (5.1.1)	153,400	955,500	481,400	627,500	55,402	70,242	14,841	5.34	0.10
Sui Southern Gas Company Limited	-	3,958,778	2,332,278	1,626,500	69,599	79,633	10,035	6.06	0.18
					186,741	239,213	52,473	18.20	0.32
INSURANCE									
Adamjee Insurance Company Limited	-	35,000	35,000	-	-	-	-	-	-
					-	-	-	-	-
PAPER & BOARD									
Synthetic Products Enterprises Limited	-	772,000	772,000	-	-	-	-	-	-
					-	-	-	-	-
PHARMACEUTICALS									
The Searle Company Limited (5.1.2)	445	-	-	445	25	46	21	0.00	0.00
					25	46	21	0.00	0.00
PROPERTIES									
TPL Properties Limited.	-	10,668,585	4,618,585	6,050,000	70,645	94,622	23,977	7.20	1.08
					70,645	94,622	23,977	7.20	1.08
REFINERY									
Attock Refinery Limited	22,500	116,398	138,898	-	-	-	-	-	-
National Refinery Limited	29,500	-	29,500	-	-	-	-	-	-
Pakistan Refinery Limited (5.1.1)	-	3,662,000	1,462,000	2,200,000	72,155	97,504	25,349	7.42	0.35
					72,155	97,504	25,349	7.42	0.35
POWER GENERATION & DISTRIBUTION									
The Hub Power Company Limited (5.1.1)	114,000	-	114,000	-	-	-	-	-	-
					-	-	-	-	-
TECHNOLOGY & COMMUNICATION									
Avanceon Limited	-	139,000	139,000	-	-	-	-	-	-
Netsol Technologies Limited	64,000	24,500	88,500	-	-	-	-	-	-
Pakistan Telecommunication Company	-	2,842,000	982,000	1,860,000	45,570	50,722	5,152	3.86	0.05
Systems Limited (5.1.2)	5,142	-	-	5,142	2,150	3,195	1,045	0.24	0.00
TPL Trakker Limited	3,361,102	503,403	112,505	3,752,000	25,540	38,420	12,881	2.92	2.00
Air Link Communication Limited	-	50,000	50,000	-	-	-	-	-	-
					73,260	92,337	19,078	7.03	2.05
TEXTILE COMPOSITE									
Nishat Mills Limited	-	181,000	181,000	-	-	-	-	-	-
					-	-	-	-	-
TRANSPORT									
Secure Logistics Group Limited	-	200,000	200,000	-	-	-	-	-	-
					-	-	-	-	-
Total as at December 31, 2024 (Un-Audited)					905,937	1,099,442	193,505		
Total as at June 30, 2024 (Audited)					171,099	190,986	19,886		

5.1.1 As at December 31, 2024 the Fund has pledged shares 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, of following companies:

	December 31, 2024	June 30, 2024	December 31, 2024	June 30, 2024
	(Number of shares)		(Rupees in '000)	
Engro Fertilizer Limited	-	10,000	-	1,662
Fauji Cement Company Limited	100,000	-	3,658	-
Fauji Fertilizer Company Limited	118,000	-	43,226	-
Habib Bank Limited	50,000	6,000	8,723	744
Honda Atlas Cars (Pakistan) Limited	-	5,000	-	1,417
Mari Petroleum Company Limited	4,000	-	2,878	-
Maple Leaf Cement Factory Limited	153,500	103,500	7,052	3,933
Oil & Gas Development Company Limited	145,000	100,000	32,953	13,537
Pakistan Petroleum Limited	53,000	51,500	10,788	6,031
Pakistan Refinery Limited	39,000	-	1,728	-
Pakistan State Oil Company Limited	43,000	46,000	18,950	7,646
Sazgar Engineering Works Limited	-	5,000	-	4,162
Sui Northern Gas Pipelines Limited	213,000	-	23,843	-
The Hub Power Company Limited	-	56,110	-	9,150
United Bank Limited	-	7,500	-	1,922
	918,500	390,610	153,799	50,204

- 5.1.2** These investments include gross bonus shares as per Fund's entitlement declared by the investee companies. Finance Act, 2014 brought amendments in the Income Tax Ordinance, 2001 whereby the bonus shares received by the shareholder were to be treated as income and a tax at the rate of 5% 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 was 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 (MUFAP), 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 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 Sindh High Court granted stay order till the final outcome of the case. However, the investee companies have withheld the share equivalent to 5% of bonus announcement of the Fund. Management is of the view that the decision will be favourable and accordingly, has recorded such bonus shares on gross basis at fair value in its investments at year end.

	December 31, 2024	June 30, 2024	December 31, 2024	June 30, 2024
	----- (Number of shares) -----		----- (Rupees in '000) -----	
Faysal Bank Limited	1,440	1,440	70	76
Pakistan State Oil Limited	222	222	98	37
The Searle Company Limited	445	445	46	25
Systems Limited	5,142	5,142	3,195	2,150
	7,249	7,249	3,409	2,288

"The Supreme Court of Pakistan passed a judgment on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50% of the tax calculated by the tax authorities is deposited with the authorities. The CISs failed to deposit the minimum 50% of the tax liability and accordingly, the stay got vacated automatically."

The CISs have filed a fresh constitutional petition via CP4653 dated July 11, 2019. In this regard, on July 15, 2019, the Honourable High Court of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in mean time. The matter is still pending aforementioned adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitution petition will be in favour of the CISs.

Finance Act, 2018 effective from July 01, 2018 has omitted Section 236M of the Income Tax Ordinance, 2001 (the Ordinance) requiring every company quoted on stock exchange issuing bonus shares to the shareholders of the company, to withhold 5% of the bonus shares to be issued.

		December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
	Note	----- (Rupees in '000) -----	
6 RECEIVABLE FROM THE MANAGEMENT COMPANY			
	6.1	3,409	4,188

- 6.1** As per SECP's direction No. SCD/PRDD/Direction/18/2016 all AMCs are required to calculate the total expense ratio (TER) in respect of each CIS to ensure the TER is not in breach of the required maximum percentage. The AMCs are required to adjust the NAV of the CIS on the basis of TER at the end of each quarter during the financial year for the amount of expenses in excess of the TER limit prescribed in Regulation 60(5) of the NBFC Regulations.

During the period ended December 31, 2024, the Fund was in breach of the TER of maximum 4.5% as prescribed under NBFC Regulations for a CIS categorised as equity scheme. As a result the Fund has recorded receivable from Management Company to comply with the TER.

		December 31, 2024 (Un-Audited) ----- (Rupees in '000) -----	June 30, 2024 (Audited)
	Note		
7	PAYABLE TO THE MANAGEMENT COMPANY		
Remuneration payable to the management company	7.1	2,721	416
Sindh Sales Tax payable on the management company's remuneration	7.2	449	54
Selling and marketing expense payable		-	225
Sales load payable		1,891	-
		5,061	695

7.1 "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. During the period, the fee is being charged at the rate ranging between 2.275% to 3% of the average annual net assets accordingly (June 30, 2024: 2% to 3%). The fee is payable monthly in arrears.

During the period effective from September 05, 2024, Management Company has revised management fee rate upto 4% with the specific approval of SECP."

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

8 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

"In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP) on annual basis at the rate of 0.02% of average net assets of Collective investment Scheme calculated on daily basis.

Effective from July 1, 2024, 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."

		December 31, 2024 (Un-Audited) ----- (Rupees in '000) -----	June 30, 2023 (Audited)
	Note		
9	ACCRUED EXPENSES AND OTHER LIABILITIES		
Provision for Federal Excise Duty	9.1	5,685	5,685
Zakat payable		22	22
Withholding tax payable		1,209	615
Brokerage payable		4,768	919
Auditors' remuneration		417	525
Capital gain tax payable		9,895	-
Advance received against issuance to unitholders		3,433	-
Others		492	212
		25,922	7,978

9.1 The legal status of applicability of Federal Excise Duty (FED) on the Fund is 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 Supreme Court of Pakistan is pending for decision. In view of above, the Management Company, being prudent, is carrying provision for FED for the period from January 13, 2013 to June 30, 2016 aggregating to Rs. 5.685 million. Had the provision not been retained, NAV per unit of the Fund as at December 31, 2024 would have been higher by Re. 0.894 per unit (June 30, 2024: Rs. 3.593 per unit).

10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2024 and June 30, 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 accumulated losses and capital gains whether realised or unrealised, is distributed to the unit holders as cash dividend. 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 at least 90% of the Fund's accounting income as reduced by accumulated losses and capital gains (whether realised or unrealised) to its unit holders.

12 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in this condensed interim financial information, as, in the opinion of the Management Company, the determination of cumulative weighted average number of outstanding units for calculating earnings per unit is not practicable.

13 TOTAL EXPENSE RATIO

The total annualised expense ratio (TER) of the Fund based on the current period results is 5.39% (2023: 5.29%) which includes 0.89% (2023: 0.79%) representing Government Levies and the SECP Fee, therefore TER excluding Government levies and SECP fee is 4.5%. The prescribed limit for the ratio excluding government levies is 4.5% (2023: 4.5%) under the NBFC Regulations for a collective investment scheme categorised as an 'Equity scheme'. During the period ended December 31, 2024, the Fund was in breach of the TER of maximum 4.5% as prescribed under NBFC Regulations for a CIS categorised as equity scheme. As a result the Fund has recorded receivable from Management Company to comply with the TER.

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.

Transactions and balances with parties who were connected persons due to holding 10% or more units and directors and executives of the Management Company 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:

Half year ended December 31,	
2024	2023
(Un-Audited)	
----- (Rupees in '000) -----	

14.1 Transactions during the period

HBL Asset Management Limited - Management Company

Remuneration of the Management Company	6,155	3,688
Sindh Sales Tax on remuneration of the Management Company	923	479
Selling and marketing expenses	-	1,154
Allocation of expenses related to registrar services, accounting, operation and valuation services	-	902
Reversal against reimbursement from Management Company	(3,409)	(4,188)
Advance received against issuance to unitholders*	3,433	-

	Half year ended December 31,	
	2024	2023
	(Un-Audited)	
	----- (Rupees in '000) -----	
Habib Bank Limited - Sponsor		
Purchase of shares	109,483	129,770
Sale of shares	59,617	133,306
Bank charges	22	11
Mark-up on bank deposits	93	73
Dividend Income	246	844
HBL Microfinance Bank - Associate		
Mark-up on deposits accounts	-	30
YASIR ILYAS KHAN Trust - connected person holding 10% or more units		
Issue of 794,395 (2023: Nil) units	123,000	-
Directors and Executives of the Management Company		
Issue of 106,775 (2023: 20,438) units	18,176	2,162
Redemption of 71,731 (2023: 2,543) units	13,151	192
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	270	319
Sindh Sales Tax on remuneration of the Trustee	41	41
Central Depository service charges	273	108
	December 31,	June 30,
	2024	2024
	(Un-Audited)	(Audited)
	----- (Rupees in '000) -----	

14.2 Balances outstanding as at period / year end

HBL Asset Management Limited - Management Company		
Remuneration payable of the Management Company	2,721	416
Sindh Sales Tax payable on the Management Company's remuneration	449	54
Selling and marketing expenses	-	225
Receivable against reimbursement from Management Company	3,409	4,188
Habib Bank Limited - Sponsor		
Bank balances	195,197	3,390
HBL Microfinance Bank - Associate		
Bank balances	21	21
Mark-up receivable	-	10
Directors and Executives of the Management Company		
Units held: 37,900 units (June 30, 2024: 2,856 units)	15,660	352

	December 31, 2024 (Un-Audited) ----- (Rupees in '000) -----	June 30, 2024 (Audited)
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee payable	40	36
Sindh Sales Tax on trustee fee payable	10	5
Central Depository charges payable	281	8
Security deposit	100	100
YASIR ILYAS KHAN - connected person holding 10% or more units		
Units held: 794,395 units (June 30, 2024: Nil units)	164,119	-

*This represents amount reimbursed by the Management Company in relation to reversal of excess amount charged against reimbursement of selling and marketing expenses as per the direction of Securities and Exchange Commission of Pakistan.

15 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

The following table shows financial instruments recognised at fair value, based on:

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

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

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

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

	December 31, 2024 (Un-Audited)					
	Carrying amount			Fair Value		
	Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3
	----- (Rupees in '000) -----					
Financial assets measured at fair value						
Equity Investment	1,099,442	-	1,099,442	1,099,442	-	-
Financial assets not measured at fair value						
Bank balances	-	321,068	321,068			
Dividend and mark-up receivable	-	1,400	1,400			
Advances and deposits	-	2,600	2,600			
Receivable against sale of investments	-	9,790	9,790			
Receivable from the Management Company	-	3,409	3,409			
	-	348,057	348,057			
Financial liabilities not measured at fair value						
Payable to the Management Company	-	4,612	4,612			
Payable to the Trustee	-	50	50			
Payable against redemption of units	-	2,650	2,650			
Payable against purchase of investments	-	90,059	90,059			
Accrued expenses and other liabilities	-	9,056	9,056			
	-	106,428	106,428			

June 30, 2024 (Audited)							
Carrying amount			Fair Value				
			(Rupees in '000)				
Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total	
Financial assets measured at fair value							
Equity Investment	-	190,986	190,986	190,986	-	-	190,986
Financial assets not measured at fair value							
Bank balances	-	4,371	4,371				
Dividend and mark-up receivable	-	413	413				
Receivable against sale of investments	-	28,509	28,509				
Advances and deposits	-	2,600	2,600				
Receivable against reimbursement from Management Company	-	4,188	4,188				
	-	40,081	40,081				
Financial liabilities not measured at fair value							
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	-	1,588	1,588				
	-	32,712	32,712				

During the period ended December 31, 2024, there were no transfers between levels fair value measurements, and no transfer into and out of level 3 fair value measurements.

16 GENERAL

16.1 Figures have been rounded off to the nearest thousand rupees, unless otherwise stated.

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

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 18 February, 2025.

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

Chief Financial Officer

Chief Executive Officer

Director

HBL

Energy Fund

FUND INFORMATION

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 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

INDEPENDENT AUDITOR'S REVIEW REPORT

To the unit holders of HBL Energy Fund

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **HBL Energy Fund** (the "Fund") as at December 31, 2024, and the related condensed interim income statement, the condensed interim statement of other comprehensive income, the condensed interim statement of movement in unit holders' fund and the condensed interim statement of cash flows and notes to the condensed interim financial information (here-in-after referred to as the 'condensed interim financial information') for the half year then ended. The management of HBL Asset Management Limited (the Management Company) is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as at and for the half year ended December 31, 2024 is not prepared, in all material respects, in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

The figures of the condensed interim income statement and the condensed interim statement of other comprehensive income for the quarters ended December 31, 2024 and December 31, 2023 have not been reviewed, as we are only required to review the cumulative figures for the half year ended December 31, 2024.

The engagement partner on the engagement resulting in this independent auditor's review report is **Hena Sadiq**.



Chartered Accountants

Place: Karachi

Date: February 27, 2025

UDIN: RR202410057qCmjgROI8

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:

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



TRUSTEE REPORT TO THE UNIT HOLDERS

HBL ENERGY FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of HBL Energy Fund (the Fund) are of the opinion that HBL Asset Management Limited, being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2024 in accordance with the provisions of the following:

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

Further, during an onsite inspection of the Management Company, the Securities and Exchange Commission of Pakistan (SECP) identified certain matters related to the charging and allocation of selling & marketing expenses and allocated expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units of HBL Energy Fund to the entitled unit holders.


Badiuddin Akbey
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 28, 2025



HBL Energy Fund
Condensed Interim Statement of Assets and Liabilities (Un-Audited)
As at December 31, 2024

		December 31, 2024 (Un-Audited) ----- (Rupees in '000) -----	June 30, 2024 (Audited) -----
	Note		
ASSETS			
Bank balances	4	529,488	25,952
Investments	5	2,061,697	558,944
Dividend receivable		146	122
Mark-up receivable		208	410
Advances and deposits		3,074	3,077
Receivable from the Management Company	6	1,000	2,483
Receivable against sale of investments		-	1,358
Total assets		2,595,613	592,346
LIABILITIES			
Payable to the Management Company	7	12,057	1,732
Payable to the Trustee		290	105
Payable to Securities and Exchange Commission of Pakistan	8	134	44
Unclaimed dividend		5,382	5,382
Payable against purchase of investments		195,809	-
Accrued expenses and other liabilities	9	37,489	18,351
Total liabilities		251,161	25,614
NET ASSETS		2,344,452	566,732
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		2,344,452	566,732
CONTINGENCIES AND COMMITMENTS			
	10	----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		76,429,589	33,372,321
		----- (Rupees) -----	
NET ASSETS VALUE PER UNIT		30.6747	16.9821

The annexed notes from 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 Energy Fund
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
For The Half Year And Quarter Ended December 31, 2024

	Half year ended December 31,		Quarter ended December 31,	
	2024	2023	2024	2023
Note	(Rupees in '000)			
INCOME				
Capital gain on sale of investments - net	86,967	61,858	88,145	35,574
Dividend income	31,999	11,722	18,806	9,229
Mark-up on bank deposits	2,658	3,857	1,378	2,020
Unrealised gain on re-measurement of investments at 'fair value through profit or loss'- net	559,271	89,486	569,291	63,867
	680,895	166,923	677,620	110,690
EXPENSES				
Remuneration of the Management Company	14,269	4,000	9,605	2,566
Sindh Sales Tax on remuneration of the Management Company	2,140	520	1,440	334
Allocated expenses	450	944	-	550
Sindh Sales tax on Allocated expenses	67	-	-	-
Selling and marketing expenses	-	1,006	-	253
Remuneration of the Trustee	805	331	504	188
Sindh Sales Tax on remuneration of the Trustee	121	43	76	24
Securities and Exchange Commission of Pakistan fee	412	157	269	89
Printing charges	98	-	49	-
Auditors' remuneration	467	429	310	301
Fees and subscription	91	116	45	109
Securities transaction cost	4,559	2,417	4,261	1,124
Settlement and bank charges	338	385	169	173
Reversal against reimbursement from Management Company	(1,000)	(2,483)	(1,000)	(2,483)
	22,817	7,865	15,728	3,228
Net Income for the period from operating activities	658,078	159,058	661,892	107,462
Net Income for the period before taxation	658,078	159,058	661,892	107,462
Taxation	-	-	-	-
Net Income for the period after taxation	658,078	159,058	661,892	107,462
Allocation of net income for the period				
Net income for the period after taxation	658,078	159,058		
Income already paid on redemption of units	(137,616)	(14,712)		
	520,462	144,346		
Accounting income available for distribution:				
Relating to capital gains	511,098	137,014		
Excluding capital gains	9,364	7,332		
	520,462	144,346		
Earnings per unit				

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The annexed notes from 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 Energy Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

For The Half Year And Quarter Ended December 31, 2024

	Half year ended December 31,		Quarter ended December 31,	
	2024	2023	2024	2023
	----- (Rupees in '000) -----			
Net Income for the period after taxation	658,078	159,058	661,892	107,462
Other comprehensive income for the period	-	-	-	-
Total comprehensive for the period	658,078	159,058	661,892	107,462

The annexed notes from 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 Energy Fund
Condensed Interim Statement Of Movement In Unit Holders' Fund (Un-audited)
For The Half Year And Quarter Ended December 31, 2024

	Half year ended December 31,					
	2024			2023		
	Capital value	Accumulated (loss) / Income	Total	Capital value	Accumulated (loss) / Income	Total
	(Rupees in '000)					
Net assets at beginning of the period	583,203	(16,471)	566,732	362,742	(121,243)	241,498
Issuance of 93,613,369 units (2023: 29,852,084 units)						
- Capital value (at net asset value per unit at the beginning of the period)	1,589,751	-	1,589,751	293,330	-	293,330
- Element of income	826,710	-	826,710	153,230	-	153,230
	2,416,461	-	2,416,461	446,560	-	446,560
Redemption of 50,556,100 units (2023: 22,325,591 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(858,549)	-	(858,549)	(219,374)	-	(219,374)
- Element of Income	(300,654)	(137,616)	(438,270)	(79,347)	(14,712)	(94,059)
	(1,159,203)	(137,616)	(1,296,819)	(298,721)	-	(313,433)
Total comprehensive income for the period	-	658,078	658,078	-	159,058	159,058
Net assets at end of the period	1,840,461	503,991	2,344,452	510,581	23,103	533,683
Undistributed income / (loss) brought forward						
- Realised		(77,562)			(112,636)	
- Unrealised		61,091			(8,607)	
		(16,471)			(121,243)	
Accounting income available for distribution						
- Relating to capital gains		511,098			137,014	
- Excluding capital gains		9,364			7,332	
		520,462			144,346	
Undistributed income carried forward		503,991			23,103	
Undistributed income carried forward						
- Realised		(55,280)			(66,383)	
- Unrealised		559,271			89,486	
		503,991			23,103	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period	16.9821			9.8261		
Net assets value per unit at end of the period	30.6747			16.6238		

The annexed notes from 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 Energy Fund
Condensed Interim Cash Flow Statement (Un-audited)
For The Half Year Ended December 31, 2024

	Half year ended December 31,	
	2024	2023
Note	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income for the period before taxation	658,078	159,058
Adjustments for non-cash and other items:		
Capital gain on sale of investments - net	(86,967)	(61,858)
Dividend income	(31,999)	(11,722)
Mark-up on bank deposits	(2,658)	(3,857)
Unrealised gain on re-measurement of investments at 'fair value through profit or loss' - net	(559,271)	(89,486)
	(22,817)	(7,865)
(Increase) / decrease in assets		
Investments - net	(856,515)	(56,312)
Receivable from the Management Company	1,483	(2,483)
Receivable against sale of investments	1,358	-
Advances and deposits	3	1,650
	(853,671)	(57,145)
Increase / (decrease) in liabilities		
Payable to the Management Company	10,325	1,984
Payable to the Trustee	185	63
Payable to Securities and Exchange Commission of Pakistan	90	(22)
Payable against purchase of investments	195,809	-
Accrued expenses and other liabilities	19,138	(11,395)
	225,547	(9,370)
Cash (used in) operations	(650,942)	(74,380)
Dividend received	31,976	11,704
Mark-up received on bank deposits	2,860	3,490
	34,836	15,194
Net cash (used in) operating activities	(616,106)	(59,186)
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issue of units	2,416,461	446,560
Amount paid on redemption of units	(1,296,819)	(313,433)
Net cash generated from financing activities	1,119,642	133,127
Net increase in cash and cash equivalents during the period	503,536	73,941
Cash and cash equivalents at the beginning of the period	25,952	26,773
Cash and cash equivalents at the end of the period	529,488	100,714

The annexed notes from 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 Energy Fund

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

For The Half Year Ended December 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** 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. Through an order dated August 31, 2016, the Securities and Exchange Commission of Pakistan (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. 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 is required to be registered under the Sindh Trust Act. Accordingly, on August 24, 2021, the above-mentioned Trust Deed has been registered under the Sindh Trust Act.
- 1.2** In accordance with clause 65(1) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, a meeting of the unit holders of the Fund was held on January 31, 2013 whereby the conversion of the Fund into an open-end scheme was duly approved. 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 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. Each unit 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.
- 1.3** Since the effective date of conversion, the units 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.
- 1.4** 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 situated at 7th Floor, Emerald Tower, G-19, Block 5, Main Clifton Road, Clifton, Karachi.
- 1.5** 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).
- 1.6** 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
- 1.7** VIS Credit Rating Company has assigned an asset manager rating of 'AM1 (Stable Outlook)' to the HBL Asset Management Company Limited as at December 31, 2024.
- 1.8** 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** This condensed interim financial information of the Fund 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 Standard Board (IASB) as notified under the Companies Act, 2017;
 - Provisions of and directives issued under the Companies Act, 2017 along with Part VIIIA of the repealed Companies Ordinance, 1984; and

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

Where the provisions of and directives issued under the Companies Act, 2017, Part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations, differ from the IFRS, the provisions of and directives issued under the Companies Act, 2017, Part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations, the directives issued by the SECP and the requirements of the Trust Deed have been followed.

- 2.1.2** 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 audited financial statements of the Fund for the year ended June 30, 2024.
- 2.1.3** This condensed interim financial information is unaudited and has been reviewed by the auditors. Further, the figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2024 and December 31, 2023 have not been reviewed.
- 2.1.4** In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2024.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost basis, unless stated otherwise.

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 SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

- 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 accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.
- 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 did not have a significant effect on this condensed interim financial information.
- 3.5** 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.
- 3.6** The accounting policies applied in this condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024.

		December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
Note		----- (Rupees in '000) -----	
4	BANK BALANCES		
	Savings accounts	4.1 529,477	25,941
	Current accounts	11	11
		529,488	25,952

- 4.1** These carry mark-up at rates ranging between 12.5% to 13.5% per annum (June 30, 2024: 18% to 21.75% per annum). This includes an amount held by related parties, Habib Bank Limited amounting to Rs. 213.624 million (June 30, 2024: Rs. 1.115 million) on which markup is earned at rate of 13.5% per annum (June 30, 2024: 19.5% per annum), MCB Bank Limited amounting to Rs. 18.057 million (June 30, 2024: 16.760 million) on which markup is earned at rate of 13.5% (June 30, 2024: 20.5%) and HBL Microfinance Bank Limited amounting to Rs. 0.0419 million (June 30, 2024: Rs. 0.0382 million) on which markup is earned at rate of 12.5% per annum (June 30, 2024: 21.75% per annum).

		December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
Note		----- (Rupees in '000) -----	
5	INVESTMENTS		
	Financial assets at 'fair value through profit or loss'		
	Listed equity securities	5.1 2,061,697	558,944

5.1 Listed equity securities

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

Name of the Investee Company	Notes	Face value					As at December 31, 2024			Market value as percentage of net assets	Par value as a percentage of paid-up capital of the investee company
		As at July 1, 2024	Purchases during the period	Bonus Issue (5.1.2)	Sales during the period	As at December 31, 2024	Carrying value	Market Value	Unrealized gain		
<div>(Number of shares) (Rupees in '000) (%)</div>											
Oil and Gas Exploration Companies											
Mari Petroleum Company Limited	5.1.1	9,864	236,836	197,600	119,000	325,300	154,543	234,089	79,547	9.98	0.03
Oil and Gas Development Company Limited	5.1.1	848,000	1,348,128	-	429,628	1,766,500	322,892	401,455	78,563	17.12	0.04
Pakistan Oilfields Limited		-	25,750	-	25,750	-	-	-	-	-	-
Pakistan Petroleum Limited	5.1.1	923,400	1,347,536	-	231,500	2,039,436	310,229	415,127	104,899	17.71	0.07
							787,664	1,050,671	263,009	44.81	0.14
Oil and Gas Marketing Companies											
Attock Petroleum Limited	5.1.1	-	3,500	-	3,500	-	-	-	-	-	-
Pakistan State Oil Company Limited		482,889	599,480	-	125,500	956,869	223,127	421,683	198,556	17.99	0.20
Sui Northern Gas Pipelines Limited		1,246,000	2,198,000	-	2,844,000	600,000	66,792	67,164	372	2.86	0.09
							289,919	488,847	198,928	20.85	0.29
Power Generation and Distribution											
Hub Power Company Limited		490,751	151,500	-	642,251	-	-	-	-	-	-
K-Electric Limited*		6,059,090	23,440,600	-	1,126,000	28,373,690	147,936	158,893	10,956	6.78	0.10
							147,936	158,893	10,956	6.78	0.10
Refinery											
Attock Refinery Limited	5.1.1	74,100	500,045	-	190,519	383,626	215,304	272,881	57,577	11.64	0.54
National Refinery Limited		40,800	-	-	40,800	-	-	-	-	-	-
Pakistan Refinery Limited	5.1.1	213,000	3,067,814	-	1,241,000	2,039,814	61,603	90,405	28,802	3.86	0.32
							276,907	363,286	86,379	15.50	0.86
Total as at December 31, 2024 (Un-audited)							1,502,426	2,061,697	559,271		
Total as at June 30, 2024 (Audited)							497,853	558,944	61,091		

*These shares have par value of Rs. 3.5 each.

- 5.1.1** As at December 31, 2024, the Fund has pledged shares 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, of following companies

	December 31, 2024	June 30, 2024	December 31, 2024	June 30, 2024
	(Number of shares)		(Rupees in '000)	
Attock Refinery Limited	10,000	-	5,544	-
Mari Petroleum Company Limited	60,000	5,000	43,177	13,562
Oil and Gas Development Company Limited	556,000	326,000	126,357	44,131
Pakistan Petroleum Limited	985,000	255,000	200,497	29,863
Pakistan Refinery Limited	300,000	-	13,296	-
Pakistan State Oil Company Limited	350,000	-	154,242	-
The Hub Power Company Limited	-	100,000	-	16,308
	2,261,000	686,000	543,113	103,864

- 5.1.2** These investments include gross bonus shares as per Fund's entitlement declared by the investee companies. Finance Act, 2014 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 was 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 (MUFAP), 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 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 Sindh High Court granted stay order till the final outcome of the case. However, the investee companies have withheld the share equivalent to 5% of bonus announcement of the Fund. Management is of the view that the decision will be favourable and accordingly, has recorded such bonus shares on gross basis at fair value in its investments at period end.

"The Supreme Court of Pakistan passed a judgment on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50% of the tax calculated by the tax authorities is deposited with the authorities. The CISs failed to deposit the minimum 50% of the tax liability and accordingly, the aforementioned stay got vacated automatically."

The CISs have filed a fresh constitutional petition via CP4653 dated July 11, 2019. In this regard, on July 15, 2019, the High Court of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in mean time. The matter is still pending at adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitution petition will be in favour of the CISs. These shares so withheld represent 2,389 shares of PSO and 39,520 shares of Mari Petroleum Company Limited having aggregate fair market value of Rs. 1.05281 and Rs. 28.4390 million at December 31, 2024 respectively (June 30, 2024: PSO Rs. 0.397 million) and not yet deposited on CDC account of department of Income tax.

Finance Act, 2018 effective from July 01, 2018 has omitted Section 236M of the Income Tax Ordinance, 2001 (the Ordinance) requiring every company quoted on stock exchange issuing bonus shares to the shareholders of the company, to withhold 5% of the bonus shares to be issued.

	December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
Note	----- (Rupees in '000) -----	

6 RECEIVABLE FROM THE MANAGEMENT COMPANY

6.1	<u>1,000</u>	<u>2,483</u>
-----	--------------	--------------

- 6.1** As per SECP's direction No. SCD/PRDD/Direction/18/2016 all AMCs are required to calculate the total expense ratio (TER) in respect of each CIS to ensure the TER is not in breach of the required maximum percentage. The AMCs are required to adjust the NAV of the CIS on the basis of TER at the end of each Quarter during the financial year for the amount of expenses in excess of the TER limit prescribed in regulation 60(5) of the NBFC Regulations.

During the period ended December 31, 2024, the Fund was in breach of the TER of maximum 4.5% as prescribed under NBFC Regulations for a CIS categorised as equity scheme. As a result the Fund has recorded receivable from Management Company to comply with the TER.

		December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
	Note	----- (Rupees in '000) -----	
7	PAYABLE TO THE MANAGEMENT COMPANY		
Remuneration to the Management Company	7.1	5,010	1,057
Sindh Sales Tax payable on the Management Company's remuneration	7.2	752	137
Selling and marketing expense payable		-	538
Sale load payable		6,295	-
		12,057	1,732

- 7.1** "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. During the period, the fee is being charged at the rate ranging between 3% to 3.4% of the average annual net assets accordingly (June 30, 2024: 2% to 3%). The fee is payable monthly in arrears.

During the period, effective from September 05, 2024, management company has revised management fee rate upto 4% with the specific approval of SECP."

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

8 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

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

Effective from July 1, 2023, the SECP, through SRO 592 dated 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.

		December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
	Note	----- (Rupees in '000) -----	
9	ACCRUED EXPENSES AND OTHER LIABILITIES		
Provision for Federal Excise Duty	9.1	13,920	13,920
Withholding tax payable		18,195	3,383
Brokerage payable		1,764	87
Auditors' remuneration		381	430
Zakat payable		251	251
Settlement charges payable		368	42
Legal and professional charges		226	150
Printing and stationery		81	57
Advance received against issuance to unitholders		1,783	-
Other		520	31
		37,489	18,351

-
- 9.1 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 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 December 31, 2024 would have been higher by Re. 0.1821 per unit (June 30, 2024: Re. 0.42 per unit).

10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2024 and June 30, 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 and accumulated losses 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 and accumulated losses whether realised or unrealised for the year ending June 30, 2025 to its unit holders.

12 TOTAL EXPENSE RATIO

The total annualised expense ratio (TER) of the Fund based on the current period results is 5.26% (December 31, 2023: 4.77%) which includes 0.78% (December 31, 2023: 0.61%) representing Government Levies and the SECP Fee, therefore TER excluding Government levies and SECP fee is 4.48%. The prescribed limit for the ratio excluding government levies is 4.5% (December 31, 2023: 4.5%) under the NBFC Regulations for a collective investment scheme categorised as an 'Equity scheme'. During the period ended December 31, 2024, the Fund was in breach of the TER of maximum 4.5% as prescribed under NBFC Regulations for a CIS categorised as equity scheme. As a result the Fund has recorded receivable from Management Company to comply with the TER.

13 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.

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:

Half year ended	
December 31,	
2024	2023
(Un-Audited)	
----- (Rupees in '000) -----	

14.1 Transactions during the period

HBL Asset Management Limited - Management Company

Remuneration of the Management Company	14,269	4,000
Sindh Sales Tax on remuneration of the Management Company	2,140	520
Allocated expenses	450	944
Sindh Sales Tax on allocated expenses	67	-
Selling and marketing expenses	-	1,006
Reversal against reimbursement from management company	(1,000)	(2,483)
Advance received against issuance to unitholders*	1,783	-

Habib Bank Limited - Sponsor

Bank charges	48	21
Mark-up on bank deposits	777	400

Half year ended	
December 31,	
2024	2023
(Un-Audited)	
----- (Rupees in '000) -----	

MCB Bank Limited - Connected person due to holding more than 10% units:

Markup on bank deposit	1,138	-
------------------------	-------	---

DCCL Trustee HBL Financial Planning Fund Conservative Allocation Plan

Redemption of Nil (2023: 521,371) units	-	7,256
---	---	-------

Half year ended December 31,	
2024	2023
(Un-Audited)	
----- (Rupees in '000) -----	

Executives of the Management Company

Issue of 1,016,758 (2023: 2,301,621) units	26,291	28,219
Redemption of 617,494 (2023: 2,012,361) units	13,310	24,461

Central Depository Company of Pakistan Limited - Trustee

Trustee remuneration	805	331
Sindh Sales Tax on remuneration of the Trustee	121	43
CDS charges	63	67

December 31,	June 30,
2024	2024
(Un-Audited)	(Audited)
----- (Rupees in '000) -----	

14.2 Balances outstanding as at period / year end

HBL Asset Management Limited - Management Company

Remuneration payable to the Management Company	5,010	1,057
Sindh Sales Tax payable on remuneration of the Management Company	752	137
Selling and marketing expenses payable	-	538
Sales load payable	6,295	-
Units held: 3,216,539 (2024: 3,216,539)	98,666	56,189

Habib Bank Limited - Sponsor

Bank balances	213,624	1,115
---------------	---------	-------

Central Depository Company of Pakistan Limited - Trustee

Trustee fee payable	252	93
Sindh Sales Tax payable on Trustee's Remuneration	38	12
Security deposit	300	300
CDS charges payable	51	10

Directors and Executives of the Management Company

Units held: 2,109,780 (June 30, 2024: 1,710,516)	64,699	29,880
--	--------	--------

HBL Micro Finance Bank - Associate

Bank balances	42	38
---------------	----	----

MCB Bank Limited- Connected person due to holding more than 10% units:

Bank balances	18,057	16,760
Mark-up receivable	100	-

*This represents amount reimbursed by the Management Company in relation to reversal of excess amount charged against reimbursement of selling and marketing expenses as per the direction of Securities and Exchange Commission of Pakistan.

15 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

The following table shows financial instruments recognised at fair value, based on:

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

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

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

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

	December 31, 2024 (Un-Audited)					
	Carrying amount			Fair Value		
	Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3
(Rupees in '000)						
Financial assets measured at fair value						
Equity investment	2,061,697	-	2,061,697	2,061,697	-	-
Financial assets not measured at fair value						
Bank balances	-	529,488	529,488			
Dividend receivable	-	146	146			
Mark-up receivable	-	208	208			
Advances and deposits	-	2,800	2,800			
Receivable from the Management Company	-	1,000	1,000			
	-	533,642	533,642			
Financial liabilities not measured at fair value						
Payable to the Management Company	-	11,305	11,305			
Payable to the Trustee	-	252	252			
Unclaimed dividend	-	5,382	5,382			
Payable against purchase of investments	-	195,809	195,809			
Accrued expenses and other liabilities	-	5,095	5,095			
	-	217,843	217,843			

	June 30, 2024 (Audited)						
	Carrying amount			Fair Value			
	Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total
	(Rupees in '000)						
Financial assets measured at fair value							
Equity investment	558,944	-	558,944	558,944	-	-	558,944
Financial assets not measured at fair value							
Bank balances	-	25,952	25,952				
Dividend receivable	-	122	122				
Mark-up receivable	-	410	410				
Advances and deposits	-	2,803	2,803				
Receivable from the Management Company	-	2,483	2,483				
Receivable against sale of investments	-	1,358	1,358				
	-	33,128	33,128				
Financial liabilities not measured at fair value							
Payable to the Management Company	-	1,595	1,595				
Payable to the Trustee	-	93	93				
Unclaimed dividend	-	5,382	5,382				
Accrued expenses and other liabilities	-	765	765				
	-	7,835	7,835				

During the period ended December 31, 2024, there were no transfers between levels fair value measurements, and no transfer into and out of level 3.

16 GENERAL

16.1 Figures have been rounded off to the nearest thousand rupees, unless otherwise stated.

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

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 18 February 2025.

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

Chief Financial Officer

Chief Executive Officer

Director

HBL

Multi Asset Fund

FUND INFORMATION

Name of Fund	HBL Multi Asset 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 JS Bank Limited MCB Bank Limited Zarai Taraqati Bank Limited Sindh Bank Limited Soneri Bank Limited Dubai Islamic Bank Limited Habib Metropolitan Bank Limited National Bank of Pakistan

INDEPENDENT AUDITOR'S REVIEW REPORT

To the unit holders of HBL Multi Asset Fund

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **HBL Multi Asset Fund** (the "Fund") as at December 31, 2024, and the related condensed interim income statement, the condensed interim statement of other comprehensive income, the condensed interim statement of movement in unit holders' fund and the condensed interim statement of cash flows and notes to the condensed interim financial information (here-in-after referred to as the 'condensed interim financial information') for the half year then ended. The management of HBL Asset Management Limited (the Management Company) is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as at and for the half year ended December 31, 2024 is not prepared, in all material respects, in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

The figures of the condensed interim income statement and the condensed interim statement of other comprehensive income for the quarters ended December 31, 2024 and December 31, 2023 have not been reviewed, as we are only required to review the cumulative figures for the half year ended December 31, 2024.

The condensed interim financial information for the half year ended December 31, 2023 and the annual financial statements of the Fund for the year ended June 30, 2024 were audited by another firm of chartered accountants, whose review report dated February 27, 2024 and audit report dated September 28, 2024, expressed an unmodified opinion respectively.

The engagement partner on the engagement resulting in this independent auditor's review report is **Hena Sadiq**.


Chartered Accountants

Place: Karachi

Date: February 27, 2025

UDIN: RR202410057QRyfm02Yi

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
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TRUSTEE REPORT TO THE UNIT HOLDERS

HBL MULTI ASSET FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of HBL Multi Asset Fund (the Fund) are of the opinion that HBL Asset Management Limited, being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2024 in accordance with the provisions of the following:

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


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 28, 2025

HBL Multi Asset Fund
Condensed Interim Statement of Assets and Liabilities
As at December 31, 2024

		December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
	Note	----- (Rupees in '000) -----	
ASSETS			
Bank balances	4	2,262	8,225
Investments	5	172,565	119,713
Dividend receivable		236	170
Markup receivable		222	1,225
Receivable against sales of Investments		6,685	-
Receivable against issuance of units		700	-
Advances, deposits and prepayments		2,999	4,421
Total assets		185,669	133,754
LIABILITIES			
Payable to the Management Company	6	650	301
Payable to the Trustee		36	23
Payable to Securities and Exchange Commission of Pakistan	7	13	9
Dividend payable		2	3
Payable against redemption of units		6,825	-
Accrued expenses and other liabilities	8	7,837	8,639
Total liabilities		15,363	8,975
NET ASSETS		170,306	124,779
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		170,306	124,779
CONTINGENCIES AND COMMITMENTS		9	
		----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		891,783	901,168
		----- (Rupees) -----	
NET ASSETS VALUE PER UNIT		190.9724	138.4640

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 Multi Asset Fund
Condensed Interim Income Statement (Un-Audited)
For The Half Year And Quarter Ended December 31, 2024

		Half year ended December 31,		Quarter ended December 31,	
		2024	2023	2024	2023
Note		(Rupees in '000)			
INCOME					
Capital gain on sale of investments		17,722	12,343	17,469	5,982
Dividend income		3,974	3,011	2,357	1,964
Return on investments		3,476	1,293	1,705	716
Markup on bank deposit		766	2,302	492	1,172
Unrealised gain on re-measurement of investments at fair value through profit or loss' - net		28,778	10,061	27,932	8,869
		54,716	29,010	49,955	18,703
EXPENSES					
Remuneration of the Management Company	6.1	1,831	921	1,029	449
Sindh Sales Tax on remuneration of the Management Company	6.2	275	120	253	58
Allocated expenses		-	136	-	53
Selling and marketing expense	6.3	-	144	-	29
Remuneration of the Trustee		146	91	82	44
Sindh Sales Tax on remuneration of the Trustee		22	12	12	6
Securities and Exchange Commission of Pakistan fee		62	39	35	19
Auditors' remuneration		443	266	268	167
Securities transaction costs and settlement charges		635	947	510	223
Printing charges		75	48	38	134
Fee and subscription		16	15	8	32
Bank charges		32	236	25	8
Reimbursement of expenses from Management Company		-	(738)	-	(738)
		3,537	2,237	2,260	484
Net income for the period before taxation		51,179	26,773	47,695	18,219
Taxation	10	-	-	-	-
Net income for the period after taxation		51,179	26,773	47,695	18,219
Allocation of net income for the period					
Net income for the period after taxation		51,179	26,773		
Income already paid on redemption of units		(9,683)	(3,041)		
		41,496	23,732		
Accounting income available for distribution:					
- Relating to capital gains		37,702	19,718		
- Excluding capital gains		3,794	4,014		
		41,496	23,732		

Earnings per unit

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 Multi Asset Fund

Condensed Interim Statement of Comprehensive Income (Un-Audited)

For The Half Year And Quarter Ended December 31, 2024

	Half year ended December 31,		Quarter ended December 31,	
	2024	2023	2024	2023
	----- (Rupees in '000) -----			
Net income for the period after taxation	51,179	26,773	47,695	18,219
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	51,179	26,773	47,695	18,219

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 Multi Asset Fund
Condensed Interim Statement of Movement in Unitholders' Fund (Un-Audited)
For The Half Year Ended December 31, 2024

	For the half year ended December 31, 2024			For the half year ended December 31, 2023		
	Capital value	Undistributed income / (loss)	Total	Capital value	Undistributed income / (loss)	Total
<hr/> (Rupees in '000) <hr/>						
Net assets at beginning of the period	142,223	(17,444)	124,779	154,814	(51,150)	103,664
Issuance of 582,225 units (2023: 222,383 units)						
- Capital value (at net asset value per unit at the beginning of the period)	80,617	-	80,617	20,548	-	20,548
- Element of income	19,207	-	19,207	5,948	-	5,948
	99,824	-	99,824	26,496	-	26,496
Redemption of 591,610 units (2023: 492,921 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(81,917)	-	(81,917)	(45,545)	-	(45,545)
- Element of income	(13,876)	(9,683)	(23,559)	(243)	(3,041)	(3,284)
	(95,793)	(9,683)	(105,476)	(45,788)	(3,041)	(48,829)
Total comprehensive income for the period	-	51,179	51,179	-	26,773	26,773
Net assets at end of the period	146,254	24,052	170,306	135,522	(27,418)	108,104
Undistributed loss brought forward comprising of:						
- Realised		(37,622)			(49,986)	
- Unrealised		20,178			(1,165)	
		(17,444)			(51,151)	
Accounting income available for distribution						
- Relating to capital gains		37,702			19,718	
- Excluding capital gains		3,794			4,014	
		41,496			23,732	
Undistributed income / (loss) carried forward		24,052			(27,419)	
Undistributed income / (loss) carried forward comprising of:						
- Realised		-			(37,480)	
- Unrealised		24,052			10,061	
		24,052			(27,419)	
		(Rupees)			(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	190.9724			126.9737		

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 Multi Asset Fund
Condensed Interim Statement Of Cash Flows (Un-audited)
For The Half Year Ended December 31, 2024

	For the half year ended December 31,	
	2024	2023
Note	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	51,179	26,773
Adjustments for non cash and other items:		
Net realised gain on sale of investments	(17,722)	(12,343)
Dividend income	(3,974)	(3,011)
Return on investments	(3,476)	(1,293)
Markup on bank deposit	(766)	(2,302)
Unrealised gain on re-measurement of investments at fair value through profit or loss' - net	(28,778)	(10,061)
	(3,537)	(2,237)
(Increase) / decrease in assets		
Investments	674	10,202
Receivable against sales of Investments	(6,685)	(637)
Receivable against issuance of units	(700)	-
Advances, deposits and other receivables	1,422	558
	(5,289)	10,123
Increase / (decrease) in assets		
Payable to the Management Company	349	(108)
Payable to the Trustee	13	2
Payable to Securities and Exchange Commission of Pakistan	4	(11)
Dividend payable	(1)	(3)
Payable against redemption of units	6,825	-
Accrued expenses and other liabilities	(802)	(839)
	6,388	(959)
Net cash (used in) / generated from operations		
	(2,438)	6,927
Dividend income received	3,908	2,998
Markup received on investments	4,592	1,296
Markup received on bank deposits	653	2,398
	9,153	6,692
Net cash generated from operating activities	6,715	13,619
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	99,824	26,496
Payment against redemption of units	(105,476)	(48,829)
Net cash used in financing activities		
	(5,652)	(22,333)
Net increase / (decrease) in cash and cash equivalents		
	1,063	(8,714)
Cash and cash equivalents at beginning of the period	21,052	27,173
Cash and cash equivalents at end of the period	22,115	18,459

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 Multi Asset Fund

Notes to the Condensed Interim Financial Information (Unaudited)

For The Half Year Ended December 31, 2024

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** 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.
- 1.2** The Management Company of the Fund has been registered as a Non-Banking Finance Company (NBFC) under the NBFC Rules, 2003 (the NBFC Rules) and has obtained the requisite license from the 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.
- 1.3** 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 Limited.
- 1.4** The Fund has been categorised as a balanced fund as per the criteria laid down by SECP for categorization of open-end Collective Investment Scheme (CISs). The Management Company has also planned to change its category from 'balanced fund' to 'asset allocation fund' for which the Management Company intends to seek SECP approval. Once executed, the Company would launch different plans in the Fund to ensure continuous compliance of fund size requirements.
- 1.5** 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.
- 1.6** VIS Credit Rating Company has upgraded a management quality rating to 'AM1' (Stable Outlook) to the Management Company on December 31, 2024 (2023: AM1 dated on 31 December 2023)
- 1.7** 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 of the Fund 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 Standard Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with Part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations), and requirement of Trust Deed.

Where the provisions of and directives issued under the Companies Act, 2017, Part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations, differ from the IFRS, the provisions of and directives issued under the Companies Act, 2017, Part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations, the directives issued by the SECP and the requirements of the Trust Deed have been followed.

HBL Multi Asset Fund

Notes to the Condensed Interim Financial Information (Unaudited)

For The Half Year Ended December 31, 2024

- 2.1.2** 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 audited financial statements of the Fund for the year ended June 30, 2024.
- 2.1.3** This condensed interim financial information is unaudited and has been reviewed by the auditors. Further, the figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2024 and December 31, 2023 have not been reviewed.
- 2.1.4** In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2024.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost basis, unless stated otherwise.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistan Rupees which is the Fund's functional and presentation currency.

3. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

- 3.1** The accounting policies and methods of computation adopted in preparation of this condensed interim financial information are same as those applied in preparation of financial statements of the Fund as at and for the year ended June 30, 2024.
- 3.2** The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing this condensed interim financial information, significant judgments made by management in applying accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the audited financial statements as at and for the year ended. June 30, 2024.
- 3.3** Amendments to certain existing standards and interpretations on approved accounting standards effective during the period were not relevant to the Fund's operations and did not have any impact on the accounting policies of the Fund and therefore, not disclosed in this condensed interim financial information.
- 3.4** 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.

		December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note	----- (Rupees in '000) -----	
4. BANK BALANCES			
Savings accounts	4.1	<u>2,262</u>	<u>8,225</u>

- 4.1 These carry profits at the rate ranging from 12.5% to 13.50% per annum (June 30, 2024: 19% to 22%) and include Rs. 1.381 million maintained with Habib Bank Limited (related party) which carries profit at the rate 13.5% per annum.

5.	INVESTMENTS	Note	December 31,	June 30,
			2024	2024
			(Unaudited)	(Audited)
			----- (Rupees in '000) -----	
At fair value through profit or loss				
	Listed equity securities	5.1	118,063	87,477
	Term finance certificates and sukuk bonds	5.2	1,126	19,409
	Market treasury bills	5.3	53,376	12,827
			172,565	119,713

5.1 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	As at July 01, 2024	Purchases during the period	Bonus / Rights issue (Note 5.1.2)	Sales during the period	As at December 31, 2024	As at December 31, 2024			Market value as a percentage of total investments	Market value as a percentage of net assets	Par value as a percentage of issued capital of the investee company
						Carrying value	Market value	Unrealised gain / (loss)			
(Number of shares)						(Rupees in '000)			(%)		
Automobile Assembler											
Al-Ghazi Tractors Limited	750	4,500	-	3,000	2,250	967	1,264	297	0.73	0.74	0.00
Atlas Honda Limited	-	1,045	-	-	1,045	920	843	(77)	0.49	0.49	0.00
Ghandhara Industries Limited	-	2,250	-	2,250	-	-	-	-	-	-	-
Honda Atlas Cars (Pakistan) Limited	3,050	2,000	-	5,050	-	-	-	-	-	-	-
Sazgar Engineering Works Limited	729	-	-	-	729	607	815	208	0.47	0.48	0.00
						2,494	2,922	428	1.69	1.72	-
Automobile Parts & Accessories											
Baluchistan Wheels Limited	11,500	-	-	11,500	-	-	-	-	-	-	-
Exide Pakistan Limited	2,700	-	-	2,700	-	-	-	-	-	-	-
Panther Tyres Limited	3,000	4,500	-	7,500	-	-	-	-	-	-	-
						-	-	-	-	-	-
Cement											
Attock Cement Pakistan Limited	-	35,800	-	-	35,800	8,044	9,662	1,618	5.60	5.67	0.03
DG Khan Cement Company Limited	31,100	11,800	-	18,800	24,100	2,135	2,529	394	1.47	1.48	0.01
Fauji Cement Company Limited	108,300	133,000	-	101,300	140,000	3,483	5,121	1,638	2.97	3.01	0.01
Flying Cement Company Limited	-	10,000	-	10,000	-	-	-	-	-	-	-
Gharibwal Cement	-	-	-	-	-	-	-	-	-	-	-
Lucky Cement Limited	240	6,970	-	5,800	1,410	1,283	1,552	269	0.90	0.91	0.00
Maple Leaf Cement Limited	65,000	114,500	-	37,000	142,500	5,734	6,546	812	3.79	3.84	0.01
Pioneer Cement Company Limited	23,800	6,200	-	6,500	23,500	4,182	4,724	542	2.74	2.77	0.01
Thatta Cement Company Limited	-	54,000	-	54,000	-	-	-	-	-	-	-
						24,861	30,134	5,273	17.46	17.68	0.07
Chemical											
Ittehad Chemical Limited	12,000	-	-	12,000	-	-	-	-	-	-	-
Commercial Banks											
Bank Al-Falah Limited	19,000	-	-	19,000	-	-	-	-	-	-	-
Banl Al-Habib Limited	34,570	66,000	-	100,570	-	-	-	-	-	-	-
The Bank of Punjab	-	145,000	-	145,000	-	-	-	-	-	-	-
Faysal Bank Limited	750	-	-	-	750	39	36	(3)	0.02	0.02	0.00
Habib Bank Limited	5,000	99,000	-	104,000	-	-	-	-	-	-	-
Habib Metropolitan Bank Limited	8,500	-	-	8,500	-	-	-	-	-	-	-
MCB Bank Limited	5,600	-	-	-	5,600	1,271	1,575	304	0.91	0.92	0.00
Meezan Bank Limited	22,550	-	-	22,550	-	-	-	-	-	-	-
National Bank of Pakistan	-	13,500	-	13,500	-	-	-	-	-	-	-
United Bank Limited	36,256	7,800	-	44,056	-	-	-	-	-	-	-
						1,310	1,611	301	0.93	0.94	0.00

Name of Investee Company	As at July 01, 2024	Purchases during the period	Bonus / Rights issue (Note 5.1.2)	Sales during the period	As at December 31, 2024	As at December 31, 2024			Market value as a percentage of total investments	Market value as a percentage of net assets	Par value as a percentage of issued capital of the investee company
						Carrying value	Market value	Unrealised gain / (loss)			
(Number of shares)						(Rupees in '000)			(%)		
Engineering											
Agha Steel Ind. Limited	16,500	-	-	16,500	-	-	-	-	-	-	-
Aisha Steel Mills Limited	38,745	29,000	-	67,745	-	-	-	-	-	-	-
International Steels Limited	8,000	-	-	8,000	-	-	-	-	-	-	-
Mughal Iron	3,582	2,800	-	3,600	2,782	250	223	(27)	0.13	0.13	0.00
						250	223	(27)	0.13	0.13	0.00
Fertilizers											
Fauji Fertilizer Bin Qasim Limited	20,000	-	-	20,000	-	-	-	-	-	-	-
Fauji Fertilizer Company Limited	-	8,500	-	-	8,500	3,452	3,114	(338)	1.80	1.83	0.01
						3,452	3,114	(338)	1.80	1.83	0.01
Food & Personal Care Products											
Murree Brewery Company Limited	1,700	-	-	300	1,400	678	1,006	328	0.58	0.59	0.01
Glass & Ceramics											
Tariq Glass Industries Limited	10,500	2,000	-	12,500	-	-	-	-	-	-	-
Miscellaneous											
Shifa International Hospital Limited	-	1,992	-	-	1,992	770	790	20	0.46	0.46	0.00
						770	790	20	0.46	0.46	0.00
Oil & Gas Exploration Companies											
Mari Petroleum Company Limited	-	9,500	-	9,500	-	-	-	-	-	-	-
Oil & Gas Development Company Limited	62,700	31,000	-	21,600	72,100	11,907	16,385	4,478	9.49	9.62	0.00
Pakistan Petroleum Limited	74,100	33,000	-	26,500	80,600	10,907	16,406	5,499	9.51	9.63	0.00
						22,814	32,791	9,977	19.00	19.25	0.00
Oil & Gas Marketing Companies											
Pakistan State Oil Company Limited	36,800	26,500	-	25,700	37,600	9,668	16,570	6,902	9.60	9.73	0.08
Sui Northern Gas Pipelines Limited	84,600	21,600	-	98,300	7,900	568	884	316	0.51	0.52	0.00
						10,236	17,454	7,218	10.11	10.25	0.08
Paper and Board											
Century Paper & Board Mills Limited	17,500	-	-	17,500	-	-	-	-	-	-	-
Security Paper Limited	-	5,500	-	-	5,500	906	896	(10)	0.52	0.53	0.01
						906	896	(10)	0.52	0.53	0.01
Pharmaceuticals											
Abbott Laboratories (Pakistan) Limited	1,100	-	-	-	1,100	806	1,362	556	0.79	0.80	0.00
AGP Limited	-	20,498	-	-	20,498	2,663	3,487	824	2.02	2.05	0.01
Ferozsons Laboratories Limited	6,000	4,500	-	10,500	-	-	-	-	-	-	-
Glaxosmithkline Pakistan Limited	-	14,800	-	-	14,800	5,049	5,874	825	3.40	3.45	0.00
Haleon Pakistan Limited	-	1,950	-	-	1,950	1,724	1,575	(149)	0.91	0.92	0.00
The Searle Company Limited	1,400	6,000	-	-	7,400	469	773	304	0.45	0.45	0.00
						10,711	13,071	2,360	7.57	7.67	0.01
Power Generation & Distribution											
The Hub Power Company Limited	47,400	-	-	47,400	-	-	-	-	-	-	-
K-Electric Limited*	310,000	659,000	-	108,000	861,000	3,998	4,822	824	2.79	2.83	0.00
						3,998	4,822	824	2.79	2.83	0.00
Refinery											
Attock Refinery Limited	3,750	12,800	-	5,850	10,700	6,020	7,611	1,591	4.41	4.47	0.01
National Refinery Limited	1,420	-	-	1,420	-	-	-	-	-	-	-
						6,020	7,611	1,591	4.41	4.47	0.01
Technology and Communication											
Air Link Communication Limited	-	10,500	-	10,500	-	-	-	-	-	-	-
TPL Trakker Limited	158,000	-	-	-	158,000	980	1,618	638	0.94	0.95	0.08
						980	1,618	638	0.94	0.95	0.08
Total as at December 31, 2024						89,480	118,063	28,583			
Total as at June 30, 2024						67,312	87,477	20,165			

* This have a face value of Rs. 3.5 per share.

5.1.1 Investments include shares having market value aggregating to Rs. 24.716 million (June 30, 2024: Rs. 24.051 million) that have been pledged with National Clearing Company of Pakistan Limited (NCCPL) for guaranteeing settlement of the Fund's trades in terms of 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 (MUFAP), 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 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 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. 590,532 at December 31, 2024 (June 30, 2024: Rs. 447,832) and not yet deposited on CDC account of department of Income tax. The final outcome of the case is pending however, 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 its investments at period end.

5.2 Unlisted debt securities - Term finance certificates

Name of investee company	Number of certificates				As at December 31, 2024			Market value as a percentage of total investments	Market value as a percentage of net assets
	As at July 01, 2024	Purchased during the period	Sold / matured during the period	As at December 31, 2024	Carrying value	Market value	Unrealised (loss) / gain		
----- (Rupees in '000) -----									
----- (%) -----									
Technology & Communication									
TPL Trakker Limited	4	-	-	4	1,133	1,126	(7)	0.65	0.66
Power Generation & Distribution									
The Hub Power Company Limited	50	-	50	-	-	-	-	-	-
Lucky Electric Power Company Limited	5	-	5	-	-	-	-	-	-
Pharmaceuticals									
OBS Pharma (Private) Limited	90	-	90	-	-	-	-	-	-
Total as at December 31, 2024					1,133	1,126	(7)		
Total as at June 30, 2024					19,399	19,409	10		

5.2.1 Significant terms and conditions of term finance certificates outstanding as at December 31, 2024 are as follows:

Name of the Issuer	Mark-up rate (per annum)	Issue date	Maturity date	Rating
TPL Trakker Limited	3 months KIBOR + 1.20%	30-Mar-21	30-Mar-26	A+

5.3 Market treasury bills

Name of security	Issue date	Face value				As at December 31, 2024			Market value as a percentage of total investments	Market value as a percentage of net assets
		As at July 01, 2024	Purchased during the period	Sold / matured during the period	As at December 31, 2024	Carrying Value	Market value	Unrealised (loss) / gain		
(Rupees in '000) ----- (%)										
Treasury bills - 3 months	May 02, 2024	13,000	-	13,000	-	-	-	-	-	-
Treasury bills - 3 months	July 25, 2024	-	15,000	15,000	-	-	-	-	-	-
Treasury bills - 3 months*	October 31, 2024	-	20,000	-	20,000	19,838	19,853	15	11.50	11.66
Treasury bills - 12 months	November 02, 2023	-	16,000	16,000	-	-	-	-	-	-
Treasury bills - 12 months*	August 22, 2024	-	3,000	-	3,000	2,725	2,787	62	1.62	1.64
Treasury bills - 12 months*	September 05, 2024	-	5,000	-	5,000	4,514	4,625	111	2.68	2.72
Treasury bills - 12 months	September 05, 2024	-	6,000	6,000	-	-	-	-	-	-
Treasury bills - 12 months	October 03, 2024	-	9,000	9,000	-	-	-	-	-	-
Treasury bills - 12 months*	October 17, 2024	-	4,000	-	4,000	3,621	3,651	30	2.12	2.14
Treasury bills - 12 months*	November 28, 2024	-	15,000	-	15,000	13,535	13,522	(13)	7.84	7.94
Treasury bills - 12 months*	December 26, 2024	-	10,000	-	10,000	8,931	8,938	7	5.18	5.25
Total as at December 31, 2024						53,164	53,376	212		
Total as at June 30, 2024						12,824	12,827	3		

* These market treasury bills carry effective yield at the rate ranging from 10.93% to 15.55% (June 30, 2024: 21.43% to 22.78%) per annum.

	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
Note	(Rupees in '000)	(Rupees in '000)

5.4 ADVANCE AGAINST IPO

Advance against subscription of term finance certificate		25,000	25,000
Less: Provision in respect of advance against subscription of Term Finance Certificates	5.4.1	(25,000)	(25,000)
		-	-

5.4.1 The Fund had subscribed towards the term finance certificates of an issuer as Pre-IPO investor on January 09, 2008. Under the agreement, the issuer was required to complete the public offering by October 09, 2008. However, no public offering has been carried out by the issuer as at June 30, 2021. In addition, profit on the advance against subscription, due after six months from the date of subscription, was also not received by the Fund. During 2021, the advance against subscription was fully provided in accordance with the provisioning policy of the Fund as approved by the Board of Directors of the Management Company.

	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
Note	(Rupees in '000)	(Rupees in '000)

6. PAYABLE TO THE MANAGEMENT COMPANY

Remuneration payable to the Management Company	6.1	386	179
Sindh Sales Tax payable on Management Company's remuneration	6.2	59	23
Sales load payable		205	-
Selling and marketing payable	6.3	-	99
		650	301

- 6.1** "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 management fee expense charged by the Management Company during the period is 2.5% (June 30, 2024: 1.5% to 2.49%) of the average annual net assets accordingly. The fee is payable monthly in arrears.

During the period effective from September 05, 2024, Management Company has revised management fee rate upto 4% with the specific approval of SECP."

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

- 6.3** The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to the Fund on its discretion. This is subject to the condition that the expense charged remains within the Fund's total expense ratio limit, as defined under the NBFC Regulations and not being higher than the actual expenses. During the period the Management Company has charged selling and marketing expenses at the rate of Nil (June 30, 2024: 0.275% to 1.05%).

7. PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

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

Effective from 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 has also introduced a shift in payment frequency, from annual to monthly basis."

	December 31, 2024	June 30, 2024
Note	(Un-audited)	(Audited)
	----- (Rupees in '000) -----	

8. ACCRUED EXPENSES AND OTHER LIABILITIES

Provision for Federal Excise Duty payable on:

- Remuneration of Management Company

Auditors' remuneration payable

Brokerage payable

Withholding tax payable

Legal and professional fee payable

Printing charges payable

Advance received against issuance to unitholders

8.1	6,610	6,610
	349	425
	253	51
	435	1,353
	150	128
	38	72
	2	-
	7,837	8,639

- 8.1** The legal status of applicability of Federal Excise Duty (FED) on the Fund is the same as disclosed in note 11.1 to the annual audited financial statements of the Fund for the year ended June 30, 2024. However, since the appeal filed by the tax authorities is pending in the Supreme Court of Pakistan, the Management Company, as a matter of prudence, has retained a provision for FED on remuneration of Management Company, aggregating to Rs. 6.610 million (June 30, 2024: Rs. 6.610 million). Had the provision not been made, the net asset value per unit of the Fund as at December 31, 2024 would have been higher by Rs. 7.4121 per unit (June 30, 2024: Rs. 7.3349 per unit).

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2024 and June 30, 2024.

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 percent of its accounting income for the year, as reduced by accumulated losses and capital gains whether realised or unrealised, is distributed to the unit holders as cash dividend. 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 accumulated losses and capital gains (whether realised or unrealised) for the year ending June 30, 2025 to its unit holders.

		December 31, 2024 (Un-Audited) ----- (Rupees in '000) -----	December 31, 2023 (Un-Audited)
	Note		
11. CASH AND CASH EQUIVALENTS			
Bank balances	4	2,262	31,941,182
Market treasury bills	5.3	19,853	-
		22,115	31,941,182

12. EARNINGS PER UNIT

Earnings per unit based on cumulative weighted average units for the period has not been disclosed as in the opinion of the Management Company, the determination of the same is not practicable.

13. TOTAL EXPENSE RATIO

The total annualised expense ratio of the Fund from July 01, 2024 to December 31, 2024 is 4.83% and this includes 0.58% representing government levy, SECP fee etc. The prescribed limit for the ratio is 4.5% (2023: 2%) (excluding government levies) under NBFC regulations for a collective investment scheme categorised as money market fund.

14. TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS

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 during the period and balances with them outstanding as at period end are as follows:

	December 31, 2024 (Un-Audited) ----- (Rupees in '000) -----	December 31, 2023 (Un-Audited)
14.1 Transactions during the period		
HBL Asset Management Limited - Management Company		
Remuneration of the Management Company	1,831	921
Sindh Sales Tax on remuneration of Management Company	275	120
Allocated expenses	-	136
Selling and marketing cost	-	144
Reimbursement of expense from Management Company	-	(738)
Issuance of Nil units (2023: 191,691 Units)	-	23,000
Redemption of 122,290 units (2023: Nil units)	22,500	-
Advance received against issuance to unitholders*	2	-
Habib Bank Limited - Sponsor		
Purchase of 99,000 Shares (2023: 183,500 shares)	15,359	16,851
Sale of 104,000 shares (2023: 242,500 shares)	17,368	21,715
Mark-up earned during the period	65	135
Dividend income earned during the period	40	162
Bank charges paid during the period	5	1
Central Depository Company of Pakistan Limited - Trustee		
Trustee remuneration	146	91
Sindh Sales Tax payable on the Trustee fee	22	12
Central Depository service charges	6	27
Mr. Rafiuddin Zakir Mahmood - Connected Persons due to 10% and more		
Redemption of Nil units (2023: 325,479 units)	-	31,884
HBL Islamic Income Fund		
Sale of GoP Ijarah (Face Value)	-	18,000
Purchase of GoP Ijarah (Face Value)	-	5,000
HBL Income Fund		
Sale of market treasury bills	6,000	-
	December 31, 2024 (Un-Audited) ----- (Rupees in '000) -----	June 30, 2024 (Audited)
14.2 Amounts outstanding as at period / year end		
HBL Asset Management Limited - Management Company		
Management fee payable	386	179
Sales Tax payable	59	23
Sales load payable	205	-
Selling and Marketing Cost payable	-	99
Receivable from management company against selling and marketing expenses	-	738
Investment held in the Fund: 513,991 units (June, 30 2024: 636,281 Units)	98,158	88,102
Habib Bank Limited - Sponsor		
Bank balances	1,381	1,160
Markup receivable on bank deposits	88	146
Outstanding balance of Shares: Nil shares (June, 30 2024: 5,000 shares)	-	620
Central Depository Company of Pakistan Limited - Trustee		
Trustee Fee payable	31	17
Sindh Sales Tax payable on the Trustee fee	5	2
Security Deposit	100	100

*This represents amount reimbursed by the Management Company in relation to reversal of excess amount charged against reimbursement of selling and marketing expenses as per the direction of Securities and Exchange Commission of Pakistan.

15. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

The following table shows financial instruments recognised at fair value, based on:

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

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

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

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

	December 31, 2024 (Un-Audited)						
	Carrying amount			Fair value			
	At fair value through profit or loss	At amortised Cost	Total	Level 1	Level 2	Level 3	Total
Financial instruments	(Rupees in '000)						
Financial assets measured at fair value							
Listed equity securities	118,063	-	118,063	118,063	-	-	118,063
Term finance certificates and sukuk bonds	1,126	-	1,126	1,126	-	-	1,126
Market Treasury Bills	53,376	-	53,376	-	53,376	-	53,376
	172,565	-	172,565	119,189	53,376	-	172,565
Financial assets not measured at fair value							
Bank balances	-	2,262	2,262				
Dividend receivable	-	236	236				
Profit receivable	-	222	222				
Receivable against sale of investments	-	6,685	6,685				
Receivable against issuance of units	-	700	700				
Deposits	-	2,600	2,600				
	-	12,705	12,705				
Financial liabilities not measured at fair value							
Payable to the Management Company	-	591	591				
Payable to the Trustee	-	31	31				
Dividend payable	-	2	2				
Payable against redemption of units	-	6,825	6,825				
Accrued expenses and other liabilities	-	764	764				
	-	8,213	8,213				

	June 30, 2024 (Audited)						
	Carrying amount			Fair Value			
	At Fair value through profit or loss	At amortised Cost	Total	Level 1	Level 2	Level 3	Total
Financial instruments	(Rupees in '000)						
Financial assets measured at fair value							
Listed equity securities	87,477	-	87,477	87,477	-	-	87,477
Term finance certificates and sukuk bonds	19,409	-	19,409	5,409	14,000	-	19,409
Market Treasury Bills	12,827	-	12,827	-	12,827	-	12,827
	119,713	-	119,713	92,886	26,827	-	119,713
Financial assets not measured at fair value							
Bank balances	-	8,225	8,225				
Dividend receivable	-	170	170				
Markup receivable	-	1,225	1,225				
Advances, deposits and other receivables	-	4,038	4,038				
	-	13,658	13,658				
Financial liabilities not measured at fair value							
Payable to the Management Company	-	278	278				
Payable to the Trustee	-	20	20				
Dividend payable	-	3	3				
Accrued expenses and other liabilities	-	645	645				
	-	946	946				

16. GENERAL

16.1 Figures have been rounded off to the nearest thousand rupees, unless otherwise stated.

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

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 18 February 2025.

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

Chief Financial Officer

Chief Executive Officer

Director

HBL

Growth Fund

FUND INFORMATION

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 JS Bank Limited Khushali Micro Finance Bank MCB Bank Limited Mobillink Micro Finance Bank National Bank Limited Soneri Bank limited U Micro Finance Bank Limited Zarai Taraqiati Bank Limited



A.F. FERGUSON & Co.

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

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **HBL Growth Fund** (the Fund) as at December 31, 2024 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2024. The Management Company (HBL Asset Management Company) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2024 and December 31, 2023 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2024.

Scope of Review

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

Conclusion

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


A.F. Ferguson & Co.

Chartered Accountants

Engagement Partner: **Noman Abbas Sheikh**

Dated: February 27, 2025

Karachi

UDIN: RR202410061wJgf7kYxH

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network
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■ KARACHI ■ LAHORE ■ ISLAMABAD

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

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TRUSTEE REPORT TO THE UNIT HOLDERS

HBL GROWTH FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of HBL Growth Fund (the Fund) are of the opinion that HBL Asset Management Company Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2024 in accordance with the provisions of the following:

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

Further, during an onsite inspection of the Management Company, the Securities and Exchange Commission of Pakistan (SECP) identified certain matters related to the charging and allocation of selling & marketing expenses and allocated expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units of HBL Growth Fund to the entitled unit holders.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 28, 2025



HBL Growth Fund
Condensed Interim Statement of Assets and Liabilities (Un-Audited)
As At December 31, 2024

		December 31, 2024 (Un-audited)			June 30, 2024 (Audited)		
		Class A	Class B	Total	Class A	Class B	Total
Note		(Rupees in '000)					
ASSETS							
Bank balances	4	525,171	378,415	903,586	694,513	250,899	945,412
Investments	5	13,168,904	2,697,714	15,866,618	5,177,387	1,547,634	6,725,021
Dividend and profit receivable	6	290,891	2,042	292,933	23,590	5,175	28,765
Advance, deposits and prepayment	7	1,565	4,815	6,380	1,236	4,835	6,071
Receivable from HBL Asset Management Limited - Management Company	8	-	5,639	5,639	-	11,157	11,157
Total assets		13,986,531	3,088,625	17,075,156	5,896,726	1,819,700	7,716,426
LIABILITIES							
Payable to HBL Asset Management Limited - Management Company	9	18,513	9,617	28,130	10,836	5,731	16,567
Payable to Central Depository Company of Pakistan Limited - Trustee	10	2,626	1,184	3,810	638	255	893
Payable to the Securities and Exchange Commission of Pakistan	11	952	206	1,158	457	120	577
Payable against purchase of investments		-	94,288	94,288	-	-	-
Payable against redemption of units		-	-	-	-	-	-
Accrued expenses and other liabilities	12	27,640	131,610	159,250	27,244	143,307	170,551
Dividend payable		2,607	134,867	137,474	202,165	39,819	241,984
Unclaimed dividend		-	-	-	-	131,647	131,647
Total liabilities		52,338	371,772	424,110	241,340	320,879	562,219
NET ASSETS		13,934,193	2,716,853	16,651,046	5,655,386	1,498,821	7,154,207
UNIT HOLDERS' FUND		13,934,193	2,716,853	16,651,046	5,655,386	1,498,821	7,154,207
(AS PER STATEMENT ATTACHED)							
CONTINGENCIES AND COMMITMENTS							
	13	Number of units			Number of units		
NUMBER OF UNITS IN ISSUE		283,500,000	79,660,695		283,500,000	69,414,008	
		(Rupees)			(Rupees)		
NET ASSET VALUE PER UNIT		49.1506	34.1053		19.9485	21.5925	

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

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

HBL Growth Fund

Condensed Interim Income Statement (Un-Audited)

For The Half Year And Quarter Ended December 31, 2024

		Half year ended December 31, 2024			Half year ended December 31, 2023			Quarter ended December 31, 2024			Quarter ended December 31, 2023		
		Class A	Class B	Total	Class A	Class B	Total	Class A	Class B	Total	Class A	Class B	Total
Note		(Rupees in '000)											
INCOME													
Dividend income		318,250	53,210	371,460	220,104	58,014	278,118	273,650	32,437	306,087	205,237	36,069	241,306
Profit on savings accounts with banks		47,279	24,189	71,468	64,487	29,686	94,173	19,997	11,632	31,629	27,438	14,031	41,469
Other income		1,963	-	1,963	-	-	-	1,963	-	1,963	-	-	-
Gain on sale of investments - net		-	277,816	277,816	-	238,137	238,137	-	211,792	211,792	-	115,744	115,744
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial asset at fair value through profit or loss'	5.1.2.2	-	637,550	637,550	-	180,372	180,372	-	682,284	682,284	-	168,036	168,036
		-	915,366	915,366	-	418,509	418,509	-	894,076	894,076	-	283,780	283,780
Total income		367,492	992,765	1,360,257	284,591	506,209	790,800	295,610	938,145	1,233,755	232,675	333,880	566,555
EXPENSES													
Remuneration of HBL Asset Management Limited - Management Company	9.1 & 9.2	64,647	37,359	102,006	42,251	15,177	57,428	40,119	23,706	63,825	23,895	9,427	33,322
Allocation of expenses related to registrar services, accounting, operation and valuation services	9.3	6,831	2,367	9,198	13,710	3,209	16,919	-	-	-	7,754	1,810	9,564
Selling and marketing expense	9.4	-	-	-	-	3,658	3,658	-	-	-	-	986	986
Remuneration of Central Depository Company	10.1 & 10.2	4,329	1,474	5,803	3,281	756	4,037	2,403	740	3,143	1,825	407	2,232
Fee to the Securities and Exchange Commission of Pakistan	11.1	3,531	883	4,414	2,363	534	2,897	2,181	516	2,697	1,334	293	1,627
Settlement and bank charges		3	532	535	2	292	294	3	157	160	2	64	66
Auditors' remuneration		447	174	621	374	98	472	262	125	387	219	65	284
Fees and subscription		335	228	563	347	1,025	1,372	87	172	259	170	589	759
Printing charges		79	20	99	61	15	76	79	20	99	61	15	76
Securities transaction costs		-	12,323	12,323	-	15,083	15,083	-	9,672	9,672	-	5,820	5,820
Reimbursement from HBL Asset Management Limited - Management Company	8	-	(5,639)	(5,639)	-	(11,157)	(11,157)	-	(5,639)	(5,639)	-	(11,157)	(11,157)
Total operating expenses		80,202	49,721	129,923	62,389	28,690	91,079	45,134	29,469	74,603	35,260	8,319	43,579
Net income for the period before taxation		287,290	943,044	1,230,334	222,202	477,519	699,721	250,476	908,676	1,159,152	197,415	325,561	522,976
Taxation	15	-	-	-	-	-	-	-	-	-	-	-	-
Net income for the period after taxation		287,290	943,044	1,230,334	222,202	477,519	699,721	250,476	908,676	1,159,152	197,415	325,561	522,976
Earnings per unit	16												
Allocation of income for the period:													
Net income for the period after taxation		287,290	943,044		222,202	477,519							
Income already paid on units redeemed		-	(173,058)		-	(13,047)							
		287,290	769,986		222,202	464,472							
Accounting income available for distribution:													
- Relating to capital gains		-	747,388		-	407,002							
- Excluding capital gains		287,290	22,598		222,202	57,470							
		287,290	769,986		222,202	464,472							

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

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

Chief Financial Officer

Chief Executive Officer

Director

HBL Growth Fund
Condensed Interim Statement of Comprehensive Income (Un-Audited)
For The Half Year And Quarter Ended December 31, 2024

Note	Half year ended December 31, 2024			Half year ended December 31, 2023			Quarter ended December 31, 2024			Quarter ended December 31, 2023			
	Class A	Class B	Total	Class A	Class B	Total	Class A	Class B	Total	Class A	Class B	Total	
----- (Rupees in '000) -----													
Net income for the period after taxation	287,290	943,044	1,230,334	222,202	477,519	699,721	250,476	908,676	1,159,152	197,415	325,561	522,976	
Items that will not be reclassified to income statement													
Net unrealised appreciation on re-measurement of investment investments classified as 'financial assets at fairvalue through other comprehensive income'	5.112	7,991,517	-	7,991,517	2,136,343	-	2,136,343	13,300,863	-	13,300,863	1,739,928	-	1,739,928
Total comprehensive income for the period	8,278,807	943,044	9,221,851	2,358,545	477,519	2,836,064	13,551,339	908,676	14,460,015	1,937,343	325,561	2,262,904	

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

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

Chief Financial Officer

Chief Executive Officer

Director

HBL Growth Fund

Condensed Interim Statement Of Movement In Unitholders' Fund

For The Half Year Ended December 31, 2024

	Half year ended December 31, 2024							
	Class A					Class B		
	Capital value	Accumulated loss	Unrealised appreciation on revaluation	Premium on issue of certificate	Total	Capital value	Undistributed income	Total
	(Rupees in '000)							
Net assets at the beginning of the period (audited)	2,835,000	(2,944,436)	3,757,010	2,007,812	5,655,386	(600,335)	2,099,156	1,498,821
Issuance of Class A: Nil units (2023: Nil units) and Class B: 37,981,735 units (2023: 559,851 units)								
- Capital value (at net asset value per unit at the beginning of the period)	-	-	-	-	-	820,121	-	820,121
- Element of income	-	-	-	-	-	273,351	-	273,351
Total proceeds on issuance of units	-	-	-	-	-	1,093,472	-	1,093,472
Redemption of Class A: Nil units (2023: Nil units) and Class B: 27,735,048 units (2023: 3,973,487 units)								
- Capital value (at net asset value per unit at the beginning of the period)	-	-	-	-	-	(598,869)	-	(598,869)
- Element of loss	-	-	-	-	-	(46,557)	(173,058)	(219,615)
Total payment on redemption of units	-	-	-	-	-	(645,426)	(173,058)	(818,484)
Total comprehensive income for the period	-	287,290	7,991,517	-	8,278,807	-	943,044	943,044
Net assets at the end of the period (un-audited)	2,835,000	(2,657,146)	11,748,527	2,007,812	13,934,193	(152,289)	2,869,142	2,716,853
Accumulated (loss) / undistributed income brought forward comprising of:								
- Realised (loss) / income		(2,944,436)					1,793,302	
- Unrealised income		-					305,854	
		<u>(2,944,436)</u>					<u>2,099,156</u>	
Accounting income available for distribution:								
- Relating to capital gains		-					747,388	
- Excluding capital gains		287,290					22,598	
Net income available for distribution		287,290					769,986	
Accumulated (loss) / undistributed income carried forward		<u>(2,657,146)</u>					<u>2,869,142</u>	
Accumulated (loss) / undistributed income brought forward comprising of:								
- Realised (loss) / income		(2,657,146)					2,231,592	
- Unrealised income		-					637,550	
		<u>(2,657,146)</u>					<u>2,869,142</u>	
		(Rupees)					(Rupees)	
Net asset value per unit at the beginning of the period		<u>19.9485</u>					<u>21.5925</u>	
Net asset value per unit at the end of the period		<u>49.1506</u>					<u>34.1053</u>	

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

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

Chief Financial Officer

Chief Executive Officer

Director

HBL Growth Fund

Condensed Interim Statement Of Movement In Unitholders' Fund

For the half year ended December 31, 2024

Half year ended December 31, 2023								
Class A					Class B			
Capital value	Accumulated loss	Unrealised appreciation on	Premium on issue of certificate	Total	Capital value	Accumulated loss	Total	
(Rupees in '000)								
Net assets at the beginning of the period (audited)	2,835,000	(2,952,975)	2,007,607	2,007,812	3,897,444	2,005,136	(1,096,925)	908,211
Issuance of Class A: Nil units (2022: Nil units) and Class B: 559,851 units (2022: 41,348 units)								
- Capital value (at net asset value per unit at the beginning of the period)	-	-	-	-	-	6,856	-	6,856
- Element of income	-	-	-	-	-	2,161	-	2,161
Total proceeds on issuance of units	-	-	-	-	-	9,017	-	9,017
Redemption of Class A: Nil units (2022: Nil units) and Class B: 3,973,487 units (2022: 475,926 units)								
- Capital value (at net asset value per unit at the beginning of the period)	-	-	-	-	-	(48,661)	-	(48,661)
- Element of loss	-	-	-	-	-	(1,635)	(13,047)	(14,682)
Total payment on redemption of units	-	-	-	-	-	(50,296)	(13,047)	(63,343)
Total comprehensive income for the period	-	222,202	2,136,343	-	2,358,545	-	477,519	477,519
Net assets at the end of the period (un-audited)	2,835,000	(2,730,773)	4,143,950	2,007,812	6,255,989	1,963,857	(632,453)	1,331,404
Accumulated loss brought forward comprising of:								
- Realised loss		(2,952,975)					(1,074,906)	
- Unrealised loss		-					(22,019)	
		(2,952,975)					(1,096,925)	
Accounting income available for distribution:								
- Relating to capital gains		-					407,002	
- Excluding capital gains		222,202					57,470	
Net income available for distribution		222,202					464,472	
Accumulated loss carried forward		(2,730,773)					(632,453)	
Accumulated loss carried forward comprising of:								
- Realised loss		(2,730,773)					(812,825)	
- Unrealised income		-					180,372	
		(2,730,773)					(632,453)	
		(Rupees)					(Rupees)	
Net asset value per unit at the beginning of the period		13.7476					12.2463	
Net asset value per unit at the end of the period		22.0670					18.8188	

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

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 Half Year Ended December 31, 2024

	Note	Half year ended December 31, 2024			Half year ended December 31, 2023		
		Class A	Class B	Total	Class A	Class B	Total
		(Rupees in '000)					
CASH FLOWS FROM OPERATING ACTIVITIES							
Net income for the period before taxation		287,290	943,044	1,230,334	222,202	477,519	699,721
Adjustments for:							
Dividend income		(318,250)	(53,210)	(371,460)	(220,104)	(58,014)	(278,118)
Profit on savings accounts with banks		(47,279)	(24,189)	(71,468)	(64,487)	(29,686)	(94,173)
Gain on sale of investments - net		-	(277,816)	(277,816)	-	(238,137)	(238,137)
Net unrealised appreciation on re-measurement of investments classified as 'financial asset at fair value through profit or loss'	5.1.2.2	-	(637,550)	(637,550)	-	(180,372)	(180,372)
		(78,239)	(49,721)	(127,960)	(62,389)	(28,690)	(91,079)
(Increase) / decrease in assets							
Investments - net		-	(140,426)	(140,426)	-	(24,584)	(24,584)
Advance, deposits and prepayment		(329)	20	(309)	(313)	(17)	(330)
Receivable from HBL Asset Management Limited - Management Company		-	5,518	5,518	-	(5,262)	(5,262)
		(329)	(134,888)	(135,217)	(313)	(29,863)	(30,176)
Increase / (decrease) in liabilities							
Payable to HBL Asset Management Limited - Management Company		7,677	3,886	11,563	4,798	1,130	5,928
Payable to Central Depository Company of Pakistan Limited - Trustee		1,988	929	2,917	245	239	484
Payable to the Securities and Exchange Commission of Pakistan		495	86	581	(459)	(80)	(539)
Accrued expenses and other liabilities		396	(11,697)	(11,301)	45	5,368	5,413
Dividend payable		-	(131,647)	(131,647)	-	-	-
Unclaimed dividend		-	95,048	95,048	-	-	-
		10,556	(43,395)	(32,839)	4,629	6,657	11,286
Dividend received		44,601	54,604	99,205	218,394	55,841	274,235
Profit received on savings accounts with banks		53,627	25,928	79,555	68,809	29,460	98,269
		98,228	80,532	178,760	287,203	85,301	372,504
Net cash generated from / (used in) operating activities		30,216	(147,472)	(117,256)	229,130	33,405	262,535
CASH FLOWS FROM FINANCING ACTIVITIES							
Receipts against issuance and conversion of units		-	1,093,472	1,093,472	-	9,017	9,017
Payment against redemption and conversion of units		-	(818,484)	(818,484)	-	(63,343)	(63,343)
Dividend paid		(199,558)	-	(199,558)	(324,638)	-	(324,638)
Net cash (used in) / generated from financing activities		(199,558)	274,988	75,430	(324,638)	(54,326)	(378,964)
Net (decrease) / increase in cash and cash equivalents		(169,342)	127,516	(41,826)	(95,508)	(20,921)	(116,429)
Cash and cash equivalents at the beginning of the period		694,513	250,899	945,412	794,036	271,151	1,065,187
Cash and cash equivalents at the end of the period	4	525,171	378,415	903,586	698,528	250,230	948,758

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

**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 half year ended December 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** HBL Growth Fund (The Fund), an Open End Scheme that was initially constituted as a Closed End Fund under the name of PICIC Investment Fund vide a registered Trust Deed 'Initial Trust Deed' dated April 02, 2004, as amended vide First Supplemental Trust Deed dated June 28, 2004. The Fund has been converted into an Open End Scheme through a registered Restated Trust Deed (the Deed) dated April 24, 2018 under the Trusts Act, 1882 entered into and between HBL Asset Management Limited ("the Management Company") and Central Depository Company of Pakistan Limited ("the Trustee"). 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 "Sindh Trust Act, 2020" (the Sindh Trust Act). Accordingly, on August 24, 2021, the above-mentioned Trust Deed has been registered under the "Sindh Trust Act, 2020".
- 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 Securities and Exchange Commission of Pakistan (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 maximise 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 the 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.
- 1.5** The Board of the Management Company of the Fund in its meeting held on November 23, 2017 approved the conversion 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 their general meeting dated January 10, 2018. The plan was also approved by the SECP on February 16, 2018.
- 1.6** The Replacement Trust Deed and Replacement offering document were approved by the 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 the 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 the Fund for each certificate held representing unfrozen portfolio and related assets and liabilities.
- 1.7** 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.
- 1.8** VIS Credit Rating Company Limited (VIS) has assigned the Management Quality Rating of 'AM1' dated December 31, 2024 (December 31, 2023: 'AM1' dated December 30, 2023) and the outlook on the rating has been assigned as 'Stable' (December 31, 2023: 'Stable').
- 1.9** The title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

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

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

The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2024.

- 2.2** These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at and for the half year ended December 31, 2024.

3 MATERIAL ACCOUNTING POLICY INFORMATION, SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGMENTS AND RISK MANAGEMENT

- 3.1** The accounting policies applied and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024.

- 3.2** The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by the management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2024. The Fund's 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.

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

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

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

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2025. However, these are not considered to be relevant or will not have any material effect on the Fund's financial statements except for:

- The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and
- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers with effective date of January 1, 2026. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

		December 31, 2024 (Un-audited)			June 30, 2024 (Audited)			
		Class A	Class B	Total	Class A	Class B	Total	
4	BANK BALANCES	Note	(Rupees in '000)					
	Savings accounts	4.1	525,171	378,415	903,586	694,513	250,899	945,412

4.1 These include a balance of Rs. 2.309 million (June 30, 2024: Rs. 2.309 million) with Habib Bank Limited (a related party) that carries profit at the rate ranging from 14.5% to 19.5% (June 30, 2024: 19% to 21.15%) per annum, Rs. 467.640 million (June 30, 2024: Rs. 704.536 million) with HBL Microfinance Bank Limited (a related party) that carries profit at the rate of 22.95% (June 30, 2024: 20.25% to 22.95%) and Rs. 179.301 million (June 30, 2024: Rs. 163.662 million) with MCB Bank Limited (a related party) that carries profit at the rate of 8% (June 30, 2024: 18%). Other saving accounts of the Fund carry profit at the rates ranging from 12.5% to 13.5% (June 30, 2024: 19.50% to 21.50%) per annum.

			December 31, 2024 (Un-audited)			June 30, 2024 (Audited)		
			Class A	Class B	Total	Class A	Class B	Total
5	INVESTMENTS	Note	----- (Rupees in '000) -----					
	At fair value through other comprehensive income	5.1.1 & 5.1.4	13,168,904	-	13,168,904	5,177,387	-	5,177,387
	- Quoted equity securities							
	At fair value through profit or loss							
	- Quoted equity securities	5.1.2, 5.1.3 & 5.1.4	-	2,697,714	2,697,714	-	1,547,634	1,547,634
			13,168,904	2,697,714	15,866,618	5,177,387	1,547,634	6,725,021

5.1 Quoted equity securities

5.1.1 Class A - At fair value through other comprehensive income

Name of the Investee Company	As at July 1, 2024	Purchased during the period	Bonus / rights issue	Sold during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealized appreciation as at December 31, 2024	Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
									total market value of investments of Class A	net assets of the Fund of Class A	
<div><div></div><div>(Number of shares)</div><div></div><div>(Rupees in '000)</div><div></div></div>											
CLASS A											
Oil and Gas Marketing Companies											
Pakistan State Oil Company Limited (5.1.4)	27,364,904	-	-	-	27,364,904	1,307,982	12,059,440	10,751,458	91.58%	86.55%	5.83%
Sui Northern Gas Pipeline Limited	9,911,246	-	-	-	9,911,246	112,395	1,109,465	997,070	8.42%	7.96%	1.56%
						1,420,377	13,168,904	11,748,528	100%	94.51%	
Total as at December 31, 2024 (Un-audited)						1,420,377	13,168,904	11,748,528			
Total as at June 30, 2024 (Audited)						1,420,377	5,177,387	3,757,010			

5.1.1.1 The above mentioned Class A 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.

5.1.1.2 Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through other comprehensive income'

Note	Class A	
	(Un-audited)	(Audited)
	December 31, 2024	June 30, 2024
----- Rupees in '000 -----		
Market value of investments	13,168,904	5,177,387
Less: cost of investments	(1,420,377)	(1,420,377)
	11,748,527	3,757,010
Add: changes in fair value of investments disposed of during the period / year	-	-
Less: net unrealised appreciation in the fair value of investments at the beginning of the period / year	3,757,010	2,007,607
Less: amount of appreciation pertaining to disposed of securities	-	-
	3,757,010	2,007,607
	7,991,517	1,749,403

5.1.2 Class B - At fair value through profit or loss

Name of the Investee Company	As at July 1, 2024	Purchased during the period	Bonus / rights issue	Sold during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealized appreciation / (diminution) as at December 31, 2024	Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
									total market value of investments of Class B	net assets of the Fund of Class B	
(Number of shares)						(Rupees in '000)					
Insurance											
TPL Insurance Limited (5.1.4)	191,637	-	-	169,392	22,245	319	262	(57)	0.01%	0.01%	0.01%
Jubilee Life Insurance Company Limited	122,500	-	-	122,500	-	-	-	-	-	-	-
						319	262	(57)	0.01%	0.01%	
Cement											
Cherat Cement Company Limited	-	474,500	-	474,500	-	-	-	-	-	-	-
D.G. Khan Cement Company Limited	1,097,500	-	-	1,097,500	-	-	-	-	-	-	-
Maple Leaf Cement Factory Limited	1,884,000	2,017,500	-	949,500	2,952,000	108,467	135,615	27,148	5.03%	4.99%	0.28%
Fauji Cement Company Limited	1,994,000	2,973,000	-	1,342,000	3,625,000	108,246	132,603	24,357	4.92%	4.88%	0.15%
Attock Refinery Limited	-	201,500	-	34,500	167,000	36,802	45,072	8,270	1.67%	1.66%	0.12%
Gharibwal Cement Limited	-	2,420,500	-	241,303	2,179,197	92,671	113,122	20,451	4.19%	4.16%	0.54%
Power Cement Limited	-	5,700,000	-	5,700,000	-	-	-	-	-	-	-
Thatta Cement Company Limited	-	491,000	-	365,000	126,000	23,309	28,772	5,463	1.07%	1.06%	0.13%
Pioneer Cement Limited	147,000	62,200	-	209,200	-	-	-	-	-	-	-
						369,495	455,184	85,689	16.87%	16.75%	
Pharmaceuticals											
The Searle Company Limited (5.1.4) *	5,888	-	-	-	5,888	280	513	233	0.02%	0.02%	-
GlaxoSmithKline Pakistan Limited	-	234,500	-	38,500	196,000	74,207	77,794	3,587	2.88%	2.86%	0.06%
						74,487	78,307	3,820	2.90%	2.88%	
Property											
TPL Properties Limited	2,498,266	5,206,734	-	2,705,000	5,000,000	52,804	78,200	25,396	2.90%	2.88%	0.89%
						52,804	78,200	25,396	2.90%	2.88%	
Oil & gas exploration companies											
Oil & Gas Development Company Limited	961,000	508,000	-	630,000	839,000	133,398	190,671	57,273	7.07%	7.02%	0.02%
Mari Petroleum Company Limited	-	497,500	-	150,500	347,000	159,507	249,705	90,198	9.26%	9.19%	0.03%
Pakistan Petroleum Limited	1,032,500	848,291	-	929,791	951,000	130,621	193,576	62,955	7.18%	7.13%	0.03%
						423,526	633,952	210,426	23.50%	23.33%	
Refinery											
Attock Refinery Limited	158,500	534,294	-	537,794	155,000	77,514	110,255	32,741	4.09%	4.06%	0.15%
Pakistan Refinery Limited	-	2,667,500	-	200,000	2,467,500	86,118	109,360	23,242	4.05%	4.03%	0.39%
National Refinery Limited	294,000	-	-	294,000	-	-	-	-	-	-	-
						163,632	219,615	55,983	8.14%	8.08%	
Commercial banks											
Faysal Bank Limited (5.1.4) *	17,250	-	-	-	17,250	905	836	(69)	0.03%	0.03%	-
Bank Al Habib Limited	-	500,000	-	500,000	-	-	-	-	-	-	-
Habib Bank Limited	297,000	623,875	-	920,875	-	-	-	-	-	-	-
Meezan Bank Limited	145,000	-	-	145,000	-	-	-	-	-	-	-
United Bank Limited	472,900	150,500	-	286,400	337,000	96,700	128,812	32,112	4.77%	4.74%	0.03%

Name of the Investee Company	As at July 1, 2024	Purchased during the period	Bonus / rights issue	Sold during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealized appreciation / (diminution) as at December 31, 2024	Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
									total market value of investments of Class B	net assets of the Fund of Class B	
(Number of shares)						(Rupees in '000)					
						97,605	129,648	32,043	4.81%	4.77%	
Fertilizer											
Engro Fertilizers Limited	785,000	89,040	-	874,040	-	-	-	-	-	-	-
Fauji Fertilizer Company Limited	-	825,419	-	162,499	662,920	221,130	242,841	21,711	9.00%	8.94%	0.05%
Fauji Fertilizer Bin Qasim Limited	-	424,365	-	424,365	-	-	-	-	-	-	-
						221,130	242,841	21,711	9.00%	8.94%	
Technology & communication											
Air Link Communication Limited	-	398,000	-	398,000	-	-	-	-	-	-	-
Avanceon Limited	-	565,500	-	565,500	-	-	-	-	-	-	-
Pakistan Telecommunication Company Limited	-	6,625,000	-	-	6,625,000	170,845	180,662	9,817	6.70%	6.65%	0.18%
Netsol Technologies Limited	306,000	407,000	-	713,000	-	-	-	-	-	-	-
TPL Trakker Limited	11,625,500	4,295,397	-	339,110	15,581,787	110,809	159,557	48,748	5.91%	5.87%	8.32%
						281,654	340,219	58,565	12.61%	12.52%	
Textile composite											
Nishat Mills Limited	-	1,064,500	-	1,064,500	-	-	-	-	-	-	-
						-	-	-	-	-	-
Power Generation & Distribution											
The Hub Power Company Limited	637,500	-	-	637,500	-	-	-	-	-	-	-
						-	-	-	-	-	-
Balance brought forward						1,684,652	2,178,228	493,576			
Engineering											
Crescent Steel & Allied Products Limited	-	301,500	-	301,500	-	-	-	-	-	-	-
						-	-	-	-	-	-
Automobile assembler											
Honda Atlas Cars (Pakistan) Limited	214,500	-	-	214,500	-	-	-	-	-	-	-
Ghandhara Nissan Limited	-	624,417	-	624,417	-	-	-	-	-	-	-
Ghandhara Industries Limited	-	660,443	-	660,443	-	-	-	-	-	-	-
Sazgar Engineering Works Limited	97,500	-	-	97,500	-	-	-	-	-	-	-
						-	-	-	-	-	-
Oil & gas marketing companies											
Pakistan State Oil Company Limited	620,500	693,041	-	846,850	466,691	120,904	205,666	84,762	7.62%	7.57%	0.10%
Sui Southern Gas Company Limited	-	5,775,500	-	2,445,500	3,330,000	148,728	163,037	14,309	6.04%	6%	0.38%
Sui Northern Gas Pipelines Limited	1,490,000	1,207,303	-	1,350,303	1,347,000	105,880	150,783	44,903	5.59%	5.55%	0.21%
						375,512	519,486	143,974	19.26%	19.12%	
Automobile parts & accessories											
Loads Limited	-	750,000	-	750,000	-	-	-	-	-	-	-
						-	-	-	-	-	-
Paper & board											
Synthetic Products Enterprises Limited	-	4,128,823	-	4,128,823	-	-	-	-	-	-	-
						-	-	-	-	-	-
Cable & Electrical Goods											
Pak Elektron Limited		250,000	-	250,000	-	-	-	-	-	-	-
Secure Logistics Group Limited		700,000	-	700,000	-	-	-	-	-	-	-
						-	-	-	-	-	-
Inv. Banks / Inv. Cos. / Securities Cos.											
Pakistan Stock Exchange Limited	-	1,128,000	-	1,128,000	-	-	-	-	-	-	-
						-	-	-	-	-	-
Food & personal care products											
The Organic Meat Company Limited		1,531,000	-	1,531,000	-	-	-	-	-	-	-
						-	-	-	-	-	-
Total as at December 31, 2024 (Un-audited)						2,060,164	2,697,714	637,550			
Total as at June 30, 2024 (Audited)						1,241,780	1,547,634	305,854			

5.1.2.1 All shares have a face value of Rs. 10 each excluding synthetic products having face value of Rs. 5 each.

5.1.2.2 Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		Note	Class B	
			(Un-audited)	(Audited)
			December 31, 2024	June 30, 2024
----- Rupees in '000 -----				
Market value of investments		5.1.2	2,697,714	1,547,634
Less: carrying value of investments		5.1.2	(2,060,164)	(1,241,780)
			637,550	305,854

5.1.3 The above investments in Class B include shares of the following companies which have been pledged with National Clearing Company of Pakistan for guaranteeing settlement of the Fund's trades in accordance with Circular no. 11 of 2007 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan. The details of shares which have been pledged are as follows:

Particular	(Un-audited)		(Audited)	
	December 31, 2024		June 30, 2024	
	Number of shares	Rupees in '000	Number of shares	Rupees in '000
Habib Bank Limited	-	-	15,000	1,860
The Hub Power Company Limited	-	-	269,000	43,869
D.G. Khan Cement Company Limited	-	-	20,000	1,805
Meezan Bank Limited	-	-	140,000	33,515
Oil and Gas Development Company Limited	400,000	90,904	400,000	54,148
Pakistan State Oil Company Limited	136,000	59,934	120,000	19,945
United Bank Limited	25,000	9,556	10,000	2,562
Pakistan Petroleum Limited	218,000	44,374	200,000	23,422
Maple Leaf Cement Factory Limited	445,000	20,443	30,000	1,140
Fauji Cement Company Limited	900,000	32,922	-	-
GlaxoSmithkline Pakistan Limited	17,000	6,747	-	-
Mari Petroleum Company Limited	86,500	62,246	-	-
	<u>2,227,500</u>	<u>327,126</u>	<u>1,204,000</u>	<u>182,266</u>

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

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

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

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

As at December 31, 2024 and at June 30, 2024, the following bonus shares of Class A and Class B have been withheld by certain companies at the time of declaration of bonus shares respectively.

Name of the Company	(Un-audited)		(Audited)	
	December 31, 2024		June 30, 2024	
	Bonus shares			
	Number of shares withheld	Rupees in '000	Number of shares withheld	Rupees in '000
Class A				
Pakistan State Oil Company Limited	228,041	100,495	228,041	25,315
Class B				
The Searle Company Limited	4,907	513	4,907	280
TPL Insurance Limited	1,637	19	1,637	23
Faysal Bank Limited	17,250	836	17,250	904
	23,794	1,368	23,794	1,207

6 DIVIDEND AND PROFIT RECEIVABLE

	December 31, 2024 (Un-audited)			June 30, 2024 (Audited)		
	Class A	Class B	Total	Class A	Class B	Total
	Rupees in '000					
Dividend receivable	285,336	202	285,538	11,687	1,596	13,283
Profit receivable on bank balances	5,555	1,840	7,395	11,903	3,579	15,482
	290,891	2,042	292,933	23,590	5,175	28,765

7 ADVANCE, DEPOSITS AND PREPAYMENT

Security deposits with:						
- Central Depository Company of Pakistan Limited	-	175	175	-	175	175
- National Clearing Company of Pakistan Limited	100	2,749	2,849	100	2,749	2,849
Prepaid listing fees	467	-	467	-	-	-
Advance tax	998	1,891	2,889	1,136	1,911	3,047
	1,565	4,815	6,380	1,236	4,835	6,071

8 RECEIVABLE FROM HBL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

As per SECP's direction No. SCD/PRDD/Direction/18/2016 all AMCs are required to calculate the TER in respect of each CIS to ensure the TER is not in breach of the required maximum percentage. The AMCs are required to adjust the NAV of the CIS on the basis of TER at the end of each Quarter during the financial year for the amount of expenses in excess of the TER limit prescribed in regulation 60(5) of the NBFC Regulations.

During the period ended December 31, 2024, the Fund's Class B was in breach of the TER ratio of maximum 4.5% as prescribed under NBFC Regulations for a CIS categorised as equity scheme. As a result the Fund has recorded receivable from the Management Company to comply with the TER.

9	PAYABLE TO HBL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	December 31, 2023 (Un-audited)			June 30, 2024 (Audited)		
			Class A	Class B	Total	Class A	Class B	Total
			(Rupees in '000)					
	Remuneration payable	9.1	15,374	8,129	23,503	7,240	3,796	11,036
	Sindh Sales Tax payable on remuneration of the Management Company	9.2	2,306	1,219	3,525	941	493	1,434
	Allocated expenses relating to registrar services, accounting, operation and valuation services payable	9.3	833	269	1,102	2,655	-	2,655
	Selling and marketing expenses payable	9.4	-	-	-	-	1,442	1,442
			18,513	9,617	28,130	10,836	5,731	16,567

9.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the Total Expense Ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged at the rate of 1.5% and ranging from 2% to 3% (June 30, 2024: 1.5% and 2%) of the daily net assets of the Fund for Class A and Class B, respectively during the period ended December 31, 2024. The remuneration is payable to the Management Company monthly in arrears.

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

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

The Management Company based on its own discretion has currently charged such expenses at the rate of 0.55% for Class A and 0.55% to 0.60% for Class B (June 30, 2024: 0.55% for both Class A and Class B) of the daily net assets of the scheme for allocation of such expenses to the Fund.

9.4 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 not charged selling and marketing expenses for Class A (December 31, 2023: nil) and for Class B (December 31, 2023: 0% to 1.05%) during the period, while keeping in view the overall return and Total Expense Ratio Limit of the Fund as defined under the NBFC Regulations.

10	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	December 31, 2024 (Un-audited)			June 30, 2024 (Audited)		
			Class A	Class B	Total	Class A	Class B	Total
			(Rupees in '000)					
	Remuneration payable to the Trustee	10.1	2,283	949	3,232	565	212	777
	Sindh Sales Tax payable on remuneration of the Trustee	10.2	343	142	485	73	28	101
	CDS charges payable		-	93	93	-	15	15
			2,626	1,184	3,810	638	255	893

- 10.1** The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per the tariff specified therein, based on the daily net assets of the Fund. The remuneration is payable to the Trustee according to the following tariff structure:

Tariff structure	
Net assets (Rs.)	Fee
- Up to Rs 1,000 million	0.02% of the net assets
- From Rs 1,000 million to Rs 5,000 million	Rs. 2.0 million plus 0.10% p.a. of net assets, on amount exceeding Rs.1,000 million.

- 10.2** The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 15% (December 31, 2023: 13%) on the remuneration of Trustee through the Sindh Sales Tax on Services Act, 2011.

11	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	December 31, 2024 (Un-audited)			June 30, 2024 (Audited)		
			Class A	Class B	Total	Class A	Class B	Total
			----- (Rupees in '000) -----					
	Fee payable	11.1	952	206	1,158	457	120	577

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

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

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

12	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	December 31, 2024 (Un-audited)			June 30, 2024 (Audited)		
			Class A	Class B	Total	Class A	Class B	Total
			(Rupees in '000)					
	Provision for Federal excise duty	12.1	-	125,303	125,303	-	125,303	125,303
	Securities transaction cost payable		-	1,784	1,784	-	252	252
	Auditors' remuneration payable		702	258	960	768	220	988
	National Clearing Company Pakistan							
	Limited charges payable		-	85	85	-	30	30
	Withholding tax payable		26,935	3,124	30,059	26,433	16,523	42,956
	Zakat payable		-	114	114	-	114	114
	Other payables		3	942	945	43	865	908
			27,640	131,610	159,250	27,244	143,307	170,551

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

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

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

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company 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. 125.303 million is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been made, the NAV per unit of the Fund for Class B would have been higher by Rs. 1.573 (June 30, 2024: Rs. 1.805).

13 CONTINGENCIES AND COMMITMENTS

There were no contingencies or commitments outstanding as at December 31, 2024 and at June 30, 2024.

14 TOTAL EXPENSES RATIO

The annualised Total Expense Ratio (TER) of the Fund as at December 31, 2024 is 2.16% and 5.35% (December 31, 2023: 2.51% and 5.10%) which includes 0.37% and 0.85% (December 31, 2023: 0.31% and 0.73%) representing government levies on the Fund such as Sales Taxes, annual fee to the SECP etc., for Class A and B respectively. This maximum ratio limit as prescribed under the NBFC Regulation for a collective investment scheme categorised as an 'Equity scheme' is 4.5% which is required to be complied on an annual basis by the Fund. As more fully discussed in note 8, TER of the Fund was in breach as prescribed in the regulation. To comply with this breach, the Fund has made the reversal of expense amounting to Rs. 5.639 million (December 31, 2023: Rs. 11.157 million).

15 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 intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2025 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements during the period.

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

16 EARNINGS PER UNIT

Earnings per unit 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.

17 TRANSACTION AND BALANCES 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 the terms determined in accordance with market rates. The management considers that the transactions between 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 transactions with connected persons and balances with them, if not disclosed elsewhere in these condensed interim financial statements are as follows:

17.1 Transactions during the period

HBL Asset Management Limited - Management Company

Remuneration of the Management Company including Sales Tax thereon

Allocation of expenses related to registrar services, accounting, operation and valuation services

Selling and marketing expense

Amount received for unit issuance

Reimbursement from HBL Asset Management Limited - Management Company

Habib Bank Limited - Sponsor

Profit earned on bank deposits

Dividend income

HBL Microfinance Bank Limited (formerly: The First Microfinance Bank) - Associate

Profit earned on bank deposits

MCB Bank Limited - Treasury

- connected person due to holding more than 10% units

Profit earned on bank deposits

December 31, 2024 (Un-audited)			December 31, 2023 (Un-audited)		
Class A	Class B	Total	Class A	Class B	Total
(Rupees in '000)					
64,647	37,359	102,006	42,251	15,177	57,428
6,831	2,367	9,198	13,710	3,209	16,919
-	-	-	-	3,658	3,658
-	5,416	5,416	-	-	-
-	5,639	5,639	-	11,157	11,157
-	-	-	-	173	173
-	-	-	-	3,012	3,012
40,101	2,640	42,741	56,017	31	56,048
-	16,706	16,706	-	20,110	20,110

Central Depository Company of Pakistan Limited-Trustee

Trustee remuneration including
Sales Tax thereon
CDC annual listing fee
CDS charges

December 31, 2024 (Un-audited)			December 31, 2023 (Un-audited)		
Class A	Class B	Total	Class A	Class B	Total
(Rupees in '000)					
4,329	1,474	5,803	3,281	756	4,037
-	16	16	-	136	136
-	212	212	-	275	275

Directors and Executives of the Management Company

Issuance of 16,941 (December 31, 2023: Nil) units
Redemption of 16,941 (December 31, 2023: Nil) units

-	500	500	-	-	-
-	529	529	-	-	-

17.2 Balances at period / year end

HBL Asset Management Company Limited - Management Company

Remuneration payable to the Management Company including
Sales Tax thereon
Allocated expenses payable relating to registrar services, accounting, operation and valuation services
Selling and marketing expense payable
Receivable from HBL Asset Management Limited - Management Company

December 31, 2024 (Un-audited)			June 30, 2024 (Audited)		
Class A	Class B	Total	Class A	Class B	Total
(Rupees in '000)					
17,680	9,348	27,028	8,181	4,289	12,470
833	269	1,102	2,655	-	2,655
-	-	-	-	987	987
-	5,639	5,639	-	11,157	11,157

Habib Bank Limited - Sponsor

Bank balances

-	2,309	2,309	-	2,309	2,309
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HBL Microfinance Bank Limited (formerly: The First Microfinance Bank) - Associate

Bank balances
Profit receivable

December 31, 2024 (Un-audited)			June 30, 2024 (Audited)		
Class A	Class B	Total	Class A	Class B	Total
(Rupees in '000)					
443,021	24,619	467,640	670,508	34,028	704,536
4,719	268	4,987	11,673	591	12,264

Central Depository Company of Pakistan Limited - Trustee

Remuneration payable including
Sales Tax thereon
Security deposit with trustee
CDS charges payable

2,626	1,091	3,717	638	240	878
-	175	175	-	175	175
-	93	93	-	15	15

State Life Insurance Corporation of Pakistan- Connected person - due to holding more than 10% units

Outstanding 12,384,663

(June 30, 2024: 12,384,663) units

-	422,383	422,383	-	267,416	267,416
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	December 31, 2024 (Un-audited)			June 30, 2024 (Audited)		
	Class A	Class B	Total	Class A	Class B	Total
	(Rupees in '000)					
Pakistan Reinsurance Company Limited - Connected person - due to holding more than 10% units						
Outstanding 30,406,721 (June 30, 2024: 30,406,721) units	347,549	-	347,549	211,935	-	211,935
Outstanding 15,000,000 (June 30, 2024: 15,000,000) units	-	511,580	511,580	-	323,888	323,888
MCB Bank Limited - Treasury - Connected person due to holding more than 10% units						
Bank balances	4	179,297	179,301	5	163,657	163,662
Profit receivable	-	2,137	2,137	-	2,309	2,309
Outstanding 43,482,858 (June 30, 2024: 43,482,858) units	497,009	-	497,009	303,076	-	303,076
CDC - Trustee National Investment (Unit) Trust - Associate						
Outstanding 6,466,800 (June 30, 2024: 6,466,800) units	73,916	-	73,916	45,074	-	45,074
Jubilee General Insurance Company Limited - Associate						
Outstanding 154,464 (June 30, 2024: 154,464) units	-	5,268	5,268	-	3,335	3,335
Directors and Executives of the Management Company						
Outstanding 18,000 (June 30, 2024: 18,000) units	206	-	206	125	-	125
Outstanding 19,027 (June 30, 2024: 19,027) units	-	649	649	-	411	411

18 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.

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

18.1 Fair value hierarchy

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

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

As at December 31, 2024 and June 30, 2024, the Fund held the following financial instruments measured at fair value:

Class A

At fair value through other comprehensive income

Quoted equity securities

Note

(Un-audited)			
As at December 31, 2024			
Level 1	Level 2	Level 3	Total

(Rupees in '000)

5.1.1 13,168,904 - - 13,168,904

Class B

At fair value through profit or loss

Quoted equity securities

5.1.2 2,697,714 - - 2,697,714

Class A

At fair value through other comprehensive income

Quoted equity securities

5.1.1 5,177,387 - - 5,177,387

Class B

At fair value through profit or loss

Quoted equity securities

5.1.2 1,547,634 - - 1,547,634

(Audited)			
As at June 30, 2024			
Level 1	Level 2	Level 3	Total

(Rupees in '000)

19 GENERAL

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

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

19.3 Units have been rounded off to the nearest decimal place.

20 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on 18 February 2025.

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

Chief Financial Officer

Chief Executive Officer

Director

HBL

Investment Fund

FUND INFORMATION

Name of Fund	HBL INVESTMENT 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 Na onal Bank Limited Soneri Bank limited U Micro Finance Bank Limited Zarai Taraqati Bank Limited Soneri Bank Limited MCB Bank Limited



A.F. FERGUSON & CO.

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

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **HBL Investment Fund (the Fund)** as at December 31, 2024 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2024. The Management Company (HBL Asset Management Company) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2024 and December 31, 2023 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2024.

Scope of Review

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

Conclusion

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



A.F. Ferguson & Co.
Chartered Accountants

Engagement Partner: **Noman Abbas Sheikh**

Dated: February 27, 2025

Karachi

UDIN: RR202410061HyoIfDKL6

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■ KARACHI ■ LAHORE ■ ISLAMABAD

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

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TRUSTEE REPORT TO THE UNIT HOLDERS

HBL INVESTMENT FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of HBL Investment Fund (the Fund) are of the opinion that HBL Asset Management Company Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2024 in accordance with the provisions of the following:

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

Further, during an onsite inspection of the Management Company, the Securities and Exchange Commission of Pakistan (SECP) identified certain matters related to the charging and allocation of selling & marketing expenses and allocated expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units of HBL Investment Fund to the entitled unit holders.


Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi: February 28, 2025



HBL INVESTMENT FUND

Condensed Interim Statement of Assets and Liabilities (Un-Audited)

AS AT DECEMBER 31, 2024

		December 31, 2024 (Un-audited)			June 30, 2024 (Audited)		
		Class A	Class B	Total	Class A	Class B	Total
Note		(Rupees in '000)					
ASSETS							
Bank balances	4	165,719	147,027	312,746	233,355	139,826	373,181
Investments	5	4,788,297	988,502	5,776,799	1,858,820	701,105	2,559,925
Dividend and profit receivable	6	108,595	1,315	109,910	8,257	2,294	10,551
Receivable against sale of investment		-	272	272	-	17,102	17,102
Advance, deposits and prepayment	7	750	4,649	5,399	418	4,649	5,067
Receivable from HBL Asset Management Limited - Management Company	8	-	2,609	2,609	-	3,033	3,033
Total assets		5,063,361	1,144,374	6,207,735	2,100,850	868,009	2,968,859
LIABILITIES							
Payable to HBL Asset Management Limited - Management Company	9	6,527	3,512	10,039	3,866	2,565	6,431
Payable to Central Depository Company of Pakistan Limited - Trustee	10	1,337	701	2,038	286	146	432
Payable to the Securities and Exchange Commission of Pakistan	11	345	76	421	164	54	218
Payable against purchase of investment		-	-	-	-	18,950	18,950
Accrued expenses and other liabilities	12	1,010	60,313	61,323	581	66,064	66,645
Dividend payable		5,639	-	5,639	76,868	-	76,868
Unclaimed dividend		-	86,069	86,069	-	86,015	86,015
Total liabilities		14,858	150,671	165,529	81,765	173,794	255,559
NET ASSETS		<u>5,048,503</u>	<u>993,703</u>	<u>6,042,206</u>	<u>2,019,085</u>	<u>694,215</u>	<u>2,713,300</u>
UNIT HOLDERS' FUND							
(AS PER STATEMENT ATTACHED)		<u>5,048,503</u>	<u>993,703</u>	<u>6,042,206</u>	<u>2,019,085</u>	<u>694,215</u>	<u>2,713,300</u>
CONTINGENCIES AND COMMITMENTS							
	13	----- Number of units -----			----- Number of units -----		
NUMBER OF UNITS IN ISSUE		<u>284,125,000</u>	<u>62,056,067</u>		<u>284,125,000</u>	<u>66,976,913</u>	
		----- (Rupees) -----			----- (Rupees) -----		
NET ASSET VALUE PER UNIT		17.7686	16.0130		7.1063	10.3650	

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

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

HBL INVESTMENT FUND

Condensed Interim Income Statement (Un-audited)

FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024

	Note	Half year ended December 31, 2024			Half year ended December 31, 2023			Quarter ended December 31, 2024			Quarter ended December 31, 2023		
		Class A	Class B	Total	Class A	Class B	Total	Class A	Class B	Total	Class A	Class B	Total
		(Rupees in '000)											
INCOME													
Dividend income		113,531	23,946	137,477	80,483	25,072	105,555	102,335	13,369	115,704	76,751	16,217	92,968
Profit on savings accounts with banks		15,199	11,084	26,283	21,027	17,740	38,767	6,179	4,746	10,925	9,161	9,188	18,349
Other income		700	-	700	-	-	-	700	-	700			
Gain on sale of investments - net		-	103,795	103,795	-	116,400	116,400	-	80,212	80,212	-	76,642	76,642
Net unrealised appreciation on re-measurement of investments classified as financial asset at 'fair value through profit or loss'	5.1.2.2	-	237,198	237,198	-	75,838	75,838	-	255,294	255,294	-	79,072	79,072
		-	340,993	340,993	-	192,238	192,238	-	335,506	335,506	-	155,714	155,714
Total income		129,430	376,023	505,453	101,510	235,050	336,560	109,214	353,621	462,835	85,912	181,119	267,031
EXPENSES													
Remuneration of HBL Asset Management Limited - Management Company	9.1 & 9.2	22,964	15,319	38,283	15,087	7,220	22,307	12,868	8,813	21,681	8,549	4,389	12,938
Allocation of expenses related to registrar services, accounting, operation and valuation services	9.3 & 9.4	2,430	1,096	3,526	4,895	1,534	6,429	1,373	-	1,373	2,774	845	3,619
Selling & marketing expense	9.5	-	-	-	-	1,793	1,793	-	-	-	-	478	478
Remuneration of Central Depository Company of Pakistan Limited - Trustee	10.1 & 10.2	2,110	884	2,994	1,440	457	1,897	1,239	473	1,712	788	244	1,032
Fee to the Securities and Exchange Commission of Pakistan	11.1	1,265	367	1,632	844	256	1,100	785	197	982	477	137	614
Securities transaction costs		-	5,066	5,066	-	4,772	4,772	-	3,829	3,829	-	2,449	2,449
Auditors' remuneration		426	194	620	407	105	512	251	135	386	265	62	327
Printing charges		72	25	97	58	19	77	34	12	46	58	19	77
Fee and subscription charges		222	321	543	236	313	549	76	81	157	116	162	278
Settlement & bank charges		-	3	3	2	131	133	-	-	-	2	31	33
Reimbursement from HBL Asset Management Limited - Management Company	8	-	(2,609)	(2,609)	-	(3,033)	(3,033)	-	(2,341)	(2,341)	-	(3,033)	(3,033)
Total operating expenses		29,489	20,666	50,155	22,969	13,567	36,536	16,626	11,199	27,825	13,029	5,783	18,812
Net income for the period before taxation		99,941	355,357	455,298	78,541	221,483	300,024	92,588	342,422	435,010	72,883	175,336	248,219
Taxation	16	-	-	-	-	-	-	-	-	-	-	-	-
Net income for the period after taxation		99,941	355,357	455,298	78,541	221,483	300,024	92,588	342,422	435,010	72,883	175,336	248,219
Earnings per unit	14												
Allocation of net income for the period:													
Net income for the period after taxation		99,941	355,357	455,298	78,541	221,483	300,024						
Income already paid on redemption of units		-	(15,131)	(15,131)	-	(14,820)	(14,820)						
		99,941	340,226	440,167	78,541	206,663	285,204						
Accounting income available for distribution:													
- Relating to capital gains		-	326,473	326,473	-	180,217	180,217						
- Excluding capital gains		99,941	13,753	113,694	78,541	26,446	104,987						
		99,941	340,226	440,167	78,541	206,663	285,204						

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

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

Chief Financial Officer

Chief Executive Officer

Director

HBL INVESTMENT FUND

Condensed Interim Statement of Comprehensive Income (Un-Audited)

FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024

	Half year ended December 31, 2024			Half year ended December 31, 2023			Quarter ended December 31, 2024			Quarter ended December 31, 2023			
	Class A	Class B	Total	Class A	Class B	Total	Class A	Class B	Total	Class A	Class B	Total	
Note	(Rupees in '000)												
Net income for the period after taxation	99,941	355,357	455,298	78,541	221,483	300,024	92,588	342,422	435,010	72,883	175,336	248,219	
Items that will not be reclassified to the income statement													
Net unrealised appreciation on re-measurement of investments classified as financial assets at 'fair value through other comprehensive income'	5.1.1.2	2,929,477	-	2,929,477	757,304	-	757,304	2,879,800	-	2,879,800	618,332	-	618,332
Total comprehensive income for the period	3,029,418	355,357	3,384,775	835,845	221,483	1,057,328	2,972,388	342,422	3,314,810	691,215	175,336	866,551	

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

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

HBL INVESTMENT FUND
Condensed Interim Cash Flow Statement (Unaudited)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Half year ended December 31, 2024			Half year ended December 31, 2023			
	Class A	Class B	Total	Class A	Class B	Total	
Note	(Rupees in '000)						
CASH FLOWS FROM OPERATING ACTIVITIES							
Net income for the period before taxation	99,941	355,357	455,298	78,541	221,483	300,024	
Adjustments for:							
Dividend income	(113,531)	(23,946)	(137,477)	(80,483)	(25,072)	(105,555)	
Profit on savings accounts with banks	(15,199)	(11,084)	(26,283)	(21,027)	(17,740)	(38,767)	
Net unrealised appreciation on re-measurement of investments classified as 'financial asset at fair value through profit or loss'	5.1.2.2	-	(237,198)	-	(75,838)	(75,838)	
	(28,789)	83,129	54,340	(22,969)	102,833	79,864	
(Increase) / decrease in assets							
Investments - net	-	(52,319)	(52,319)	-	131,222	14,822	
Receivable from HBL Asset Management Limited - Management Company	-	424	424	-	(379)	(379)	
Advance and deposits	(332)	-	(332)	(202)	(17)	(219)	
	(332)	(51,895)	(52,227)	(202)	130,826	14,224	
Increase / (decrease) in liabilities							
Payable to the HBL Asset Management Limited - Management Company	2,661	947	3,608	1,746	301	2,047	
Payable to Central Depository Company of Pakistan Limited - Trustee	1,051	555	1,606	90	85	175	
Payable to the Securities and Exchange Commission of Pakistan	181	22	203	(164)	(54)	(218)	
Unclaimed dividend	-	54	54	-	(115)	(115)	
Accrued expenses and other liabilities	429	(5,751)	(5,322)	101	2,289	2,390	
	4,322	(4,173)	149	1,773	2,506	4,279	
Dividend received	11,195	24,238	35,433	79,843	22,507	102,350	
Profit received on bank balances	17,197	11,771	28,968	22,560	17,822	40,382	
	28,392	36,009	64,401	102,403	40,329	142,732	
Net cash generated from operating activities	3,593	63,070	66,663	81,005	43,694	124,699	
CASH FLOWS FROM FINANCING ACTIVITIES							
Receipts against issuance and conversion of units	-	44,874	44,874	-	4,322	4,322	
Payment against redemption and conversion of units	-	(100,743)	(100,743)	-	(67,919)	(67,919)	
Dividend paid	(71,229)	-	(71,229)	(101,546)	-	(101,546)	
Net cash used in financing activities	(71,229)	(55,869)	(127,098)	(101,546)	(63,597)	(165,143)	
Net (decrease) / increase in cash and cash equivalents	(67,636)	7,201	(60,435)	(20,541)	(19,903)	(40,444)	
Cash and cash equivalents at the beginning of the period	233,355	139,826	373,181	266,918	161,912	428,830	
Cash and cash equivalents at the end of the period	4	165,719	147,027	312,746	246,377	142,009	388,386

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

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

Chief Financial Officer

Chief Executive Officer

Director

HBL INVESTMENT FUND

Condensed Interim Statement Of Movement In Unitholders' Fund

FOR THE HALF YEAR ENDED DECEMBER 31, 2024

For the half year ended December 31, 2024							
Class A				Class B			
Capital value	Accumulated loss	Unrealised income on investment (note 5.1.1.2)	Total	Capital value	Accumulated loss	Total	
(Rupees in '000)							
Net assets at the beginning of the period (audited)	2,841,250	(2,163,493)	1,341,328	2,019,085	1,072,847	(378,632)	694,215
Issuance of Class A: Nil units and Class B: 3,066,354 units							
- Capital value (at net asset value per unit at the beginning of the period)	-	-	-	-	31,783	-	31,783
- Element of income	-	-	-	-	13,091	-	13,091
Total proceeds on issuance of units	-	-	-	-	44,874	-	44,874
Redemption of Class A: Nil units and Class B: 7,987,200 units							
- Capital value (at net asset value per unit at the beginning of the period)	-	-	-	-	(82,787)	-	(82,787)
- Element of loss	-	-	-	-	(2,825)	(15,131)	(17,956)
Total payment on redemption of units	-	-	-	-	(85,612)	(15,131)	(100,743)
Total comprehensive income for the period	-	99,941	2,929,477	3,029,418	-	355,357	355,357
Net assets at the end of the period (un-audited)	2,841,250	(2,063,552)	4,270,805	5,048,503	1,032,109	(38,406)	993,703
Accumulated loss brought forward comprising of:							
- Realised loss	(2,163,493)				(504,270)		
- Unrealised income	-				125,638		
	(2,163,493)				(378,632)		
Accounting income available for distribution							
- Relating to capital gains	-				326,473		
- Excluding capital gains	99,941				13,753		
	99,941				340,226		
Accumulated loss carried forward	(2,063,552)				(38,406)		
Accumulated loss carried forward comprising of:							
- Realised loss	(2,063,552)				(275,604)		
- Unrealised income	-				237,198		
	(2,063,552)				(38,406)		
	(Rupees)				(Rupees)		
Net asset value per unit at the beginning of the period	7.1063				10.3650		
Net asset value per unit at the end of the period	17.7686				16.0130		

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

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

HBL INVESTMENT FUND

Condensed Interim Statement Of Movement In Unitholders' Fund FOR THE HALF YEAR ENDED DECEMBER 31, 2024

For the half year ended December 31, 2023							
Class A				Class B			
Capital value	Accumulated loss	Unrealised income on investment	Total	Capital value	Accumulated loss	Total	
(Rupees in '000)							
Net assets at the beginning of the period (audited)	2,841,250	(2,165,630)	716,480	1,392,100	1,080,220	(628,985)	451,235
Issuance of Class A: Nil units and Class B: 502,187 units							
- Capital value (at net asset value per unit at the beginning of the period)	-	-	-	-	3,047	-	3,047
- Element of income	-	-	-	-	1,275	-	1,275
Total proceeds on issuance of units	-	-	-	-	4,322	-	4,322
Redemption of Class A: Nil units and Class B: 8,567,221 units							
- Capital value (at net asset value per unit at the beginning of the period)	-	-	-	-	(51,984)	-	(51,984)
- Element of loss	-	-	-	-	(1,115)	(14,820)	(15,935)
Total payment on redemption of units	-	-	-	-	(53,099)	(14,820)	(67,919)
Total comprehensive income for the period	-	78,541	757,304	835,845	-	221,483	221,483
Net assets at the end of the period (un-audited)	2,841,250	(2,087,089)	1,473,784	2,227,945	1,031,443	(422,322)	609,121
Accumulated loss brought forward comprising of:							
- Realised loss	(2,165,630)				(621,261)		
- Unrealised income	-				(7,724)		
	(2,165,630)				(628,985)		
Accounting income available for distribution							
- Relating to capital gains	-				180,217		
- Excluding capital gains	78,541				26,446		
	78,541				206,663		
Accumulated loss carried forward	(2,087,089)				(422,322)		
Accumulated loss carried forward comprising of:							
- Realised loss	(2,087,089)				(498,160)		
- Unrealised income	-				75,838		
	(2,087,089)				(422,322)		
	(Rupees)				(Rupees)		
Net asset value per unit at the beginning of the period	4.8996				6.0678		
Net asset value per unit at the end of the period	7.8414				9.1873		

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

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

HBL INVESTMENT FUND

Notes To And Forming Part Of The Condensed Interim Financial Statements (Un-audited) FOR THE HALF YEAR ENDED DECEMBER 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** HBL Investment Fund (The Fund), an Open End Scheme that was initially constituted as a Closed End Fund under the name of PICIC Investment Fund vide a registered Trust Deed 'Initial Trust Deed' dated April 02, 2004, as amended vide First Supplemental Trust Deed dated June 28, 2004. The Fund has been converted into an Open End Scheme through a registered Restated Trust Deed (the Deed) dated April 24, 2018 under the Trusts Act, 1882 entered into and between HBL Asset Management Limited ("the Management Company") and Central Depository Company of Pakistan Limited ("the Trustee"). During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trust Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund was required to be registered under the "Sindh Trust Act 2020". Accordingly, on 17 August 2021, the above-mentioned Trust Deed had been registered under the Sindh Trust Act 2020.
- 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 Securities and Exchange Commission of Pakistan. (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 maximise 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 convert 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 the 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.
- 1.5** 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 of the Fund for the conversion 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 their general meeting dated January 10, 2018. The Plan was also approved by the Securities and Exchange Commission of Pakistan (SECP) on February 16, 2018.
- 1.6** The Replacement Trust Deed and Replacement Offering Document were approved by the 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 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.
- 1.7** The plan also envisages that Class-A units would not be redeemable and would be traded on the Pakistan Stock Exchange Limited. Whereas Class-B units can be redeemed at the redemption price.
- 1.8** VIS Credit Rating Company Limited (VIS) has assigned the Management Company, a Management Quality Rating of 'AM1' dated December 31, 2024 (December 31, 2023: 'AM1' dated December 29, 2023) and outlook on the rating has been assigned as 'Stable' (December 31, 2023: 'Stable'). The rating reflects the Management Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.9** The title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

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

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

2.2 The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2024.

2.3 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at and for the half year ended December 31, 2024.

3 MATERIAL ACCOUNTING POLICY INFORMATION, SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGMENTS AND RISK MANAGEMENT

3.1 The material accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024.

3.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires the management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by the management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2024. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund as at and for the year ended June 30, 2024.

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

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

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

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2025. However, these are not considered to be relevant or will not have any material effect on the Fund's financial statements except for the following:

- The new standard - IFRS 18 Presentation and Disclosure in the Financial statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and
- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers with effective date of January 1, 2026. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

	Note	December 31, 2024 (Un-audited)			June 30, 2024 (Audited)		
		Class A	Class B	Total	Class A	Class B	Total

4 BANK BALANCES

(Rupees in '000)

Savings accounts	4.1	165,719	147,027	312,746	233,355	139,826	373,181
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- 4.1 These include balances of Rs. 0.580 million (June 30, 2024: Rs. 0.689 million) with Habib Bank Limited (a related party) carrying profit at the rates ranging from 13.5% to 19% (June 30, 2024: at the rate of 16%) per annum, Rs. 142.603 million (June 30, 2024: Rs. 226.192 million) with HBL Microfinance Bank Limited (a related party) carrying profit at the rates ranging from 12.5% to 20.5% (June 30, 2024: 20.25% to 22%) per annum and Rs. 113.999 million (June 30, 2024: Rs. 103.832 million) with MCB Bank Limited (a related party) carrying profit at the rates ranging from 8% to 19% (June 30, 2024: 18%) per annum. Other savings accounts of the Fund carry profit at the rates ranging from 11.30 to 11.50% (June 30, 2024: 15.5% to 21.5%) per annum.

	Note	December 31, 2024 (Un-audited)			June 30, 2024 (Audited)		
		Class A	Class B	Total	Class A	Class B	Total

At fair value through other comprehensive income

- Quoted equity securities	5.1.1 & 5.1.4	4,788,297	-	4,788,297	1,858,820	-	1,858,820
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At fair value through profit or loss

- Quoted equity securities	5.1.2, 5.1.3 & 5.1.4	-	988,502	988,502	-	701,105	701,105
		4,788,297	988,502	5,776,799	1,858,820	701,105	2,559,925

5.1 Quoted equity securities

5.1.1 Class A - At fair value through other comprehensive income

Name of investee company	As at July 1, 2024	Purchased during the period	Bonus issue	Sold during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised appreciation as at December 31, 2024	Market value as a percentage of		Par value as a percentage of issued capital of the investee company
									total market value of investments of Class A	net assets of the Fund of Class A	
(Number of shares)						(Rupees in '000)					
Class A											
Oil and Gas Marketing Companies											
Pakistan State Oil Company Limited (note 5.1.4)	10,233,471	-	-	-	10,233,471	484,438	4,509,788	4,025,350	94.18%	89.33%	2.18%
Sui Northern Gas Pipelines Limited	2,488,024	-	-	-	2,488,024	33,053	278,509	245,456	5.82%	5.52%	0.39%
Total as at December 31, 2024 (un-audited)						517,491	4,788,297	4,270,806	100%	94.85%	
Total as at June 30, 2024 (audited)						517,491	1,858,820	1,341,329			

5.1.1.1 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.

5.1.1.2 Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through other comprehensive income'

Market value of investments	5.1.1	4,788,297	1,858,820
Less: cost of investments	5.1.1	(517,491)	(517,491)
		4,270,806	1,341,329
Add: changes in fair value of investments disposed of during the period / year		-	-
Less: net unrealised appreciation in the fair value of investments at the beginning of the period / year		1,341,329	716,481
Less: amount of appreciation pertaining to disposed of securities		-	-
		<u>1,341,329</u>	<u>716,481</u>
		2,929,477	624,848

Name of the investee company	As at July 1, 2024	Purchased during the period	Bonus / rights issue during the period	Sold during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised (diminution) / appreciation	Market value as a percentage of		Par value as a percentage of issued capital of the investee company						
									total market value of investments of Class B	net assets of the Class B							
						(Number of shares)						(Rupees in '000)					
Insurance																	
TPL Insurance Limited	201,269	-	-	168,392	32,877	471	388	(83)	0.04%	0.04%	0.02%						
						471	388	(83)	0.04%	0.04%							
Textile Spinning																	
Sunshine Cotton Mills Limited*	50,000	-	-	-	50,000	17	17	-	-	-	0.02%						
						17	17	-	-	-							
Textile Weaving																	
Mohib Exports Limited*	40,820	-	-	-	40,820	6	6	-	-	-	-						
						6	6	-	-	-							
Cement																	
Attock Cement Pakistan Limited	-	145,500	-	93,636	51,864	10,622	13,998	3,376	1.42%	1.41%	0.04%						
Cherat Cement Company Limited	-	194,500	-	194,500	-	-	-	-	-	-	-						
DG Khan Cement Company Limited	230,000	-	-	230,000	-	-	-	-	-	-	-						
Fauji Cement Company Limited	100,000	1,268,500	-	593,500	775,000	25,097	28,349	3,252	2.87%	2.85%	0.03%						
Gharibwal Cement Limited	-	1,118,000	-	-	1,118,000	49,283	58,036	8,753	5.87%	5.84%	0.28%						
Maple Leaf Cement Factory Limited	800,000	615,536	-	638,836	776,700	28,364	35,681	7,317	3.61%	3.59%	0.07%						
Pioneer Cement Limited	232,000	11,000	-	243,000	-	-	-	-	-	-	-						
Power Cement Limited	-	1,000,000	-	1,000,000	-	-	-	-	-	-	-						
Thatta Cement Company Limited	-	281,700	-	200,200	81,500	15,129	18,610	3,481	1.88%	1.87%	0.08%						
Lucky Cement Limited	7,000	-	-	7,000	-	-	-	-	-	-	-						
						128,495	154,674	26,179	15.65%	15.56%							
Power Generation & Distribution																	
K-Electric Limited	2,200,000	-	-	2,200,000	-	-	-	-	-	-	-						
The Hub Power Company Limited	179,000	50,000	-	229,000	-	-	-	-	-	-	-						
						-	-	-	-	-							
Engineering																	
Crescent Steel & Allied Products Limited	-	186,000	-	186,000	-	-	-	-	-	-	-						
						-	-	-	-	-							
Automobile Assembler																	
Ghandhara Automobiles Limited	-	239,600	-	239,600	-	-	-	-	-	-	-						
Ghandhara Industries Limited	-	264,500	-	264,500	-	-	-	-	-	-	-						
Sazgar Engineering Works Limited	34,500	-	-	34,500	-	-	-	-	-	-	-						
Honda Atlas Cars (Pakistan) Limited	45,000	-	-	45,000	-	-	-	-	-	-	-						
						-	-	-	-	-							
Pharmaceuticals																	
GlaxoSmithKline Pakistan Limited	-	94,629	-	22,129	72,500	27,745	28,776	1,031	2.91%	2.90%	0.02%						
The Searle Company Limited*	2,376	-	-	-	2,376	136	248	112	0.03%	0.02%	-						
						27,881	29,024	1,143	2.94%	2.92%							
Paper & Board																	
Synthetic Products Enterprises Limited	-	1,733,500	-	1,733,500	-	-	-	-	-	-	-						
						-	-	-	-	-							
Transport																	
Secure Logistics Group Limited	-	300,000	-	300,000	-	-	-	-	-	-	-						
						-	-	-	-	-							
PROPERTY																	
TPL Properties Limited	1,150,000	250,000	-	1,400,000	-	-	-	-	-	-	-						
						-	-	-	-	-							
Oil & Gas Exploration Companies																	
Mari Petroleum Company Limited	6,200	152,020	41,600	67,500	132,320	54,725	95,219	40,494	9.63%	9.58%	0.01%						
Oil & Gas Development Company Limited	386,500	64,500	-	226,000	225,000	31,045	51,133	20,088	5.17%	5.15%	0.01%						
Pakistan Petroleum Limited	476,097	178,000	-	344,597	309,500	40,118	62,999	22,881	6.37%	6.34%	0.01%						
						125,888	209,351	83,463	21.17%	21.07%							
Balance carried forward						282,758	393,460	110,702									

Name of the investee company	As at July 1, 2024	Purchased during the period	Bonus / rights issue during the period	Sold during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised appreciation / (diminution)	Market value as a percentage of		Par value as a percentage of issued capital of the investee
									total market value of investments of Class B	net assets of the Class B	
						(Number of shares)		(Rupees in '000)			
Balance brought forward						282,758	393,460	110,702			
Oil & Gas Marketing Companies											
Pakistan State Oil Company Limited	125,000	302,500	-	213,000	214,500	60,459	94,528	34,069	9.56%	9.51%	0.05%
Sui Northern Gas Pipelines Limited	428,000	605,500	-	385,000	648,500	55,807	72,593	16,786	7.34%	7.31%	0.10%
Sui Southern Gas Company Limited	-	2,445,500	-	709,500	1,736,000	77,050	84,995	7,945	8.60%	8.55%	0.20%
						193,316	252,116	58,800	25.50%	25.37%	
Refinery											
Attock Refinery Limited	103,500	163,500	-	206,000	61,000	31,497	43,391	11,894	4.39%	4.37%	0.06%
Pakistan Refinery Limited	-	947,500	-	-	947,500	32,729	41,994	9,265	4.25%	4.23%	0.15%
National Refinery Limited	129,000	-	-	129,000	-	-	-	-	-	-	-
						64,226	85,385	21,159	8.64%	8.60%	
Commercial Banks											
Bank AL Habib Limited	440,000	179,500	-	619,500	-	-	-	-	-	-	-
Habib Bank Limited	191,000	256,125	-	447,125	-	-	-	-	-	-	-
Meezan Bank Limited	78,000	-	-	78,000	-	-	-	-	-	-	-
United Bank Limited	270,500	88,000	-	258,500	100,000	29,845	38,223	8,378	3.87%	3.85%	0.01%
Faysal Bank Limited*	8,764	-	-	-	8,764	459	424	(35)	0.04%	0.04%	-
BankIslami Pakistan Limited	286,500	-	-	286,500	-	-	-	-	-	-	-
						30,304	38,647	8,343	3.91%	3.89%	
Fertilizer											
Engro Fertilizers Limited	127,500	196,000	-	323,500	-	-	-	-	-	-	-
Fauji Fertilizer Bin Qasim Limited	-	291,000	-	291,000	-	-	-	-	-	-	-
Fauji Fertilizer Company Limited	-	314,832	-	48,000	266,832	86,540	97,746	11,206	9.89%	9.84%	0.02%
						86,540	97,746	11,206	9.89%	9.84%	
Automobile Parts & Accessories											
Loads Limited	-	500,000	-	500,000	-	-	-	-	-	-	-
						-	-	-	-	-	-
Technology & Communication											
Air Link Communication Limited	-	187,000	-	187,000	-	-	-	-	-	-	-
Avanceon Limited	-	342,000	-	342,000	-	-	-	-	-	-	-
NetSol Technologies Limited	294,000	8,500	-	302,500	-	-	-	-	-	-	-
Pakistan Telecommunication Company	-	2,275,000	-	-	2,275,000	58,361	62,022	3,661	6.27%	6.24%	0.06%
TPL Trakker Limited	5,774,000	-	-	-	5,774,000	35,799	59,126	23,327	5.98%	5.95%	3.08%
						94,160	121,148	26,988	12.25%	12.19%	
Foods & Personal Care Products											
The Organic Meat Company Limited	-	687,000	-	687,000	-	-	-	-	-	-	-
						-	-	-	-	-	-
Securities Companies											
Pakistan Stock Exchange Limited	-	421,000	-	421,000	-	-	-	-	-	-	-
						-	-	-	-	-	-
Textile Composite											
Nishat Mills Limited	-	378,000	-	378,000	-	-	-	-	-	-	-
						-	-	-	-	-	-
Total as at December 31, 2024 (un-audited)						751,304	988,502	237,198			
Total as at June 30, 2024 (audited)						575,467	701,105	125,638			

* Nil figures due to rounding off

5.1.2.1 All shares have a face value of Rs. 10 each except for the shares of K-Electric Limited which have a nominal value of Rs. 3.5 each and shares of Synthetic Products Enterprises Limited which have a nominal value of Rs. 5 each.

		Class B	
		(Un-audited)	(Audited)
		December 31, 2024	June 30, 2024
		----- Rupees in '000 -----	
5.1.2.2	Net unrealised appreciation on re-measurement of investments classified as financial assets 'at fair value through profit or loss'	Note	
	Market value of investments	5.1.2	988,502 701,105
	Less: carrying value of investments	5.1.2	(751,304) (575,467)
			237,198 125,638

- 5.1.3 The above investments in Class B include shares of the following companies which have been pledged with National Clearing Company of Pakistan for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 of 2007 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan. The details of shares which have been pledged are as follows:

Particular	(Un-audited)		(Audited)	
	December 31, 2024		June 30, 2024	
	Number of shares	Rupees in '000	Number of shares	Rupees in '000
Fauji Cement Company Limited	300,000	10,974	-	-
GlaxoSmithKline Pakistan Limited	18,000	7,144	-	-
United Bank Limited	80,000	30,578	15,000	3,844
TPL Trakker Limited	-	-	100,000	620
Oil & Gas Development Company Limited	181,000	41,134	193,000	26,126
Pakistan Petroleum Limited	201,500	41,015	176,000	20,611
Pakistan Refinery Limited	58,000	2,571	-	-
Mari Petroleum Company Limited	43,000	30,943	3,000	8,137
Meezan Bank Limited	-	-	950	227
Pakistan State Oil Company Limited	16,500	7,271	-	-
Maple Leaf Cement Factory Limited	56,000	2,573	40,000	1,520
The Hub Power Company Limited	-	-	20,000	3,262
	<u>954,000</u>	<u>174,203</u>	<u>547,950</u>	<u>64,347</u>

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

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

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgment on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the year ended June 30, 2019. During the year ended June 30, 2020, CISs filed a fresh constitutional petition via CP 4653 dated July

11, 2019 the Honourable Sindh High Court. In this regard, on July 15, 2019, the Honourable Sindh High Court has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favor of CISOs.

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

Furthermore, the Finance Act, 2023 has introduced Section 236Z of the Income Tax Ordinance, 2001 (ITO) effective from July 1, 2023, which mandates listed companies to withhold ten percent shares out of bonus shares issued to the Fund. The share so withheld are to be released if the Fund deposits tax equivalent to ten percent of the value of bonus share issues to the Fund. Such tax is to be deposited within fifteen days of the book closure of the respective dividend. In case of failure of the Fund to pay, the issuer company is liable to pay the tax and dispose of the bonus shares to recover the amount paid.

In this regard, a petition was filed by the Collective Investment Schemes (CISOs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISOs. The petition is based on the grounds that since the CISOs are exempt from levy of income tax in terms of 99 of Part-I of the Second Schedule to the ITO, no tax is payable by the Fund under Section 236Z of the ITO. During the current period, the Honorable High Court of Sindh has issued notices to the relevant parties and ordered to retain the bonus shares being withheld and no tax shall be paid under section 236Z of the ITO till further orders by the Court.

As at December 31, 2024, the following bonus shares of Class A and Class B have been withheld by certain companies at the time of declaration of bonus shares respectively.

Name of the Investee Company	(Un-audited)		(Audited)	
	December 31, 2024		June 30, 2024	
	Bonus shares			
	Number of shares	Rupees in '000	Number of shares	Rupees in '000
Class A				
Pakistan State Oil Company Limited	85,273	37,579	85,273	14,173
Class B				
Mari Petroleum Company Limited	4,160	2,994	-	-
The Searle Company Limited	2,376	248	2,376	136
Faysal Bank Limited	8,764	425	8,764	460
TPL Insurance Limited	768	9	768	11
	16,068	3,676	11,908	607

December 31, 2024 (Un-audited)			June 30, 2024 (Audited)		
Class A	Class B	Total	Class A	Class B	Total

-----Rupees in '000-----

6 DIVIDEND AND PROFIT RECEIVABLE

Profit receivable on bank balances	1,889	1,208	3,097	3,887	1,895	5,782
Dividend receivable	106,706	107	106,813	4,370	399	4,769
	<u>108,595</u>	<u>1,315</u>	<u>109,910</u>	<u>8,257</u>	<u>2,294</u>	<u>10,551</u>

7 ADVANCE, DEPOSITS & PREPAYMENT

Security deposits with:						
- National Clearing Company of Pakistan Limited	-	2,500	2,500	-	2,500	2,500
- Central Depository Company of Pakistan Limited	100	200	300	100	200	300
Advance tax	318	1,949	2,267	318	1,949	2,267
Prepayment of KSE listing	332	-	332	-	-	-
	<u>750</u>	<u>4,649</u>	<u>5,399</u>	<u>418</u>	<u>4,649</u>	<u>5,067</u>

8 RECEIVABLE FROM HBL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

As per the SECP's Direction No. SCD/PRDD/Direction/18/2016 all AMCs are required to calculate TER in respect of each CIS to ensure that the TER is not in breach of the required maximum percentage. The AMCs are required to adjust the NAV of the CIS on the basis of TER at the end of each quarter during the financial year for the amount of expenses in excess of the TER limit prescribed in Regulation 60(5) of the NBFC Regulations.

During the period ended December 31, 2024, the Fund was in breach of the TER ratio of maximum 4.5% as prescribed under NBFC Regulations for a CIS categorised as an equity scheme. As a result the Fund has recorded receivable from the Management Company to comply with the TER.

9	PAYABLE TO HBL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	December 31, 2024 (Un-audited)			June 30, 2024 (Audited)		
			Class A	Class B	Total	Class A	Class B	Total

-----Rupees in '000-----

Remuneration payable	9.1	5,437	2,945	8,382	2,583	1,710	4,293
Sindh sales tax payable on remuneration of the Management Company	9.2	815	442	1,257	336	222	558
Allocated expenses relating to registrar services, accounting, operation and valuation services payable	9.3	239	109	348	947	-	947
Sindh sales tax payable on allocated expenses	9.4	36	16	52	-	-	-
Selling and marketing expense payable	9.5	-	-	-	-	633	633
		<u>6,527</u>	<u>3,512</u>	<u>10,039</u>	<u>3,866</u>	<u>2,565</u>	<u>6,431</u>

- 9.1** As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the Total Expense Ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at the rate of 1.5% (December 31, 2023: 2% to 3%) per annum of the daily net assets of the Fund and at the rates ranging from of 3% to 3.7% (December 31, 2023: 2% to 3%) per annum of the daily net assets of the Fund for Class A and Class B respectively. The remuneration is payable to the Management Company monthly in arrears.

The maximum rate of management fee as disclosed in the offering document has been enhanced from 3% to 4% during the period in respect of Class B.

- 9.2** Sindh sales tax levied through Sindh Sales Tax on Services Act, 2011 on remuneration of Management Company has been enhanced from the rate of 13% to 15% (December 31, 2023: 13%) effective July 1, 2024 vide the Sindh Finance Act, 2024.

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

The Management Company based on its discretion has charged 0.55% of the daily net assets of the Fund for Class A and 0.7% for Class B during the period ended December 31, 2024 (December 31, 2023: 0.55% for Class A and 0.55% to 0.6% for Class B).

- 9.4** Sindh sales tax at the rate of 15% has been levied on any reimbursable expenditure to the Management Company effective July 1, 2024 vide Sindh Finance Act, 2024.

- 9.5** In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has not charged selling and marketing expenses during the period for Class A and Class B (December 31, 2023: no expense was charged for Class A, whereas expenses were charged at the rates ranging from 0% to 1.05% per annum of the daily net assets of the Fund of Class B).

**10 PAYABLE TO CENTRAL
DEPOSITORY COMPANY OF
PAKISTAN - TRUSTEE**

Note	December 31, 2024 (Un-audited)			June 30, 2024 (Audited)		
	Class A	Class B	Total	Class A	Class B	Total
----- (Rupees in '000) -----						
10.1	1,163	563	1,726	253	118	371
10.2	174	85	259	33	15	48
	-	53	53	-	13	13
	1,337	701	2,038	286	146	432

- 10.1** The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. During the period, the tariff structure was as follows:

Tariff structure	
Net assets	Fee
- Up to Rs 1,000 million	0.20% of the net assets
- From Rs 1,000 million to Rs 5,000 million	Rs. 2.0 million plus 0.10% exceeding Rs. 1,000 million

Accordingly the Fund has charged trustee fee at the above rates during the period. The remuneration is paid to the Trustee monthly in arrears.

- 10.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 15% (December 31, 2023: 13%) on the remuneration of Trustee through the Sindh Sales Tax on Services Act, 2011.

**11 PAYABLE TO THE SECURITIES
AND EXCHANGE COMMISSION
OF PAKISTAN**

Note	December 31, 2024 (Un-audited)			June 30, 2024 (Audited)		
	Class A	Class B	Total	Class A	Class B	Total

----- (Rupees in '000) -----

Fee payable	11.1	345	76	421	164	54	218
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- 11.1 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).

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) at the rate of fee to 0.095% per annum of the daily net assets of the Fund, applicable to an "Equity Scheme". Accordingly, the Fund has charged the SECP fee at the rate of 0.095% (December 31, 2023: 0.095%) per annum of the daily net assets during the period.

Further, the Fund is required to pay the SECP fee within fifteen days of the close of every calendar month.

**12 ACCRUED EXPENSES AND
OTHER LIABILITIES**

Note	December 31, 2024 (Un-audited)			June 30, 2024 (Audited)		
	Class A	Class B	Total	Class A	Class B	Total

----- (Rupees in '000) -----

Provision for federal excise duty	12.1	-	55,961	55,961	-	55,961	55,961
Auditors' remuneration payable		445	213	658	502	186	688
Security transaction costs payable		-	179	179	-	62	62
Brokerage payable		-	1,616	1,616	-	221	221
Withholding tax payable		503	1,123	1,626	37	8,510	8,547
Capital tax payable		-	74	74	-	-	-
Zakat payable		-	47	47	-	47	47
Other payables		62	1,100	1,162	42	1,077	1,119
		1,010	60,313	61,323	581	66,064	66,645

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

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

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

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company 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. 55.961 million is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been made, the NAV per unit of Class B would have been higher by Re. 0.9 (June 30, 2024: Re. 0.84) per unit.

13 CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments outstanding as at December 31, 2024 and June 30, 2024.

14 EARNINGS PER UNIT

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

15 TOTAL EXPENSES RATIO

The annualized total expense ratio (TER) of the Fund as at December 31, 2024 based on current period results is 2.22% and 5.36% (December 31, 2023: 2.58% and 5.04%) which includes 0.37% and 0.86% (December 31, 2023: 0.48% and 0.63%) representing government levies on the Fund and annual fee to SECP of Class A and Class B respectively. The maximum ratio limit as prescribed under the NBFC Regulation for a collective investment scheme categorised as an 'Equity Scheme' is 4.5% which is required to be complied on an annual basis by the Fund. As more fully discussed in note 8, TER of the Fund was in breach as prescribed in the Regulation. To comply with this breach, the Fund has made the reversal of expense amounting to Rs. 2.609 million (December 31, 2023: Rs. 3.033 million) in respect of Class B.

16 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 intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2025 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements during the period.

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

17 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

Transactions with connected persons are executed on an arm's length basis and 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 in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

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

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

Accounting and operational charges and selling and marketing charges are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

Details of transactions with connected persons during the period / year and balances with them at period / year end, if not disclosed elsewhere in these condensed interim financial statements are as follows:

17.1 Transactions during the period

	December 31, 2024 (Un-audited)			December 31, 2023 (Un-audited)		
	Class A	Class B	Total	Class A	Class B	Total
	(Rupees in '000)					
HBL Asset Management Limited						
Remuneration of Management Company including sales tax thereon	22,964	15,319	38,283	15,087	7,220	22,307
Allocation of expenses related to registrar services, accounting, operation and valuation services	2,430	1,096	3,526	4,895	1,534	6,429
Selling and marketing expense	-	-	-	-	1,793	1,793
Reimbursement from HBL Asset Management Limited - Management Company	-	2,609	2,609	-	3,033	3,033
Amount received for issuance of units	-	3,389	3,389	-	-	-
Habib Bank Limited - Sponsor						
Dividend income	-	732	732	-	1,472	1,472
Bank profit	-	44	44	-	52	52
Sale of Nil (December 31, 2023: 20,599,500) units	-	-	-	71,068	-	71,068
MCB Bank Limited						
Connected Person (Due to holding more than 10% units)						
Dividend income	-	-	-	-	1,187	1,187
Bank profit	-	7,947	7,947	19	12,618	12,637
National Investment Trust Limited						
- Administration Fund						
Issuance of 3,377 (December 31, 2023: Nil) units	-	35	35	-	-	-
Central Depository Company of Pakistan Limited - Trustee						
Trustee fee including sales tax thereon	2,110	884	2,994	1,440	457	1,897
CDC connection charges	-	83	83	-	126	126
HBL Microfinance Bank - Associate						
Bank profit	13,255	374	13,629	16,773	2,659	19,432
Humera Iqbal						
- Connected Person (Due to holding more than 10% units)						
Issuance of 73 (December 31, 2023: Nil) units	-	1	1	-	-	-

17.2 Balances at period / year end

	December 31, 2024 (Un-audited)			June 30, 2024 (Audited)		
	Class A	Class B	Total	Class A	Class B	Total
	(Rupees in '000)					
HBL Asset Management Limited						
Payable to the Management Company	5,437	2,945	8,382	2,583	1,710	4,293
Sindh sales tax payable on remuneration to Management Company	815	442	1,257	336	222	558
Allocation of expenses related to registrar services, accounting, operation and valuation services	239	109	348	947	-	947
Sindh sales tax payable on allocated expenses	36	16	52	-	-	-
Selling and marketing expense	-	-	-	-	633	633
Selling and marketing expense payable	-	-	-	-	633	633
Receivable from HBL Asset Management Limited - Management Company	-	2,609	2,609	-	3,033	3,033
Central Depository Company of Pakistan Limited - Trustee						
Trustee fee payable	1,163	563	1,726	253	118	371
Sindh sales tax payable on Trustee Fee	174	85	259	33	15	48
Security deposit held	100	200	300	100	200	300
CDS charges payable	-	53	53	-	13	13
MCB Bank Limited						
Connected Person (Due to holding more than 10% units)						
Bank balance	212	113,787	113,999	212	103,620	103,832
Profit receivable	-	1,378	1,378	-	1,489	1,489
Outstanding: 66,090,021 (June 30, 2024: 66,090,021) units	276,917	-	276,917	183,730	-	183,730
HBL Microfinance Bank - Associate						
Bank balance	140,270	2,333	142,603	221,739	4,453	226,192
Profit receivable	1,483	17	1,500	3,803	76	3,879
Habib Bank Limited - Sponsor						
Bank balance	-	580	580	-	689	689
Outstanding: 28,062,661 (June 30, 2024: 28,062,661) units	117,583	-	117,583	78,014	-	78,014
Outstanding: 402 (June 30, 2024: 402) units	-	6	6	-	4	4

Balances at period / year end

	December 31, 2024 (Un-audited)			June 30, 2024 (Audited)		
	Class A	Class B	Total	Class A	Class B	Total
	(Rupees in '000)					
Jubilee General Insurance Company Limited - Associate						
Outstanding: 110,112						
(June 30, 2024: 110,112) units	-	1,763	1,763	-	1,141	1,141
Jubilee General Insurance Company Limited Staff Provident Fund Trust - Associate						
Outstanding: 118,454						
(June 30, 2024: 118,454) units	496	-	496	329	-	329
Outstanding: 128,528						
(June 30, 2024: 128,528) units	-	2,058	2,058	-	1,332	1,332
Jubilee General Insurance Company Limited Gratuity Fund Trust - Associate						
Outstanding: 224,000						
(June 30, 2024: 224,000) units	939	-	939	623	-	623
Outstanding: 245,720						
(June 30, 2024: 245,720) units	-	3,935	3,935	-	2,547	2,547
Aga Khan University Employees Provident Fund Trust						
Outstanding: 588,000						
(June 30, 2024: 588,000) units	2,464	-	2,464	1,635	-	1,635
Aga Khan University Employees Gratuity Fund Trust						
Outstanding: 138,000						
(June 30, 2024: 138,000) units	578	-	578	384	-	384
National Investment Trust Limited - Administration Fund						
Outstanding: 60,720						
(June 30, 2024: 60,720) units	254	-	254	169	-	169
Outstanding: 65,884						
(June 30, 2024: 62,507) units	-	1,055	1,055	-	648	648
Humera Iqbal - Connected Person (Due to holding more than 10% units)						
Outstanding: 10,314,730						
(June 30, 2024: 10,314,657) units	-	165,170	165,170	-	106,911	106,911
Directors and Executives of the Management Company						
Outstanding: 26,195						
(June 30, 2024: 26,195) units	110	-	110	73	-	73
Outstanding units: 28,572						
(June 30, 2024: 28,572) units	-	458	458	-	296	296
CDC - Trustee National Investment (Unit) Trust						
Outstanding: 10,108,128						
(June 30, 2024: 10,108,128) units	42,353	-	42,353	28,101	-	28,101

18 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.

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

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

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

As at December 31, 2024 and June 30, 2024, the Fund held the following financial instruments measured at fair value:

Financial assets 'at fair value through other comprehensive income'

- Quoted equity securities

(Un-audited)			
As at December 31, 2024			
Class A			
Level 1	Level 2	Level 3	Total
(Rupees in '000)			
4,788,297	-	-	4,788,297

Financial assets 'at fair value through profit or loss'

- Quoted equity securities

(Un-audited)			
As at December 31, 2024			
Class B			
Level 1	Level 2	Level 3	Total
(Rupees in '000)			
988,502	-	-	988,502

Financial assets 'at fair value through other comprehensive income'

- Quoted equity securities

(Audited)			
As at June 30, 2024			
Class A			
Level 1	Level 2	Level 3	Total
(Rupees in '000)			
1,858,820	-	-	1,858,820

Financial assets 'at fair value through
profit or loss'
- Quoted equity securities

(Audited)			
As at June 30, 2024			
Class B			
Level 1	Level 2	Level 3	Total
(Rupees in '000)			
701,105	-	-	701,105

19 GENERAL

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

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

19.3 Units have been rounded off to the nearest decimal place.

20 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on 18 February 2025 by the Board of Directors of the Management Company.

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

Chief Financial Officer

Chief Executive Officer

Director

HBL

FINANCIAL SECTOR INCOME FUND

FUND INFORMATION

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 (CDC)
Bankers	Habib Bank Limited Soneri Bank Limited Allied Bank Limited HBL Micro Finance Bank U Micro Finance Bank Bank Al falah Limited Khushhali Micro Finance Bank Mobilink Micro Finance Bank Finca Micro Finance Bank Meezan bank Limited National bank of Pakistan Dubai Islami bank Pakistan Limited



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INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS OF HBL FINANCIAL SECTOR INCOME FUND

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of HBL FINANCIAL SECTOR INCOME FUND ("the Fund") as at December 31, 2024 and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim statement of cash flows, and notes to the condensed interim financial statements for the six-month period ended (here-in-after referred to as "interim financial statement"). HBL Asset Management Limited (the "Management Company") is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

Scope of review

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

Conclusion

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

Other matter

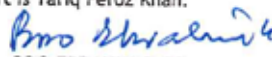
The figures for the quarter ended December 31, 2024 and December 31, 2023 in the condensed interim income statement and condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.

The engagement partner on the review resulting in this independent auditor's report is Tariq Feroz Khan.

KARACHI

DATED: 27 FEB 2025

UDIN: RR202410166Ec2fbT4JR


BDO EBRAHIM & CO.
CHARTERED ACCOUNTANTS

BDO Ebrahim & Co. Chartered Accountants

BDO Ebrahim & Co., a Pakistan registered partnership firm, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

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TRUSTEE REPORT TO THE UNIT HOLDERS

HBL FINANCIAL SECTOR INCOME FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of HBL Financial Sector Income Fund (the Fund) are of the opinion that HBL Asset Management Company Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2024 in accordance with the provisions of the following:

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

Further, during an onsite inspection of the Management Company, the Securities and Exchange Commission of Pakistan (SECP) identified certain matters related to the charging and allocation of selling & marketing expenses and allocated expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units of HBL Financial Sector Income Fund to the entitled unit holders.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 28, 2025



Financial Sector Income Fund
Condensed Interim Statement of Assets and Liabilities (Un-Audited)
AS AT DECEMBER 31, 2024

		-----December 31, 2024 (Un-Audited)-----			-----June 30, 2024 (Audited)-----		
		Plan I	Plan II	Total	Plan I	Plan II	Total
Note		----- (Rupees in '000) -----					
ASSETS							
Balances with banks	4	19,391,957	171,733	19,563,690	29,967,092	9,801,156	39,768,248
Investments	5	34,053,763	-	34,053,763	16,919,388	-	16,919,388
Receivable against margin trading system		1,854,481	-	1,854,481	2,952,796	-	2,952,796
Profit / markup receivable	6	665,653	43,155	708,808	1,029,039	169,254	1,198,293
Advances, deposits and prepayments	7	33,689	-	33,689	33,772	-	33,772
TOTAL ASSETS		55,999,543	214,888	56,214,431	50,902,087	9,970,410	60,872,497
LIABILITIES							
Payable to the Management Company	8	73,508	1,708	75,216	95,765	4,686	100,451
Payable to the Trustee	9	3,882	251	4,133	3,566	689	4,255
Payable to Securities and Exchange Commission of Pakistan	10	3,377	218	3,595	3,147	608	3,755
Payable against purchase of investments - net		6,911	-	6,911	-	-	-
Payable against redemption of units		140,423	-	140,423	-	-	-
Accrued expenses and other liabilities	11	55,918	174,326	230,244	90,230	7,310	97,540
TOTAL LIABILITIES		284,019	176,503	460,522	192,708	13,293	206,001
NET ASSETS		55,715,524	38,385	55,753,909	50,709,379	9,957,117	60,666,496
UNIT HOLDERS' FUND (AS PER CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS FUND')							
		55,715,524	38,385	55,753,909	50,709,379	9,957,117	60,666,496
CONTINGENCIES AND COMMITMENTS							
	12	----- (Number of Units) -----					
Number of units in issue		500,509,907	383,850	500,893,757	496,873,293	99,462,770	596,336,063
		----- (Rupees) -----					
Net assets value per unit		111.3175	100.0000		102.0570	100.1090	

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

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Financial Sector Income Fund

Condensed Interim Income Statement (Un-Audited)

FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024

		Half year ended December 31,			Half year ended December 31,			Quarter ended December 31,			Quarter ended December 31,		
		2024			2023			2024			2023		
		Plan I	Plan II	Total	Plan I	Plan II	Total	Plan I	Plan II	Total	Plan I	Plan II	Total
Note		----- (Rupees in '000) -----											
Income													
		43,558	-	43,558	39,022	-	39,022	34,146	-	34,146	26,198	-	26,198
	Capital gain on sale of investments - net												
	Markup on:												
	Government securities	1,051,873	-	1,051,873	465,001	-	465,001	530,601	-	530,601	356,731	-	356,731
	Corporate sukuk bonds	134,066	-	134,066	175,324	-	175,324	64,647	-	64,647	90,942	-	90,942
	Commercial papers and term deposit receipts	1,105,394	-	1,105,394	313,729	-	313,729	538,297	-	538,297	156,197	-	156,197
	Margin trading system	128,385	-	128,385	189,800	-	189,800	34,558	-	34,558	105,042	-	105,042
	Bank deposit	1,819,376	675,398	2,494,774	2,416,864	-	2,416,864	798,158	181,433	979,591	1,210,586	-	1,210,586
	Dividend income	-	-	-	54,933	-	54,933	-	-	-	-	-	-
		4,282,652	675,398	4,958,050	3,654,673	-	3,654,673	2,000,407	181,433	2,181,840	1,945,696	-	1,945,696
	Unrealised appreciation / (diminution) on re-measurement of investments - classified as financial assets at 'fair value through profit or loss'	289,391	-	289,391	31,073	-	31,073	(49,613)	-	(49,613)	45,994	-	45,994
5.2		4,572,043	675,398	5,247,441	3,685,746	-	3,685,746	1,950,794	181,433	2,132,227	1,991,690	-	1,991,690
Expenses													
	Remuneration of the Management Company	323,069	19,480	342,549	133,099	-	133,099	159,388	5,846	165,234	93,960	-	93,960
	Sindh sales tax on remuneration of the Management Company	48,460	2,922	51,382	17,303	-	17,303	23,908	877	24,785	12,215	-	12,215
	Remuneration of the Trustee	18,301	2,865	21,166	11,748	-	11,748	9,398	860	10,258	5,602	-	5,602
	Sindh sales tax on remuneration of the Trustee	2,745	430	3,175	1,527	-	1,527	1,410	129	1,539	728	-	728
	Annual fee to Securities and Exchange Commission of Pakistan	18,301	2,865	21,166	11,720	-	11,720	9,273	860	10,133	10,081	-	10,081
	Allocation of expenses related to registrar services, accounting, operation and valuation services	2,414	-	2,414	51,186	-	51,186	1	-	1	32,968	-	32,968
	Selling and marketing expenses	2,414	-	2,414	25,268	-	25,268	-	-	-	7,050	-	7,050
	Securities transaction costs and settlement charges	16,062	-	16,062	3,897	-	3,897	9,481	-	9,481	882	-	882
	Brokerage expenses	426	-	426	-	-	-	426	-	426	-	-	-
	Fees and subscription	132	-	132	19	-	19	67	-	67	(355)	-	(355)
	Auditor's remuneration	315	365	680	322	-	322	159	182	341	118	-	118
	Bank charges	310	-	310	368	-	368	199	-	199	189	-	189
	Formation cost	81	-	81	81	-	81	40	-	40	42	-	42
	Total Expenses	433,030	28,927	461,957	256,538	-	256,538	213,751	8,754	222,504	163,480	-	163,480
	Net income for the period before taxation	4,139,013	646,471	4,785,484	3,429,208	-	3,429,208	1,737,043	172,679	1,909,723	1,828,210	-	1,828,210
	Taxation	-	-	-	-	-	-	-	-	-	-	-	-
13	Net income for the period	4,139,013	646,471	4,785,484	3,429,208	-	3,429,208	1,737,043	172,679	1,909,723	1,828,210	-	1,828,210
Allocation of net income for the period													
	Income already paid on redemption of units	767,011	-	767,011	1,111,286	-	1,111,286	449,218	-	449,218	-	-	-
	Accounting income available for distribution:												
	Relating to capital gains	43,558	-	43,558	47,379	-	47,379	8,166	-	34,146	-	-	-
	Excluding capital gains	3,328,444	646,471	3,974,915	2,270,543	-	2,270,543	1,279,659	172,679	1,456,359	1,828,210	-	1,828,210
		3,372,002	646,471	4,018,473	2,317,922	-	2,317,922	1,287,825	172,679	1,460,505	1,828,210	-	1,828,210
		4,139,013	646,471	4,785,484	3,429,208	-	3,429,208	1,737,043	172,679	1,909,723	1,828,210	-	1,828,210
Earnings per unit													

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

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

Chief Financial Officer

Chief Executive Officer

Director

Financial Sector Income Fund
Condensed Interim Statement of Comprehensive Income (Un-Audited)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024

	Half year ended December 31,			Half year ended December 31,			Quarter ended December 31,			Quarter ended December 31,		
	2024			2023			2024			2023		
	Plan I	Plan II	Total	Plan I	Plan II	Total	Plan I	Plan II	Total	Plan I	Plan II	Total
	----- (Rupees in '000) -----						----- (Rupees in '000) -----					
Net income for the period	4,139,013	646,471	4,785,484	3,429,208	-	3,429,208	1,737,043	172,679	1,909,722	1,828,210	-	1,828,210
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	4,139,013	646,471	4,785,484	3,429,208	-	3,429,208	1,737,043	172,679	1,909,722	1,828,210	-	1,828,210

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

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Financial Sector Income Fund
Condensed Interim Statement Of Movement In Unit Holders' Fund (Un-Audited)
FOR THE HALF YEAR PERIOD ENDED DECEMBER 31, 2024

	Half year period ended December 31,					
	Plan I					
	2024			2023		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
(Rupees in '000)						
Net assets at beginning of the period (Audited)	49,866,710	842,669	50,709,379	27,230,280	204,200	27,434,480
Issuance of 338,846,546 units (2023: 830,081,740 units)						
Capital value (at net asset value per unit at the beginning of the period)	34,581,662	-	34,581,662	83,729,886	-	83,729,886
Element of income	2,065,649	-	2,065,649	1,178,842	-	1,178,842
Total proceeds on issue of units	36,647,311	-	36,647,311	84,908,728	-	84,908,728
Redemption of 335,209,330 (2023: 743,991,607 units)						
Capital value (at net asset value per unit at the beginning of the period)	(34,210,520)	-	(34,210,520)	(75,045,838)	-	(75,045,838)
Income already paid on redemption of units	-	(767,011)	(767,011)	-	(1,111,286)	(1,111,286)
Element of loss	(802,648)	-	(802,648)	(131,289)	-	(131,289)
Total payments on redemption of units	(35,013,168)	(767,011)	(35,780,179)	(75,177,127)	(1,111,286)	(76,288,413)
Total comprehensive income for the period	-	4,139,013	4,139,013	-	3,429,208	3,429,208
Distribution during the period	-	-	-	-	(1,872,640)	(1,872,640)
Refund of capital	-	-	-	(1,029,486)	-	(1,029,486)
	-	4,139,013	4,139,013	(1,029,486)	1,556,568	527,082
Net assets at end of the period (Un-Audited)	51,500,853	4,214,671	55,715,524	35,932,395	649,482	36,581,877
Undistributed income brought forward						
Realised income		843,374			156,991	
Unrealised (loss) / gain		(705)			47,209	
		842,669			204,200	
Accounting income available for distribution						
Relating to capital gains		43,558			47,379	
Excluding capital gains		3,328,444			2,270,543	
		3,372,002			2,317,922	
Distribution during the period		-			(1,872,640)	
Undistributed income carried forward		4,214,671			649,482	
Undistributed income carried forward						
Realised income		3,925,280			618,409	
Unrealised (loss) / income		289,391			31,073	
		4,214,671			649,482	
			Rupees			Rupees
Net assets value per unit at beginning of the period			102.1632			100.8692
Net assets value per unit at end of the period			111.3175			102.1632

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

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Financial Sector Income Fund
Condensed Interim Statement Of Movement In Unit Holders' Fund (Un-Audited)
FOR THE HALF YEAR PERIOD ENDED DECEMBER 31, 2024

Half year period ended December 31,			
Plan II			
2024			
Capital value	Undistributed income	Total	
----- (Rupees in '000) -----			
Net assets at beginning of the period (Audited)	9,946,277	10,840	9,957,117
Issuance of 87,391,442 units			
Capital value (at net asset value per unit at the beginning of the period)	8,739,144	-	8,739,144
Element of income	-	-	-
Total proceeds on issue of units	8,739,144	-	8,739,144
Redemption of 186,470,373 units			
Capital value (at net asset value per unit at the beginning of the period)	(18,647,036)	-	(18,647,036)
Income already paid on redemption of units	-	-	-
Element of loss	-	-	-
Total payments on redemption of units	(18,647,036)	-	(18,647,036)
Total comprehensive income for the period	-	646,471	646,471
Distribution during the period	-	(657,311)	(657,311)
Refund of capital	-	-	-
	-	(10,840)	(10,840)
Net assets at end of the period (Un-Audited)	38,385	-	38,385
Undistributed income brought forward		10,840	
Realised income		-	
Unrealised gain / (loss)		10,840	
Accounting income available for distribution			
Relating to capital gains		-	
Excluding capital gains		646,471	
		646,471	
Distribution during the year		(657,311)	
Undistributed income carried forward		-	
Undistributed income carried forward			
Realised income		-	
Unrealised income		-	
		-	

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

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

Chief Financial Officer

Chief Executive Officer

Director

Financial Sector Income Fund
Condensed Interim Statement of Cash Flows (Un-Audited)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2024

	December 31,			
	Plan I	2024 Plan II	Total	2023 Plan I
	----- (Rupees in '000) -----			
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income for the year before taxation	4,139,013	646,471	4,785,484	3,429,208
Adjustments for :			-	
Capital gain on sale of investment - net	(43,558)	-	(43,558)	(39,022)
Markup on :				
Government securities	(1,051,873)	-	(1,051,873)	(465,001)
Corporate sukuk bonds	(1,105,394)	-	(1,105,394)	(175,324)
Commercial papers and term deposit receipts	(134,066)	-	(134,066)	(313,729)
Margin trading system	(128,385)	-	(128,385)	(189,800)
Bank deposits	(1,819,376)	(675,398)	(2,494,774)	(2,416,864)
Unrealised appreciation / (diminution) on re-measurement of investments - as financial assets at 'fair value through profit or loss' - net	(289,391)	-	(289,391)	(31,073)
	(433,030)	(28,927)	(461,957)	(201,605)
(Increase) / decrease in assets				
Investments	(16,801,427)	-	(16,801,427)	(7,248,865)
Receivable against margin trading system	1,098,315	-	1,098,315	(1,714,934)
Advances, deposits and prepayments	83	-	83	(28,885)
	(15,703,029)	-	(15,703,029)	(8,992,684)
Increase/ (decrease) in liabilities				
Payable to the Management Company	(22,257)	(2,978)	(25,235)	22,999
Payable to the Trustee	316	(438)	(122)	762
Payable to Securities and Exchange Commission of Pakistan	230	(390)	(160)	(3,353)
Payable against purchase of investments - net	6,911	-	6,911	(895)
Payable against redemption of units	140,423	-	140,423	-
Accrued expenses and other liabilities	(34,312)	167,016	132,704	45,184
	91,311	163,210	254,522	64,697
Cash (used in) / generated from operations	(16,044,748)	134,283	(15,910,465)	(9,129,592)
Markup received on :				
Pakistan investment bonds	1,050,683	-	1,050,683	184,450
Corporate sukuk bonds / TFCs	137,110	-	137,110	174,536
Commercial papers and term deposit receipts	1,105,394	-	1,105,394	313,729
Margin trading system	147,002	-	147,002	121,733
Bank deposits	2,162,292	801,497	2,963,789	2,372,154
	4,602,481	801,497	5,403,978	3,166,602
Net cashflows (used in) / generated from operating activities	(11,442,267)	935,780	(10,506,487)	(5,962,990)
CASH FLOWS FROM FINANCING ACTIVITIES				
Receipts from issue of units	36,647,311	8,739,144	45,386,455	84,908,728
Payments against redemption of units	(35,780,179)	(18,647,036)	(54,427,215)	(76,288,413)
Dividend paid	-	(657,311)	(657,311)	(2,902,126)
Net cashflows generated from / (used in) financing activities	867,132	(10,565,203)	(9,698,071)	5,718,189
Net decrease in cash and cash equivalents during the period	(10,575,135)	(9,629,423)	(20,204,558)	(244,801)
Cash and cash equivalents at the beginning of the period	29,967,092	9,801,156	39,768,248	21,368,472
Cash and cash equivalents at the end of the period	19,391,957	171,733	19,563,690	21,123,671

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

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Financial Sector Income Fund

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

FOR THE HALF YEAR PERIOD ENDED DECEMBER 31, 2024

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** HBL Financial Sector Income Fund ("the Fund") was established under a Trust Deed, dated November 16, 2021, executed between HBL Asset Management Limited (the Management Company) and Central Depository Company of Pakistan Limited (CDC) (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 January 18, 2022 and Plan II commenced operation during the period from February 20, 2024.
- 1.2** 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, therefore the fund is required to be registered under the Sindh Trust Act. The above-mentioned Trust Deed of the fund had been registered under the Sindh Trust Act.
- 1.3** 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), SA. is the parent company of Habib Bank Limited.
- 1.3** The HBL Asset Management Limited has been registered as a Non-Banking Finance Company (NBFC) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) 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.
- 1.4** The Fund is an open-ended mutual fund. The units are transferable and can also be redeemed by surrendering to the Fund.
- 1.4** The fund has been categorised as a Compliant Income Scheme as per the criteria laid down by the SECP for categorisation of open-end Collective Investment Schemes (CIS) and is listed on the Pakistan Stock Exchange Limited. The Fund is an open-ended mutual fund. The units are transferable and can also be redeemed by surrendering to the Fund.
- 1.5** The objective of the fund is to provide income enhancement and preservation of capital by investing in prime quality Financial Sector TFCs / Sukus, bank deposits and short-term money market instruments.
- 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 31, 2024.

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

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

These condensed interim financial statements does not include all the information and disclosures required in a full set of

financial statements and should be read in conjunction with the audited financial statements of the fund as at and for the year ended June 30, 2024 which have been prepared in accordance with approved accounting standards as applicable in Pakistan. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

These condensed interim financial statements are unaudited and have been reviewed by the auditors. Further, the figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2024 have not been reviewed.

In compliance with Schedule V of the NBFC Regulations, the director of the Management Company hereby declares that these condensed interim financial statements give a true and fair view of the state of the fund's affairs as at December 31, 2024.

2.2 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention, unless otherwise stated.

2.3 Functional and presentation currency

- 2.2.1** These condensed interim financial statements are presented in Pakistani rupee ('Rupees' or 'Rs.'), which is the Fund's functional and presentation currency.

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

- 3.1** The accounting policies adopted for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the audited financial statements of the fund for the year ended June 30, 2024, unless otherwise stated.

- 3.2** The preparation of these condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and 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** 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 audited financial statements as at and for the year ended June 30, 2024.

3.4 New / Revised Standards, Interpretations and Amendments

- 3.4.1** There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on Jan 01, 2024. However, these do not have any material impact on the Fund's financial information and, therefore, have not been detailed in these condensed interim financial statements.

- 3.4.2** There are certain standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are to be effective from accounting period begun Jan 01, 2025. 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 statements.

- 3.4.3** The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the fund for the year ended June 30, 2024.

4 Balances with banks

	----- December 31, 2024 (Un-Audited) -----			-----June 30, 2024 (Audited)-----		
	Plan I	Plan II	Total	Plan I	Plan II	Total
Note	----- Rupees in '000 -----			----- Rupees in '000 -----		
4.1	19,391,957	171,733	19,563,690	29,967,092	9,801,156	39,768,248
	19,391,957	171,733	19,563,690	29,967,092	9,801,156	39,768,248

4.1 These carries mark-up at rates ranging between 12.5% to 21.15% (June 30, 2024: 18.2% to 22.95%) and 13.50% to 20.50% (June 30, 2024: 19.50% to 21.00%) per annum of Plan I and Plan II respectively. These include balances held by related parties (Habib Bank Limited and HBL Micro inance Bank Limited) amounting to Rs. 606.677 million (June 30, 2024: Rs. 22,289.516 million) and Rs. 14,373.176 million (June 30, 2024: Rs. 0.859 million) which carry Mark-up at rates ranging between 13.5% to 19.00% (June 30, 2024: 13.50% to 19.50%) and 12.50% to 20.0% (June 30, 2024: 19.50% to 20.50%) per annum of Plan I and Plan II respectively.

5 INVESTMENTS

		----- December 31, 2024 (Un-Audited) -----			----- June 30, 2024 (Audited) -----		
		Plan I	Plan II	Total	Plan I	Plan II	Total
Note		----- Rupees in '000 -----			----- Rupees in '000 -----		
Financial assets							
At fair value through							
profit or loss	5.1	14,938,419	-	14,938,419	10,624,103	-	10,624,103
At amortised cost	5.3	19,115,344	-	19,115,344	6,295,285	-	6,295,285
		34,053,763	-	34,053,763	16,919,388	-	16,919,388

5.1 Financial assets at fair value through profit or loss

		----- December 31, 2024 (Un-Audited) -----			----- June 30, 2024 (Audited) -----		
		Plan I	Plan II	Total	Plan I	Plan II	Total
	Note	----- Rupees in '000 -----			----- Rupees in '000 -----		
Corporate Sukuk Bonds	5.1.1	263,942	-	263,942	259,030	-	259,030
Term Finance Certificates (TFCs)	5.1.2	1,021,427	-	1,021,427	1,031,283	-	1,031,283
Pakistan Investment Bonds (PIBs)	5.1.3	8,072,767	-	8,072,767	6,562,538	-	6,562,538
Market Treasury Bills	5.1.4	4,999,139	-	4,999,139	2,415,189	-	2,415,189
Investment In Mutual Fund	5.1.5	433,128	-	433,128	356,063	-	356,063
Listed Equity Securities-Spread transactions	5.1.6	153,142	-	153,142	-	-	-
Future Stock Contracts		(5,126)	-	(5,126)	-	-	-
		14,938,419	-	14,938,419	10,624,103	-	10,624,103

5.1.1 Corporate sukuk bond (Plan I)

Name of the investee company	As at July 01, 2024	Purchases during the period	Sales during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Un-realised appreciation / (diminution)	Market value as a percentage of	
								Total investments	Net assets

5.1.1.1 These carries mark-up ranging between 15.45% to 23.08% (June 30, 2024: 22.61% to 24.84%) per annum.

5.1.2 Term finance certificates (Plan I)

Name of the investee company	As at July 01, 2024	Purchases during the period	Sales during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Un-realised appreciation / (diminution)	Market value as a percentage of	
								Total investments	Net assets
								-----%	
----- (No. of units) -----					----- (Rupees in '000) -----				
Askari Bank Limited	120	-	-	120	119,400	119,400	-	0.35%	0.21%
Bank Al-Habib Limited	100,000	-	-	100,000	515,498	505,745	(9,753)	1.49%	0.91%
Soneri Bank Limited	4,000	-	-	4,000	396,282	396,282	-	1.16%	0.71%
Total - as at December 31, 2024 (Un-Audited)	104,120	-	-	104,120	1,031,180	1,021,427	(9,753)	3.00%	1.83%
Total - as at June 30, 2024 (Audited)	104,000	120	-	104,120	1,014,708	1,031,283	16,575	6.10%	2.03%

5.1.2.1 These carry mark-up ranging between 13.39% to 21.83% (June 30, 2024: 22.52% to 23.16%) per annum.

5.1.2.2 Significant terms and conditions of corporate sukuk bonds and term finance certificates as at December 31, 2024 is as follows:

	Payment term	Remaining principal	Profit rate	Issue date	Maturity date
Corporate sukuk bond - listed					
K-Electric Limited	(Quarterly)	100,000	3M K + 1.7%	November 23, 2022	November 23, 2029
TFCs - Commercial Banks - unlisted					
Askari Bank Limited	(Quarterly)	1,000,000	3M K + 1.2%	March 17, 2020	March 17, 2030
Bank Al-Habib Limited	(Semi annually)	4,996	6M K + 1.35%	December 23, 2022	December 23, 2032
Soneri Bank Limited	(Semi annually)	99,920	6M K + 1.70%	December 26, 2022	December 26, 2032

5.1.3 Pakistan Investments Bonds (PIBs) (Plan I)

Issue date	Tenor	Face value				Carrying value as at December 31, 2024	Market value as at December 31, 2024	Un-realised appreciation / (diminution)	Market value as a percentag of:			
		As at July 01, 2024	Purchases during the period	Sales during the period	As at December 31, 2024							
											Total investments	Net assets
------(Rupees in '000)-----								------%-----				
19 October 2023	3 Years	850,000	-	850,000	-	-	-	-	0.00%	0.00%		
15 February 2024	3 Years	2,450,000	-	-	2,450,000	2,335,973	2,524,274	188,301	7.41%	4.53%		
13 October 2022	5 Years	200,000	-	-	200,000	174,644	191,498	16,854	0.56%	0.34%		
19 October 2023	5 Years	2,357,000	-	-	2,357,000	2,287,648	2,298,903	11,255	6.75%	4.13%		
21 September 2023	5 Years	1,000,000	850,000	-	1,850,000	1,800,890	1,819,145	18,255	5.34%	3.27%		
20 September 2024	2 Years	-	3,500,000	2,000,000	1,500,000	1,235,125	1,238,947	3,822	3.64%	2.22%		
Total - as at December 31, 2024 (Un-Audited)		6,857,000	4,350,000	2,850,000	8,357,000	7,834,280	8,072,767	238,487	23.71%	14.49%		
Total - as at June 30, 2024 (Audited)		375,000	27,735,000	21,253,000	6,857,000	6,543,568	6,562,538	18,970	38.79%	12.94%		

5.1.4 Market treasury bills (Plan I)

Particulars	Issue Date	Face value				Balance as at December 31, 2024			Market value as a percentage of:	
		As at July 01, 2024	Purchased during the period	Sale / matured during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Un-realised appreciation / (diminution)	Total investments	Net assets
		(Rupees in '000)							(%)	
Market Treasury Bills - 3 months										
	May 30, 2024	350,000	500,000	850,000	-	-	-	-	-	-
	July 25, 2024	-	250,000	250,000	-	-	-	-	-	-
	December 12, 2024	-	500,000	-	500,000	475,009	474,911	(98)	1.39%	0.85%
	November 28, 2024	-	500,000	-	500,000	491,467	491,885	418	1.44%	0.88%
		350,000	1,750,000	1,100,000	1,000,000	966,476	966,796	320	3%	2%
Market Treasury Bills - 6 months										
	May 30, 2024	500,000	-	500,000	-	-	-	-	0.00%	0.00%
	July 25, 2024	-	250,000	250,000	-	-	-	-	0.00%	0.00%
	December 12, 2024	-	500,000	-	500,000	489,910	489,725	(185)	1.44%	0.88%
	November 14, 2024	-	1,000,000	-	1,000,000	957,999	958,115	116	2.81%	1.72%
	November 28, 2024	-	500,000	-	500,000	475,668	476,975	1,307	1.40%	0.86%
	October 31, 2024	-	1,500,000	1,500,000	-	-	-	-	0.00%	0.00%
	July 11, 2024	-	250,000	250,000	-	-	-	-	0.00%	0.00%
	May 30, 2024	-	500,000	500,000	-	-	-	-	0.00%	0.00%
	October 3, 2024	-	500,000	200,000	300,000	289,947	291,277	1,330	0.86%	0.52%
	September 5, 2024	-	500,000	500,000	-	-	-	-	0.00%	0.00%
	August 22, 2024	-	250,000	250,000	-	-	-	-	0.00%	0.00%
		500,000	5,750,000	3,950,000	2,300,000	2,213,524	2,216,092	2,568	7%	4%
Market Treasury Bills - 12 months										
	October 19, 2023	550,000	1,900,000	2,450,000	-	-	-	-	0.0000%	0.0000%
	November 2, 2023	506,000	2,356,000	2,862,000	-	-	-	-	0.0000%	0.0000%
	November 16, 2023	4,000	101,000	105,000	-	-	-	-	0.0000%	0.0000%
	May 2, 2024	120,000	320,000	440,000	-	-	-	-	0.0000%	0.0000%
	May 16, 2024	397,750	-	397,750	-	-	-	-	0.0000%	0.0000%
	June 12, 2024	200,000	-	200,000	-	-	-	-	0.0000%	0.0000%
	October 3, 2024	-	500,000	500,000	-	-	-	-	0.0000%	0.0000%
	September 5, 2024	-	750,000	750,000	-	-	-	-	0.0000%	0.0000%
	July 11, 2024	-	250,000	-	250,000	229,745	235,392	5,646	0.6912%	0.4225%
	December 12, 2024	-	500,000	-	500,000	449,573	448,877	(696)	1.3181%	0.8057%
	June 13, 2024	-	1,000,000	1,000,000	-	-	-	-	0.0000%	0.0000%
	December 14, 2023	-	3,500,000	3,500,000	-	-	-	-	0.0000%	0.0000%
	October 17, 2024	-	500,000	500,000	-	-	-	-	0.0000%	0.0000%
	August 22, 2024	-	250,000	250,000	-	-	-	-	0.0000%	0.0000%
	July 25, 2024	-	250,000	-	250,000	228,549	234,344	5,795	0.6882%	0.4206%
	December 26, 2024	-	500,000	-	500,000	446,554	446,897	343	1.3123%	0.8021%
	November 28, 2024	-	500,000	-	500,000	451,315	450,742	(574)	1.3236%	0.8090%
	May 30, 2024	-	600,000	600,000	-	-	-	-	0.0000%	0.0000%
	October 31, 2024	-	500,000	500,000	-	-	-	-	0.0000%	0.0000%
		1,777,750	14,277,000	14,054,750	2,000,000	1,805,736	1,816,251	10,514	5%	3%
Total - as at December 31, 2024 (Un-Audited)		2,627,750	21,777,000	19,104,750	5,300,000	4,985,736	4,999,139	13,402	14.68%	8.97%
Total - as at June 30, 2024 (Audited)		100,000	65,669,920	63,142,170	2,627,750	2,415,199	2,415,189	(10)	14.27%	4.76%

5.1.5 Investments in Mutual Fund (Plan I)

Sectors / Companies	As at July 01, 2024	Purchase during the period	Redemption during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Un-realised appreciation / (diminution)	Market value as a percentage of:		Paid up value of shares held as a percentage of total paid up capital of the Investee Company
								Total investments	Net assets	
----- (Number of units) ----- (Rupees in '000) ----- % -----										
Mutual Funds										
HBL Total Treasury Exchange Traded Fund	3,494,250	444,300	97,400	3,841,150	390,894	433,128	42,234	1.27%	0.78%	0.09%
Total - as at December 31, 2024 (Un-Audited)	3,494,250	444,300	97,400	3,841,150	390,894	433,128	42,234	1.27%	0.78%	0.09%
Total - as at June 30, 2024 (Audited)	39,249,000	24,078,750	59,833,500	3,494,250	394,314	356,063	(38,251)	2.10%	0.70%	0.07%

5.1.6 Listed Equity Securities- Spread transactions

Sectors / Companies	As at July 01, 2024	Purchased during the period	Sold during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Un-realised appreciation / (diminution)	Market value as a percentage of:		Paid up value of shares held as a percentage of total paid up capital of the Investee Company
								Total investments	Net assets	
----- Number of shares ----- Rupees in '000 ----- Percentage -----										
COMMERCIAL BANKS										
Bank Al-Falah Limited	-	999,000	-	999,000	78,921	83,247	4,326	0.24%	0.15%	0.001
TECHNOLOGY AND COMMUNICATION										
Hum Network Limited	-	185,000	-	185,000	2,553	2,714	161	0.01%	0.00%	0.002
OIL & GAS EXPLORATION COMPANIES										
Oil and Gas Development Company	-	25,000	-	25,000	5,477	5,682	205	0.02%	0.01%	0.000
CHEMICAL										
Ghani Global Holdings Limited	-	151,000	-	151,000	2,428	2,526	98	0.01%	0.00%	0.000
FERTILIZER										
Fauji Fertilizer Company Limkited	-	75,000	-	75,000	28,159	27,474	(685)	0.08%	0.05%	0.000
CEMENT										
Flying Cement Company Limited	-	1,150,000	-	1,150,000	30,368	31,499	1,131	0.09%	0.06%	0.002
Total - as at December 31, 2024 (Un-Audited)	-	2,585,000	-	2,585,000	147,906	153,142	5,236	0.450%	0.275%	0.004
Total - as at June 30, 2024 (Audited)	-	-	-	-	-	-	-	-	0.00%	0.00

5.1.6.1 This represents spread transactions entered into by the Fund. The Fund purchases equity securities in ready market and sells them in future market on the same day, resulting in spread income due to difference in ready and future stock prices.

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

	----- December 31, 2024 (Un-Audited) -----			----- December 31, 2023 (Un-Audited) -----		
	Plan I	Plan II	Total	Plan I	Plan II	Total
----- Rupees in '000 -----						
Market value of investments	14,943,545	-	14,943,545	10,624,103	-	10,624,103
Carrying value of investments	14,654,152	-	14,654,152	10,624,808	-	10,624,808
	289,394	-	289,394	(705)	-	(705)

5.3 Financial assets at amortised cost

Letter of placement

Name of investee company	Issue date	As at July 01, 2024	Placement made during the period	Income accrued	Matured during the period	As at December 31, 2024	Percentage of total of investments	Percentage of net assets
----- (Rupees '000') ----- % -----								
Pak Libya Holding Company Limited	December 30, 2024	3,029,738	14,700,000	3,567	14,729,738	3,003,567	8.82%	5.39%
United Bank Limited	December 26, 2024	-	43,500,000	12,427	37,500,000	6,012,427	17.66%	10.79%
Pak Kuwait Investment Company Limited	December 24, 2024	3,265,547	26,666,525	-	29,932,072	-	0.00%	0.00%
Pak Oman Investment Co Limited	December 19, 2024	-	79,036,568	-	79,036,568	-	0.00%	0.00%
Pak Brunei Investment Company Limited	December 20, 2024	-	97,827,948	42,981	87,771,579	10,099,349	29.66%	18.13%
Total - as at December 31, 2024 (Un-Audited)		6,295,285	261,731,041	58,975	248,969,957	19,115,344	56.13%	34.31%
Total - as at June 30, 2024 (Audited)		2,730,492	129,145,408	35,285	125,615,900	6,295,285	37.21%	12.41%

5.3.1 These letter of placement carries mark-up at the rate 13.5% to 20.75% per annum (June 30, 2024: 21.03%)

6 PROFIT / MARKUP RECEIVABLE

		----- December 31, 2024 (Un-Audited) -----			----- June 30, 2024 (Audited) -----		
		Plan I	Plan II	Total	Plan I	Plan II	Total
Note		-----Rupees '000'-----					
Bank deposits	6.1	265,296	43,155	308,451	608,212	169,254	777,466
Margin trading sytem income		54,988	-	54,988	-	-	73,605
Corporate sukuk bonds / TFCs		7,819	-	7,819	73,605	-	10,862
Pakistan Investment Bond		337,550	-	337,550	10,862	-	336,360
		665,653	43,155	708,808	336,360	-	1,198,293

6.1 These include balances held with related parties Habib Bank Limited and HBL Micro Finance Bank Limited amounting to Rs. 45.613 million and 175.547 million (June 30, 2024: Rs. 56.82 million and 450.27 million).

7 ADVANCES, DEPOSITS AND PREPAYMENTS

		----- December 31, 2024 (Un-Audited) -----			----- June 30, 2024 (Audited) -----		
		Plan I	Plan II	Total	Plan I	Plan II	Total
		-----Rupees '000'-----					
Security deposits with:							
Trustee		100	-	100	100	-	100
National Clearing Company of Pakistan Limited (NCCPL)		6,600	-	6,600	6,600	-	6,600
Margin trading system security deposit		250	-	250	250	-	250
		6,950	-	6,950	6,950	-	6,950
Preliminary cost		320	-	320	401	-	401
Advance tax	7.1	26,419	-	26,419	26,421	-	26,421
		33,689	-	33,689	33,772	-	33,772

7.1 The income of the Fund is exempt from tax under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the Fund is exempt from withholding of tax under section 150, 150A, 151 and 233 of ITO 2001.

The Federal Board of Revenue through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R" dated May 12, 2015, made it mandatory to obtain exemption certificates under section 159 (1) of the ITO 2001 from Commissioner Inland Revenue (CIR). However, various withholding agents have deducted advance tax under section 151 of ITO 2001. The Management Company is confident that the same shall be refunded after filing refund application.

8 PAYABLE TO THE MANAGEMENT COMPANY

		----- December 31, 2024 (Un-Audited) -----			----- June 30, 2024 (Audited) -----		
		Plan I	Plan II	Total	Plan I	Plan II	Total
Note		-----Rupees '000'-----					
Remuneration	8.1	58,059	1,485	59,544	62,637	4,147	66,784
Sindh sales tax	8.2	8,709	223	8,932	8,143	539	8,682
Sales load payable		4,326	-	4,326	4,614	-	4,614
Selling and marketing	8.3	2,414	-	2,414	20,371	-	20,371
		73,508	1,708	75,216	95,765	4,686	100,451

8.1 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 period, the fee has been charged at the rate ranging between of 1.3% to 1.5% 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.

8.2 The Sindh Sales Tax (SST) is charged at the rate of 15% (June 30, 2024: 13%).

8.3 As per Regulation 60(3)(v) of NBFC Regulations, selling and marketing expense may be charged for all categories of funds except fund of funds. During the period, the fee has been charged at the rate ranging between 0.14% to 0.05% of the average annual net assets accordingly.

8.4 As per Regulation 60(3)(s) of amended 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 period, the fee has been charged at the rate ranging between 0.14% to 0.05% of the average annual net assets accordingly.

9 PAYABLE TO THE TRUSTEE

		----- December 31, 2024 (Un-Audited) -----			-----June 30, 2024 (Audited)-----		
		Plan I	Plan II	Total	Plan I	Plan II	Total
Note		-----Rupees '000'-----					
Trustee fee	9.1	3,376	218	3,595	3,156	610	3,766
Sindh sales tax	9.2	506	33	539	410	79	489
		3,882	251	4,134	3,566	689	4,255

9.1 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.

9.2 The Sindh Sales Tax (SST) is charged at the rate of 15% (June 30, 2024: 13%).

10 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

		----- December 31, 2024 (Un-Audited) -----			-----June 30, 2024 (Audited)-----		
		Plan I	Plan II	Total	Plan I	Plan II	Total
Note		-----Rupees '000'-----					
Annual fee	10.1	3,377	218	3,595	3,147	608	3,755

10.1 As per Regulation 62 of NBFC Regulations, the 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.

11 ACCRUED EXPENSES AND OTHER LIABILITIES

Withholding tax payable	11,654	173,681	185,335	19,514	7,030	26,544
Auditor's remuneration	347	615	962	429	250	679
Brokerage payable	359	-	359	311	-	311
Margin trading system charges payable	10,467	-	10,467	1,115	-	1,115
Capital gain tax payable	24,149	-	24,149	62,075	-	62,075
Legal fee	861	-	861	861	-	861
Listing fee payable	15	-	15	130	-	130
Others	8,066	30	8,096	5,795	30	5,825
	55,918	174,326	230,244	90,230	7,310	97,540

12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2024 (June 30, 2024: Nil).

13 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 the accounting income for the year as reduced by capital gains whether realised or unrealised is distributed to the unit holders in cash. The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The Fund has not recorded a tax liability in the current year, as the Management Company intends to distribute at least 90% of the Fund's accounting income as reduced by capital gains (whether realised or unrealised) to its unit holders.

14 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.

15 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.

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

Details of the transactions with related parties/connected persons and balances with them are as follows:

15.1 Transactions during the period

	----- December 31, 2024 (Un-Audited) -----			----- December 31, 2023 (Un-Audited) -----		
	Plan I	Plan II	Total	Plan I	Plan II	Total
	----- Rupees in '000 -----					
HBL Asset Management Limited - Management Company						
Remuneration of the Management Company	323,069	19,480	342,549	133,099	-	133,099
Sindh Sales Tax on remuneration of the Management Company	48,460	2,922	51,382	17,303	-	17,303
Sales load	7,606	-	-	-	-	-
Allocation of expenses related to registrar services, accounting, operation and valuation services	2,414	-	2,414	51,186	-	51,186
Selling and marketing expense	2,414	-	2,414	25,268	-	25,268
HBL Asset Management Limited - Management Company						
Issue of 1,908,415 units (2023: 346,171 units)	200,000	-	200,000	35,000	-	35,000
Redemption of 7,089,576 units (2023: 293,892 units)	763,328	-	763,328	30,000	-	30,000
Dividend paid nil units (2023: 53,181 units)	-	-	-	5,364	-	5,364
Refund of capital nil units (2023: 813 units)	-	-	-	82	-	82
Habib Bank Limited - Sponsors						
Bank Charges	237	-	237	368	-	368
Profit on bank deposit earned	100,982	-	100,982	2,204,125	-	2,204,125
Sale of market treasury bills 12 months	-	-	-	711,168	-	711,168
HBL Micro Finance Bank						
Sale of market treasury bills 3 months	99,468	-	99,468	514,829	-	514,829
Profit on bank deposit earned	1,426,862	-	1,426,862	2,162,415	-	2,162,415
Directors and Executives of the Management Company						
Issue of 417,656 units (2023: 1,167,138 units)	45,679	-	45,679	118,971	-	118,971
Redemption of 517,275 units (2023: 888,806 units)	55,678	-	55,678	90,856	-	90,856
Dividend paid nil units (2023: 32,958 units)	-	-	-	3,323	-	3,323
Refund of capital nil units (2023: 12,693 units)	-	-	-	1,280	-	1,280
HBL Asset Management Limited - Employees Gratuity Fund						
Dividend paid nil units (2023: 69 units)	-	-	-	580	-	580

	----- December 31, 2024 (Un-Audited) -----			----- December 31, 2023 (Un-Audited) -----		
	Plan I	Plan II	Total	Plan I	Plan II	Total
	----- Rupees in '000 -----					
HBL Asset Management Limited - Employees Provident Fund						
Dividend paid nil units(2023: 18,609 units)	-	-	-	1,877	-	1,877
Central Depository Company of Pakistan Limited - Trustee						
Trustee remuneration	18,301.	2,865	21,166	11,748	-	11,748
Sindh Sales Tax payable on the Trustee fee	2,745.	430	3,175	-	-	-
Central Depository Service charges	1,272.	-	1,272	1,527	-	1,527
Ibrahim Holdings (Private) Limited						
Connected person due to holding more than 10%						
Issue of 13,677,620 units (2023: 7,254,914 units)	1,500,000	-	1,500,000	741,261	-	741,261
Redemption of nil units (2023: 19,792,300 units)	-	-	-	2,000,000	-	2,000,000
Dividend paid nil units (2023: 7,743,919 units)	-	-	-	781,123	-	781,123
Refund of capital nil units (2023: 93,816 units)	-	-	-	9,463	-	9,463
Habib Bank Limited - Sponsors						
Sale of Market Treasury bills 3 Months	818,957	-	818,957	-	-	-
Sale of Market Treasury bills 12 Months	1,165,225	-	1,165,225	-	-	-
Purchase of Market Treasury bills 12 Months	2,431,568	-	2,431,568	-	-	-
Purchase of Pakistan Investment bond 2 Years	802,383	-	802,383	-	-	-
HBL IPF Debt sub Fund						
Purchase of GOP Ijara bond	-	-	-	106,995	-	106,995
HBL Government Securities Fund						
Purchase of Market Treasury bills 12 Months	772,428	-	772,428	-	-	-
HBL Cash Fund						
Sale of market treasury bill 12 months	723,554	-	723,554	-	-	-
Sale of market treasury bill 6 months	939,141	-	939,141	-	-	-
Purchase of market treasury bill 3 months	249,731	-	249,731	-	-	-
	----- December 31, 2024 (Un-Audited) -----			----- December 31, 2023 (Un-Audited) -----		
	Plan I	Plan II	Total	Plan I	Plan II	Total
	----- Rupees in '000 -----					
HBL IPF Money market sub Fund						
Purchase of GOP Ijara bond	-	-	-	216,555	-	216,555
Sale of market treasury bill 12 months	8,765	-	8,765	-	-	-
HBL Islamic Asset Allocation Fund						
Sale of GOP Ijara bond	-	-	-	5,467	-	5,467
HBL Islamic Income Fund						
Purchase of GOP Ijara bond	-	-	-	492,737	-	492,737
HBL PF Debt sub Fund						
Purchase of market treasury bill 12 months	-	-	-	42,001	-	42,001
HBL Money Market Fund						
Sell of market treasury bill 3 months	-	-	-	-	-	-
Sale of market treasury bill 12 months	292,175	-	292,175	-	-	-
MCBFSL Trustee HBL Financial Planning Fund Active Allocation Plan						
Issue of 202,867 units (2023: 202,867 units)	-	-	-	20,780	-	20,780
Redemption of 202,867 units (2023: 202,867 units)	-	-	-	20,836	-	20,836
MCBFSL Trustee HBL Financial Planning Fund Conservative Allocation Plan						
Issue of 11,259 units (2023: 11,259 units)	-	-	-	11,150	-	11,150
Redemption of 11,259 units (2023: 11,259 units)	-	-	-	1,156,938	-	1,156,938
Pakistan Oilfields Limited						
Connected person due to holding more than 10%						
Issue of 84921142 units (2023: 238,682,070 units)	-	8,594,393	8,594,393			23,868,207
Redemption of 184,000,000 units (2023: 144,436,585 units)	-	18,400,000	18,400,000			14,443,659
Dividend paid 2,470,362 units (2023: 6,137,983 units)	-	247,036	247,036			613,798
HBL Total Treasury - Exchange Traded Fund (CIS managed by management company)						
Purchase of 779,700 units (2023: nil units)	83,071	-	83,071			-
Sale of 432,800 units (2023: nil units)	44,503	-	44,503			-
Purchase of market treasury bill 12 months	95,139	-	95,139			-

----- December 31, 2024 (Un-Audited) -----			----- June 30, 2023 (Audited) -----		
Plan I	Plan II	Total	Plan I	Plan II	Total
----- Rupees in '000 -----					

15.2 Balances outstanding as at the year end

HBL Asset Management Limited

Remuneration payable to the Management Company	58,059	1,485	59,544	62,637	4,147	66,784
Sindh Sales Tax payable on remuneration of the Management Company	8,709	223	8,932	8,143	539	8,682
Sales load payable	4,326	-	4,326	4,614	-	4,614
Selling and marketing expense payable	2,414	-	2,414	20,371	-	20,371

Central Depository Company of Pakistan Limited - Trustee

Trustee fee payable	3,376	218	3,595	3,156	610	3,766
Sindh Sales Tax payable on remuneration of the trustee	506	33	539	410	79	489
Security deposit	100	-	100	100	-	100

Habib Bank Limited - Sponsor

Bank balances	575,474	31,203	606,677	4,390,872	-	4,390,872
Profit Receivable	6,251	39,362	45,613	56,819	-	56,819

HBL Micro Finance Bank

Bank Balances	14,373,176	-	14,373,176	17,898,644	-	17,898,644
Profit Receivable	174,547	-	174,547	450,273	-	450,273

HBL Asset Management Limited

Units held: nil (June 30, 2024: 5,181,161) units	-	-	-	528,774	-	528,774
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HBL Asset Management Limited Employees Provident Fund Associate

Units held: 221,017 (June 30, 2024: 221,017) units	24,603	-	24,603	22,556	-	22,556
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HBL Asset Management Limited Employees Gratuity Fund Associate

Units held: 68,329 (June 30, 2024: 68,329) units	7,606	-	7,606	6,973	-	6,973
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Ibrahim Fibres Limited

Connected person due to holding more than 10%

Units held: nil (June 30, 2024: 104,591,122)	-	-	-	10,674,256	-	10,674,256
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Directors and executives of the Management Company

Connected person due to holding more than 10%

Units held: 118,268,742 (June 30, 2024: 385,374) units	13,165,381	-	13,165,381	39,330	-	39,330
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Pakistan Oilfields Limited

Connected person due to holding more than 10%

Units Held 383,913 units (June 2024: 99,462,770 units)	-	38,391	38,391	-	9,946,277	9,946,277
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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 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 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 tables show the carrying amounts and fair values of financial assets and financial liabilities held as at December 31, 2024 including their levels in the fair value hierarchy:

Particulars	December 31, 2024 (Un-Audited)						
	Plan I						
	Carrying amount			Fair value			
	Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total
	(Rupees in '000)						

Financial assets measured at fair value

Corporate Sukuk Bonds	263,942	-	263,942	-	263,942	-	263,942
Term Finance Certificates (TFCs)	1,021,427	-	1,021,427	-	1,021,427	-	1,021,427
Pakistan Investments Bonds (PIBs)	8,072,767	-	8,072,767	-	8,072,767	-	8,072,767
Market Treasury Bills	4,999,139	-	4,999,139	-	4,999,139	-	4,999,139
Investments in Listed Equity Securities	581,144	-	581,144	581,144	-	-	581,144
	14,938,419	-	14,938,419	581,144	14,357,275	-	14,938,419

Particulars	June 30, 2024 (Audited)						
	Plan I						
	Carrying amount			Fair value			
	Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----						

Financial assets measured at fair value

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
	10,624,103	-	10,624,103	356,063	10,268,039	-	10,624,102

16.1 The fair value of assets and liabilities are approximate to carrying amounts. There is no transfers among the levels taken place during the period.

16.2 Valuation techniques

For level 2 investments at fair value through profit or loss - investment in Pakistan Investment Bonds and Market Treasury Bills Fund uses rates which are derived from PKFRV / PKRV rates at reporting date per certificate multiplied by the number of certificates held as at period end and for the investment in respect of Corporate Sukuk Bonds and Term Finance Certificates, Fund uses the rates prescribed by MUFAP.

16.3 Transfers during the period

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

17 TOTAL EXPENSE RATIO

In accordance with the directive 23 of 2016 issued by the SECP, the total expense ratio of the fund for the half year ended December 31, 2024 is 0.89% and 0.75% which includes 0.14% and 0.14% representing Government Levy and SECP fee of Plan I and Plan II respectively.

18 CORRESPONDING FIGURES

18.1 Corresponding figures have been rearranged or reclassified, where necessary, for the purpose of better presentation. No significant rearrangement or reclassification was made in these condensed interim financial statements during the current period.

18.2 The corresponding figure of half year and quarter ended of December 31, 2023 of Plan II of condensed interim income statement, condensed interim statement of comprehensive income and condensed interim statement of movement in unit holders' fund are not presented as the plan II was commenced from February 20, 2024

19 GENERAL

19.1 Figures have been rounded off to the nearest thousand Rupees, unless otherwise stated.

20 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue on 18 February 2025 by the Board of Directors of the Management Company.

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

Chief Financial Officer

Chief Executive Officer

Director

HBL

Total Treasury Exchange Traded Fund

FUND INFORMATION

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

INDEPENDENT AUDITOR'S REVIEW REPORT

To the unit holders of HBL Total Treasury Exchange Traded Fund

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **HBL Total Treasury Exchange Traded Fund** (the "Fund") as at December 31, 2024, and the related condensed interim income statement, the condensed interim statement of other comprehensive income, the condensed interim statement of movement in unit holders' fund and the condensed interim statement of cash flows and notes to the condensed interim financial information (here-in-after referred to as the 'condensed interim financial information') for the half year then ended. The management of HBL Asset Management Limited (the Management Company) is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as at and for the half year ended December 31, 2024 is not prepared, in all material respects, in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

The figures of the condensed interim income statement and the condensed interim statement of other comprehensive income for the quarters ended December 31, 2024 and December 31, 2023 have not been reviewed, as we are only required to review the cumulative figures for the half year ended December 31, 2024.

The engagement partner on the engagement resulting in this independent auditor's review report is **Hena Sadiq**.



Chartered Accountants

Place: Karachi

Date: February 27, 2025

UDIN: RR202410057EB94qPfHI

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:

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

HBL TOTAL TREASURY EXCHANGE TRADED FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of HBL Total Treasury Exchange Traded Fund (the Fund) are of the opinion that HBL Asset Management Company Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2024 in accordance with the provisions of the following:

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

Further, during an onsite inspection of the Management Company, the Securities and Exchange Commission of Pakistan (SECP) identified certain matters related to the charging and allocation of allocated expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units of HBL Total Treasury Exchange Traded Fund to the entitled unit holders.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 28, 2025



HBL Total Treasury Exchange Traded Fund
Condensed Interim Statement of Assets and Liabilities
As at December 31, 2024

		(Un-Audited) December 31, 2024	(Audited) June 30, 2024
	Note	----- (Rupees in '000) -----	
ASSETS			
Bank balances	4	3,398	8,444
Investments	5	561,189	501,974
Markup receivable		80	2,723
Preliminary expenses and floatation costs		244	286
Advance, deposits and prepayments		2,194	2,155
Total assets		567,105	515,582
LIABILITIES			
Payable to the Management Company	6	775	869
Payable to the Trustee		55	54
Payable to Securities and Exchange Commission of Pakistan	7	45	46
Dividend payable		1,302	5,338
Accrued expenses and other liabilities	8	706	509
Total liabilities		2,883	6,816
NET ASSETS		564,222	508,766
UNIT HOLDERS' FUND (AS PER STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND)			
		564,222	508,766
CONTINGENCIES AND COMMITMENTS			
	9	----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		5,000,000	5,000,000
		----- (Rupees) -----	
NET ASSET VALUE PER UNIT		112.8444	101.7532

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 Total Treasury Exchange Traded Fund
Condensed Interim Income Statement (Un-Audited)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

		Half year ended December 31,		For the Quarter ended December 31,	
		2024	2023	2024	2023
Note		(Rupees in '000)			
INCOME					
		11,180	73	10,519	84
		43,304	44,298	19,401	25,356
		894	14,680	254	4,305
		2,586	(821)	(7,553)	(892)
	14.1.1	82	-	82	-
		58,046	58,230	22,703	28,853
EXPENSES					
		1,086	1,341	559	686
		163	174	84	89
		271	268	139	137
		41	35	21	18
		258	254	133	130
		176	536	-	278
		26	-	-	-
		40	39	15	31
		50	109	27	104
		307	348	194	238
		130	28	14	28
	10	-	409	-	409
		42	44	21	22
		2,590	3,585	1,207	2,170
		-	-	-	-
		55,456	54,645	21,496	26,683
	11	-	-	-	-
		55,456	54,645	21,496	26,683
Allocation of net income for the period					
Accounting income available for distribution:					
		13,766	-		
		41,690	54,645		
		55,456	54,645		
		55,456	54,645		
Earnings per unit					

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
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HBL Total Treasury Exchange Traded Fund
Condensed Interim Statement of Comprehensive Income (Un-Audited)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Half year ended December 31, 2024	Half year ended December 31, 2023	For the Quarter ended December 31, 2024	For the Quarter ended December 31, 2023
	----- (Rupees in '000) -----			
Net income for the period after taxation	55,456	54,645	21,496	26,683
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	55,456	54,645	21,496	26,683

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 Total Treasury Exchange Traded Fund
Condensed Interim Statement of Movement In Unitholders' Fund (Un-Audited)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	For the half year ended December 31, 2024			For the half year ended December 31, 2023		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	----- (Rupees in '000) -----					
Net assets at beginning of the period	500,000	8,766	508,766	500,000	1,324	501,324
Total comprehensive income for the period	-	55,456	55,456	-	54,645	54,645
Net assets at end of the period	500,000	64,222	564,222	500,000	55,969	555,969
Undistributed income brought forward						
- Realised		10,123			1,536	
- Unrealised		(1,357)			(212)	
		8,766			1,324	
Accounting income available for distribution						
Relating to capital gain		13,766			-	
Excluding capital gain		41,690			54,645	
		55,456			54,645	
		55,456			54,645	
Undistributed income carried forward						
- Realised		52,870			55,466	
- Unrealised		2,586			(821)	
		55,456			54,645	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period		101.7532			10.0265	
Net assets value per unit at end of the period		112.8444			111.1936	

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 Total Treasury Exchange Traded Fund
Condensed Interim Cash Flow Statement (Un-Audited)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Half year ended December 31, 2024	Half year ended December 31, 2023
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	55,456	54,645
Adjustments for non cash and other items:		
Capital gain on sale of investments - net	(11,180)	(73)
Income from government securities	(43,304)	(44,298)
Profit on bank deposit	(894)	(14,680)
Unrealised gain / (loss) on re-measurement of investments at 'fair value through profit or loss' - net	(2,586)	821
Preliminary expenses and floatation costs	42	44
	(2,466)	(3,541)
(Increase) / Decrease in assets		
Investments - net	(2,145)	59,262
Deposits and prepayments	(39)	(441)
	(2,184)	58,821
(Decrease) / Increase in liabilities		
Payable to the Management Company	(94)	4
Payable to the Trustee	1	-
Payable to the Securities and Exchange Commission of Pakistan	(1)	(41)
Dividend payable	(4,036)	(69,954)
Accrued expenses and other liabilities	197	123
	(3,933)	(69,868)
Cash used in operations	(8,583)	(14,588)
Markup income received on government securities	-	-
Profit received on bank deposits	3,537	14,068
	3,537	14,068
Net cash used in operating activities	(5,046)	(520)
Net decrease in cash and cash equivalents	(5,046)	(520)
Cash and cash equivalents at beginning of the period	8,444	2,306
Cash and cash equivalents at end of the period	3,398	1,786

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
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HBL Total Treasury Exchange Traded Fund

Notes to the condensed interim financial information (Un-Audited)

FOR THE HALF YEAR ENDED DECEMBER 31, 2024

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 with Assistant Director of Industries and Commerce (Trust Wing) Government of Sindh under Section 12A of the Sindh Trusts Act, 2020.

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.

1.2 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 have contracts only 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. Which would result in a change in ownership of units. 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.

1.3 The Fund has been categorised as Exchange Traded Fund as per the criteria laid down by the SECP for categorisation of open-end Collective Investment Schemes (CIS) and is listed on the Pakistan Stock Exchange Limited.

1.4 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.

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

1.6 VIS Credit Rating Company has assigned a management quality rating of AM1 (Stable Outlook) to the Management Company on December 31, 2024 (2023: AM1 dated on 31 December 2023) while the fund is currently not rated.

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 This condensed interim financial information of the Fund 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 Standard Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with Part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations), and requirement of Trust Deed.

Wherever the provisions of and directives issued under the Companies Act, 2017, Part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations, differ from the IFRS, the provisions of and directives issued under the Companies Act, 2017, Part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations, the directives issued by the SECP and the requirements of the Trust Deed have been followed.

-
-
- 2.1.2** 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** This condensed interim financial information is unaudited and has been reviewed by the auditors. Further, the figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2024 and December 31, 2023 have not been reviewed.
- 2.1.4** In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2024.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost basis, unless stated otherwise.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistan Rupees which is the Fund's functional and presentation currency.

3. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

- 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 accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and 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 did not have a significant effect on this condensed interim financial information.
- 3.5** 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.
- 3.6** The accounting policies applied in this condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024.

		(Un-Audited) December 31, 2024	(Audited) June 30, 2024
	Note	(Rupees in '000)	
4. BANK BALANCES			
Savings account	4.1	<u>3,398</u>	<u>8,444</u>

4.1 This carries profit at the rate of 13.5% (June 30, 2024: 14.75% to 22%)

5. INVESTMENTS			
Financial asset at fair value through profit or loss			
Government securities		<u>561,189</u>	<u>501,974</u>
5.1 Government securities			
Market treasury bills	5.1.1	<u>561,189</u>	<u>454,742</u>
Pakistan investment bond	5.1.2	<u>-</u>	<u>47,232</u>
		<u>561,189</u>	<u>501,974</u>

5.1.1 Market treasury bills

Particulars	Issue Date	Face value				As at December 31, 2024			Market value as a percentage of total investments	Market value as a percentage of net assets
		As at July 01, 2024	Purchased during the period	Sold / matured during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised gain / (loss)		
(Rupees in '000)										
Treasury bills - 6 months	August 22, 2024	-	200,000	200,000	-	-	-	-	-	-
Treasury bills - 12 months	October 19, 2023	96,820	-	96,820	-	-	-	-	-	-
Treasury bills - 12 months	November 2, 2023	100,000	-	100,000	-	-	-	-	-	-
Treasury bills - 12 months	November 16, 2023	290,000	-	290,000	-	-	-	-	-	-
Treasury bills - 12 months	August 22, 2024	-	200,000	200,000	-	-	-	-	-	-
Treasury bills - 12 months*	October 3, 2024	-	170,000	-	170,000	154,813	155,845	1,032	27.77	27.62
Treasury bills - 12 months*	October 17, 2024	-	240,000	-	240,000	217,261	219,089	1,828	39.04	38.83
Treasury bills - 12 months*	December 12, 2024	-	200,000	-	200,000	179,831	179,552	(279)	31.99	31.82
Treasury bills - 12 months*	December 26, 2024	-	7,500	-	7,500	6,698	6,703	5	1.19	1.19
Total as at December 31, 2024						558,603	561,189	2,586		
Total as at June 30, 2024						456,379	454,742	(1,637)		

* These market treasury bills carry effective yield at the rate ranging from 10.93% to 15.55% (June 30, 2024: 21.43% to 22.78%) per annum.

5.1.2 Pakistan Investment Bonds - Fixed

Particulars	Issue Date	Face value				As at December 31, 2024			Market value as a percentage of total investments	Market value as a percentage of net assets
		As at July 01, 2024	Purchases during the period	Sales during the period	As at December 31, 2024	Carrying Value as at December 31, 2024	Market Value as at December 31, 2024	Unrealised gain		
(Rupees in '000)										
Pakistan investment bonds - 3 years	February 15, 2024	50,000	-	50,000	-	-	-	-		
						-	-	-		
						46,952	47,232	280		

It carried effective yield at the rate Nil (June 30, 2024: 16.66%) per annum.

(Un-Audited)	(Audited)
December 31,	June 30,
2024	2024
----- (Rupees in '000) -----	

6. PAYABLE TO THE MANAGEMENT COMPANY

Remuneration payable to the Management Company	6.1	191	192
Sindh Sales Tax payable on Management Company's remuneration	6.2	29	25
Formation cost payable		555	555
Allocated expenses	6.3	-	97
		<u>775</u>	<u>869</u>

6.1 "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 management fee expense charged by the Management Company during the period is 0.4% (June 30, 2024: 0.4% to 0.5%). "

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

6.3 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to the Fund on its discretion. This is subject to the condition that the expense charged remains within the Fund's total expense ratio limit, as defined under the NBFC Regulations and not being higher than the actual expenses. During the period the Management Company has charged selling and marketing expenses at the rate of 0.2% (June 30, 2024: 0.2%).

7. PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

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

Effective from July 1, 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."

(Un-Audited)	(Audited)
December 31,	June 30,
2024	2024
----- (Rupees in '000) -----	

8. ACCRUED EXPENSES AND OTHER LIABILITIES

Auditor's remuneration	638	414
Brokerage payable	1	3
Printing and stationery payable	39	63
Withholding tax payable	20	24
Other payables	8	5
	<u>706</u>	<u>509</u>

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2024 and June 30, 2024

10. CONSOLIDATION FEES

The HBL Asset Management Limited (Management Company) affected the consolidation of units of the Fund in the ratio of 10 unit for every 100 units of the Fund held by the unitholders. The Management Company announced the book closure of the Fund from December 19, 2023 to December 21, 2023 to give effect to the change in face value in the units of the Fund. The trading in the units of the Fund was suspended w.e.f December 15, 2023.

Trading in the units of the Fund resumed from December 22, 2023 and the opening price of the units of the Fund was 10x (ten times) of the closing price of its units on the last trading day i.e. December 14, 2023. The matter of consolidation was appropriately disclosed to the market participants via announcement through PSX.

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 accumulated losses and 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% of the Fund's accounting income as reduced by accumulated losses and capital gains (whether realised or unrealised) for the year ending June 30, 2025 to its unit holders.

12. EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in this condensed interim financial information 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

The total annualised expense ratio of the Fund from July 01, 2024 to December 31, 2024 is 0.92% (December 2023: 1.34%) and this includes 0.18% (December 2023: 0.17%) representing government levy, SECP fee etc. The prescribed limit for the ratio is 2% (2023: 2%) (excluding government levies) under NBFC regulations for a Collective Investment Scheme categorised as exchange traded fund.

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.

Transaction and balances with related parties who were connected persons due to holding 10% or more units and directors and executives of the Management Company in the comparatives period and not in the current period are not disclosed in the comparative.

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

		Half year ended December 31,	
		2024	2023
		(Un-Audited)	(Un-Audited)
		(Rupees in '000) -----	
14.1	Transactions during the period	Note	
	HBL Asset Management Limited - Management Company		
	Remuneration of Management Company	1,086	1,341
	Sindh Sales Tax on remuneration of Management Company	163	174
	Allocated expenses	176	536
	Sindh Sales Tax on allocated expenses	26	-
	Reimbursement of finance and operational expenses	14.1.1 82	-
	Habib Bank Limited - Authorised Participant		
	Dividend paid	-	2,633
	CDC Trustee HBL Financial Sector Income Fund Plan 1 - Associate		
	Dividend paid	-	54,933
	Sale of market treasury bills (Face value: Rs. 97,000)	95,139	-
	CDC Trustee HBL Money Market Fund - Associate		
	Sale of market treasury bills (Face value: Rs. 371,820)	358,456	570,968
	CDC Trustee HBL Income Fund - Associate		
	Sale of market treasury bills (Face value: Rs. 220,500)	210,534	-
	CDC Trustee HBL Government Securities Fund - Associate		
	Sale of market treasury bills (Face value: Rs. 57,000)	52,449	-
	Central Depository Company of Pakistan Limited - Trustee		
	Trustee remuneration	271	268
	Sindh Sales Tax payable on the Trustee fee	41	35
14.1.1	This represents amount reimbursed by the Management Company in relation to reversal of excess amount charged against reimbursement of finance and operations expenses as per the direction of Securities and Exchange Commission of Pakistan.		
		December 31, 2024 (Un-Audited)	June 30, 2023 (Audited)
		----- (Rupees in '000) -----	
14.2	Balances outstanding as at period / year end		
	HBL Asset Management Limited - Management Company		
	Remuneration of the Management Company	191	192
	Sindh Sales Tax payable on remuneration of the Management Company	29	25
	Allocation of expenses related to registrar services, accounting, operation and valuation services	-	97
	Preliminary cost payable	555	555
	Central Depository Company of Pakistan Limited - Trustee		
	Trustee Fee payable	48	48
	Sindh Sales Tax payable on the Trustee fee	7	6
	Habib Bank Limited - Authorised Participant *		
	Investment held in Fund: 206,700 units (June 30, 2024: 292,800 units)	23,325	29,793
	CDC Trustee HBL Financial Sector Income Fund Plan 1 - Associate *		
	Investment held in Fund: 3,841,150 units (June 30, 2024: 3,444,250 units)	433,452	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.

15. FAIR VALUE AND CATEGORIES OF FINANCIAL INSTRUMENTS

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

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

The following table shows financial instruments recognised at fair value, based on:

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:

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

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

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

December 31, 2024 (Un-Audited)							
Particulars	Carrying amount			Fair value			
	Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)							

Financial assets measured at fair value

Market treasury bills	561,189	-	561,189	-	561,189	-	561,189
	561,189	-	561,189	-	561,189	-	561,189

Financial assets not measured at fair value

Bank balance	-	3,398	3,398
Markup receivable	-	80	80
Deposits	-	100	100
	-	3,578	3,578

Financial liabilities not measured at fair value

Payable to the Management Company	-	746	746
Payable to the Trustee	-	48	48
Dividend payable	-	1,302	1,302
Accrued expenses and other liabilities	-	603	603
	-	2,699	2,699

June 30, 2024 (Audited)

Particulars	Carrying amount			Fair value			
	Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total

(Rupees in '000)

Financial assets measured at fair value

Market treasury bills	454,742	-	454,742	-	454,742	-	454,742
Pakistan investment bonds	47,232	-	47,232	-	47,232	-	47,232
	501,974	-	501,974	-	501,974	-	501,974

Financial assets not measured at fair value

Bank balance	-	8,444	8,444
Markup receivable	-	2,723	2,723
Deposits	-	100	100
	-	11,267	11,267

Financial liabilities not measured at fair value

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
	-	6,684	6,684

16. GENERAL

16.1 Figures have been rounded off to the nearest thousand rupees, unless otherwise stated.

17. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue by the Board of Directors of the Management Management Company on February 28, 2025.

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

HBL

Mehfooz Munafa Fund

FUND INFORMATION

Name of Fund	HBL Mehfooz Munafa Fund
Name of Auditor	BDO Ebrahim & Co., Chartered Accountants
Name of Trustee	Central Depository Company of Pakistan Limited (CDC)
Bankers	Habib Bank Limited Bank Al Habib Limited



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INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS OF HBL MEHFOOZ MUNAFA FUND

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of HBL MEHFOOZ MUNAFA FUND ("the Fund") as at December 31, 2024 and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of movement in unit holder fund and condensed interim statement of cash flows, and notes to the condensed interim financial statements for the six-month period ended ((here-in-after referred to as "interim financial statement"). HBL Asset Management Limited (the "Management Company") is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial statements based on our review.

Scope of review

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

Conclusion

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

Other matter

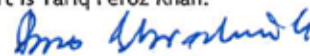
The figures for the quarter ended December 31, 2024 and December 31, 2023 in the condensed interim income statement and condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.

The engagement partner on the review resulting in this independent auditor's report is Tariq Feroz Khan.

KARACHI

DATED: 27 FEB 2025

UDIN: RR202410166d5loCpUE0


BDO EBRAHIM & CO.
CHARTERED ACCOUNTANTS

BDO Ebrahim & Co. Chartered Accountants

BDO Ebrahim & Co., a Pakistan registered partnership firm, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

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TRUSTEE REPORT TO THE UNIT HOLDERS

HBL MEHFOOZ MUNAFA FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of HBL Mehfooz Munafa Fund (the Fund) are of the opinion that HBL Asset Management Company Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2024 in accordance with the provisions of the following:

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


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 28, 2025



HBL Mehfooz Munafa Fund

Condensed Interim Statement Of Assets And Liabilities (Unaudited)

AS AT DECEMBER 31, 2024

		December 31, 2024 (Un-Audited)						June 30, 2024 (Audited)			
	Note	Plan-I	Plan-II	Plan-III	Plan-V	Plan-VI	Plan-VII	Total	Plan-I	Plan-II	Total
Rupees in '000'											
ASSETS											
Balances with banks	4	134,322	511	9,020	51,423	12,860	2,715	210,851	16,047	511	16,558
Investments	5	-	-	1,515,762	-	4,386,287	3,526,517	9,428,566	5,408,713	-	5,408,713
Profit / mark-up receivable	6	314	-	509	39	190	-	1,052	894	-	894
TOTAL ASSETS		134,636	511	1,525,291	51,462	4,399,337	3,529,232	9,640,469	5,425,654	511	5,426,165
LIABILITIES											
Payable to Management Company	7	3,385	204	1,677	258	2,654	1,354	9,532	2,323	204	2,527
Payable to Trustee	8	373	-	82	256	459	152	1,322	552	-	552
Payable to Securities and Exchange Commission of Pakistan	9	310	-	96	303	278	181	1,168	666	-	666
Accrued expenses and other liabilities	10	130,568	307	332	50,645	594	199	182,645	60,197	307	60,504
TOTAL LIABILITIES		134,636	511	2,187	51,462	3,986	1,885	194,668	63,738	511	64,249
NET ASSETS											
		-	-	1,523,104	-	4,395,351	3,527,346	9,445,801	5,361,916	-	5,361,916
UNIT HOLDERS' FUND (AS PER CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND)											
		-	-	1,523,104	-	4,395,351	3,527,346	9,445,801	5,361,916	-	5,361,916
CONTINGENCIES AND COMMITMENTS											
	11										
Number of units											
Number of units in issue	12	-	-	14,067,721	-	42,700,000	35,000,000	91,767,721	53,372,035	-	53,372,035
Rupees											
Net assets value per unit		-	-	108.2694	-	102.9356	100.7813	100.4630	-	-	-

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

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

Chief Financial Officer

Chief Executive Officer

Director

HBL Mehfooz Munafa Fund

Condensed Interim Income Statement (Un-audited)

For The Half Year Ended December 31, 2024

	Note	Half year ended December 31, 2024					Half year Ended December 31, 2023	
		Plan-I	Plan-III	Plan-V	Plan-VI	Plan-VII	Total	Total
		Rupees in '000						
Income								
Income from Government securities		501,167	121,588	202,535	130,269	29,224	984,782	68,675
Profit / mark-up on bank deposits		2,540	1,301	392	190	-	4,423	398
		503,707	122,889	202,926	130,459	29,224	989,205	69,073
Expenses								
Remuneration of the Management Company		4,131	4,515	267	2,707	1,131	12,752	2,349
Sindh Sales Tax on remuneration of the Management Company		620	677	40	406	170	1,913	305
Remuneration of the Trustee		1,509	382	734	497	132	3,254	107
Sindh Sales Tax on remuneration of the Trustee		226	57	110	74	20	487	14
Annual fee to Securities and Exchange Commission of Pakistan		2,063	521	1,001	677	181	4,443	242
Allocation of fee and expenses related to registrar services, accounting, operation and valuation services		-	-	-	-	-	-	339
Selling and marketing expense		-	-	-	-	-	-	982
Auditors' remuneration		407	147	300	268	83	1,205	249
Legal & Professional Charges		-	73	150	134	42	399	-
Amortisation of preliminary expenses and flotation costs		127	76	155	139	43	540	96
Settlement and bank charges		21	11	69	27	21	149	22
Printing and stationary charges		165	98	200	179	56	698	85
		9,270	6,557	3,026	5,108	1,879	25,840	4,790
Net income for the period before taxation		494,437	116,332	199,900	125,351	27,346	963,365	64,283
Taxation	13	-	-	-	-	-	-	-
Net income for the period		494,437	116,332	199,900	125,351	27,346	963,365	64,283
Allocation of net income for the period								
Income already paid on redemption of units		494,437	-	199,900	-	-	-	-
Accounting income available for distribution:								
Relating to capital gain		-	-	-	-	-	-	-
Excluding capital gain		-	116,332	-	125,351	27,346	-	64,283
		494,437	116,332	199,900	125,351	27,346	-	64,283
Earnings per unit	14							

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

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

Chief Financial Officer

Chief Executive Officer

Director

HBL Mehfooz Munafa Fund
Condensed Interim Income Statement (Un-audited)
For The Quarter Ended December 31, 2024

	Quarter ended December 31, 2024			Quarter ended December 31, 2023
	Plan I	Plan III	Total	Plan I
	(Rupees '000)			-- (Rupees '000) --
Income				
Income from Government securities	241,819	64,288	306,106	68,675
Profit / mark-up on bank deposits	1,042	1,124	2,166	398
	242,861	65,412	308,273	69,073
Expenses				
Remuneration of the Management Company	2,035	2,446	4,482	2,349
Sindh Sales Tax on remuneration of the Management Company	306	367	673	305
Remuneration of the Trustee	740	206	946	107
Sindh Sales Tax on remuneration of the Trustee	111	31	142	14
Annual fee to Securities and Exchange Commission of Pakistan	1,014	282	1,296	242
Allocation of fee and expenses related to registrar services, accounting, operation and valuation services	-	-	-	339
Selling and marketing expense	-	-	-	982
Auditors' remuneration	198	78	276	249
Legal & Professional Charges	-	-	-	-
Amortisation of preliminary expenses and flotation costs	62	41	103	96
Settlement and bank charges	10	8	18	22
Printing and stationary charges	81	16	97	85
Total expenses	4,558	3,475	8,032	4,790
Net income / (loss) for the period before taxation	238,303	61,937	300,240	64,283
Taxation	-	-	-	-
Net income / (loss) for the period	238,303	61,937	300,240	64,283

The annexed notes from 1 to 20 form an integral part of these condensed interim 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 HALF YEAR ENDED DECEMBER 31, 2024

	Half year ended December 31, 2024						Half year Ended December 31, 2023		
	Plan-I	Plan-II	Plan-III	Plan-V	Plan-VI	Plan-VII	Total	Plan-I	Total
	-----Rupees in '000'-----								
Net income for the period	494,437	-	116,332	199,900	125,351	27,346	963,366	64,283	64,283
Other comprehensive income	-	-				-	-	-	-
Total comprehensive income for the period	494,437	-	116,332	199,900	125,351	27,346	963,366	64,283	71,716

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

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director
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HBL Mehfooz Munafa Fund
Condensed Interim Statement Of Comprehensive Income (Un-audited)
FOR THE QUARTER ENDED DECEMBER 31, 2024

	Quarter ended December 31, 2024			Quarter ended December 31, 2023
	Plan I	Plan III	Total	Plan I
	-----Rupees in '000'-----			
Net income for the period	238,303	61,937	300,240	64,283
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	238,303	61,937	300,240	64,283

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

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director
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HBL Mehfooz Munafa Fund

Condensed Interim Statement Of Cash Flow

FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Half year ended December 31, 2024						Half year ended December 31, 2023	
	Plan-I	Plan-II	Plan-III	Plan-V	Plan-VI	Plan-VII	Total	Total
Note	Rupees in '000							
CASH FLOWS FROM OPERATING ACTIVITIES								
Net income for the period before taxation	494,437	-	116,332	199,900	125,351	27,346	963,366	64,283
Adjustments for:								
Income from Government securities	(501,167)	-	(121,588)	(202,535)	(130,269)	(29,224)	(984,782)	(68,675)
Profit / mark-up on bank deposits	(2,540)	-	(1,301)	(392)	(190)	-	(4,423)	(398)
Amortization of preliminary expenses and flotation costs	127	-	76	155	139	43	539	96
	(9,143)	-	(6,481)	(2,871)	(4,969)	(1,835)	(25,299)	(4,694)
(Increase) / decrease in assets								
Investments - net	5,408,714	-	(1,515,763)	-	(4,386,287)	(3,526,517)	(4,019,853)	2,994,000
Increase / (decrease) in liabilities								
Payable to the Management Company	1,062	-	1,677	258	2,654	1,354	7,005	(3,953)
Payable to the Trustee	(179)	-	82	256	459	152	770	(298)
Payable to Securities and Exchange Commission of Pakistan	(356)	-	96	303	278	181	502	(70)
Accrued expenses and other liabilities	70,244	-	256	50,489	455	156	121,601	(13,286)
	70,771	-	2,112	51,306	3,847	1,842	129,878	(17,607)
Cash generated (used in) / from operating activities	5,470,342	-	(1,520,132)	48,435	(4,387,409)	(3,526,510)	(3,915,275)	2,971,699
Income received from Government securities	501,167	-	121,588	202,534	130,269	29,225	984,782	-
Income received from profit / mark-up on bank deposits	3,120	-	793	354	-	-	4,267	535
Net cash flows (used in) / generated from operating activities	5,974,629	-	(1,397,752)	251,323	(4,257,140)	(3,497,285)	(2,926,226)	2,972,234
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipts from issue of units	-	-	1,406,772	5,500,000	4,270,000	3,500,000	14,676,772	132,189
Payment against redemption of units	(5,856,353)	-	-	(5,699,900)	-	-	(11,556,253)	(3,048,916)
Dividend paid	-	-	-	-	-	-	-	(61,509)
Net cash generated from financing activities	(5,856,353)	-	1,406,772	(199,900)	4,270,000	3,500,000	3,120,519	(2,978,236)
Net increase / (decrease) in cash and cash equivalents	118,276	-	9,020	51,423	12,860	2,715	194,293	(6,002)
Cash and cash equivalents at beginning of the period	16,047	511	-	-	-	-	16,558	6,513
Cash and cash equivalents at end of the period	134,322	511	9,020	51,423	12,860	2,715	210,852	511

The annexed notes from 1 to 20 form an integral part of these condensed interim 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 Unit Holders' Fund
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

Plan-I		
2024		
Capital value	Undistributed income	Total
-----Rupees in '000-----		

Net assets at beginning of the period (Un-Audited) 5,337,203 24,713 5,361,916

Redemption of 5,3372,035 units

Capital value	(5,361,916)	-	(5,361,916)
Income already paid on redemption of units	-	(494,437)	(494,437)
Element of loss	-	-	-
Total payments on redemption of units	(5,361,916)	(494,437)	(5,856,353)

Total comprehensive income for the period - 494,437 494,437

Income pertaining to previous period 24,713 (24,713) -

Net assets at end of the period (Audited) - - -

Undistributed income brought forward

Realised income	24,713
Unrealised income	-
	24,713

Accounting income available for distribution

Relating to capital gain	-
Excluding capital gain	-
	-

Income pertaining to previous period (24,713)

Undistributed income carried forward -

Undistributed income carried forward

Realised income	-
Unrealised income	-
	-

(Rupees)

Net assets value per unit at beginning of the period 100.4630

Net assets value per unit at end of the period -

The annexed notes from 1 to 20 form an integral part of these condensed interim 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 Unit Holders' Fund

FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Plan-II					
	2024			2023		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	Rupees in '000			Rupees in '000		
Net assets at beginning of the year (Un-Audited)	-	-	-	2,907,526	6,427	2,913,953
Issuance of Nil units (2023:1,321,895)						
Capital value	-	-	-	132,482	-	132,481
Element of loss	-	-	-	(292)	-	(292)
Total proceeds on issuance of units	-	-	-	132,190	-	132,189
Redemption of Nil units (2023:30,396,732)						
Capital value	-	-	-	(2,984,792)	-	(2,984,792)
Income already paid on redemption of units	-	-	-	-	(29)	(29)
Element of loss	-	-	-	(64,095)	-	(64,095)
Total payments on redemption of units	-	-	-	(3,048,887)	(29)	(3,048,916)
Total comprehensive income for the year	-	-	-	-	64,283	64,283
Interim distribution						
Rs 2.431 per unit declared on August 09, 2023 as cash dividend	-	-	-	-	(61,509.00)	(61,509)
Net assets at end of the year (Audited)	-	-	-	-	2,774	2,774
	-	-	-	(9,171)	9,172	-
Undistributed income brought forward						
Realised income	-	-	-	6,427	-	-
Unrealised income	-	-	-	-	-	-
	-	-	-	6,427	-	-
Accounting income available for distribution						
Relating to capital gain	-	-	-	-	-	-
Excluding capital gain	-	-	-	64,254	-	-
	-	-	-	64,254	-	-
Distributions during the period:						
Interim distribution of Rs 2.432 per unit declared on August 09, 2023 as cash dividend	-	-	-	-	(61,509)	-
Undistributed income carried forward	-	-	-	-	9,172	-
Undistributed income carried forward						
Realised income	-	-	-	9,172	-	-
Unrealised income	-	-	-	-	-	-
	-	-	-	9,172	-	-
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			-			100.2211
Net assets value per unit at end of the period			-			-

The annexed notes from 1 to 20 form an integral part of these condensed interim 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 Unit Holders' Fund
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Plan-III		
	2024		
	Capital value	Undistributed income	Total
	-----Rupees in '000-----		
Net assets at beginning of the period (Un-Audited)	-	-	-
Issuance of 14,067,721 units			
Capital value	1,406,772	-	1,406,772
Element of income	-	-	-
Total proceeds on issuance of units	1,406,772	-	1,406,772
Total comprehensive income for the period	-	116,332	116,332
Net assets at end of the period (Audited)	1,406,772	116,332	1,523,104
Undistributed income brought forward			
Realised income		-	
Unrealised income		-	
		-	
Accounting income available for distribution			
Relating to capital gain		-	
Excluding capital gain		116,332	
		116,332	
Undistributed income carried forward		116,332	
Undistributed income carried forward			
Realised income		116,332	
Unrealised income		-	
		116,332	
			(Rupees)
Net assets value per unit at beginning of the period			-
Net assets value per unit at end of the period			108.2694

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

For HBL Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director
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HBL Mehfooz Munafa Fund
Condensed Interim Statement Of Movement In Unit Holders' Fund
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

[illegible]

The annexed notes from 1 to 20 form an integral part of these condensed interim 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 Unit Holders' Fund
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

Plan-VI		
2024		
Capital value	Undistributed income	Total
-----Rupees in '000-----		

Net assets at beginning of the period (Un-Audited)

- - -

Issuance of 42,700,000

Capital value

4,270,000 - 4,270,000

Element of loss

-

Total proceeds on issuance of units

4,270,000 - 4,270,000

Total comprehensive income for the period

- 125,351 125,351

Net assets at end of the period (Audited)

4,270,000 125,351 4,395,351

Undistributed income brought forward

Realised income

-

Unrealised income

-

Accounting income available for distribution

Relating to capital gain

-

Excluding capital gain

125,351

125,351

Undistributed income carried forward

125,351

Undistributed income carried forward

Realised income

125,351

Unrealised income

-

125,351

(Rupees)

Net assets value per unit at beginning of the period

-

Net assets value per unit at end of the period

102.9356

The annexed notes from 1 to 20 form an integral part of these condensed interim 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 Unit Holders' Fund
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Plan-VII		
	2024		
	Capital value	Undistributed income	Total
	-----Rupees in '000-----		
Net assets at beginning of the period (Un-Audited)	-	-	-
Issuance of 35,000,000 units			
Capital value	3,500,000	-	3,500,000
Element of income	-	-	-
Total proceeds on issuance of units	3,500,000	-	3,500,000
Total comprehensive income for the period	-	27,346	27,346
Net assets at end of the period (Audited)	3,500,000	27,346	3,527,346
Undistributed income brought forward			
Realised income		-	
Unrealised income		-	
		-	
Accounting income available for distribution			
Relating to capital gain		-	
Excluding capital gain		27,346	
		27,346	
Undistributed income carried forward		27,346	
Undistributed income carried forward			
Realised income		27,346	
Unrealised income		-	
		27,346	
			(Rupees)
Net assets value per unit at beginning of the period			-
Net assets value per unit at end of the period			100.7813

The annexed notes from 1 to 20 form an integral part of these condensed interim 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 (Unaudited)

FOR THE HALF YEAR ENDED DECEMBER 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** HBL Mehfooz Munafa 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), (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.
- 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) 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 Fund is an Open-End Fixed Rate/Return Scheme. The Management Company has 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-III, VI & VII is active. The units of these plans were launched during the period. HBL Mehfooz Munafa Fund Plan-I & V matured during the period.
- 1.4** 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).
- 1.5** 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.
- 1.6** 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.
- 1.7** 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

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

- International Accounting Standard (IAS) 34 'Interim Financial Reporting issued by the International Accounting Standard Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 alongwith part VIII A of the repealed Companies Ordinance, 1984.; and
- The Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (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 VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations, and requirements of the Trust Deed differ from IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

These condensed interim financial statements does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the audited financial statements of the fund as at and for the year ended June 30, 2024 which have been prepared in accordance with approved accounting standards as applicable in Pakistan. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

These condensed interim financial statements is unaudited and has been reviewed by the auditors. Further, the figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2024 have not been reviewed.

In compliance with Schedule V of the NBFC Regulations, the director of the Management Company hereby declare that this condensed interim financial statements give true and fair view of the state of the fund's affairs as at December 31, 2024.

2.2 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention, unless otherwise stated.

2.3 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani Rupees (PKR), which is the fund's functional currency.

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

3.1 The accounting policies adopted for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the audited financial statements of the fund for the year ended June 30, 2024, unless otherwise stated.

3.2 The preparation of these condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and 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 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 audited financial statements as at and for the year ended June 30, 2024.

3.4 New / Revised Standards, Interpretations and Amendments

3.4.1 There are certain amendments to the published accounting and reporting standards that are mandatory for the fund's annual accounting period beginning on Jan 01, 2024. However, these do not have any material impact on the fund's financial information and, therefore, have not been detailed in these condensed interim financial statements.

There are certain standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are to be effective from accounting period begun Jan 01, 2025. 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 statements.

3.4.2 The fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements of the fund for the year ended June 30, 2024.

		December 31, 2024 (Un-Audited)							June 30, 2024 (Audited)			
		Plan-I	Plan-II	Plan-III	Plan-V	Plan-VI	Plan-VII	Total	Plan-I	Plan-II	Total	
4	BALANCES WITH BANKS	Note	-----Rupees in '000' -----							-----Rupees in '000'-----		
	Local Currency in savings accounts	4.1	134,322	511	9,020	51,423	12,860	2,715	210,851	16,047	511	16,558

4.1 There carry mark-up at rates ranging between 6% to 20.76% (2024: 9% to 20.7%) per annum of HBL Mehfooz Munafa Fund Plan-I and Plan-II. This represent balance held with Habib Bank Limited (a related party).

		December 31, 2024 (Un-Audited)							June 30, 2024 (Audited)			
		Plan-I	Plan-II	Plan-III	Plan-V	Plan-VI	Plan-VII	Total	Plan-I	Plan-II	Total	
5	INVESTMENTS	Note -----Rupees in '000' -----							-----Rupees in '000'-----			
	Financial assets											
	At amortised cost	5.1	-	-	1,515,762	-	4,386,287	3,526,517	9,428,566	5,408,713	-	5,408,713
			-	-	1,515,762	-	4,386,287	3,526,517	9,428,566	5,408,713		5,408,713
5.1	Financial assets at amorised cost											
	Government securities											
	Market Treasury Bills	5.1.1	-	-	1,515,762	-	4,386,287	3,526,517	9,428,566	2,925,325	-	2,925,325
			-	-	1,515,762	-	4,386,287	3,526,517	9,428,566	2,925,325		2,925,325

**5.1.1 Financial assets at amortised cost
- Market Treasury Bills**

Plan	Issue date	Tenure	Maturity Date	As at July 01, 2024	Placement made during the period	Income accrued	Sales / matured during the period	As at December 31, 2024	Percentage of net assets	Percentage of total of investments
-----Rupees in '000' -----										
Plan-I	February 1, 2024	1 Year	December 26, 2024	5,408,713	-	498,192	(5,906,905)	-	0%	0%
Plan-III	July 11, 2024	3 Months	July 10, 2025	-	1,394,174	121,588	-	1,515,762	16%	16%
Plan-V	June 27, 2024	6 Months	December 26, 2024	-	5,474,995	202,535	(5,677,530)	-	0%	0%
Plan-VI	July 11, 2024	6 Months	January 9, 2025	-	4,256,018	130,269	-	4,386,287	46%	45%
Plan-VII	March 7, 2024	1 Year	March 6, 2025	-	3,497,293	29,224	-	3,526,517	37%	37%
Total - as at December 31, 2024 (Un-Audited)				5,408,713	14,622,480	981,807	(11,584,435)	9,428,566	99.82%	97.80%
Total - as at June 30, 2024 (Audited)				2,925,325	4,979,223	498,165	2,994,000	5,408,713	100.87%	100.00%

5.1.1.2 As at December 31, 2024, Market Treasury Bills having a face value of 15.33 billion (June 30, 2024 Rs. 5.915 million), carry effective yield ranging from 14.7 to 20.85% per

		December 31, 2024							June 30, 2024			
		(Un-Audited)							(Audited)			
		Plan-I	Plan-II	Plan-III	Plan-V	Plan-VI	Plan-VII	Total	Plan-I	Plan-II	Total	
6	PROFIT / MARK-UP RECEIVABLE	Note -----Rupees in '000' -----							-----Rupees in '000'-----			
	Bank deposits	7.1	314	-	509	39	190	-	1,052	894	-	894
			314	-	509	39	190	-	1,052	894	-	894

6.1 This includes Rs. 1.038 million as at December 31, 2024 (June 30, 2024: 0.894) million receivable from Habib Bank Limited,a related party.

		December 31, 2024 (Un-Audited)							June 30, 2024 (Audited)			
		Plan-I	Plan-II	Plan-III	Plan-V	Plan-VI	Plan-VII	Total	Plan-I	Plan-II	Total	
		-----Rupees in '000'-----							-----Rupees in '000'-----			
7	PAYABLE TO MANAGEMENT COMPANY											
	Remuneration payable to the Management Company	8.1	2,112	-	1,392	81	2,179	1,131	6,895	1,332	-	1,332
	Sindh Sales Tax on Management Company's remuneration	8.2	317	-	209	12	327	170	1,034	173	-	173
	Selling and marketing expense payable	8.3	711	-	-	-	-	-	711	711	-	711
	Formation cost payable		245	204	76	165	149	53	892	107	204	311
			3,385	204	1,677	258	2,654	1,354	9,532	2,323	204	2,527

7.1 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.

7.2 The Sindh Sales Tax at the rate of 15% (2024: 13%) on the remuneration of the Pension Fund Manager through the Sindh Sales Tax on Services Act, 2011.

- 7.3** As per Regulation 60(3)(v) of NBFC Regulations, selling and marketing expense may be charged for all categories of funds except fund of funds with no cap. The fee's was charged at the rate ranging between 0.040% and 0.080% of the average annual net assets in Plan-I and 0.304% in Plan-II in the previous year. However, there is no expense charge on plans launched during the period.

		December 31, 2024							June 30, 2024			
		(Un-Audited)							(Audited)			
		Plan-I	Plan-II	Plan-III	Plan-V	Plan-VI	Plan-VII	Total	Plan-I	Plan-II	Total	
Note		-----Rupees in '000'-----							-----Rupees in '000'-----			
8	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE											
	Trustee fee payable	9.1	324	-	73	222	399	132	1,150	489	-	489
	Sindh Sales Tax on remuneration of the Trustee	9.3	49	-	9	33	60	20	171	63	-	63
			373	-	82	256	459	152	1,322	552	-	552

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

- 8.2** As per the trust deed and offering document, the trustee remuneration shall consist of reimbursement of actual custodian expenses plus trustee tariff of 0.055% p.a. of net assets.

- 8.3** The Sales tax at the rate of 15% (2024: 13%) on the remuneration of the Trustee is applied under the provisions of Sindh Sales Tax on Services Act, 2011.

		December 31, 2024							June 30, 2024		
		(Un-Audited)							(Audited)		
		Plan-I	Plan-II	Plan-III	Plan-V	Plan-VI	Plan-VII	Total	Plan-I	Plan-II	Total
	Note	-----Rupees in '000'-----							-----Rupees in '000'-----		
9	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN										
	Annual fee payable										
	10.1	310	-	96	303	278	181	1,168	666		666

- 9.1** As per Regulation 62 of NBFC Regulations, an Asset Management Company managing a CIS shall pay SECP an annual fee of 0.0750% of the average annual net assets. The fee is payable annually in arrears.

		December 31, 2024							June 30, 2024		
		(Un-Audited)							(Audited)		
		Plan-I	Plan-II	Plan-III	Plan-V	Plan-VI	Plan-VII	Total	Plan-I	Plan-II	Total
10	ACCRUED EXPENSES AND OTHER LIABILITIES	-----Rupees in '000'-----							-----Rupees in '000'-----		
	Withholding tax payable-dividend	-	-	-	-	-	-	-	59,507	-	59,507
	Withholding tax payable-others	-	-	11	-	-	-	11	189	-	189
	Auditors' remuneration	446	236	220	300	268	83	1,553	343	236	579
	Printing charges	305	71	98	200	179	56	909	140	71	211
	Others	129,817	-	4	50,145	147	60	180,172	18	-	18
		130,568	307	332	50,645	594	199	182,645	60,197	307	60,504

11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2024 (June 30, 2024: Nil).

	Note	December 31, 2024							June 30, 2024		
		(Un-Audited)							(Audited)		
		Plan-I	Plan-II	Plan-III	Plan-V	Plan-VI	Plan-VII	Total	Plan-I	Plan-II	Total
12	NUMBER OF UNITS IN ISSUE										
	Total units in issue at the beginning of the period	53,372,035	-	-	-	-	-	53,372,035	-	29,075,261	29,075,261
	Add: Units issued during the period / year	-	-	14,067,721	55,000,000	42,700,000	35,000,000	146,767,721	53,372,035	1,321,471	54,693,506
	Less: Units redeemed during the period / year	(53,372,035)	-	-	(55,000,000)	-	-	(108,372,035)	-	(30,396,732)	(30,396,732)
	Total units in issue at the end of the period	-	-	14,067,721	-	42,700,000	35,000,000	91,767,721	53,372,035	-	53,372,035

13 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 among the 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. 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.

14 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.

15 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 related parties / 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 related parties / connected persons and balances with them are as follows:

	December 31, 2024							December 31, 2023		
	(Un-Audited)							(Audited)		
	Plan-I	Plan-II	Plan-III	Plan-V	Plan-VI	Plan-VII	Total	Plan-I	Plan-II	Total
	Rupees in '000							Rupees in '000		
15.1 Transactions during the period										
HBL Asset Management Limited - Management Company										
Remuneration of Management Company	4,131	-	4,515	267	2,707	1,131	12,752	3,565	2,349	5,914
Sindh Sales Tax on remuneration of the Management company	620	-	677	40	406	170	1,913	463	305	769
Allocation of expenses related to registrar services, accounting, operation and valuation services	-	-	-	-	-	-	-	333	339	672
Selling and marketing expense	-	-	-	-	-	-	-	1,044	982	2,026
Central Depository Company of Pakistan Limited - Trustee										
Remuneration	1,509	-	382	734	497.00	132	3,254	1,182	107	1,289
Sindh Sales Tax on remuneration of the Trustee	226	-	57	110	74.00	20	487	154	14	168
Habib Bank Limited - Sponsor										
Bank charges paid	21	-	11	69	27	21	149	18	22	40
Profit / mark-up on deposits accounts	2,540	-	1,301	392	190	-	4,423	894	398	1,292
Pakistan Mortgage Refinance Company Ltd - Connected due to holding of 10% or more										
Issuance of 14,067,721 units	-	-	1,406,772	-	-	-	1,406,772	-	-	-
Multan Electric Power Company Ltd - Connected due to holding of 10% or more										
Issuance of 55,000,000 units	-	-	-	5,500,000	-	-	5,500,000	-	-	-
Redemption of 55,000,000 units	-	-	-	5,699,900	-	-	5,699,900	-	-	-
Issuance of 42,700,000 units	-	-	-	-	4,270,000	-	4,270,000	-	-	-
Issuance of 35,000,000 units	-	-	-	-	-	3,500,000	3,500,000	-	-	-
Kot Addu Power Company Ltd - Connected due to holding of 10% or more										
Redemption of 53,372,035 units	5,856,353	-	-	-	-	-	5,856,353	5,337,203	-	5,337,203

		December 31, 2024						June 30, 2024			
		(Un-Audited)						(Audited)			
		Plan-I	Plan-II	Plan-III	Plan-V	Plan-VI	Plan-VII	Total	Plan-I	Plan-II	Total
		--- Rupees in '000 ---						---Rupees in '000'---			
15.2	Balance outstanding as at the period end										
	HBL Asset Management Limited - Management Company										
	Remuneration payable to the Management Company	2,112	-	1,392	81	2,179	1,131	6,894	1,332	-	1,332
	Sindh Sales Tax payable on Management Company's	317	-	209	12	327	170	1,034	173	-	173
	Sindh Sales Tax payable on Marketing expense payable	711	-	-	-	-	-	711	711	-	711
	Formation cost payable	245	204	76	165	149	53	891	107	204	311
	Central Depository Company of Pakistan Limited - Trustee										
	Trustee fee payable	324	-	73	222	399	132	1,150	489	-	489
	Sindh Sales Tax payable on Trustee Remuneration	49	-	9	33	60	20	171	63	-	63
	Habib Bank Limited - Sponsor										
	Balances with banks	134,322	511	9,020	51,423	12,860	2,715	210,852	16,047	511	16,557
	Profit / mark-up receivable	2,601	-	104.00	392.00	190.00	-	3,287	894	-	894
	Pakistan Mortgage Refinance Company Ltd - Connected due to holding of 10% or more										
	Units held - 14,067,721 units (June 30, 2024: Nil units)	-	-	1,523,104	-	-	-	1,523,104	-	-	-
	Multan Electric Power Company Ltd - Connected due to holding of 10% or more										
	Units held - 42,700,000 units (June 30, 2024: Nil units)	-	-	-	-	4,395,351	-	4,395,351	-	-	-
	Units held - 35,000,000 units (June 30, 2024: Nil units)	-	-	-	-	-	3,527,346	3,527,346	-	-	-
	Kot Addu Power Company Ltd - Connected due to holding of 10% or more										
	Units held - Nil units (June 30, 2024: 29,075,251 units)	-	-	-	-	-	-	-	5,361,916	-	5,361,916

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 amount 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).

16.1 The fair value of assets and liabilities are approximate to carrying amounts. There is no transfers among the levels taken place during the period.

16.2 Transfers during the year

During the period, no transfers were made between various levels of fair value hierarchy.

17 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 December 31, 2024 is 0.34%, 0.54%, 0.60%, 0.60% & 0.80% (2024: 1.77%) which includes 0.05%, 0.075%, 0.02%, 0.024% & 0.009% (2024: 0.24%) representing Government levy and SECP fee of HBL Mehfooz Munafa Fund Plan-1, III, V, VI & VII.

17 CORRESPONDING FIGURES

Corresponding figures have been rearranged or reclassified, where necessary, for the purpose of better presentation. No significant rearrangement or reclassification was made in these condensed interim financial statements during the current period.

19 GENERAL

19.1 Figures have been rounded off to the nearest thousand Rupees, unless otherwise stated.

20 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on 18 February, 2025 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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