



**Pak-Qatar Islamic Income Fund**

Financial Statements for the Period Ended

June 30, 2023

## FUND'S INFORMATION

<b>Management Company:</b>	Pak-Qatar Asset Management Company Limited G-8/9, Ground Floor, Business Arcade, Block-6 P.E.C.H.S, Shahrah-e-Faisal Karachi. UAN: (021) 111-PQAMCL (772625) Website: <a href="http://www.pqamcl.com">www.pqamcl.com</a>	
<b>Board of Directors of the Management Company:</b>	Mr. Said Gul Mr. Muhammad Owais Ansari Mr. Syed Asad Ali Shah Jilani Mr. Muhammad Kamran Saleem Mrs. Sameera Said	Chairman Non-Executive Director Non-Executive Director Non-Executive Director Non-Executive Director
<b>Board Audit Committee:</b>	Mr. Syed Asad Ali Shah Jilani Mr. Muhammad Owais Ansari Mr. Muhammad Kamran Saleem	Chairman Member Member
<b>Board Human Resource and Remuneration Committee:</b>	Mr. Syed Asad Ali Shah Jilani Mr. Said Gul Mr. Muhammad Kamran Saleem Mr. Farhan Shaukat	Chairman Member Member Member
<b>Board Risk Management Committee:</b>	Mr. Muhammad Owais Ansari Mr. Muhammad Kamran Saleem Mrs. Sameera Said	Chairman Member Member
<b>Chief Executive Officer of: The Management Company</b>	Mr. Farhan Shaukat	
<b>Chief Financial Officer &amp; Company Secretary</b>	Mr. Umair Karim	
<b>Chief Internal Auditor:</b>	Mr. Tahir Lateef	
<b>Trustee:</b>	Central Depository Company of Pakistan Limited CDC – House, Shahrah-e-Faisal, Karachi.	
<b>Bankers to the Fund:</b>	Dubai Islamic Bank Pakistan Limited MCB Islamic Bank Limited U Microfinance Bank Limited Meezan bank Limited	
<b>Auditors:</b>	Yousuf Adil Chartered Accountants Cavish Court, KCHSU, Shahrah-e-Faisal Karachi	

**Legal Adviser:** AHM & Co  
415, Eden Heights,  
Jail Road,  
Lahore, Pakistan

**Shariah Adviser:** Dr. Mufti Muhammad Zubair Usmani

**Transfer Agent:** ITMinds Limited

# REPORT OF THE FUND MANAGER

## Pak-Qatar Islamic Income Fund

### Type of Fund

Pak-Qatar Islamic Income Fund, investing primarily in Shariah compliant money market instruments, Sukuks, Government securities etc.

### Objective

To focus on corporate and high net worth investors who prefer long term wealth generation and capital gain with an objective to invest in medium to long-term income instruments as well as short-tenor money market instruments to generate superior, long-term, risk-adjusted returns in accordance with Shariah practices

### Investment Policy and Strategy

The fund provides investors with the opportunity to park their excess liquidity in secure high-quality instruments. As per its investment policy, Pak-Qatar Islamic Income Funds can invest or place funds in instruments/avenues with a credit rating of at least 'A' (A). The weighted average time to maturity (WATM) of net assets invested in the plan shall not exceed four (4) years; where securities issued by federal govt. shall be excluded from ascertaining WATM.

### Performance Review

Pak-Qatar Islamic Income Fund provided a return of 15.79% in Pak-Qatar Khalis Bachat Plan, 17.29% in Pak-Qatar Income Plan and 16.97% in Pak-Qatar Monthly Income Plan to its investors for the year ended June 30, 2022 as compared to its benchmark of 6.06%.

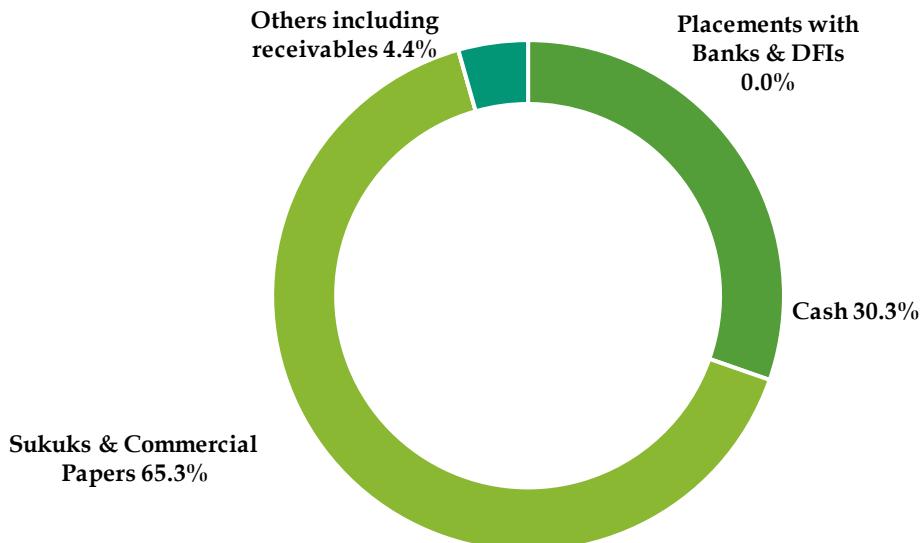
The Fund earned a gross income of PKR. 376 million this year, which was primarily due to profit on bank deposits, placements and Sukuks. The fund also incurred expenses totaling to PKR. 22 million which brought the net income figure to PKR. 354 million. The net assets of the Fund as at June 30, 2022 were PKR. 313.24 million (Pak-Qatar Khalis Bachat Plan), PKR 4,764.33 million (Pak-Qatar Income Plan) and PKR 344.19 million (Pak-Qatar Monthly Income Plan).

### Fund Stability Rating

PACRA Credit Rating Company has assigned Stability Rating of A+ to Pak-Qatar Income Plan and Pak-Qatar Monthly Income Plan while A to Pak-Qatar Khalis Bachat Plan.

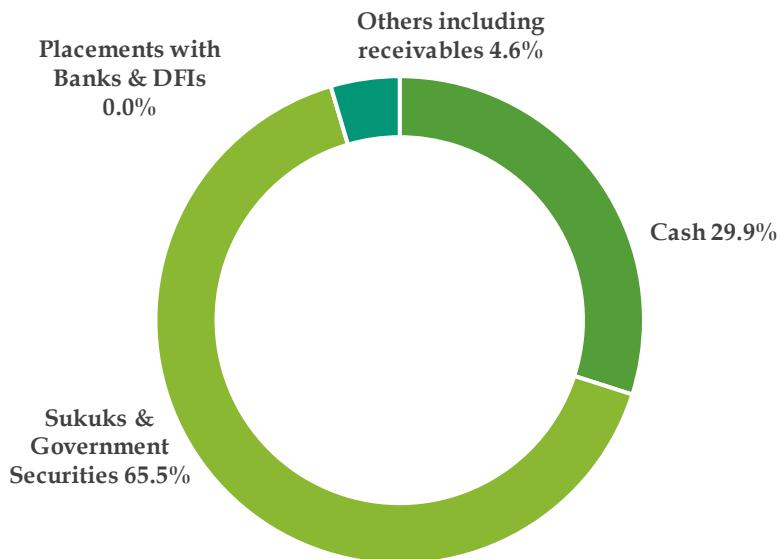
**PAK-QATAR KHALIS BACHAT PLAN**

**Asset Allocation**



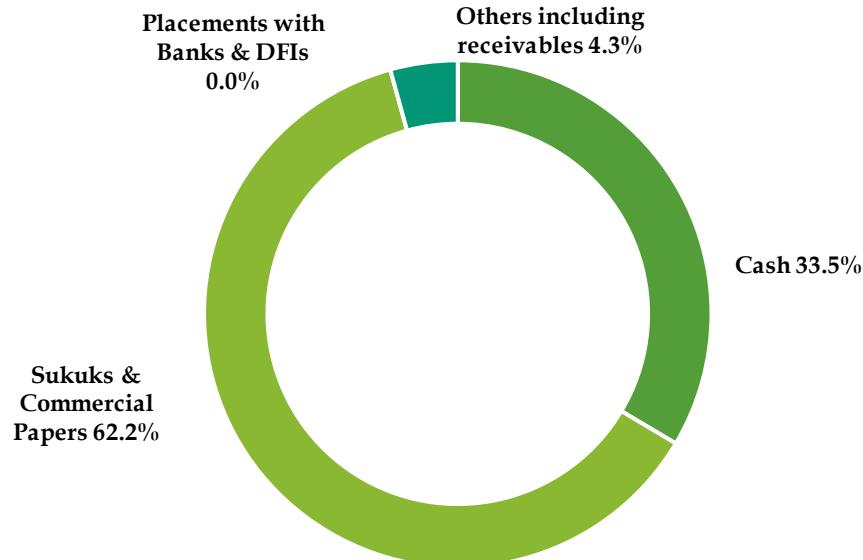
**PAK-QATAR INCOME PLAN**

**Asset Allocation**



**PAK-QATAR MONTHLY INCOME PLAN**

**Asset Allocation**



## **Report of the Shari'ah Advisor – Pak-Qatar Islamic Income Fund**

الحمد لله رب العلمين والصلوة والسلام على سيد الانبياء والمرسلين محمد النبي الامى  
وعلى آله وصحبه اجمعين، وبعد

In the capacity of Shari'ah Advisor, I have prescribed criteria and procedure to be followed in ensuring Shari'ah compliance in every investment of **Pak-Qatar Islamic Income Fund** and I certify that:

- 1) I have reviewed and approved the modes of investments of **Pak-Qatar Islamic Income Fund** in light of the Shari'ah guidelines.
- 2) All the provisions of the fund and investments made on account of **Pak-Qatar Islamic Income Fund** are Shari'ah compliant and in accordance with the defined criteria.
- 3) On the basis of information provided by the management, all the operation of the **Pak-Qatar Islamic Income Fund** for the year ended June 30, 2023 have been in compliance with Shari'ah principles.



---

**Dr. Mufti Muhammad Zubair Usmani**  
Shariah Advisor

**CENTRAL DEPOSITORY COMPANY  
OF PAKISTAN LIMITED**

**Head Office:**

CDC House, 99-B, Block 'B'  
S.M.C.H.S., Main Shahra-e-Faisal  
Karachi - 74400, Pakistan.  
Tel : (92-21) 111-111-500  
Fax: (92-21) 34326021 - 23  
URL: [www.cdcpakistan.com](http://www.cdcpakistan.com)  
Email: [info@cdcpak.com](mailto:info@cdcpak.com)



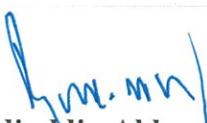
**TRUSTEE REPORT TO THE UNIT HOLDERS**

**PAK-QATAR ISLAMIC INCOME FUND**

**Report of the Trustee pursuant to Regulation 41(h) and clause 8 of Schedule V of  
the Non-Banking Finance Companies and Notified Entities Regulations, 2008**

We Central Depository Company of Pakistan Limited, being the Trustee of Pak-Qatar Islamic Income Fund (the Fund) are of the opinion that Pak-Qatar Asset Management Company Limited being the Management Company of the Fund has in all material respects managed the Fund from October 03, 2022 to June 30, 2023 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, September 28, 2023

## INDEPENDENT AUDITOR'S REPORT

### To The Unit Holders of Pak Qatar Islamic Income Fund

#### Report on the Audit of the Financial Statements

##### Opinion

We have audited the financial statements of **Pak Qatar Islamic Income Fund** (the Fund), which comprise the statement of assets and liabilities as at June 30, 2023, and the income statement, statement of comprehensive income, statement of movement in unit holders' funds and statement of cash flows for the period from October 03, 2022 to June 30, 2023 (the period) and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2023, and of its financial performance and its cash flows for the period then ended in accordance with accounting and reporting standards as applicable in Pakistan.

##### Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund and Pak Qatar Asset Management Company Limited (Management Company) in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) as adopted by the Institute of Chartered Accountants of Pakistan together with the ethical requirements that are relevant to our audit of the financial statements in Pakistan, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

##### Information Other than the Financial Statements and Auditor's Report Thereon

Management Company is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

##### Responsibilities of Management Company and Board of Directors of the Management Company for the Financial Statements

Management Company is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as the Management Company determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management Company is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management Company either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Board of Directors of the Management Company are responsible for overseeing the Fund's financial reporting process.



**Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Management Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management Company.
- Conclude on the appropriateness of Management Company's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with Board of Directors of the Management Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**Report on Other Legal and Regulatory Requirements**

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2008.

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

  
**Chartered Accountants****Place:** Karachi**Date:** August 25, 2023**UDIN:** AR202310057oUzJEEQTI

# **Pak Qatar Islamic Income Fund**

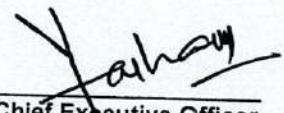
Financial Statements for the  
period from October 03, 2022  
to June 30, 2023

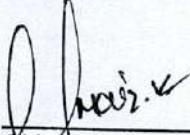
PAK QATAR ISLAMIC INCOME FUND  
STATEMENT OF ASSETS AND LIABILITIES  
AS AT JUNE 30, 2023

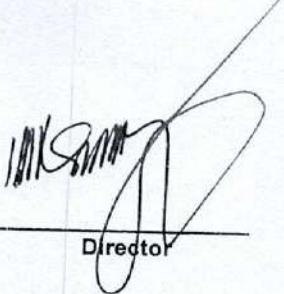
		June 30, 2023			
	Note	Pak Qatar Income Plan	Pak Qatar Monthly Income Plan	Pak Qatar Khalis Bachat Plan	Total
<b>Assets</b>		----- (Rupees) -----			
Bank balances	4	1,283,968,061	92,103,248	90,152,293	1,466,223,602
Investments	5	3,165,976,521	241,102,706	214,452,691	3,621,531,918
Profit receivable	6	138,014,140	11,257,939	9,024,688	158,296,767
Deposits, advances and prepayments	7	667,044	271,164	259,964	1,198,172
Receivable against sale of units		179,625,186	-	495,000	180,120,186
Preliminary expenses and floatation cost	8	237,921	237,921	237,921	713,763
<b>Total assets</b>		<b>4,768,488,873</b>	<b>344,972,978</b>	<b>314,622,557</b>	<b>5,428,084,408</b>
<b>Liabilities</b>					
Payable to Management Company	9	2,486,837	583,030	947,825	4,017,692
Payable to Trustee	10	277,253	23,756	21,042	322,051
Payable to Commission	11	330,288	34,488	34,836	399,612
Accrued expenses and other liabilities	12	1,059,592	143,253	378,979	1,581,824
<b>Total liabilities</b>		<b>4,153,970</b>	<b>784,527</b>	<b>1,382,682</b>	<b>6,321,179</b>
<b>Net assets</b>		<b>4,764,334,903</b>	<b>344,188,451</b>	<b>313,239,875</b>	<b>5,421,763,229</b>
<b>UNIT HOLDERS' FUND (as per Statement of movements in Unit holders' fund)</b>		<b>4,764,334,903</b>	<b>344,188,451</b>	<b>313,239,875</b>	
----- (Number of units) -----					
<b>Number of units in issue</b>		<b>47,566,347</b>	<b>3,436,468</b>	<b>3,127,590</b>	
----- (Rupees) -----					
<b>Net assets value per unit</b>		<b>100.1619</b>	<b>100.1576</b>	<b>100.1538</b>	
<b>Contingencies and commitments</b>	13				

The annexed notes from 1 to 29 form an integral part of these financial statements.

For Pak Qatar Asset Management Company Limited  
(Management Company)

  
Chief Executive Officer

  
Chief Financial Officer

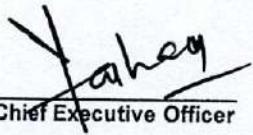
  
Director

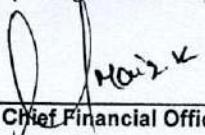
PAK QATAR ISLAMIC INCOME FUND  
INCOME STATEMENT  
FOR THE PERIOD FROM OCTOBER 03, 2022 TO JUNE 30, 2023

	Note	For the period from October 03, 2022 to June 30, 2023			
		Pak Qatar Income Plan	Pak Qatar Monthly Income Plan	Pak Qatar Khalis Bachat Plan	Total
<b>INCOME</b>					
				( Rupees )	
Profit earned	14	302,121,591	31,267,550	31,555,550	364,944,691
Gain / (loss) on disposals of debt securities		475,100	(37,978)	(43,222)	393,900
Net unrealised appreciation on re-measurement of investments classified as 'at fair value through profit or loss'	5.4	10,216,997	447,356	176,880	10,841,233
<b>Total income</b>		<b>312,813,688</b>	<b>31,676,928</b>	<b>31,689,208</b>	<b>376,179,824</b>
<b>EXPENSES</b>					
Remuneration of Management Company	9.1	8,629,962	941,036	1,810,508	11,381,506
Sindh Sales tax on Management Company remuneration	9.2	1,121,895	122,335	235,366	1,479,596
Remuneration of trustee	10.1	1,238,576	129,331	130,635	1,498,542
Sindh sales tax on trustee remuneration	10.2	161,015	16,813	16,983	194,811
Annual fee of commission	11.1	330,287	34,488	34,836	399,611
Auditor's remuneration	15	99,440	99,440	99,440	298,320
Transaction charges		1,095,929	62,299	54,083	1,212,311
Legal and professional charges		50,001	50,001	100,000	200,002
Fund rating fee		26,578	26,578	26,578	79,734
Amortisation of preliminary expenses and floatation costs	8	41,310	41,310	41,310	123,930
Amortisation of premium on Sukuk certificates		780,271	47,007	57,583	884,861
Amortisation of premium on GoP Ijarah		6,766	1,838	438	9,042
Selling and marketing expense		-	783,374	802,195	1,585,569
Allocated expenses		1,720,266	242,148	243,903	2,206,317
Shariah advisory fee		133,333	133,333	133,333	399,999
Bank charges		1,255	996	1,368	3,619
<b>Total expenses</b>		<b>15,436,884</b>	<b>2,732,327</b>	<b>3,788,559</b>	<b>21,957,770</b>
<b>Net income for the period before taxation</b>		<b>297,376,804</b>	<b>28,944,601</b>	<b>27,900,649</b>	<b>354,222,054</b>
Taxation	17	-	-	-	-
<b>Net income for the period after taxation</b>		<b>297,376,804</b>	<b>28,944,601</b>	<b>27,900,649</b>	<b>354,222,054</b>
<b>Allocation of net income for the period</b>					
Net income for the period after taxation		297,376,804	28,944,601	27,900,649	354,222,054
Income already paid on units redeemed		(274,952,875)	(25,695,533)	(26,135,357)	(326,783,765)
		<b>22,423,929</b>	<b>3,249,068</b>	<b>1,765,292</b>	<b>27,438,289</b>
<b>Accounting income available for distribution</b>					
Relating to capital gains		10,692,097	409,378	133,658	11,235,133
Excluding capital gains		11,731,832	2,839,690	1,631,634	16,203,156
		<b>22,423,929</b>	<b>3,249,068</b>	<b>1,765,292</b>	<b>27,438,289</b>

The annexed notes from 1 to 29 form an integral part of these financial statements.

For Pak Qatar Asset Management Company Limited  
(Management Company)

  
Chief Executive Officer

  
Chief Financial Officer

  
Director

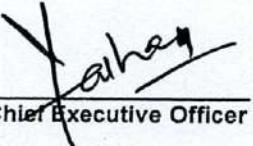
PAK QATAR ISLAMIC INCOME FUND  
 STATEMENT OF COMPREHENSIVE INCOME  
 FOR THE PERIOD FROM OCTOBER 03, 2022 TO JUNE 30, 2023

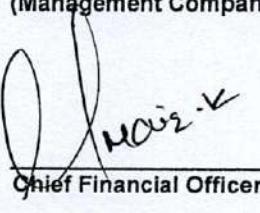
For the period from October 03, 2022 to June 30, 2023

	Pak Qatar Income Plan	Pak Qatar Monthly Income Plan	Pak Qatar Khalis Bachat Plan	Total
( Rupees )				
Net income for the period after taxation	297,376,804	28,944,601	27,900,649	354,222,054
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>297,376,804</b>	<b>28,944,601</b>	<b>27,900,649</b>	<b>354,222,054</b>

The annexed notes from 1 to 29 form an integral part of these financial statements.

For Pak Qatar Asset Management Company Limited  
 (Management Company)

  
 Chief Executive Officer

  
 Chief Financial Officer

  
 Director

PAK QATAR ISLAMIC INCOME FUND  
 STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND  
 FOR THE PERIOD FROM OCTOBER 03, 2022 TO JUNE 30, 2023

For the period from October 03, 2022 to June 30, 2023

	Pak Qatar Income Plan (PQIP)			Pak Qatar Monthly Income Plan (PQMIP)			Pak Qatar Khalis Bachat Plan (PQKBP)			Total
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	
Rupees										
<b>Net assets at the beginning of the period</b>										
Issuance of units PQIP: 90,697,931, PQMIP: 27,293,251, PQKBP: 8,142,162										
- Capital value	9,069,793,100	-	9,069,793,100	2,729,325,100	-	2,729,325,100	814,216,200	-	814,216,200	12,613,334,400
- Element of income	774,697,557	-	774,697,557	39,377,902	-	39,377,902	60,789,411	-	60,789,411	874,864,870
Total proceeds on issuance of units	9,844,490,657	-	9,844,490,657	2,768,703,002	-	2,768,703,002	875,005,611	-	875,005,611	13,488,199,270
Redemption of Units PQIP : 43,131,584, PQMIP : 23,856,783, PQKBP : 5,014,572										
- Capital value	(4,313,158,400)	-	(4,313,158,400)	(2,385,678,300)	-	(2,385,678,300)	(501,457,200)	-	(501,457,200)	(7,200,293,900)
- Element of income	(256,506,091)	(274,952,875)	(531,458,966)	(11,429,333)	(25,695,533)	(37,124,866)	(29,752,064)	(26,135,357)	(56,887,421)	(624,471,253)
Total payment on redemption of units	(4,569,664,491)	(274,952,875)	(4,844,617,366)	(2,397,107,633)	(25,695,533)	(2,422,803,166)	(531,209,264)	(26,135,357)	(557,344,621)	(7,824,765,153)
Total comprehensive income for the period	-	297,376,804	297,376,804	-	28,944,601	28,944,601	-	27,900,649	27,900,649	354,222,054
Distribution during the period (note 28)	(527,574,284)	(5,340,908)	(532,915,192)	(29,305,009)	(1,350,977)	(30,655,986)	(31,205,437)	(1,116,327)	(32,321,764)	(595,892,942)
	(527,574,284)	292,035,896	(235,538,388)	(29,305,009)	27,593,624	(1,711,385)	(31,205,437)	26,784,322	(4,421,115)	(241,670,888)
<b>Net assets at the end of the period</b>	<b>4,747,251,882</b>	<b>17,083,021</b>	<b>4,764,334,903</b>	<b>342,290,360</b>	<b>1,898,091</b>	<b>344,188,451</b>	<b>312,590,910</b>	<b>648,965</b>	<b>313,239,875</b>	<b>5,421,763,229</b>
Undistributed income brought forward comprising of :										
- Realised income	-	-	-	-	-	-	-	-	-	
- Unrealised income	-	-	-	-	-	-	-	-	-	
Accounting income available for distribution										
- Relating to capital gains	10,692,097			409,378			133,658			
- Excluding capital gains	11,731,832			2,839,690			1,631,634			
	22,423,929			3,249,068			1,765,292			
Distribution during the period (note 28)	(5,340,908)			(1,350,977)			(1,116,327)			
<b>Undistributed income carried forward</b>	<b>17,083,021</b>			<b>1,898,091</b>			<b>648,965</b>			
Undistributed income carried forward comprising of :										
- Realised income	6,866,024			1,450,735			472,085			
- Unrealised gain	10,216,997			447,356			176,880			
	17,083,021			1,898,091			648,965			
<b>Net assets value per unit at end of the period</b>	<b>100.1619</b>			<b>100.1576</b>			<b>100.1538</b>			

The annexed notes from 1 to 29 form an integral part of these financial statements.

For Pak Qatar Asset Management Company Limited  
 (Management Company)

*Malik*  
 Chief Financial Officer

Chief Executive Officer

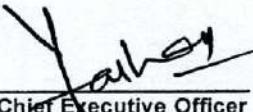
Director

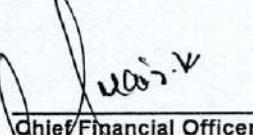
PAK QATAR ISLAMIC INCOME FUND  
STATEMENT OF CASH FLOW  
FOR THE PERIOD FROM OCTOBER 03, 2022 TO JUNE 30, 2023

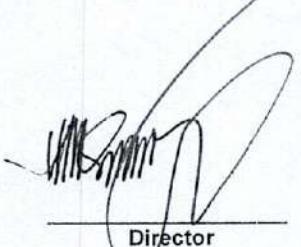
	Note	For the period from October 03, 2022 to June 30, 2023			
		Pak Qatar Income Plan	Pak Qatar Monthly Income Plan	Pak Qatar Khalis Bachat Plan	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
			(Rupees)		
Net income for the period before taxation		297,376,804	28,944,601	27,900,649	354,222,054
<b>Adjustments for non cash and other items:</b>					
Amortisation of preliminary expenses and floatation costs		41,310	41,310	41,310	123,930
(Gain) / loss on disposals of debt securities		(475,100)	37,978	43,222	(393,900)
Net unrealised appreciation on re-measurement of investments classified as 'at fair value through profit or loss'		(10,216,997)	(447,356)	(176,880)	(10,841,233)
		286,726,017	28,576,533	27,808,301	343,110,851
<b>Increase in assets</b>					
Investments - net		(3,080,284,424)	(230,693,328)	(199,319,033)	(3,510,296,785)
Profit and dividend receivable		(138,014,140)	(11,257,939)	(9,024,688)	(158,296,767)
Deposits, advances and prepayments		(667,044)	(271,164)	(259,964)	(1,198,172)
Preliminary expenses and floatation costs		(279,231)	(279,231)	(279,231)	(837,693)
		(3,219,244,839)	(242,501,662)	(208,882,916)	(3,670,629,417)
<b>Increase in liabilities</b>					
Payable to Management Company		2,486,837	583,030	947,825	4,017,692
Payable to Trustee		277,253	23,756	21,042	322,051
Payable to commission		330,288	34,488	34,836	399,612
Accrued expenses and other liabilities		1,059,592	143,253	378,979	1,581,824
		4,153,970	784,527	1,382,682	6,321,179
<b>Net cash used in operating activities</b>		(2,928,364,852)	(213,140,602)	(179,691,933)	(3,321,197,387)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>					
Net receipts from issuance of units		9,664,865,471	2,768,703,002	874,510,611	13,308,079,084
Payment against redemption of Units		(4,844,617,366)	(2,422,803,166)	(557,344,621)	(7,824,765,153)
Dividend distribution		(532,915,192)	(30,655,986)	(32,321,764)	(595,892,942)
<b>Net cash generated from financing activities</b>		4,287,332,913	315,243,850	284,844,226	4,887,420,989
<b>Net increase in cash and cash equivalents</b>		1,358,968,061	102,103,248	105,152,293	1,566,223,602
Cash and cash equivalents at beginning of the period		-	-	-	-
<b>Cash and cash equivalents at end of the period</b>	18	1,358,968,061	102,103,248	105,152,293	1,566,223,602

The annexed notes from 1 to 29 form an integral part of these financial statements.

For Pak Qatar Asset Management Company Limited  
(Management Company)

  
Chief Executive Officer

  
Chief Financial Officer

  
Director

**PAK QATAR ISLAMIC INCOME FUND  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD FROM OCTOBER 03, 2022 TO JUNE 30, 2023**

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

1.1 Pak Qatar Islamic Income Fund (the Fund) is an open-ended Shariah compliant scheme constituted under a Trust Deed entered into on June 28, 2022 between Pak Qatar Asset Management Company Limited (PQAMCL) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Fund was authorised by the Securities and Exchange Commission of Pakistan (the Commission) as a unit trust scheme on July, 07 2022. The initial public offering (IPO) of the Fund was made on Initial Offering Period from September 27, 2022 to October 03, 2022 (both days inclusive), and the Fund commenced operation from October 03, 2022. In accordance with the Trust Deed, the first accounting period of the Fund commenced on the date on which the Fund's property was first transferred to the trustee i.e., period commencing on October 03, 2022 and shall end on June 30, 2023 of the succeeding calendar year.

1.2 The Management Company of the Fund is registered as Non Banking Finance Company (NBFC) under NBFC Rules, 2003 and has obtained the requisite license from the Commission to undertake Asset Management Services. The registered office of the management company is situated at Suite # G-8/9, Business Arcade, Block 6, Pakistan Employees Co-Operative Housing Society (PECHS), Karachi, in the province of Sindh.

1.3 The Fund is an open-ended Shariah Compliant 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.

1.4 According to the Trust Deed, the objective of the Fund is to generate superior, long term, risk-oriented returns in accordance with Shariah Compliant Islamic Income Category. The Fund is categorised as an open end Shariah Compliant (Islamic) Income Scheme in accordance with Circular 7 of 2009, issued by the Commission. Mufti Dr Muhammad Zubair Usmani acts as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.

1.5 These financial statements has been prepared from dates of launch of the fund. i.e from October 03, 2022 to June 30, 2023 (the period), therefore there are no corresponding numbers in these financial statements.

1.6 The Pakistan Credit Rating Agency Limited (PACRA) has maintained rating of Pak Qatar Income Plan (PQIP) and Pak Qatar Monthly Income Plan (PQMIP) as "A+(f)" and for Pak Qatar Khalis Bachat Plan (PQKBP) as "A(f)" as of June 30, 2023.

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

**2. BASIS OF PREPARATION**

**2.1 Statement of compliance**

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

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017, part VIII A 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 requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulation and requirements of the Trust Deed have been followed.



**2.2 New accounting standards, amendments and IFRS interpretations that are effective for the period ended June 30, 2023**

The following standards, amendments and interpretations are effective for the period ended June 30, 2023. These standards, amendments and interpretations are either not relevant to the Company's operations or are not expected to have significant impact on the Company's financial statements other than certain additional disclosures.

- Amendments to IFRS 3 'Business Combinations' - Reference to the conceptual framework
- Amendments to IAS 16 'Property, Plant and Equipment' - Proceeds before intended use
- Amendments to IAS 37 'Provisions, Contingent Liabilities and Contingent Assets' - Onerous Contracts — cost of fulfilling a contract
- Annual Improvements to IFRS Standards 2018-2020 Cycle (related to IFRS 9, IFRS 16 and IAS 41)

**2.3 New accounting standards, amendments and IFRS Interpretations that are not yet effective**

	Effective from Accounting period beginning on or after
- Amendments to IAS 1 'Presentation of Financial Statements' - Disclosure of accounting policies	January 01, 2023
- Amendments to IAS 8 'Accounting Policies, Changes in Accounting Estimates and Errors' - Definition of accounting estimates	January 01, 2023
- Amendments to 'IAS 12 Income Taxes' - deferred tax related to assets and liabilities arising from a single transaction.	January 01, 2023
- Amendments to IAS 12 'Income taxes' - International Tax Reform — Pillar Two Model Rules	January 01, 2023
- Amendments to IAS 1 'Presentation of Financial Statements' - Classification of liabilities as current or non-current	January 01, 2024
- Amendments to IFRS 16 'Leases' -Clarification on how seller-lessee subsequently measures sale and leaseback transactions	January 01, 2024
- Amendments to IAS 7 'Statement of Cash Flows' and 'IFRS 7 'Financial instruments disclosures' - Supplier Finance Arrangements	January 01, 2024
- Amendments to IFRS 10 and 28 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred indefinitely

Other than the aforesaid amendments, IASB has also issued the following standards which have not been adopted locally by the Securities and Exchange Commission of Pakistan:

- IFRS 1 – First Time Adoption of International Financial Reporting Standards
- IFRS 17 – Insurance Contracts

**2.4 Critical accounting estimates and judgements**

The preparation of these financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires the management to make estimates, judgements and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in the application of its accounting policies. The estimates, judgements and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and underlying assumptions are reviewed on an ongoing basis. The areas involving a degree of judgment or complexity, or areas where estimates and assumptions are significant to the financial statements are documented in the following accounting policies, notes and relate primarily to:



The areas involving a degree of judgment or complexity, or areas where estimates and assumptions are significant to the financial statements are as follows:

	<b>Note</b>
- Classification and valuation of financial assets	3.1.1.1
- Impairment of financial assets	3.1.1.4
- Classification and valuation of financial liabilities	3.1.2.1
- Taxation	3.4

The revisions to accounting estimates are recognised in the year in which the estimate is revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years.

## **2.5 Basis of measurement**

These financial statements have been prepared under the historical cost convention, except for investments which are stated at fair value.

## **2.6 Functional and presentation currency**

Items included in these financial statements are measured using the currency of the primary economic environment in which the Fund operates. These financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency. Amounts presented in these financial statements have been round off to the nearest thousand rupees, unless otherwise stated.

# **3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The below mentioned accounting policies have been adopted for the preparation of these financial statements:

## **3.1 Financial instruments**

### **3.1.1 Recognition and initial measurement of financial instruments**

Financial assets and financial liabilities, with the exception of bank balances, are recognised in the Fund's statement of assets and liabilities when the Fund becomes a party to the contractual provisions of the instrument. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in the income statement. This includes regular way trades: purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place. Bank balances are recognised when funds are transferred to the banks.

#### **3.1.1.1 Classification**

##### **Debt instruments**

A debt instrument is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt instrument is measured at FVOCI only if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.



A debt instrument held for trading purposes or which does not meet the solely payments of principal and interest (SPPI) criterion is classified as measured at FVTPL.

In addition, on initial recognition, the Fund may irrevocably designate a debt instrument that otherwise meets the requirements to be measured at amortised cost or at FVOCI as at FVTPL, if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

#### **Business model assessment**

The Fund's business model is not assessed on an instrument by instrument basis, but at a higher level of aggregated portfolios and is based on observable factors such as: the objectives for the portfolio; how the performance of the business model and the financial assets held within that business model are evaluated and reported to the entity's key management personnel; the risks that affect the performance of the business model (and the financial assets held within that business model) and, in particular, the way those risks are managed etc.

#### **Assessments whether contractual cash flows are solely payments of principal and interest (SPPI)**

As a second step of its classification process the Fund assesses the contractual terms of financial assets to identify whether they pass the SPPI criteria.

'Principal' for the purpose of this test is defined as the fair value of the financial asset at initial recognition and may change over the life of the financial asset (for example, if there are repayments of principal or amortisation of the premium / discount).

The most significant elements of interest within a lending arrangement are typically the consideration for the time value of money and credit risk. To make the SPPI assessment, the Fund applies judgement and considers relevant factors such as the currency in which the financial asset is denominated, and the period for which the interest rate is set.

In contrast, contractual terms that introduce a more than de minimis exposure to risks or volatility in the contractual cash flows that are unrelated to a basic lending arrangement do not give rise to contractual cash flows that are solely payments of principal and interest on the amount outstanding. In such cases, the financial asset is required to be measured at FVTPL.

#### **3.1.1.2 Subsequent Measurement**

##### **Debt investments at FVTPL**

These assets are subsequently measured at fair value. Profit calculated using the effective interest method, foreign exchange gains and losses and impairment are recognised in the income statement.

##### **Debt instruments at amortised cost**

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Profit, foreign exchange gains and losses and impairment are recognised in the income statement.

#### **3.1.1.3 Derecognition**

A financial asset (or, where applicable, a part of a financial asset or a part of a group of similar financial assets) is derecognised where the rights to receive cash flows from the asset have expired, or the Fund has transferred its rights to receive cash flows from the asset, or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass-through arrangement and the Fund has:

- (a) Transferred substantially all of the risks and rewards of the asset; or
- (b) Neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

*[Signature]*

When the Fund has transferred its right to receive cash flows from an asset (or has entered into a pass-through arrangement), and has neither transferred nor retained substantially all of the risks and rewards of the asset nor transferred control of the asset, the asset is recognised to the extent of the Fund's continuing involvement in the asset. In that case, the fund also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the fund has retained. The Fund derecognises a financial liability when the obligation under the liability is discharged, cancelled or expired.

#### 3.1.1.4 Impairment of financial assets

IFRS 9 requires an expected credit loss model which requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognised.

For financial assets other than debt securities measured at amortised cost, IFRS 9 requires recognition of impairment based on expected credit loss (ECL) model. Under IFRS 9, the Fund is required to measure loss allowance equal to an amount equal to lifetime ECL or 12 months ECL based on credit risk.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Management Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Fund's historical experience and informed credit assessment and including forward-looking information.

However, majority of the assets of the Fund exposed to credit risk pertain to counter parties which have high credit rating or where credit risk has not been increased since initial recognition. Therefore, management believes that the impact of ECL would be very minimal and hence, the same has not been accounted for in these financial statements.

#### 3.1.1.5 Determination of fair value

The fair value of financial assets are determined as follows:

i) **Debt securities (other than Government securities)**

The debt securities are valued on the basis of rates determined by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by SECP for valuation of debt securities vide its Circular No. 33 of 2012 dated 24 October 2012. In the determination of the rates, MUFAP takes into account the holding pattern of these securities and categorises them as traded, thinly traded and non-traded securities. The circular also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non-performing debt securities.

ii) **Debt securities (Government securities)**

The government securities not listed on a stock exchange and traded in the interbank market are valued at the average rates quoted on a widely used electronic quotation system (PKRV rates) which are based on the remaining tenure of the securities.

### 3.1.2 Financial liabilities

#### 3.1.2.1 Classification and measurement of financial liabilities

All financial liabilities are measured subsequently at amortised cost using the effective interest method or at fair value through profit or loss.

Financial liabilities are measured at amortised cost, unless they are required to be measured at fair value through profit or loss (such as instruments held for trading or derivatives) or the Fund has opted to measure them at fair value through profit or loss.

#### 3.1.2.2 Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expire. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the Income statement.

### **3.1.3 Offsetting of financial instruments**

Financial assets and financial liabilities are offset and the net amount is reported in the statement of assets and liabilities if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

### **3.2 Cash and cash equivalents**

Cash and cash equivalents comprise of bank balances and money market placements.

### **3.3 Provisions**

Provisions are recognised when the Fund has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

### **3.4 Taxation**

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 its accounting income for the period, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders.

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

### **3.5 Distribution and appropriations**

Distributions and appropriations are recorded in the period in which these are approved by the Board of Directors of the Management Company. Based on the Mutual Fund Association of Pakistan's (MUFAP) guidelines duly consented by Commission, distribution for the period also include portion of income already paid on units redeemed during the period.

Regulation 63 of NBFC regulations, requires the fund to distribute 90% of net accounting income other than capital gains of the unit holders

Distribution declared after period end / reporting date are considered as non-adjusting events and are recognised in financial statements of the period in which such distributions are declared and are approved by Board of Directors of Management Company.

### **3.6 Issue and redemption of units**

Units issued are recorded at the offer price, determined by the Management Company for the application received during business hours on that day. The offer price represents the Net Asset Value (NAV) per unit as of the close of the business day, plus the allowable sales load and provision of any duties and charges if applicable. The sales load is payable to investment facilitators, distributors and the Management Company.

Units redeemed are recorded at the redemption price applicable to units for which the Management Company receives redemption application during business hours of that day. The redemption price shall be equal to NAV as of the close of the business day, less an amount as the Management Company may consider to be an appropriate provision of duties and charges as processing fee.

Element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the element of income is a transaction of capital nature and the receipt and payment of element of income is taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund is refunded on units in the same proportion as dividend bears to accounting income available for distribution.



### 3.7 Net asset value per unit

The net asset value (NAV) per unit as disclosed in the Statement of Assets and Liabilities is calculated by dividing the net assets of the Fund by the number of units in issue at the year end.

### 3.8 Revenue recognition

- Gain or loss on sale of investment is accounted for in the income statement in the period in which it arises.
- Unrealised gains / (losses) arising on remeasurement of investments are classified as 'fair value through profit or loss' is included in the income statement in the period in which it arises.
- Profit on bank deposits is recognised on time proportionate basis using effective yield method.
- Profit / mark-up on debt and government securities, term finance certificates and sukuk certificates is recognised on a time proportionate basis using effective interest method.

### 3.9 Expenses

All expenses chargeable to the Fund including remuneration of Management Company, Trustee fee, annual fee of the Commission and selling and marketing expense are recognised in the income statement on an accrual basis.

### 3.10 Basis of allocation of expenses to each sub-fund

Remuneration to the Management Company, Trustee fee, annual fee to the commission and selling and marketing expense is allocated to each sub-fund on the basis of the net assets of the sub-fund

Expenses specifically incurred by a sub-fund, such as custody and settlement charges, fees and subscription and bank charges are charged to that sub-fund.

Auditors' remuneration and legal and professional charges are allocated equally among sub-funds.

### 3.11 Earnings per unit

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

	Note	June 30, 2023				
		Pak Qatar Income Plan	Pak Qatar Monthly Income Plan	Pak Qatar Khalis Bachat Plan	Total	
4.	BANK BALANCES			( Rupees )		
	Savings accounts	4.1	1,283,968,061	92,103,248	90,152,293	1,466,223,602

4.1 The rate of return on savings accounts range between 14.5% to 21% per annum.

### 5. INVESTMENTS

		June 30, 2023				
		Pak-Qatar Income Plan	Pak-Qatar Monthly Income Plan	Pak-Qatar Khalis Bachat Plan	Total	
				( Rupees )		
	At fair value through profit or loss					
	- Sukuk certificates	5.1.1 , 5.2.1 & 5.3.1	1,762,138,856	156,105,526	169,499,682	2,087,744,064
	- GoP Ijarah sukuk certificates	5.1.2 , 5.2.2 & 5.3.2	1,328,837,665	74,997,180	29,953,009	1,433,787,854
			3,090,976,521	231,102,706	199,452,691	3,521,531,918
	At amortised cost					
	- Money market placements	5.1.3 , 5.2.3 & 5.3.3	75,000,000	10,000,000	15,000,000	100,000,000
			3,165,976,521	241,102,706	214,452,691	3,621,531,918

5.1 Pak Qatar Income Plan

5.1.1 Sukuk certificates

Name of security	As at October 03, 2022	Purchased during the period	Sold / matured during the period	As at June 30, 2023	Carrying value as at June 30, 2023	Market value as at June 30, 2023	Unrealised appreciation / (diminution) as at June 30, 2023	Market value as a percentage of net assets	Market value as a percentage of total investments
	(Number of certificates)			(Rupees )				(% )	
<b>Sukuk certificates</b>									
Abhi (Pvt) Limited - Short Term Sukuk - I	-	120	-	120	120,000,000	120,000,000	-	2.52	3.79
K-Electric Limited Sukuk - V	-	119,000	26,000	93,000	401,915,771	402,495,333	579,562	8.45	12.71
K-Electric Limited Sukuk - VI	-	300	-	300	30,595,920	30,589,020	(6,900)	0.64	0.97
K-Electric Limited Sukuk - VII	-	350	-	350	35,000,000	35,784,980	784,980	0.75	1.13
K-Electric - Short Term Sukuk - XV	-	57	-	57	57,000,000	57,000,000	-	1.20	1.80
K-Electric - Short Term Sukuk - XVII	-	30	-	30	30,000,000	30,000,000	-	0.63	0.95
Pakistan Energy Sukuk - II	-	21,000	10,000	11,000	55,000,000	55,011,000	11,000	1.15	1.74
Al-Baraka Bank Tier - II	-	245	25	220	220,024,023	220,220,000	195,977	4.62	6.96
Al-Baraka Bank Tier - III	-	110	-	110	108,371,339	108,900,000	528,661	2.29	3.44
TPL Trakker Limited Sukuk - II	-	64	-	64	39,286,113	39,854,611	568,498	0.84	1.26
OBS AGP (Pvt) Limited Sukuk	-	1,156	-	1,156	94,353,205	94,131,962	(221,243)	1.98	2.97
Lucky Electric - Short Term Sukuk - IX	-	140	-	140	140,000,000	140,000,000	-	2.94	4.42
Hub Power Holding Limited	-	1,000	-	1,000	101,254,835	102,630,000	1,375,165	2.15	3.24
The Hub Power Company Limited Sukuk - IV	-	1,350	550	800	40,143,956	40,200,000	56,044	0.84	1.27
Hub Power - Short Term Sukuk - I	-	50	-	50	50,000,000	50,000,000	-	1.05	1.58
Dubai Islamic Bank Limited Sukuk Tier II	-	235	-	235	235,184,428	235,321,950	137,522	4.94	7.43
	<b>-</b>	<b>145,207</b>	<b>36,575</b>	<b>108,632</b>	<b>1,758,129,590</b>	<b>1,762,138,856</b>	<b>4,009,266</b>	<b>36.99</b>	<b>55.66</b>

5.1.1.1 Significant terms and conditions of sukuk certificates held as at June 30, 2023 are as follows:

Particulars	Issue date	Maturity date	Offered rate	Issue rating
Abhi (Pvt) Limited - Short Term Sukuk - I	May 11, 2023	November 13, 2023	6 months KIBOR+2.75%	AA-
K-Electric Limited Sukuk - V	August 03, 2020	August 03, 2027	3 months KIBOR+1.7%	AA+
K-Electric Limited Sukuk - VI	November 23, 2022	November 23, 2029	3 months KIBOR+1.7%	AA+
K-Electric Limited Sukuk - VII	November 01, 2022	November 01, 2029	3 months KIBOR+0.96%	AA+
K-Electric - Short Term Sukuk - XV	March 21, 2023	September 21, 2023	6 months KIBOR+0.50%	AA
K-Electric - Short Term Sukuk - XVII	May 18, 2023	November 18, 2023	6 months KIBOR+0.45%	AA
Pakistan Energy Sukuk - II	May 21, 2020	May 20, 2030	6 months KIBOR+0.1%	AA
Al-Baraka Bank Tier - II	December 22, 2021	December 22, 2031	6 months KIBOR+1.5%	AAA
Al-Baraka Bank Tier - III	December 22, 2021	December 22, 2031	6 months KIBOR+1.5%	A
TPL Trakker Limited Sukuk - II	March 30, 2021	March 30, 2026	3 months KIBOR+3%	A+
OBS AGP (Pvt) Limited Sukuk	July 15, 2021	July 15, 2026	3 months KIBOR+1.55%	A+
Lucky Electric - Short Term Sukuk - IX	April 12, 2023	October 12, 2023	6 months KIBOR+0.30%	AA
Hub Power Holding Limited	November 12, 2020	November 12, 2025	6 months KIBOR+2.5%	AA+
The Hub Power Company Limited Sukuk - IV	March 19, 2020	March 19, 2024	1 year KIBOR+1.9%	AA+
Hub Power - Short Term Sukuk - I	May 18, 2023	November 17, 2023	6 months KIBOR+0.30%	AA
Dubai Islamic Bank Limited Sukuk Tier II	December 02, 2022	December 02, 2032	6 months KIBOR+0.7%	AA-

5.1.2 GOP Ijara Sukuk

Name of security	Rate of return per annum —(%)—	As at October 03, 2022 —(Number of certificates)—	Purchased during the period	Sold / matured during the period	As at June 30, 2023 —(Rupees)—	Carrying value as at June 30, 2023	Market value as at June 30, 2023	Unrealised appreciation / (diminution) as at June 30, 2023	Market value as a percentage of net assets	Market value as a percentage of total investments
GOP Ijara Sukuk	15.7 to 16.8	- 14,023	700	13,323	1,322,629,932	1,328,837,665	6,207,733	27.89	41.97	

5.1.2.1 Significant terms and conditions of GOP ijara sukuk certificates held as at June 30, 2023 are as follows:

Security Symbol	Issue Date	Remaining Days to Maturity
PK01S1704240	April 17, 2023	292
PK01S2205247	May 22, 2023	327
PK05S2406259	June 24, 2023	725
PK05S2704273	April 27, 2023	1397
PK05S2610272	October 26, 2022	1579

5.1.3 Money Market Placement

Counterparty Name	Profit Rate —(%)—	Face Value				Issue Date	Maturity Date	Unrealised appreciation / (diminution) as at June 30, 2023	Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 01, 2022	Purchased during the period	Sold/Maturity during the period	As at 30 June 2023				—(Rupees)—	—(%)—
Zarai Taraqiat Bank Ltd	20.10	- 75,000,000	-	75,000,000	26-Jun-23	7-Jul-23	-	0.02	0.02	

## 5.2 Pak Qatar Monthly Income Plan

### 5.2.1 Sukuk certificates

Name of security	As at October 03, 2022	Purchased during the period	Sold / matured during the period	As at June 30, 2023	Carrying value as at June 30, 2023	Market value as at June 30, 2023	Unrealised appreciation / (diminution) as at June 30, 2023	Market value as a percentage of net assets	Market value as a percentage of total investments
								(%)	(%)
K-Electric - Short Term Sukuk -V	-	4,100	-	4,100	17,673,706	17,744,418	70,712	5.16	7.36
Pakistan Energy Sukuk - II	-	6,000	-	6,000	30,000,000	30,006,000	6,000	8.72	12.45
Al-Baraka Bank (Pakistan) Limited Tier - II	-	35	-	35	35,000,000	35,035,000	35,000	10.18	14.53
TPL Trakker Limited Sukuk - I	-	13	-	13	7,980,410	8,095,828	115,418	2.35	3.36
Pak Electron Limited Sukuk - VI	-	25	25	-	-	-	-	-	-
K-Electric Limited Sukuk - VII	-	100	-	100	10,000,000	10,224,280	224,280	2.97	4.24
Lucky Electric Short Term Sukuk - V	-	15	15	-	-	-	-	-	-
Lucky Electric Short Term Sukuk - IX	-	20	-	20	20,000,000	20,000,000	-	5.81	8.30
K-Electric - Short Term Sukuk - XV	-	5	-	5	5,000,000	5,000,000	-	1.45	2.07
K-Electric - Short Term Sukuk - XVII	-	5	-	5	5,000,000	5,000,000	-	1.45	2.07
Abhi Private Limited - Short Term Sukuk - I	-	15	-	15	15,000,000	15,000,000	-	4.36	6.22
Hub Power - Short Term Sukuk - I	-	10	-	10	10,000,000	10,000,000	-	2.91	4.15
	-	10,343	40	10,303	155,654,116	156,105,526	451,410	45.36	64.75

#### 5.2.1.1 Significant terms and conditions of sukuk certificates held as at June 30, 2023 are as follows:

Particulars	Issue date	Maturity date	Offered rate	Issue rating
K-Electric - Short Term Sukuk -V	August 03, 2020	August 03, 2027	3 months KIBOR+1.7%	AA
Pakistan Energy Sukuk - II	May 21, 2020	May 20, 2030	6 months KIBOR+0.1%	AAA
Al-Baraka Bank (Pakistan) Limited Tier - II	December 22, 2021	December 22, 2031	6 months KIBOR+1.5%	A
TPL Trakker Limited Sukuk - I	March 30, 2021	March 30, 2026	3 months KIBOR+3%	A+
Pak Electron Limited Sukuk - VI	November 15, 2021	February 15, 2023	3 months KIBOR+1.3%	A+
K-Electric Limited Sukuk - VII	November 01, 2022	November 01, 2029	3 months KIBOR+0.96%	AA+
Lucky Electric Short Term Sukuk - V	October 13, 2022	April 13, 2023	6 months KIBOR+1.50%	AA
Lucky Electric Short Term Sukuk - IX	April 12, 2023	October 12, 2023	6 months KIBOR+0.30%	AA
K-Electric - Short Term Sukuk - XV	March 21, 2023	September 21, 2023	6 months KIBOR+0.50%	AA
K-Electric - Short Term Sukuk - XVII	May 18, 2023	November 18, 2023	6 months KIBOR+0.45%	AA
Abhi Private - Short Term Sukuk - I	May 11, 2023	November 13, 2023	6 months KIBOR+2.75%	AA-
Hub Power - Short Term Sukuk - I	May 18, 2023	November 17, 2023	6 months KIBOR+0.30%	AA

### 5.2.2 GOP Ijara Sukuk

Name of security	Rate of return per annum	As at October 03, 2022	Purchased during the period	Sold / matured during the period	As at June 30, 2023	Carrying value as at June 30, 2023	Market value as at June 30, 2023	Unrealised appreciation / (diminution) as at June 30, 2023	Market value as a percentage of net assets	Market value as a percentage of total investments
									(%)	(%)
GOP Ijara Sukuk	15.7	-	750	-	750	75,001,234	74,997,180	(4,054)	21.79	31.11

5.2.2.1 Significant terms and conditions of GOP ijara sukuk certificates held as at June 30, 2023 are as follows:

Security Symbol	Issue Date	Remaining Days to Maturity
PK01S1704240	April 17, 2023	292
PK01S2205247	May 22, 2023	327
PK05S2610272	October 26, 2022	1579

5.2.3 Money Market Placement

Counterparty Name	Profit Rate (%)	Face Value			Issue Date	Maturity Date	Unrealised appreciation / (diminution) as at June 30, 2023	Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 01, 2022	Purchased during the period	Sold/Maturity during the period					
Zarai Taraqiat Bank Ltd	20.10	-	10,000,000	-	10,000,000	26-Jun-23	7-Jul-23	-	0.03 0.04

5.3 Pak-Qatar Khalis Bachat Plan

5.3.1 Sukuk certificates

Name of security	As at October 03, 2022	Purchased during the period	Sold / matured during the period	As at June 30, 2023	Carrying value as at June 30, 2023	Market value as at June 30, 2023	Unrealised appreciation / (diminution) as at June 30, 2023	Market value as a percentage of net assets	Market value as a percentage of total investments
Abhi Private Ltd - Short Term Sukuk - I	-	15	-	15	15,000,000	15,000,000	-	4.79	6.99
Al-Baraka Bank (Pvt) Limited Sukuk - Tier II	-	20	-	20	20,000,000	20,020,000	20,000	6.39	9.34
Al-Baraka Bank (Pvt) Limited Sukuk - Tier III	-	10	-	10	9,811,621	9,900,000	88,379	3.16	4.62
Crescent Steel & Allied Product Limited - Sukuk I	-	300	-	300	25,000,408	24,615,775	(384,633)	7.86	11.48
Hub Power - Short Term Sukuk - I	-	10	-	10	10,000,000	10,000,000	-	3.19	4.66
K-Electric Limited Sukuk - V	-	4,830	-	4,830	20,820,643	20,903,789	83,146	6.67	9.75
K-Electric Limited Sukuk - VII	-	100	-	100	10,000,000	10,224,280	224,280	3.26	4.77
K-Electric Short Term Sukuk - XV	-	5	-	5	5,000,000	5,000,000	-	1.60	2.33
K-Electric Short Term Sukuk - XVII	-	5	-	5	5,000,000	5,000,000	-	1.60	2.33
Lucky Electric - Short Term Sukuk - V	-	5	5	-	-	-	-	-	-
Lucky Electric - Short Term Sukuk - VI	-	10	10	-	-	-	-	-	-
Lucky Electric - Short Term Sukuk - IX	-	17	-	17	17,000,000	17,000,000	-	5.43	7.93
Pak Electron Limited - Sukuk - VI	-	10	10	-	-	-	-	-	-
Pakistan Energy Sukuk - II	-	4,000	-	4,000	20,000,000	20,004,000	4,000	6.39	9.33
TPL Trakker Limited Sukuk - II	-	19	-	19	11,563,150	11,831,838	168,688	3.78	5.52
	-	9,356	25	9,331	169,295,822	169,499,682	203,860	54.12	79.05

5.3.1.1 Significant terms and conditions of sukuk certificates held as at June 30, 2023 are as follows:

Particulars	Issue date	Maturity date	Offered rate	Issue rating
Abhi Private Ltd - Short Term Sukuk - I	May 11, 2023	November 13, 2023	6 months KIBOR+2.75%	AA-
Al-Baraka Bank (Pvt) Limited Sukuk - Tier II	December 22, 2021	December 22, 2031	6 months KIBOR+1.5%	A
Al-Baraka Bank (Pvt) Limited Sukuk - Tier III	December 22, 2021	December 22, 2031	6 months KIBOR+1.5%	A
Crescent Steel & Allied Product Limited - Sukuk I	October 11, 2022	October 11, 2025	6 months KIBOR+2%	A-
Hub Power - Short Term Sukuk - I	May 18, 2023	November 17, 2023	6 months KIBOR+0.30%	AA
K-Electric Limited Sukuk - V	August 03, 2020	August 03, 2027	3 months KIBOR+1.7%	AA+
K-Electric Limited Sukuk - VII	November 01, 2022	November 01, 2029	3 months KIBOR+0.96%	AA+
K-Electric Short Term Sukuk - XV	March 21, 2023	September 21, 2023	6 months KIBOR+0.50%	AA
K-Electric Short Term Sukuk - XVII	May 18, 2023	November 18, 2023	6 months KIBOR+0.45%	AA
Lucky Electric - Short Term Sukuk - V	October 13, 2022	April 13, 2023	6 months KIBOR+1.50%	AA
Lucky Electric - Short Term Sukuk - VI	December 14, 2022	June 14, 2023	6 months KIBOR+1.35%	AA
Lucky Electric - Short Term Sukuk - IX	April 12, 2023	October 12, 2023	6 months KIBOR+0.30%	AA
Pak Electron Limited - Sukuk - VI	November 15, 2021	February 15, 2023	3 months KIBOR+1.3%	A+
Pakistan Energy Sukuk - II	May 21, 2020	May 20, 2030	6 months KIBOR+0.1%	AAA
TPL Trakker Limited Sukuk - II	March 30, 2021	March 30, 2026	3 months KIBOR+3%	A+

5.3.2 GOP Ijara Sukuk

Name of security	Rate of return per annum (%)	As at October 03, 2022 (Number of certificates)	Purchased during the period	Sold / matured during the period	As at June 30, 2023	Carrying value as at June 30, 2023 (Rupees)	Market value as at June 30, 2023	Unrealised appreciation / (diminution) as at June 30, 2023 (Rupees)	Market value as a percentage of net assets (%)	Market value as a percentage of total investments (%)
GOP Ijara Sukuk	15.7	- 200	-	200	29,979,989	29,953,009	(26,980)	9.56	13.97	

5.3.2.1 Significant terms and conditions of GOP ijara sukuk certificates held as at June 30, 2023 are as follows:

Security Symbol	Issue Date	Remaining Days to Maturity
PK01S2205247	May 22, 2023	327
PK05S2610272	October 26, 2022	1579

5.3.3 Money Market Placement

Counterparty Name	Profit Rate (%)	Face Value			Issue Date	Maturity Date	Unrealised appreciation / (diminution) as at June 30, 2023 (Rupees)	Market value as a percentage of net assets (%)	Market value as a percentage of total investments (%)
		As at July 01, 2022	Purchased during the period	Sold/Maturity during the period					
Zarai Taraqiat Bank Ltd	20.10	- 15,000,000	-	15,000,000	26-Jun-23	7-Jul-23	- 0.05	0.05	0.07



Note	June 30, 2023				
	Pak Qatar Income Plan	Pak Qatar Monthly Income Plan	Pak Qatar Khalis Income Plan	Pak Qatar Bachat Plan	Total
	(Rupees)				
5.4 Net unrealised diminution on re-measurement of Investments classified as 'at fair value through profit or loss'					
Market value of investments	3,090,976,520	231,102,706	199,452,692	3,521,531,918	
Carrying value of investments	3,080,759,523	230,655,350	199,275,812	3,510,690,685	
	<u>10,216,997</u>	<u>447,356</u>	<u>176,880</u>	<u>10,841,233</u>	
6. PROFIT RECEIVABLE					
Profit receivable from:					
- Savings accounts	18,485,828	1,726,641	1,540,106	21,752,575	
- GoP Ijarah sukuk certificates	50,026,710	3,056,230	1,040,476	54,123,416	
- Sukuk certificates	69,295,095	6,447,534	6,402,805	82,145,434	
- Money market placements	206,507	27,534	41,301	275,342	
	<u>138,014,140</u>	<u>11,257,939</u>	<u>9,024,688</u>	<u>158,296,767</u>	
7. DEPOSITS, ADVANCES AND PREPAYMENTS					
Deposits with Trustee	100,000	100,000	100,000	300,000	
Advance tax	542,956	147,076	135,875	825,907	
Prepaid rating fee	24,088	24,088	24,089	72,265	
	<u>667,044</u>	<u>271,164</u>	<u>259,964</u>	<u>1,198,172</u>	
8. PRELIMINARY EXPENSES AND FLOATATION COSTS					
Cost	279,231	279,231	279,231	837,693	
Accumulated amortisation					
Opening balance	-	-	-	-	
Amortisation during the period	8.1	41,310	41,310	41,310	123,930
Closing balance		<u>41,310</u>	<u>41,310</u>	<u>41,310</u>	<u>123,930</u>
		<u>237,921</u>	<u>237,921</u>	<u>237,921</u>	<u>713,763</u>
8.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund. These costs are amortised over a period of five years in accordance with the requirements set out in the Trust Deed Clause 15.3 of the Fund and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.					
Note	June 30, 2023				
	Pak Qatar Income Plan	Pak Qatar Monthly Income Plan	Pak Qatar Khalis Income Plan	Pak Qatar Bachat Plan	Total
	(Rupees)				
9. PAYABLE TO MANAGEMENT COMPANY					
Remuneration of the Management Company	9.1	1,635,711	140,153	248,283	2,024,147
Sindh sales tax on the Management fee	9.2	212,642	18,220	32,277	263,139
Other payable to the Management Company		-	-	254,476	254,476
Selling and marketing expenses	9.3	-	84,409	75,727	160,136
Allocated expense payable	9.4	395,973	97,737	94,551	588,261
Preliminary expenses and floatation costs payable	8.1	<u>242,511</u>	<u>242,511</u>	<u>242,511</u>	<u>727,533</u>
		<u>2,486,837</u>	<u>583,030</u>	<u>947,825</u>	<u>4,017,692</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 the management fee as disclosed in the Offering Document subject into the total expense ratio limit. As per Offering Document the management company can charge management fee upto 1%, 1% and 1.5% of average annual net assets on PQIP, PQIMP and PQKBP respectively. The fee is payable monthly in arrears to the Management Company. The Management Company has charged management fee at the following rates:

**- Pak Qatar Income Plan**

From 03 October, 2022 to 27 November, 2022	1% on the average annual net assets of the Fund
From 28 November, 2022 to 30 June, 2023	0.5% on the average annual net assets of the Fund

**- Pak Qatar Monthly Income Plan**

From 03 October, 2022 to 27 November, 2022	1% on the average annual net assets of the Fund
From 28 November, 2022 to 30 June, 2023	0.5% on the average annual net assets of the Fund

**- Pak Qatar Khalis Bachat Plan**

From 03 October, 2022 to 27 November, 2022	1.5% on the average annual net assets of the Fund
From 28 November, 2022 to 30 June, 2023	1% on the average annual net assets of the Fund

9.2 Sindh sales tax on services at the rate of 13% on gross value of management fee is charged under the provisions of Sindh sales tax on Services Act, 2011.

9.3 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds).

The asset management company can charge selling and marketing expenses to the Fund based on its discretion subject to not being higher than actual expenses. The Management Company has charged selling and marketing expenses at following rates:

**- Pak Qatar Income Plan**

From 28 November, 2022 to 30 June, 2023	Nil
---	-----

**- Pak Qatar Monthly Income Plan**

From 28 November, 2022 to 30 June, 2023	0.5% on the average annual net assets of the Fund
---	---

**- Pak Qatar Khalis Bachat Plan**

From 28 November, 2022 to 30 June, 2023	0.5% on the average annual net assets of the Fund
---	---

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 Collective Investment Scheme (CIS). The Management Company has charged allocated expenses at the following rates:

**- Pak Qatar Income Plan**

From 03 October, 2022 to 30 June, 2023	0.10% on the average annual net assets of the Fund
--	--

**- Pak Qatar Monthly Income Plan**

From 03 October, 2022 to 30 June, 2023	0.10% on the average annual net assets of the Fund
--	--

**- Pak Qatar Khalis Bachat Plan**

From 03 October, 2022 to 30 June, 2023	0.10% on the average annual net assets of the Fund
--	--

*[Signature]*

	Note	June 30, 2023			
		Pak Qatar Income Plan	Pak Qatar Monthly Income Plan	Pak Qatar Khalis Bachat Plan	Total
		(Rupees)			
<b>10. PAYABLE TO TRUSTEE</b>					
Trustee fee	10.1	245,357	21,023	18,945	285,325
Sindh sales tax payable on Trustee fee	10.2	31,896	2,733	2,097	36,726
		<b>277,253</b>	<b>23,756</b>	<b>21,042</b>	<b>322,051</b>

10.1 The Trustee is entitled to monthly remuneration for services rendered to the fund at the flat rate of 0.075% per annum of average net assets.

10.2 Sindh sales tax on services has been charged at 13% on gross value of Trustee fee levied through sales tax on Services Act, 2011.

	Note	June 30, 2023			
		Pak Qatar Income Plan	Pak Qatar Monthly Income Plan	Pak Qatar Khalis Bachat Plan	Total
		(Rupees)			
<b>11. PAYABLE TO THE COMMISSION</b>					
Annual fee payable	11.1	330,288	34,488	34,836	399,612

11.1 Under the provision 60(3)(h) of the Non-Banking Finance Companies and Notified Entities Regulation, 2008, all Collective Investment Schemes are required to pay an annual fee, to Commission at an amount equal to 0.02% of the average annual net assets of the scheme, revised as per SRO 685(1)/2019 dated 28th June 2019.

	Note	June 30, 2023			
		Pak Qatar Income Plan	Pak Qatar Monthly Income Plan	Pak Qatar Khalis Bachat Plan	Total
		(Rupees)			
<b>12. ACCRUED AND OTHER LIABILITIES</b>					
Auditor's remuneration payable		63,800	63,800	63,800	191,400
Brokerage fee payable		196,823	1,949	1,408	200,180
Legal and professional charges payable		2,697	34,233	84,231	121,161
Withholding tax payable		796,191	42,766	223,458	1,062,415
Capital gain tax payable		81	505	6,082	6,668
		<b>1,059,592</b>	<b>143,253</b>	<b>378,979</b>	<b>1,581,824</b>

#### 13. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at June 30, 2023.

	Note	For the period from October 03, 2022 to June 30, 2023			
		Pak Qatar Income Plan	Pak Qatar Monthly Income Plan	Pak Qatar Khalis Bachat Plan	Total
		(Rupees)			
<b>14. PROFIT EARNED</b>					
Profit earned on:					
- Savings accounts	4.1	98,407,123	12,152,612	11,167,144	121,726,879
- GoP Ijarah sukuk certificates	5.1.2 , 5.2.2 & 5.3.2	88,885,784	2,639,598	2,145,569	93,670,951
- Income from Sukuk certificates	5.1.1 , 5.2.1 & 5.3.1	114,622,177	16,447,806	18,201,536	149,271,519
- Profit on placement	5.1.3 , 5.2.3 & 5.3.3	206,507	27,534	41,301	275,342
		<b>302,121,591</b>	<b>31,267,550</b>	<b>31,555,550</b>	<b>364,944,691</b>

For the period from October 03, 2022 to June 30, 2023

	Pak Qatar Income Plan	Pak Qatar Monthly Income Plan	Pak Qatar Khalis Bachat Plan	Total
( Rupees )				
15. AUDITOR'S REMUNERATION				
Audit fee	83,704	83,704	83,704	251,112
Out of Pocket	8,370	8,370	8,370	25,110
Sindh sales tax on services	7,366	7,366	7,366	22,098
	99,440	99,440	99,440	298,320

16. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Pak-Qatar Income Plan, Pak-Qatar Monthly Income Plan, Pak-Qatar Khalis Bachat Plan as at June 30, 2023 is 0.69%, 1.17%, 1.61% which includes 0.08%, 0.08%, 0.12% respectively, representing government levies on the Fund such as sales taxes, annual fee to the Commission, etc.

17. TAXATION

As disclosed in note 3.4 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 as mentioned in the said note. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulation, 2008, the Fund is required to distribute 90% of the net accounting income other than unrealised capital gains to the unit holders. Since, the management have distributed the income earned by the Fund during the period to the unit holders in the manner as explained above, accordingly, no provision for taxation has been made in these financial statements. Further, 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.

For the period from October 03, 2022 to June 30, 2023

	Pak Qatar Income Plan	Pak Qatar Monthly Income Plan	Pak Qatar Khalis Bachat Plan	Total
( Rupees )				
18. CASH AND CASH EQUIVALENTS				
	Note			
Savings accounts	4	1,283,968,061	92,103,248	90,152,293
Money market placements	5	75,000,000	10,000,000	15,000,000
		1,358,968,061	102,103,248	105,152,293
				1,566,223,602

19. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons of the Fund include Pak Qatar Asset Management Company (being the Management Company) and its related entities, the Central Depository Company of Pakistan Limited (being the trustee of the Fund), other collective investment schemes, pension fund schemes managed by the Management Company, directors, key management personnel and other associated undertaking and connected persons. Connected persons also include any person beneficially owing directly or indirectly 10% or more units in the issue / net assets of the Fund.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing of affairs of the Fund, other charges, sale and purchase of investments and distribution of payments of investments and distribution payments to connected persons. The transactions with connected persons are in the normal course of the business, at contracted rates and at terms determined in accordance with market rates.

Remuneration to the Management Company and the trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations and notified entities regulations, 2008 and trust deed.

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

✓

For the period from October 03, 2022 to June 30, 2023

19.1 Details of transaction with related parties / connected person during the period are as follows:

**Pak Qatar Asset Management Company Limited (Management Company)**

Remuneration to the Management Company	8,629,962	941,036	1,810,508	11,381,506
Sindh sales tax on Management Remuneration	1,121,895	122,335	235,366	1,479,596
Preliminary expenses and floatation cost	279,231	279,231	279,231	837,693
Preliminary expenses and floatation cost repaid	36,720	36,720	36,720	110,160
Allocated expenses	1,720,266	242,148	243,903	2,206,317

**Central Depository Company of Pakistan Limited (Trustee)**

Trustee remuneration	1,238,576	129,331	130,635	1,498,542
Sindh sales tax on Trustee remuneration	161,015	16,813	16,983	194,811
Security deposit	100,000	100,000	100,000	300,000

19.2 Details of balances with related parties / connected persons at period end are as follows:

**Pak Qatar Asset Management Company Limited (Management Company)**

Remuneration payable to the management company	1,635,711	140,153	248,283	2,024,147
Sindh sales tax on management remuneration	212,642	18,220	32,277	263,139
Other payable to Management Company	-	-	254,476	254,476
Selling and marketing expense	-	84,409	75,727	160,136
Allocated expense payable	395,973	97,737	94,551	588,261
Preliminary expenses and floatation costs payable	242,511	242,511	242,511	727,533
	2,486,837	583,030	947,825	4,017,692

**Central Depository Company of Pakistan Limited (Trustee)**

Remuneration payable	245,357	21,023	18,945	285,325
Sindh sales tax on Trustee remuneration payable	31,896	2,733	2,097	36,726

✓

19.3 Transactions during the period with related parties / connected persons in units of the Fund:

19.3.1 Pak Qatar Income Plan

ASSOCIATED COMPANIES / UNDERTAKINGS:	For the period from October 03, 2022 to June 30, 2023									
	As at July 01, 2022	Issued for cash	Disbtribution reinvested	Redeemed	As at June 30, 2023	As at July 01, 2022	Issued for cash	Bonus	Redeemed	As at June 30, 2023
	(Number of Units)					(Rupees)				
Pak Qatar Individual Family Participant Investment Fund	-	70,055,722	-	32,949,598	37,106,124	-	7,580,890,080	-	3,710,612,386	3,716,619,881
Pak Qatar Investment Account	-	17,445,731	3,285	9,127,844	8,321,172	-	1,914,620,215	328,504	1,016,788,715	833,464,398
Qatar Group (Private) Limited	-	330,000	25,840	-	355,840	-	33,997,114	2,583,988	-	35,641,610
Pak Qatar Individual Family Participant Takaful Fund	-	984,903	107	714,121	270,889	-	107,057,094	10,694	79,035,042	27,132,757
AK Advisors LLP	-	1,500	132	-	1,632	-	150,102	13,165	-	163,464

19.3.2 Pak Qatar Monthly Income Plan

ASSOCIATED COMPANIES / UNDERTAKINGS:	For the period from October 03, 2022 to June 30, 2023									
	As at July 01, 2022	Issued for cash	Bonus	Redeemed	As at June 30, 2023	As at July 01, 2022	Issued for cash	Bonus	Redeemed	As at June 30, 2023
	(Number of Units)					(Rupees)				
Pak Qatar Individual Family Participant Investment Fund	-	12,445,560	1,655	10,578,919	1,868,296	-	1,264,092,259	165,609	1,075,163,114	187,124,043
Pak Qatar Investment Account	-	14,821,213	9,715	13,267,384	1,563,544	-	1,501,951,355	971,620	1,346,584,003	156,600,815

19.3.3 Pak Qatar Khalis Bachat Plan

ASSOCIATED COMPANIES / UNDERTAKINGS:	For the period from October 03, 2022 to June 30, 2023									
	As at July 01, 2022	Issued for cash	Bonus	Redeemed	As at June 30, 2023	As at July 01, 2022	Issued for cash	Bonus	Redeemed	As at June 30, 2023
	(Number of Units)					(Rupees)				
Pak Qatar Individual Family Participant Investment Fund	-	7,717,679	1,361	4,599,939	3,119,101	-	829,411,762	136,065	551,034,796	312,389,818
Directors, Key Management Persons and their close family members	-	18,729	896	4,604	15,021	-	1,954,168	89,573	500,000	1,504,410

## 20. FINANCIAL RISK MANAGEMENT

The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Management Company, the constitutive documents of the Fund and the regulations and directives of the Commission. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, liquidity risk and credit risk arising from the financial instruments it holds.

### 20.1 Market risk

Market risk is the risk that the fair value or the future cash flows of a financial instrument may fluctuate as a result of changes in market prices.

The Management Company manages market risk by monitoring exposure on marketable securities by following the internal risk management policies and investment guidelines approved by the Board and the regulations laid down by the Commission, the NBFC regulations and the NBFC rules.

Market risk comprises of three types of risk: currency risk, profit rate risk and price risk.

#### 20.1.1 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in foreign exchange rates. At present, the Fund is not exposed to currency risk as all the transactions are carried out in Pakistani Rupees.

#### 20.1.2 Profit rate risk

Profit rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market profit rates. As of June 30, 2023, the Fund is exposed to such risk on balances held with banks, sukuks and money market placements. The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits.

As of June 30, details of Fund's profit bearing financial instruments were as follows:

Note	June 30, 2023				Total
	Pak Qatar Income Plan	Pak Qatar Monthly Income Plan	Pak Qatar Khalis Bachat Plan	(Rupees )	
<b>Variable rate instruments (financial asset)</b>					
Balances with banks	4	1,283,968,061	92,103,248	90,152,293	1,466,223,602
Sukuk certificates	5	1,762,138,856	156,105,526	169,499,682	2,087,744,064
GoP Ijarah sukuk certificates	5	1,328,837,665	74,997,180	29,953,009	1,433,787,854
		4,374,944,582	323,205,954	289,604,984	4,987,755,520
<b>Fixed rate instruments (financial assets)</b>					
Money market placements	5	75,000,000	10,000,000	15,000,000	100,000,000

#### Sensitivity analysis for variable rate instruments

As at June 30, 2023, the Fund holds KIBOR based sukuks certificates, Government Ijara Sukuk and profit based balances with banks which expose the Fund to profit rate risk. In case of 100 basis points increase/decrease in applicable rates on the last repricing date with all other variables held constant, the net income / loss for the year and net assets of the Fund would have been higher/lower by Rs 49.878 million.

Yield rate sensitivity position for on-balance sheet financial instruments is based on the earlier of contractual repricing or maturity date and for off-balance sheet financial instruments is based on settlement date.

a) Pak Qatar Income Plan

Particulars	As at June 30, 2023									
	Effective yield / rate	Exposed to yield risk			Not exposed to yield rate risk					
		Upto three months	More than three months and up to one year	More than one year						
	(%)	(Rupees)								
<b>On-balance sheet financial instruments</b>										
<b>Financial assets</b>										
Bank balances	14.5 - 21	1,283,968,061	-	-	1,283,968,061					
Investments										
- Sukuk certificates	16.3 - 25.9	-	1,762,138,856	-	1,762,138,856					
- GOP Ijarah sukuk certificates	15.7 - 16.8	-	1,328,837,665	-	1,328,837,665					
- Money market placements	20.1	75,000,000	-	-	75,000,000					
Profit receivable		-	-	138,014,140	138,014,140					
Deposits with Turstee		-	-	100,000	100,000					
Receivable against sale of units		-	-	179,625,186	179,625,186					
<b>Sub total</b>		<b>1,358,968,061</b>	-	<b>3,090,976,521</b>	<b>317,739,326</b> <b>4,767,683,908</b>					
<b>Financial liabilities</b>										
Payable to the Management Company		-	-	-	2,486,837					
Payable to the Trustee		-	-	-	277,253					
Accrued expenses and other liabilities		-	-	-	263,320					
<b>Sub total</b>		-	-	-	<b>3,027,410</b> <b>3,027,410</b>					
<b>On-balance sheet gap</b>		<b>1,358,968,061</b>	-	<b>3,090,976,521</b>	<b>314,711,916</b> <b>4,764,656,498</b>					
<b>Total profit rate sensitivity gap</b>		<b>1,358,968,061</b>	-	<b>3,090,976,521</b>	<b>314,711,916</b> <b>4,764,656,498</b>					
<b>Cumulative profit rate sensitivity gap</b>		<b>1,358,968,061</b>	<b>1,358,968,061</b>	<b>4,449,944,582</b>						

b) Pak Qatar Monthly Income Plan

Particulars	As at June 30, 2023									
	Effective yield / rate	Exposed to yield risk			Not exposed to yield rate risk					
		Upto three months	More than three months and up to one year	More than one year						
	(%)	(Rupees)								
<b>On-balance sheet financial instruments</b>										
<b>Financial assets</b>										
Bank balances	14.5 - 21	92,103,248	-	-	92,103,248					
Investments										
- Sukuk certificates	16.3 - 25.9	-	156,105,526	-	156,105,526					
- GOP Ijarah sukuk certificates	15.7	-	74,997,180	-	74,997,180					
- Money market placements	20.1	10,000,000	-	-	10,000,000					
Profit receivable		-	-	11,257,940	11,257,940					
Deposits with Turstee		-	-	100,000	100,000					
Receivable against sale of units		-	-	-	-					
<b>Sub total</b>		<b>102,103,248</b>	-	<b>231,102,706</b>	<b>11,357,940</b> <b>344,563,894</b>					
<b>Financial liabilities</b>										
Payable to the Management Company		-	-	-	583,030					
Payable to the Trustee		-	-	-	23,756					
Accrued expenses and other liabilities		-	-	-	99,982					
<b>Sub total</b>		-	-	-	<b>706,768</b> <b>706,768</b>					
<b>On-balance sheet gap</b>		<b>102,103,248</b>	-	<b>231,102,706</b>	<b>10,651,172</b> <b>343,857,126</b>					
<b>Total profit rate sensitivity gap</b>		<b>102,103,248</b>	-	<b>231,102,706</b>	<b>10,651,172</b> <b>343,857,126</b>					
<b>Cumulative profit rate sensitivity gap</b>		<b>102,103,248</b>	<b>102,103,248</b>	<b>333,205,954</b>						

c) Pak-Qatar Khalis Bachat Plan

Particulars	Effective yield / rate	As at June 30, 2023				
		Exposed to yield risk			Not exposed to yield rate risk	Total
		Upto three months	More than three months and up to one year	More than one year		
	(%)				(Rupees)	
<b>On-balance sheet financial instruments</b>						
<b>Financial assets</b>						
Bank balances	14.5 - 21	90,152,293	-	-	-	90,152,293
Investments						
- Sukuk certificates	16.3 - 25.9	-	-	169,499,682	-	169,499,682
- GOP Ijarah sukuk certificates	15.7	-	-	29,953,009	-	29,953,009
- Money market placements	20.1	15,000,000	-	-	-	15,000,000
Profit receivable		-	-	-	9,024,688	9,024,688
Deposits with Trustee		-	-	-	100,000	100,000
Receivable against sale of units		-	-	-	495,000	495,000
<b>Sub total</b>		<b>105,152,293</b>	-	<b>199,452,691</b>	<b>9,619,688</b>	<b>314,224,672</b>
<b>Financial liabilities</b>						
Payable to the Management Company		-	-	-	947,825	947,825
Payable to the Trustee		-	-	-	21,042	21,042
Accrued expenses and other liabilities		-	-	-	149,439	149,439
<b>Sub total</b>		<b>-</b>	-	-	<b>1,118,306</b>	<b>1,118,306</b>
<b>On-balance sheet gap</b>		<b>105,152,293</b>	-	<b>199,452,691</b>	<b>8,501,382</b>	<b>313,106,366</b>
<b>Total profit rate sensitivity gap</b>		<b>105,152,293</b>	-	<b>199,452,691</b>	<b>8,501,382</b>	<b>313,106,366</b>
<b>Cumulative profit rate sensitivity gap</b>		<b>105,152,293</b>	<b>105,152,293</b>	<b>304,604,984</b>		

#### 20.1.3 Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market prices (other than those arising from profit rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. Since the Fund is not allowed to invest in equity securities, hence it is not exposed to equity price risk.

#### 20.2 Credit risk

Credit risk represents the risk of loss if counterparties fail to perform as contracted. The Fund is exposed to counter party credit risks on investment in sukuk certificates, money market placements, profit receivables, receivables against sale of units, security deposit and balances with banks. The credit risk for Fund is limited because the counterparties are financial institutions with reasonably high credit ratings.

The Fund has adopted a policy of only dealing with creditworthy counterparties as a means of mitigating the risk of financial loss from defaults. This information is supplied by independent rating agencies, where available, and if not available, the Fund uses other publicly available financial information and its own trading records to rate its major customers. The Fund's exposure and the credit ratings of its counterparties are continuously monitored and the aggregate value of transactions concluded is spread amongst approved counterparties.

Credit risk from balances with banks and financial institutions is managed in accordance with the Fund's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. Counterparty credit limits are approved by the Board of Directors of the management company. The limits are set to minimise the concentration of risk and therefore mitigate financial loss through potential counterparty failure.

The Fund's maximum exposure to credit risk is the carrying amounts of following financial assets.

	June 30, 2023			
	Pak Qatar Income Plan	Pak Qatar Monthly Income Plan	Pak Qatar Khalis Bachat Plan	Balance as per statement of assets and liabilities
----- (Rupees) -----				
Bank balances	1,283,968,061	92,103,248	90,152,293	1,466,223,602
Investments	3,165,976,521	241,102,706	214,452,691	3,621,531,918
Profit receivable	138,014,140	11,257,939	9,024,688	158,296,767
Deposits with Trustee	100,000	100,000	100,000	300,000
Receivable against sale of units	179,625,186	-	495,000	180,120,186
	<b>4,767,683,908</b>	<b>344,563,893</b>	<b>314,224,672</b>	<b>5,426,472,473</b>
				3,938,561,202

Difference in the balance as per the statement of assets and liabilities and maximum exposure is due to the fact that investments in Government securities of Rs. 1,434 million including profit receivable on such government securities of Rs. 54.12 million is not exposed to credit risk.

The analysis below summarizes the credit rating quality of the Fund's financial assets as at June 30, 2023.

#### Bank Balances and profit receivable thereon by rating category

Rating	June 30, 2023	
	Rupees	(%)
A	118,985	0.01
AAA	373,591	0.03
A+	697,688,098	46.89
AA	789,795,502	53.08
	<b>1,487,976,176</b>	<b>100</b>

Above ratings are on the basis of available ratings assigned by PACRA and VIS Credit Rating Company Limited (Formerly JCR-VIS Credit Rating Company Limited) as of June 30, 2023.

#### Security deposits

Deposits are placed with trustee. It is expected that all deposits with trustee will be clearly identified as being assets of the Fund, hence management believes that the Fund is not materially exposed to a credit risk with respect to such deposits.

#### Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors similarly affect groups of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. The Fund's portfolio of financial instruments is broadly diversified and transactions are entered into with diverse credit-worthy counterparties thereby mitigating any significant concentration of credit risk.

#### Settlement risk

The Fund's activities may give rise to risk at the time of settlement of transactions. Settlement risk is the risk of loss due to the failure of counter party to honour its obligations to deliver cash, securities or other assets as contractually agreed. Credit risk relating to unsettled transactions in securities is considered to be minimal as the Fund uses brokers with high creditworthiness and the transactions are settled or paid for only upon delivery using central clearing system.

#### 20.3 Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting its obligations arising from its financial liabilities that are settled by delivering cash or other financial assets or that such obligations will have to be settled in a manner disadvantageous to the Funds. Liquidity risk also arises because of the possibility that the Fund could be required to pay its liabilities earlier than expected. The Fund is exposed to cash redemptions of its units on a regular basis. Units are redeemable at the holder's option based on the Fund's applicable redemption price calculated in accordance with the Fund's constitutive documents and guidelines laid down by the Commission.

Units of the Fund are redeemable on demand at the holder's option, however, the Fund does not anticipate significant redemption of units.

The table below analyses the Fund's financial assets and financial liabilities into relevant maturity groupings based on the remaining period at the statement of assets and liabilities date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

a) Pak Qatar Income Plan

June 30, 2023	Within 1 month	Over 1 to 3 months	Over 3 to 12 months	Over 1 to 5 years	More than 5 years	Total
(Rupees)						
<b>Financial assets</b>						
Bank balances	1,283,968,061					1,283,968,061
Investments and profit receivable thereon	79,544,909	96,546,264	668,572,319	1,975,234,391	465,606,950	3,285,504,833
Profit receivable on bank balances	18,485,828	-	-	-	-	18,485,828
Deposits with Trustee	100,000	-	-	-	-	100,000
Receivable against sale of units	179,625,186	-	-	-	-	179,625,186
	1,561,723,984	96,546,264	668,572,319	1,975,234,391	465,606,950	4,767,683,908
<b>Financial liabilities</b>						
Payable to Management Company	2,486,837	-	-	-	-	2,486,837
Payable to Trustee	277,253	-	-	-	-	277,253
Accrued expenses and other liabilities	263,320	-	-	-	-	263,320
	3,027,410	-	-	-	-	3,027,410
<b>Net assets</b>	<b>1,558,696,574</b>	<b>96,546,264</b>	<b>668,572,319</b>	<b>1,975,234,391</b>	<b>465,606,950</b>	<b>4,764,656,498</b>

b) Pak Qatar Monthly Income Plan

June 30, 2023	Within 1 month	Over 1 to 3 months	Over 3 to 12 months	Over 1 to 5 years	More than 5 years	Total
(Rupees)						
<b>Financial assets</b>						
Bank balances	92,103,248	-	-	-	-	92,103,248
Investments and profit receivable thereon	10,000,000	8,937,192	115,631,607	75,834,386	40,230,820	250,634,005
Profit receivable on bank balances	1,726,641	-	-	-	-	1,726,641
Deposits with trustee	100,000	-	-	-	-	100,000
	103,929,889	8,937,192	115,631,607	75,834,386	40,230,820	344,563,894
<b>Financial liabilities</b>						
Payable to Management Company	583,030	-	-	-	-	583,030
Payable to Trustee	23,756	-	-	-	-	23,756
Accrued expenses and other liabilities	99,982	-	-	-	-	99,982
	706,768	-	-	-	-	706,768
<b>Net assets</b>	<b>103,223,121</b>	<b>8,937,192</b>	<b>115,631,607</b>	<b>75,834,386</b>	<b>40,230,820</b>	<b>343,857,126</b>

c) Pak-Qatar Khalis Bachat Plan

June 30, 2023	Within 1 month	Over 1 to 3 months	Over 3 to 12 months	Over 1 to 5 years	More than 5 years	Total
(Rupees)						
<b>Financial assets</b>						
Bank balances	90,152,293	-	-	-	-	90,152,293
Investments and profit receivable thereon	15,066,533	10,880,838	58,544,211	97,317,200	40,128,491	221,937,273
Profit receivable on bank balances	1,540,106	-	-	-	-	1,540,106
Deposits with trustee	100,000	-	-	-	-	100,000
Receivable against sale of units	495,000	-	-	-	-	495,000
	107,353,932	10,880,838	58,544,211	97,317,200	40,128,491	314,224,672
<b>Financial liabilities</b>						
Payable to Management Company	947,825	-	-	-	-	947,825
Payable to Trustee	21,042	-	-	-	-	21,042
Accrued expenses and other liabilities	149,439	-	-	-	-	149,439
	1,118,306	-	-	-	-	1,118,306
<b>Net assets</b>	<b>106,235,626</b>	<b>10,880,838</b>	<b>58,544,211</b>	<b>97,317,200</b>	<b>40,128,491</b>	<b>313,106,366</b>

20.4. FINANCIAL INSTRUMENTS BY CATEGORY

-----As at June 30, 2023-----				
	Amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total
	(Rupees)			
<b>Pak Qatar Income Plan</b>				
<b>Financial Assets</b>				
Bank balances	1,283,968,061	-	-	1,283,968,061
Investments	75,000,000	3,090,976,521	-	3,165,976,521
Profit receivable	138,014,140	-	-	138,014,140
Deposits with Trustee	100,000	-	-	100,000
Receivable against sale of units	<u>179,625,186</u>	-	-	<u>179,625,186</u>
	<b>1,676,707,387</b>	<b>3,090,976,521</b>	-	<b>4,767,683,908</b>
<b>Financial Liabilities</b>				
Payable to Management Company	2,486,837	-	-	2,486,837
Payable to Trustee	277,253	-	-	277,253
Accrued expenses and other liabilities	<u>263,320</u>	-	-	<u>263,320</u>
	<b>3,027,410</b>	-	-	<b>3,027,410</b>
-----As at June 30, 2023-----				
	Amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total
	(Rupees)			
<b>Pak Qatar Monthly Income Plan</b>				
<b>Financial Assets</b>				
Bank balances	92,103,248	-	-	92,103,248
Investments	10,000,000	231,102,707	-	241,102,707
Profit receivable	11,257,939	-	-	11,257,939
Deposits with Trustee	<u>100,000</u>	-	-	<u>100,000</u>
	<b>113,461,187</b>	<b>231,102,707</b>	-	<b>344,563,894</b>
<b>Financial Liabilities</b>				
Payable to Management Company	583,030	-	-	583,030
Payable to Trustee	23,756	-	-	23,756
Accrued expenses and other liabilities	<u>99,982</u>	-	-	<u>99,982</u>
	<b>706,768</b>	-	-	<b>706,768</b>

As at June 30, 2023				
	Amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total
<b>Pak Qatar Khalis Bachat Plan</b>	(Rupees)			
Bank balances	90,152,293	-	-	90,152,293
Investments	15,000,000	199,452,691	-	214,452,691
Profit receivable	9,024,688	-	-	9,024,688
Deposits with Trustee	100,000	-	-	100,000
Receivable against sale of units	495,000	-	-	495,000
	<b>114,771,981</b>	<b>199,452,691</b>	-	<b>314,224,672</b>
<b>Financial Liabilities</b>				
Payable to Management Company	947,825	-	-	947,825
Payable to Trustee	21,042	-	-	21,042
Accrued expenses and other liabilities	149,439	-	-	149,439
	<b>1,118,306</b>	-	-	<b>1,118,306</b>

## 21. 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 close of trading i.e. period end date. The estimated fair value of all other financial assets and financial liabilities is considered not significantly different from book value as these are short term in nature.

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

**Level 1:** quoted prices in active markets for identical assets.

**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 show the carrying amount and fair values of financial assets and financial liabilities including the levels in the fair value hierarchy.

	June 30, 2023							
	Carrying amount			Fair value				
	Fair value through profit or loss	Fair value through other comprehensive income	Amortised cost	Total	Level 1	Level 2	Level 3	Total
(Rupees)								
<b>a) Pak Qatar Income Plan</b>								
<b>Financial assets measured at fair value</b>								
Sukuk certificates	1,762,138,856	-	-	1,762,138,856	-	1,762,138,856	-	1,762,138,856
Government securities - GoP Ijara sukuks	1,328,837,665	-	-	1,328,837,665	-	1,328,837,665	-	1,328,837,665
	<b>3,090,976,521</b>	<b>-</b>	<b>-</b>	<b>3,090,976,521</b>	<b>-</b>	<b>3,090,976,521</b>	<b>-</b>	<b>3,090,976,521</b>
<b>Financial assets not measured at fair value</b>								
Bank balances	-	-	1,283,968,061	1,283,968,061				
Term Deposit Receipts	-	-	75,000,000	75,000,000				
Profit receivable	-	-	138,014,140	138,014,140				
Deposits with Trustee	-	-	100,000	100,000				
Receivable against sale of units	-	-	179,625,186	179,625,186				
	<b>-</b>	<b>-</b>	<b>1,676,707,387</b>	<b>1,676,707,387</b>				
<b>Financial liabilities not measured at fair value</b>								
Payable to Management Company	-	-	2,486,837	2,486,837				
Payable to Trustee	-	-	277,253	277,253				
Accrued expenses and other liabilities	-	-	263,320	263,320				
	<b>-</b>	<b>-</b>	<b>3,027,410</b>	<b>3,027,410</b>				
<b>b) Pak Qatar Monthly Income Plan</b>								
<b>Financial assets measured at fair value</b>								
Sukuk certificates	156,105,526	-	-	156,105,526	-	156,105,526	-	156,105,526
Government securities - GoP Ijara sukuks	74,997,180	-	-	74,997,180	-	74,997,180	-	74,997,180
	<b>231,102,706</b>	<b>-</b>	<b>-</b>	<b>231,102,706</b>	<b>-</b>	<b>231,102,706</b>	<b>-</b>	<b>231,102,706</b>
<b>Financial assets not measured at fair value</b>								
Bank balances	-	-	92,103,248	92,103,248				
Term Deposit Receipts	-	-	10,000,000	10,000,000				
Profit receivable	-	-	11,257,940	11,257,940				
Deposits with Trustee	-	-	100,000	100,000				
	<b>-</b>	<b>-</b>	<b>113,461,188</b>	<b>113,461,188</b>				

June 30, 2023

	Carrying amount				Fair value			
	Fair value through profit or loss	Fair value through other comprehensive income	Amortised cost	Total	Level 1	Level 2	Level 3	Total
	(Rupees)							
<b>Financial liabilities not measured at fair value</b>								
Payable to Management Company	-	-	583,030	583,030				
Payable to Trustee	-	-	23,756	23,756				
Accrued expenses and other liabilities	-	-	99,982	99,982				
	-	-	706,768	706,768				
<b>c) Pak Qatar Khalis Bachat Fund</b>								
<b>Financial assets measured at fair value</b>								
Sukuk certificates	169,499,682	-	-	169,499,682	-	169,499,682	-	169,499,682
Government securities - GoP Ijara sukuks	29,953,009	-	-	29,953,009	-	29,953,009	-	29,953,009
	199,452,691	-	-	199,452,691	-	199,452,691	-	199,452,691
<b>Financial assets not measured at fair value</b>								
Bank balances	-	-	90,152,293	90,152,293				
Term Deposit Receipts	-	-	15,000,000	15,000,000				
Profit receivable	-	-	9,024,688	9,024,688				
Receivable against sale of units	-	-	495,000	495,000				
Deposits with Trustee	-	-	100,000	100,000				
	-	-	114,771,981	114,771,981				
<b>Financial liabilities not measured at fair value</b>								
Payable to Management Company	-	-	947,825	947,825				
Payable to Trustee	-	-	21,042	21,042				
Accrued expenses and other liabilities	-	-	149,439	149,439				
	-	-	1,118,306	1,118,306				

30

**22 UNIT HOLDERS' FUND RISK MANAGEMENT**

The Fund's capital is represented by redeemable units. The Fund is required by the NBFC Regulations, to maintain a minimum fund size of Rs.100 million, to be maintained all the time during the life of the scheme. The units issued by the Fund provides an investor with the right to require redemption for cash at a value proportionate to the unit holder's share in the Fund's net assets at the redemption date.

The Fund's objective in managing the unit holders' fund is to ensure a stable base to maximise returns to all investors and to manage liquidity risk arising from redemption. In accordance with the risk management policies, the Fund endeavors to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption, such liquidity being augmented by disposal of investments.

**23 PARTICULARS OF INVESTMENT COMMITTEE AND FUND MANAGER**

Details of members of the Investment Committee of the Fund are as follows:

Name	Designation	Qualification	Experience in years
Farhan Shaukat	Chief Executive Officer	FCA, PGD in Islamic Finance	24
Meraj Uddin Mazhar	Chief Investment Officer	CFA, FRM, MBA	12
Syed Usman Arshad	Fund Manager	CIMA, ACMA	6
Muhammad Farhan Javaid	Head of Risk and Research	ACMA, CFA Level 1	14

**23.1 Mr. Syed Usman Arshad is a fund manager who also manages following fund:**

- Pak-Qatar Islamic Cash Fund

**24 TOP BROKERS / DEALERS BY PERCENTAGE OF COMMISSION PAID**

June 30,  
2023

----- (%) -----

**a) Pak Qatar Income Plan**

1	Next Capital Limited	84.34
2	Continental Exchange (Pvt.) Limited	11.87
3	Summit Capital (Private) Limited	2.26
4	Alfalalah CLSA Securities (Private) Limited	1.53

**b) Pak Qatar Monthly Income Plan**

1	Next Capital Limited	82.82
2	Continental Exchange (Pvt.) Limited	9.37
3	Summit Capital (Private) Limited	5.36
4	Alfalalah CLSA Securities (Private) Limited	2.45

**c) Pak Qatar Khalis Bachat Plan**

1	Next Capital Limited	93.73
2	Summit Capital (Private) Limited	5.38
3	Continental Exchange (Pvt.) Limited	0.89

25. PATTERN OF UNIT HOLDING

As at June 30, 2023				
	Number of unit holders	Number of units	Investment Amount	Percentage investment
----(Rupees)----				---- (%) ----
<b>a) Pak Qatar Income Plan</b>				
Individual	1	40,777	4,084,295	-
Associated companies	5	47,157,743	4,723,408,367	99
Retirement fund	1	367,827	36,842,241	1
	<b>7</b>	<b>47,566,347</b>	<b>4,764,334,903</b>	<b>100</b>
<b>b) Pak Qatar Monthly Income Plan</b>				
Individual	1	4,628	463,485	-
Associated companies	2	3,431,840	343,724,966	100
	<b>3</b>	<b>3,436,468</b>	<b>344,188,451</b>	<b>100</b>
<b>c) Pak Qatar Khalis Bachat Plan</b>				
Individual	90	364,490	36,505,041	12
Associated companies	1	2,763,100	276,734,834	88
	<b>91</b>	<b>3,127,590</b>	<b>313,239,875</b>	<b>100</b>

26. ATTENDANCE AT MEETINGS OF BOARD OF DIRECTORS

The meeting of Board of Directors were held on September 16, 2022, October 07, 2022, October 28, 2022, February 20, 2023 and April 18, 2023.

S.No.	Name of persons attending the meetings	Designation	Number of Meetings Held	Number of meetings		Meetings Not Attended
				Attendance required	Attended	
(Numbers)						
1	Said Gul	Chairman	5	5	5	-
2	Muhammad Owais Ansari	Director	5	5	5	-
3	Syed Asad Ali Shah Jilani	Director	5	5	5	-
4	Muhammad Kamran Saleem	Director	5	5	5	-
5	Sameera Said	Director	5	5	5	-
6	Farhan Shaukat	Chief Executive Officer	5	5	5	-

27. GENERAL

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

28. DISTRIBUTIONS FOR THE PERIOD

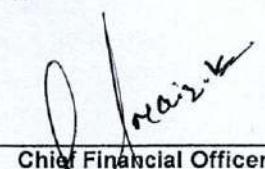
	Pak Qatar Income Plan		Pak Qatar Monthly Income Plan		Pak Qatar Khalis Bachat Plan	
	Date	Per unit	Date	Per unit	Date	Per unit
Distributions for the period	Jun 27, 2023	12.6148	Oct 06, 2022	0.8808	27/06/2023	11.5163
			Nov 28, 2022	0.9711		
			Dec 28, 2023	1.0194		
			Jan 30, 2023	1.3667		
			Feb 24, 2023	0.7080		
			Mar 28, 2023	1.6614		
			Apr 27, 2023	1.3636		
			May 26, 2023	1.7824		
			Jun 27, 2023	2.0110		

29. DATE OF AUTHORISATION FOR ISSUE

These financial statements are approved and authorised for issue on 23 AUG 2023 by the Board of Directors of the Management Company.

For Pak Qatar Asset Management Company Limited  
(Management Company)

  
Chief Executive Officer

  
Chief Financial Officer

  
Director