



# **Pak-Qatar Islamic Income Fund**

## **Financial Statements for the Period Ended December 31, 2022**

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## 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.	
<b>Board of Directors:</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>Audit Committee:</b>	Mr. Syed Asad Ali Shah Jilani Mr. Muhammad Owais Ansari Mr. Muhammad Kamran Saleem	Chairman Member Non-Executive Director
<b>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>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 U Microfinance Bank Limited	
<b>Auditors:</b>	Yousuf Adil Chartered Accountants Cavish Court, KCHSU, Shahrah-e-Faisal Karachi	
<b>Legal Advisor:</b>	AHM & Co 415, Eden Heights, Jail Road, Lahore, Pakistan	
<b>Registrar:</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.	

## **REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY**

The Board of Directors of Pak-Qatar Asset Management Company Limited (PQAMCL), the management company of Pak-Qatar Islamic Income Fund, is pleased to present the Condensed Interim Financial Statements (un-audited) of Pak-Qatar Islamic Income Fund for the period ended December 31, 2022.

### **ECONOMIC REVIEW**

The country continued fiscal and monetary tightening with both Government and central bank curbing demand pressures. Despite the efforts, current account deficit (CAD) for first half financial year 2023 (1H FY23) clocked at USD 3 billion compared to a deficit of USD 9 billion during same period last year. The decline was well supported by central bank policies to manage foreign exchange reserves which had consistently shown a declining trend to hit US\$11 billion in total with central bank's own foreign exchange reserves at USD 6 billion covering only 1.3 months of imports. The rupee also slid by 28% in interbank with PKR:USD setting at 226 by period end while open market spread also widened amid uncertainty under intense IMF program negotiations. The country received around USD 14 billion in workers' remittances to manage its balance of trade deficit. FDI inflow also dried up as 1H FY23 net FDI stood at USD 460 million compared to USD 1 billion same period last year. The effect of floods also impacted the cotton arrival which had declined by 36% whereas cotton imports have not shown significant spike to match the shortfall which raise concerns for textile sector in meeting export target.

Central bank consistent with Government actions continued to ratch up policy rate which rose up to 16% citing inflationary pressures. Central bank quoted food and core inflation to be the prime factors leading towards an extensive monetary tightening. Food inflation was aggravated by combinations of supply side dynamics amid flood and decline in imports. These factors as the central bank envisaged will keep the inflation trajectory upward also impacting GDP growth for FY23 to near negligible levels.

### **MONEY MARKET**

Treasury bill continued to post higher rates as central bank kept notching up the policy rate to 16% by period end, simultaneously secondary market yields kept inching upward trajectory. State Bank's T-bill weighted average yields at period end stood at 16%, 15.98% and 16.05% for three month, six months and one year respectively.

### **FUND PERFORMANCE**

Performance of various plans under the fund is given below;

**i) Pak-Qatar Income Plan's (PQIP)** AUM edged up to PKR 1.76 billion in December 2022, posting a positive return of 12.95% against the benchmark return of 6.09% during the period under review.

**ii) Pak-Qatar Monthly Income Plan's (PQMIP)** AUM edged up to PKR 245.33 million in December 2022, posting a positive return of 13.76% against the benchmark return of 6.09% during the period under review.

iii) **Pak-Qatar Khalis Bachat Plan's (PQKBP)** AUM edged up to PKR 256.24 million in December 2022, posting a positive return of 10.20% against the benchmark return of 6.09% during the period under review.

#### **AUDITORS**

M/s. Yousuf Adil, Chartered Accountants, have been appointed as auditors for year ending June 30, 2023 for Pak-Qatar Islamic Income Fund.

#### **FUND STABILITY RATING**

On December 02, 2022, The Pakistan Credit Rating Agency Limited issued the Fund Stability Rating of "A+" (Single A+) for PQIP & PQMIP and "A" (Single A) for PQKBP, under Pak-Qatar Islamic Income Fund.

#### **ACKNOWLEDGEMENT**

We thank our valued investors for placing their confidence in us. The Board is also thankful to Securities and Exchange Commission of Pakistan, the Trustee (Central Depository Company of Pakistan Limited) for their continued guidance and support. The Directors also appreciate the efforts put in by the management team.

For and on behalf of the Board

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

**Date:** February 20, 2023

**CENTRAL DEPOSITORY COMPANY  
OF PAKISTAN LIMITED**

**Head Office:**

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S.M.C.H.S., Main Shahra-e-Faisal  
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**TRUSTEE REPORT TO THE UNIT HOLDERS**

**PAK-QATAR ISLAMIC INCOME FUND**

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

We Central Depository Company of Pakistan Limited, being the Trustee of 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 December 31, 2022 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; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

  
**Badiuddin Akber**

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi: February 28, 2023



## **AUDITOR'S REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO THE UNIT HOLDERS**

### **Introduction**

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Pak Qatar Islamic Income Fund** (the "Fund") as at December 31, 2022, and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of movement in unit holders' fund and notes to the condensed interim financial information for the period from October 03, 2022 to December 31, 2022 (here-in-after referred to as the 'condensed interim financial information'). The Management Company (**Pak Qatar Asset Management Limited**) is responsible for the preparation and presentation of this condensed interim financial information in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

### **Scope of Review**

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

### **Conclusion**

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

### **Other Matter**

The figure of the condensed interim financial information for the three months period ended December 31, 2022, have not been reviewed, as we are required to review only the cumulative figures for the period from October 03, 2022 to December 31, 2022.

  
Chartered Accountants

**Engagement Partner**  
Hena Sadiq

**Date:** February 27, 2023  
**Place:** Karachi  
**UDIN:** RR202210057IA17jTVQU

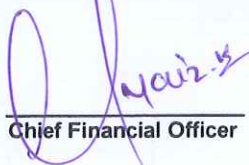
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)  
AS AT DECEMBER 31, 2022

		December 31, 2022			
	Note	Pak-Qatar Income Plan	Pak-Qatar Monthly Income Plan	Pak-Qatar Khalis Bachat Plan	Total
<b>ASSETS</b>					
(Rupees)					
Bank balances	5	697,968,138	79,435,927	78,935,133	856,339,198
Investments	6	1,014,549,417	159,059,131	170,775,438	1,344,383,986
Profit receivable	7	43,697,443	7,159,307	7,007,739	57,864,489
Deposits, prepayments and other receivables	8	2,330,982	300,784	282,889	2,914,655
Preliminary expenses and floatation cost	9	265,614	265,614	265,614	796,842
<b>Total assets</b>		<b>1,758,811,594</b>	<b>246,220,763</b>	<b>257,266,813</b>	<b>2,262,299,170</b>
<b>LIABILITIES</b>					
Payable to Management Company	10	2,150,348	695,733	824,437	3,670,518
Payable to Trustee	11	120,353	18,071	18,376	156,800
Payable to the Commission	12	45,614	7,744	7,496	60,854
Accrued and other liabilities	13	399,326	166,496	173,377	739,199
<b>Total liabilities</b>		<b>2,715,641</b>	<b>888,044</b>	<b>1,023,686</b>	<b>4,627,371</b>
<b>NET ASSETS</b>		<b>1,756,095,953</b>	<b>245,332,719</b>	<b>256,243,127</b>	<b>2,257,671,799</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>1,756,095,953</b>	<b>245,332,719</b>	<b>256,243,127</b>	
<b>CONTINGENCIES AND COMMITMENTS</b>					
14					
(Number of units)					
<b>NUMBER OF UNITS IN ISSUE</b>		<b>17,023,350</b>	<b>2,442,362</b>	<b>2,500,219</b>	
(Rupees)					
<b>NET ASSETS VALUE PER UNIT</b>		<b>103.1581</b>	<b>100.4490</b>	<b>102.4883</b>	

The annexed notes 1 to 23 form an integral part of this condensed interim financial information.

For Pak Qatar Asset Management Company Limited  
(Management Company)

  
Chief Executive Officer

  
Chief Financial Officer

  
Director



CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)  
FOR THE PERIOD ENDED DECEMBER 31, 2022

For the period from October 03, 2022 to December 31, 2022				
Note	Pak-Qatar Income Plan	Pak-Qatar Monthly Income Plan	Pak-Qatar Khalis Bachat Plan	Total
(Rupees)				
<b>INCOME</b>				
Profit earned	15	37,444,463	6,313,312	49,724,730
Loss on disposals of Sukuk certificates		(17,226)	(3,499)	(25,839)
Net unrealised diminution on re-measurement of investments classified as 'at fair value through profit or loss'	6.4	(1,043,910)	(124,599)	(2,247,516)
<b>Total income</b>		<b>36,383,327</b>	<b>6,185,214</b>	<b>47,451,375</b>
<b>EXPENSES</b>				
Remuneration of Management company	10.1	1,513,144	272,426	2,229,096
Sindh Sales tax on remuneration of management company	10.2	196,709	35,415	289,782
Remuneration of trustee	11.1	171,054	29,041	227,882
Sindh sales tax on the remuneration of trustee	11.2	22,351	3,795	30,143
Annual fee	12	45,614	7,744	60,854
Auditor's remuneration	16	32,963	32,963	98,889
Transaction charges		279,894	38,209	356,676
Legal and professional charges		16,482	16,482	65,927
Printing charges		24,722	24,722	74,166
Amortisation of preliminary expenses and floatation costs	9	13,617	13,617	40,851
Amortisation of premium on Sukuk certificates		81,228	8,798	100,629
Selling and marketing expense		767,573	114,789	1,001,066
Back office fee		228,072	38,722	304,276
Shariah advisory fee		43,951	43,951	131,853
<b>Total expenses</b>		<b>3,437,374</b>	<b>680,674</b>	<b>5,012,090</b>
<b>Net income for the period before taxation</b>		<b>32,945,953</b>	<b>5,504,540</b>	<b>42,439,285</b>
Taxation	18	-	-	-
<b>Net income for the period after taxation</b>		<b>32,945,953</b>	<b>5,504,540</b>	<b>42,439,285</b>
<b>Allocation of net income for the period</b>				
Net income for the period after taxation		32,945,953	5,504,540	42,439,285
Income already paid on units redeemed		-	(4,053,379)	(4,053,423)
		<b>32,945,953</b>	<b>1,451,161</b>	<b>38,385,862</b>
<b>Accounting income available for distribution</b>				
Relating to capital gains		-	-	-
Excluding capital gains		32,945,953	1,451,161	38,385,862
		<b>32,945,953</b>	<b>1,451,161</b>	<b>38,385,862</b>

The annexed notes 1 to 23 form an integral part of this condensed interim financial information.

For Pak Qatar Asset Management Company Limited  
(Management Company)

  
Chief Executive Officer

  
Chief Financial Officer

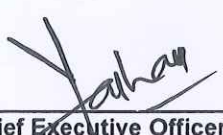
  
Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE PERIOD ENDED DECEMBER 31, 2022

For the period from October 03, 2022 to December 31, 2022				
	Pak-Qatar Income Plan	Pak-Qatar Monthly Income Plan	Pak-Qatar Khalis Bachat Plan	Total
	(Rupees)			
Net income for the period after taxation	32,945,953	5,504,540	3,988,792	42,439,285
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	32,945,953	5,504,540	3,988,792	42,439,285

The annexed notes 1 to 23 form an integral part of this condensed interim financial information.

For Pak Qatar Asset Management Company Limited  
(Management Company)

  
Chief Executive Officer

  
Chief Financial Officer

  
Director



PAK QATAR ISLAMIC INCOME FUND  
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED)  
FOR THE PERIOD ENDED DECEMBER 31, 2022

For the period from October 03, 2022 to December 31, 2022									
Pak-Qatar Income Plan			Pak-Qatar Monthly Income Plan			Pak-Qatar Khalis Bachat Plan			
Capital value	Undistributed Income	Total	Capital value	Undistributed Income	Total	Capital value	Undistributed Income	Total	Total
(Rupees)									
Net assets at the beginning of the period									
Issuance of units PQIP: 17,023,350, PQMIP: 6,308,367, PQKBP: 2,501,849									
- Capital value	1,702,335,000	-	1,702,335,000	630,836,700	-	630,836,700	250,184,900	-	250,184,900
- Element of income	20,815,000	-	20,815,000	5,093,514	-	5,093,514	2,232,434	-	2,232,434
Total proceeds on issuance of units	1,723,150,000	-	1,723,150,000	635,930,214	-	635,930,214	252,417,334	-	252,417,334
Redemption of Units PQIP : nil, PQMIP : 3,866,005, PQKBP : 1,630									
- Capital value	-	-	-	(386,600,500)	-	(386,600,500)	(162,900)	-	(162,900)
- Element of income	-	-	-	(160,592)	(4,053,379)	(4,213,971)	(55)	(44)	(99)
Total payment on redemption of units	-	-	-	(386,761,092)	(4,053,379)	(390,814,471)	(162,955)	(44)	(162,999)
Total comprehensive income for the period	-	32,945,953	32,945,953	-	5,504,540	5,504,540	-	3,988,792	3,988,792
Dividend distribution	-	-	-	(4,142,094)	(1,145,470)	(5,287,564)	-	-	-
Net assets at the end of the period (un-audited)	1,723,150,000	32,945,953	1,756,095,953	245,027,028	305,691	245,332,719	252,254,379	3,988,748	256,243,127
Accounting income available for distribution									
- Relating to capital gains	-	-	-	-	-	-	-	-	-
- Excluding capital gains	32,945,953	-	32,945,953	1,451,161	-	1,451,161	3,988,748	-	3,988,748
Undistributed income carried forward	32,945,953	-	32,945,953	1,451,161	-	1,451,161	3,988,748	-	3,988,748
Dividend distribution	-	-	-	(1,145,470)	-	(1,145,470)	-	-	-
Undistributed income carried forward comprising of :	-	-	-	-	-	-	-	-	-
- Realised income	33,989,863	-	33,989,863	430,290	-	430,290	5,067,755	-	5,067,755
- Unrealised loss	(1,043,910)	-	(1,043,910)	(124,599)	-	(124,599)	(1,079,007)	-	(1,079,007)
Net assets value per unit at end of the period	103.1581	-	103.1581	100.4490	-	100.4490	102.4883	-	102.4883

The annexed notes 1 to 23 form an integral part of this condensed interim financial information.

For Pak Qatar Asset Management Company Limited  
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)  
FOR THE PERIOD ENDED DECEMBER 31, 2022

For the period from October 03, 2022 to December 31, 2022				
Note	Pak-Qatar Income Plan	Pak-Qatar Monthly Income Plan	Pak-Qatar Khalis Bachat Plan	Total
(Rupees)				
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Net income for the period before taxation	32,945,953	5,504,540	3,988,792	42,439,285
<b>Adjustments for non cash and other items:</b>				
Amortisation of preliminary expenses and floatation costs	13,617	13,617	13,617	40,851
Loss on disposals of Sukuk certificates	17,226	3,499	5,114	25,839
Net unrealised diminution on re-measurement of investments classified as 'at fair value through profit or loss'	1,043,910	124,599	1,079,007	2,247,516
	34,020,706	5,646,255	5,086,530	44,753,491
<b>Increase in assets</b>				
Investments - net	(1,015,610,553)	(159,187,229)	(171,859,559)	(1,346,657,341)
Profit and dividend receivable	(43,697,443)	(7,159,307)	(7,007,739)	(57,864,489)
Deposits, prepayments and other receivables	(2,330,982)	(300,784)	(282,889)	(2,914,655)
Preliminary expenses and floatation costs	(279,231)	(279,231)	(279,231)	(837,693)
	(1,061,918,209)	(166,926,551)	(179,429,418)	(1,408,274,178)
<b>Increase in liabilities</b>				
Payable to Management Company	2,150,348	695,733	824,437	3,670,518
Payable to Trustee	120,353	18,071	18,376	156,800
Payable to the Commission	45,614	7,744	7,496	60,854
Accrued and other liabilities	399,326	166,496	173,377	739,199
	2,715,641	888,044	1,023,686	4,627,371
<b>Net cash used in operating activities</b>	<b>(1,025,181,862)</b>	<b>(160,392,252)</b>	<b>(173,319,202)</b>	<b>(1,358,893,316)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Net receipts from issuance of units	1,723,150,000	635,930,214	252,417,334	2,611,497,548
Net payment against redemption of Units	-	(390,814,471)	(162,999)	(390,977,470)
Dividend distribution	-	(5,287,564)	-	(5,287,564)
<b>Net cash generated from financing activities</b>	<b>1,723,150,000</b>	<b>239,828,179</b>	<b>252,254,335</b>	<b>2,215,232,514</b>
<b>Net increase in cash and cash equivalents</b>	<b>697,968,138</b>	<b>79,435,927</b>	<b>78,935,133</b>	<b>856,339,198</b>
Cash and cash equivalents at beginning of the period	-	-	-	-
<b>Cash and cash equivalents at end of the period</b>	<b>697,968,138</b>	<b>79,435,927</b>	<b>78,935,133</b>	<b>856,339,198</b>

The annexed notes 1 to 23 form an integral part of this condensed interim financial information.

For Pak Qatar Asset Management Company Limited  
(Management Company)

  
Chief Executive Officer

  
Chief Financial Officer

  
Director



**PAK QATAR ISLAMIC INCOME FUND**  
**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE PERIOD FROM OCTOBER 03, 2022 TO DECEMBER 31,**  
**2022**

**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 ending on June 30 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 Fund and offers units for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering to the fund.
- 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 The fund has been given stability rating of "A+" by PACRA on December 02, 2022.
- 1.6 This condensed interim financial information has been prepared from dates of launched of the fund. i.e from October 03, 2022 to December 31, 2022 (the period), therefore these are the first set of financial information of the fund, hence there are no corresponding numbers in condensed interim financial information.

**2. BASIS OF PREPARATION**

**2.1 Statement of compliance**

- 2.1.1 This condensed interim financial information has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan comprise of:
- International Accounting Standards (IAS-34), Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act);
  - Provisions of and directives issued under the Act, part VIIIA of the repealed Companies Ordinance 1984; and
  - Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirement of the Trust Deed.

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

- 2.1.2 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that this condensed interim financial information gives true and fair view of the state of the Fund's affairs as at December 31, 2022.

**2.2 Basis of measurement**

This condensed interim financial information is prepared under the historical cost convention except for certain investments that are carried at fair value.



## 2.3 Functional and presentation currency

This condensed interim financial information has been presented in Pakistani Rupees, which is the functional and presentation currency of the Fund and is rounded off to the nearest rupees, unless otherwise specified.

## 3. AMENDMENTS TO ACCOUNTING STANDARDS

### Amendments to accounting standards that are not yet effective

The following amendments to accounting standards are only effective for accounting periods, beginning on or after the date mentioned against each of them. These amendments are either not relevant to the Fund's operations or are not expected to have significant impact on the Fund's financial information other than certain additional disclosures.

	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 IFRS 16 'Leases' - Lease Liability in a Sale and Leaseback	January 01, 2024
Amendments to IAS 1 'Presentation of Financial Statements' - Non-current Liabilities with Covenants	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 standards and amendments, the International Accounting Standards Board (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

## 4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in preparation of this condensed interim financial information are stated below:

### 4.1 Financial instruments

#### 4.1.1 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 condensed interim 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.



**a) Classification**

**Equity instruments**

On initial recognition of an equity investment that is not held for trading, the Fund may irrevocably elect to present subsequent changes in fair value in other comprehensive income. This election is made on an investment-by-investment basis. An equity instrument held for trading purposes or in which fair value through other comprehensive income (FVOCI) election is not taken is classified as measured at fair value through profit and loss (FVTPL). Given the objectives of the

**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.

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## **b) Subsequent Measurement**

### **Debt investments at FVTPL**

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

### **Debt instruments at FVOCI**

FVOCI debt instruments are subsequently measured at fair value with gains and losses arising due to changes in fair value recognised in condensed interim statement of comprehensive income. Interest income and foreign exchange gains and losses are recognised in condensed interim income statement in the same manner as for financial assets measured at amortised cost. On derecognition, cumulative gains or losses previously recognised in other comprehensive income are reclassified from other comprehensive income to condensed interim income statement. The Fund has not used this classification for its investment portfolio.

## **c) 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.

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.

## **d) 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.

However, SECP through its SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 have deferred the applicability of above impairment requirements in relation to debt securities for mutual funds and accordingly, basis defined in Circular No. 33 of 2012 dated, October 24, 2012 have been followed.

## **e) Offsetting of financial assets and liabilities**

Financial assets and financial liabilities are offset and the net amount is reported in the condensed interim 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.

## **f) 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.

**4.2 Cash and cash equivalents**

Cash and cash equivalents include deposits with banks. Cash and cash equivalents are carried in the condensed interim statement of assets and liabilities at cost.

**4.3 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.

**4.4 Taxation**

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income for the period, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders as cash dividend.

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.

The Fund does not account for deferred tax in this condensed interim financial information as the Fund intends to avail the tax exemption in future years by distributing in cash at least 90% of its accounting income for the year as reduced by capital gains, whether realised or unrealised, to its unit holders.

**4.5 Unit holder's Fund**

Unit holders' Fund representing the units issued by the Fund, is carried at the redemption amount representing the investors' right to a residual interest in the Fund's assets.

**4.6 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 the Management Company / Distributors as processing fee.

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.

**4.7 Distribution to unit holders**

Distribution to unit holders is recognised upon declaration and approval by the Chief Executive Officer under power delegated by the Board of Directors of the Management Company.



Distributions declared subsequent to the period end reporting date are considered as non-adjusting events and are recognised in the financial information of the period in which such distributions are declared and approved by the Chief Executive Officer under power delegated Board of Directors of the Management Company.

#### 4.8 Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed

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.

#### 4.9 Net asset value per unit

The net asset value (NAV) per unit as disclosed in the condensed interim 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.

#### 4.10 Revenue recognition

- Unrealised gains / (losses) arising on remeasurement of investments are classified as 'fair value through profit or loss' is included in the condensed interim 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, sukuk certificates and income from Margin Trading System (MTS) is recognised on a time proportionate basis using effective interest method.

#### 4.11 Expenses

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

### 5. BANK BALANCES

Dubai Islamic Bank Pakistan Limited  
U Microfinance Bank Limited

Note	(Un-audited) December 31, 2022			
	Pak-Qatar Income Plan	Pak-Qatar Monthly Income Plan	Pak-Qatar Khalis Bachat Plan	Total
	(Rupees)			
	297,968,138	29,435,927	28,935,133	356,339,198
	400,000,000	50,000,000	50,000,000	500,000,000
5.1	697,968,138	79,435,927	78,935,133	856,339,198

5.1 The rate of return on these accounts range between 15.00% to 16.30% per annum.

### 6. INVESTMENTS

At fair value through profit or loss

- Sukuk certificates
- GoP Ijarah sukuk certificates

Note	(Un-audited) December 31, 2022			
	Pak-Qatar Income Plan	Pak-Qatar Monthly Income Plan	Pak-Qatar Khalis Bachat Plan	Total
	(Rupees)			
	681,117,139	144,129,631	150,869,455	976,116,225
	333,432,278	14,929,500	19,905,983	368,267,761
	1,014,549,417	159,059,131	170,775,438	1,344,383,986

## 6.1 Pak Qatar Income Plan

## 6.1.1 Sukuk certificates

Name of investee company	Rate of return per annum	As at October 03, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation / (diminution) as at December 31, 2022	Market value as a percentage of net assets	Market value as a percentage of total investments
	(%)		(Number of certificates)				(Rupees)		(%)	
Sukuk certificates - listed										
K-Electric Limited - Sukuk-5 (03-08-2020)	17.44	-	31,500	-	31,500	152,016,928	152,076,607	59,679	8.65	14.98
Pakistan Energy Sukuk - ii	15.60	-	10,000	-	10,000	50,000,000	50,000,000	-	2.84	4.92
Engro Polymer & Chemicals LTD. - Sukuk Certificates (freeze)	17.55	-	1,780	1,780	-	-	-	-	-	0.00
2nd Al-Baraka Bank Tier-ii Modaraba Sukuk	16.62	-	170	-	170	170,000,000	170,000,000	-	9.68	16.75
Albaraka Bank (Pakistan) Limited - Tier ii Sukuk - 3	18.53	-	60	-	60	58,803,651	59,239,017	435,366	3.37	5.84
TPL Trakker Limited - Sukuk Certificates - ii	18.33	-	64	-	64	46,445,779	46,453,332	7,553	2.64	4.57
OBS AGP (Private) Limited - Sukuk Certificates	17.27	-	250	-	250	23,890,461	23,789,063	(101,398)	1.35	2.34
Pak Elektron Limited - Sukuk Certificates (6th issue)	17.10	-	110	-	110	109,830,588	109,559,120	(271,468)	6.23	10.79
K-Electric Limited - Sukuk-7 (01-11-2022)	17.47	-	350	-	350	35,000,000	35,000,000	-	1.99	3.44
Lucky Electric Power Company Limited - Sukuk-5	17.09	-	15	-	15	15,000,000	15,000,000	-	0.85	1.47
Lucky Electric Power Company Limited - Sukuk-6	18.30	-	20	-	20	20,000,000	20,000,000	-	1.13	1.97
			44,319	1,780	42,539	680,987,407	681,117,139	129,732		

## 6.1.2 GOP Ijara Sukuk

Name of investee company	Rate of return per annum	As at October 03, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation / (diminution) as at December 31, 2022	Market value as a percentage of net assets	Market value as a percentage of total investments
			(Number of certificates)				(Rupees)		(%)	
GOP Ijara Sukuk	15.7 to 16.8	-	3,350	-	3,350	334,605,920	333,432,278	(1,173,642)	18.99	32.86

## 6.2 Pak Qatar Monthly Income Plan

## 6.2.1 Sukuk certificates - listed

Name of investee company	Rate of return per annum	As at October 03, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation / (diminution) as at December 31, 2022	Market value as a percentage of net assets	Market value as a percentage of total investments
	(%)		(Number of certificates)				(Rupees)		(%)	
K-Electric Limited - sukuk-5 (03-08-2020)	17.55	-	4,100	-	4,100	19,786,642	19,794,098	7,456	8.06	12.44
Pakistan Energy sukuk - ii	15.79	-	6,000	-	6,000	30,000,000	30,000,000	-	12.22	18.86
Al-Baraka Bank tier-ii modaraba sukuk	16.64	-	35	-	35	35,000,000	35,000,000	-	14.26	22
TPL Trakker Limited - sukuk certificates - ii	18.35	-	13	-	13	9,434,373	9,435,733	1,360	3.84	5.93
Pak Elektron Limited - sukuk certificates (6th issue)	17.47	-	25	-	25	24,985,000	24,899,800	(85,200)	10.14	15.65
K-Electric Limited - sukuk-7 (01-11-2022)	17.47	-	100	-	100	10,000,000	10,000,000	-	4.07	6.28
Lucky Electric Power Company Limited - sukuk-5	17.09	-	15	-	15	15,000,000	15,000,000	-	6.11	9.43
			10,288	-	10,288	144,206,015	144,129,631	(76,384)		



## 6.2.2 GOP Ijara Sukuk

Name of investee company	Rate of return per annum	As at October 03, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation / (diminution) as at December 31, 2022	Market value as a percentage of net assets	Market value as a percentage of total investments
	(%)		(Number of certificates)				(Rupees)			(%)
GOP Ijara Sukuk	15.7	-	150	-	150	14,977,715	14,929,500	(48,215)	6.09	9.39

## 6.3 Pak-Qatar Khalis Bachat Plan

## 6.3.1 Sukuk certificates - listed

Name of investee company	Rate of return per annum	As at October 03, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation / (diminution) as at December 31, 2022	Market value as a percentage of net assets	Market value as a percentage of total investments
	(%)		(Number of certificates)				(Rupees)			(%)
K-Electric Limited - sukuk-5 (03-08-2020)	17.55	-	4,830	-	4,830	23,309,824	23,318,413	8,589	9.10	13.65
Pakistan Energy sukuk - ii	15.6	-	4,000	-	4,000	20,000,000	20,000,000	-	7.80	11.71
2nd Al-Baraka Bank tier-ii modaraba sukuk	16.59	-	20	-	20	20,000,000	20,000,000	-	7.80	11.71
Albaraka Bank (Pakistan) Limited - tier ii sukuk - 3	18.53	-	10	-	10	9,800,608	9,873,530	72,922	3.85	5.78
Crescent Steel & Allied product limited - sukuk	17.89	-	300	-	300	30,000,000	28,926,759	(1,073,241)	11.29	16.94
TPL Trakker Limited - sukuk certificates - ii	18.35	-	19	-	19	13,788,699	13,790,833	2,134	5.38	8.07
Pak Elektron Limited - sukuk certificates (6th issue)	17.47	-	10	-	10	9,985,000	9,959,920	(25,080)	3.88	5.83
K-Electric Limited - sukuk-7 (01-11-2022)	17.47	-	100	-	100	10,000,000	10,000,000	-	3.90	5.85
Lucky Electric Power Company Limited - sukuk-5	17.09	-	5	-	5	5,000,000	5,000,000	-	1.95	2.92
Lucky Electric Power Company Limited - sukuk-6	18.3	-	10	-	10	10,000,000	10,000,000	-	3.90	5.85
		-	9,304	-	9,304	151,884,131	150,869,455	(1,014,676)		

## 6.3.2 GOP Ijara Sukuk

Name of investee company	Rate of return per annum	As at October 03, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation / (diminution) as at December 31, 2022	Market value as a percentage of net assets	Market value as a percentage of total investments
	(%)		(Number of certificates)				(Rupees)			(%)
GOP Ijara Sukuk	15.7	-	200	-	200	19,970,314	19,905,983	(64,331)	7.77	11.66



		(Un-audited) December 31, 2022			
	Note	Pak-Qatar Income Plan	Pak-Qatar Monthly Income Plan	Pak-Qatar Khalis Bachat Plan	Total
(Rupees)					
6.4	Net unrealised diminution on re-measurement of investments classified as 'at fair value through profit or loss'				
	Market value of investments	1,014,549,417	159,059,131	170,775,438	1,344,383,986
	Carrying amount of investments	1,015,593,327	159,183,730	171,854,445	1,346,631,502
		(1,043,910)	(124,599)	(1,079,007)	(2,247,516)

7. PROFIT RECEIVABLE

Dubai Islamic Bank Pakistan Limited	15,122,931	2,219,225	2,228,212	19,570,368
U Microfinance Bank Limited	357,260	44,658	44,658	446,576
Profit receivable from GoP Ijarah	7,897,940	432,464	576,618	8,907,022
Profit receivable from Sukuk certificates	20,319,312	4,462,960	4,158,251	28,940,523
	43,697,443	7,159,307	7,007,739	57,864,489

8. DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

Deposits with Trustee	100,000	100,000	100,000	300,000
Prepaid CDS account opening charges	2,825	2,825	2,825	8,475
Advance tax	2,170,904	140,706	122,810	2,434,420
Prepaid rating fee	57,253	57,253	57,254	171,760
	2,330,982	300,784	282,889	2,914,655

9. PRELIMINARY EXPENSES AND FLOATATION COST

Cost	279,231	279,231	279,231	837,693
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Accumulated amortisation

Opening balance	-	-	-	-
Amortisation during the period	(13,617)	(13,617)	(13,617)	(40,851)
Closing balance	(13,617)	(13,617)	(13,617)	(40,851)
	265,614	265,614	265,614	796,842

9.1 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 of the Fund and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

		(Un-audited) December 31, 2022			
	Note	Pak-Qatar Income Plan	Pak-Qatar Monthly Income Plan	Pak-Qatar Khalis Bachat Plan	Total
(Rupees)					
10.	PAYABLE TO MANAGEMENT COMPANY				
	Remuneration of the Management Company	709,373	106,491	216,604	1,032,468
	Sindh sales tax on of the Management fee	92,218	13,844	28,159	134,221
	Other payable to the Management Company	160,078	160,078	160,079	480,235
	Selling and marketing expenses	767,573	114,788	118,704	1,001,065
	Back office fee payable	141,875	21,301	21,660	184,836
	Preliminary expenses and floatation costs payable	279,231	279,231	279,231	837,693
		2,150,348	695,733	824,437	3,670,518

- 10.1 The Management Company has charged management fee at the rate of 0.50%, 0.50%, 1% on average annual net assets. The fee is payable monthly in arrears to the Management Company .
- 10.2 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.
- 10.3 Management Company has allocated expenses at the rate of 0.10% of the average annual net assets of the Fund.

		(Un-audited) December 31, 2022			
	Note	Pak-Qatar Income Plan	Pak-Qatar Monthly Income Plan	Pak-Qatar Khalis Bachat Plan	Total
(Rupees)					
11. PAYABLE TO TRUSTEE					
Trustee fee	11.1	106,406	15,975	16,245	138,626
Sindh sales tax payable on Trustee fee	11.2	13,947	2,096	2,131	18,174
		120,353	18,071	18,376	156,800

- 11.1 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. The remuneration paid to Trustee on monthly basis in arrears Rs. 227,882.
- 11.2 Sindh Sales Tax on services has been charged at 13% on gross value of the Trustee fee levied through Sales Tax on Services Act, 2011 during the period resulting in an amount of Rs. 30,143.

		(Un-audited) December 31, 2022			
	Note	Pak-Qatar Income Plan	Pak-Qatar Monthly Income Plan	Pak-Qatar Khalis Bachat Plan	Total
(Rupees)					
12. PAYABLE TO THE COMMISSION					
Annual fee payable	12.1	45,614	7,744	7,496	60,854

- 12.1 Under the provisions of the Non-Banking Finance Companies and Notified Entities Regulation, 2008, all Collective Investment Schemes are required to pay an annual fee, to the Securities and Exchange Commission of Pakistan, an amount equal to 0.02 percent of the average annual net assets of the scheme.

		(Un-audited) December 31, 2022			
		Pak-Qatar Income Plan	Pak-Qatar Monthly Income Plan	Pak-Qatar Khalis Bachat Plan	Total
(Rupees)					
13. ACCRUED AND OTHER LIABILITIES					
Auditor's remuneration payable		32,963	32,963	32,963	98,889
Brokerage fee payable		279,894	38,208	38,570	356,672
Legal and professional charges payable		16,482	16,482	32,963	65,927
Printing charges payable		24,722	24,722	24,722	74,167
Shariah advisory fee payable		43,951	43,951	43,951	131,853
Withholding tax payable		1,314	10,170	204	11,688
Capital gain tax payable		-	-	4	4
		399,326	166,496	173,377	739,199



#### 14. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2022.

#### 15. PROFIT EARNED

Profit earned on:

- Savings accounts
- GoP Ijarah sukuk certificates
- Income from Sukuk certificates

For the period from October 03, 2022 to December 31, 2022			
Pak-Qatar Income Plan	Pak-Qatar Monthly Income Plan	Pak-Qatar Khalis Bachat Plan	Total
(Rupees)			
18,795,680	3,117,517	2,915,222	24,828,419
2,990,164	161,960	215,946	3,368,070
15,658,619	3,033,835	2,835,787	21,528,241
37,444,463	6,313,312	5,966,955	49,724,730

#### 16. AUDITOR'S REMUNERATION

Audit fee	27,746	27,746	27,746	83,238
Out of Pocket	2,775	2,775	2,775	8,325
Sindh sales tax on services	2,442	2,442	2,442	7,326
	32,963	32,963	32,963	98,889

#### 17. 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 December 31, 2022 (annualised) is 1.10%, 1.28%, 1.74% which includes 0.10%, 0.09%, 0.14% respectively, representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc.

#### 18. TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders by way of cash dividend. 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 in cash. Since, the management intends to distribute the income earned by the Fund during the period to the unit holders in cash in the manner as explained above, accordingly, no provision for taxation has been made in this condensed interim financial information. 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.

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

- 19.1 Connected persons / related parties include the Management Company, the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.
- 19.2 Transactions with connected persons / related parties essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges and distribution payments to connected persons. The transactions with connected persons/ related parties are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.
- 19.3 Remuneration to the Management Company and the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.
- 19.4 Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the NBFC Rules and the Trust Deed.
- 19.5 The details of transactions carried out by the Fund with connected persons / related parties during the period and balances with them as at period end are as follows:

The details of transactions carried out by the Fund with related parties / connected persons and balances with them are as follows:

For the period from October 03, 2022 to December 31, 2022				
	Pak-Qatar Income Plan	Pak-Qatar Monthly Income Plan	Pak-Qatar Khalis Bachat Plan	Total
	(Rupees)			
Transactions during the period				
Pak Qatar Asset Management Company Limited (Management Company)				
Remuneration to the management Company	1,513,144	272,426	443,526	2,229,096
Sindh sales tax on management remuneration	196,709	35,415	57,658	289,782
Amortisation of preliminary expenses and floatation cost	13,617	13,617	13,617	40,851
Back office fee	228,072	38,722	37,482	304,276
Central Depository Company of Pakistan Limited - Trustee				
Trustee remuneration	171,054	29,041	27,787	227,882
Sindh sales tax on Trustee remuneration	22,351	3,795	3,997	30,143
Security deposit	100,000	100,000	100,000	300,000
Pak Qatar Individual Family Participant Investment Fund (Group Company) *				
Issue of PQIP:14,491,657 , PQMIP:1,991,553 , PQKBP:2,477,970	1,465,000,000	201,369,451	250,000,000	1,916,369,451
Dividend Reinvest of PQMIP:19,654 units	-	1,968,794	-	1,968,794
Redemption of PQMIP:101,369,451 units	-	101,369,451	-	101,369,451
Pak Qatar Investment Account (Group Company)				
Issue of PQIP:2,210,165 , PQMIP:4,265,758 units	225,000,000	429,445,020	-	654,445,020
Dividend Reinvestment of PQMIP: 31,422 units	-	3,146,949	-	3,146,949
Redemption of PQMIP:2,865,474 units	-	289,445,020	-	289,445,020
Qatar Group (Private) Limited				
Issue of PQIP:320,029 units	33,000,000	-	-	33,000,000
Directors, Key Management Persons and their close family members				
Issue of PQKBP: 8,138 units	-	-	819,983	819,983
Redemption of PQKBP: 986 units	-	-	100,000	100,000
19.6 Balances as at period end				
With Management Company				
Remuneration payable to the management company	709,373	106,491	216,604	1,032,468
Sindh sales tax on management remuneration	92,218	13,844	28,159	134,221
Other payable to Management Company	160,078	160,078	160,079	480,235
Selling and marketing expense	767,573	114,788	118,704	1,001,065
Back office fee payable	141,875	21,301	21,660	184,836
Preliminary expenses and floatation costs payable	279,231	279,231	279,231	837,693
	2,150,348	695,733	824,437	3,670,518
With Trustee				
Remuneration payable	106,406	15,975	16,245	138,626
Sindh sales tax on Trustee remuneration payable	13,947	2,096	2,131	18,174
Pak Qatar Individual Family Participant Investment Fund (Group Company) *				
Units held in PQIP:14,491,657 PQMIP: 1,010,656, PQKBP: 2,477,970	1,494,931,802	101,519,385	253,962,933	1,850,414,119
Pak Qatar Investment Account (Group Company)				
Units held in PQIP 2,210,165, PQMIP : 1,431,706	227,996,422	143,813,436	-	371,809,858
Qatar Group (Private) Limited				
Units held in PQIP 320,029	33,013,584	-	-	33,013,584
Directors, Key Management Persons and their close family members				
Units held in 7,152	-	-	732,996	732,996



## 20. FINANCIAL INSTRUMENTS BY CATEGORY

## Pak-Qatar Income Plan

(Un-audited)			
As at December 31, 2022			
Amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total
(Rupees)			
<b>Financial Assets</b>			
Bank balances	697,968,138	-	697,968,138
Investments	-	1,014,549,417	1,014,549,417
Profit receivable	43,697,443	-	43,697,443
Advances, deposits, prepayment and other receivables	2,330,982	-	2,330,982
Preliminary expenses and floatation cost	265,614	-	265,614
<b>744,262,177</b>	<b>1,014,549,417</b>	<b>-</b>	<b>1,758,811,594</b>

## Pak-Qatar Monthly Income Plan

(Un-audited)			
As at December 31, 2022			
Amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total
(Rupees)			
Bank balances	79,435,927	-	79,435,927
Investments	-	159,059,131	159,059,131
Profit receivable	7,159,307	-	7,159,307
Advances, deposits, prepayment and other receivables	300,784	-	300,784
Preliminary expenses and floatation cost	265,614	-	265,614
<b>87,161,632</b>	<b>159,059,131</b>	<b>-</b>	<b>246,220,763</b>

## Pak-Qatar Khalis Bachat Plan

(Un-audited)			
As at December 31, 2022			
Amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total
(Rupees)			
Bank balances	78,935,133	-	78,935,133
Investments	-	170,775,438	170,775,438
Profit receivable	7,007,739	-	7,007,739
Advances, deposits, prepayment and other receivables	282,889	-	282,889
Preliminary expenses and floatation cost	265,614	-	265,614
<b>86,491,375</b>	<b>170,775,438</b>	<b>-</b>	<b>257,266,813</b>

## FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arm's length transaction.

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

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

21. Fair value hierarchy

Following hierarchy is used in determining and disclosing the fair value of the following financial instruments by valuation technique:

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

**Level 2:** other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

**Level 3:** techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

The Fund recognises debt securities at fair value which is determined using the rate which are not quoted on PSX (Level 2). Fair value of remaining financial assets is not significantly different from their carrying value.

22 GENERAL

22.1 Figures have been rounded off to the nearest rupees unless otherwise stated.

23. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on 20 FEB 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