

*First Capital Mutual Fund*



**CONDENSED INTERIM  
FINANCIAL INFORMATION**

**FOR THE HALF YEAR AND QUARTER  
ENDED DECEMBER 31, 2015  
(Un-Audited)**

*First Capital Mutual Fund*



**MISSION**

“At First Capital Mutual Fund we would focus on creating the wealth for unit holders, to conduct ourselves with dignity and the highest ethical standards, to contribute as a good corporate citizen to the society and also to provide a good working environment that will surely stimulate talent and reward hard work”.

**VISION**

“To be a leader among Mutual Funds of the country through prudent investments in diversified portfolio for sustained best financial results and continuing achieving maximum yield for the shareholders of First Capital Mutual Fund”.



## FUND'S INFORMATION

### Management Company

First Capital Investments Limited

### Board of Directors of the Management Company

Syed Nadeem Hussain	Chairman/Director	Independent
Shahzad Jawahar	CEO/Director	Executive
Myra Husain Qureshi	Director	Independent
Asif Pervez	Director	Non-Executive

### CFO and Company Secretary of the Management Company

Chief Financial Officer	Syed Asad Abbas Ali Zaidi
Company Secretary	Abdul Sattar

### Audit Committee

Myra Husain Qureshi	Chairman
Syed Nadeem Hussain	Member
Asif Pervez	Member

### HR&R Committee

Syed Nadeem Hussain
Shahzad Jawahar
Myra Husain Qureshi

### Trustee

Central Depository Company  
of Pakistan Limited  
CDC House, 99 -B, S.M.C.H.S  
Main Shahreah -e -Faisal,  
Karachi

### Registrar & Transfer Agent

ITMinds Limited -  
A Subsidiary of CDC  
BPO Services, CDC House -99  
Block-B, SMCHS, Main  
Shahrah-e-Faisal, Karachi -74400  
Tel: 021-111-111-500-1510

### Bankers to the Fund

Habib Metropolitan Bank  
Limited  
NIB Bank Limited

### Auditors of the Fund

KPMG Taseer Hadi & Co.  
Chartered Accountants

### Auditors of the Management Company

Nasir Javaid Maqsood Imran  
Chartered Accountants  
2<sup>nd</sup> Floor, Above the Motor  
Point  
26-A, Queens Road, Lahore

### Legal Advisor of the Fund

Ebrahim Hosain  
156 - 1, Scotch Corner, Upper  
Mall, Lahore

### Head office & Registered Office

2<sup>nd</sup> Floor, Pace Shopping  
Mall, Fortress Stadium,  
Lahore Cantt, Lahore  
Tel: 042-366230005-6-8  
Fax: 042-36623121-22

### Islamabad office

Office No. 221, 2<sup>nd</sup> Floor, ISE  
Tower, Jinnah Avenue,  
Islamabad  
Tel: 051-835603134,  
2894201-4  
Fax: 051-2894206

### Karachi Office

4<sup>th</sup> Floor, Lakson Square  
Building No. 1, Sarwar  
Shaheen Road, Karachi  
Tel: 021-111-226 -226  
Fax: 021-35656710





## DIRECTORS' REVIEW

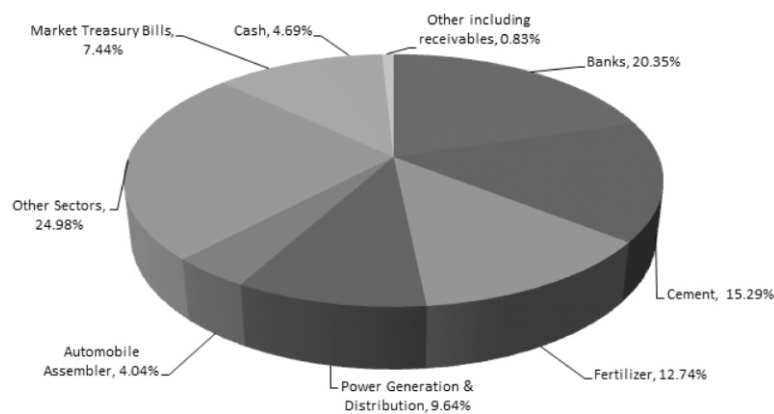
The Board of Directors of First Capital Investments Limited ("FCIL" or "Management Company") is pleased to present the reviewed financial statements of First Capital Mutual Fund ("FCMF" or "the Fund" or "the Scheme") for the half year ended December 31, 2015.

### Fund's Performance

During the period under review, the Fund has reported total comprehensive loss of Rs. 6.72 million as compared to profit of Rs. 31.10 million in the corresponding period last year. The dividend income for the period is Rs. 6.04 million, capital gain on sale of Investments is Rs. 3.71 million as compared to Rs. 7.86 million and Rs. 18.44 million respectively, in the same period last year. During the period under review, the Fund has also reported unrealized diminution on re-measurement of investments at fair value through profit or loss of Rs. 12.58 million as compared to a gain of Rs. 11.90 million in the corresponding period last year. The total expenses of the fund for the period under review are Rs. 4.61 million as compared to Rs. 7.42 million in the same period last year.

The Net Asset Value (NAV) per unit of FCMF has decreased from Rs. 11.97 to Rs. 10.57, thus showing a return of -4.18%, as compared to its Benchmark's (KSE-100 index) return of -4.60%. Thus, the Fund has outperformed its Benchmark by 0.42%. During the period under review the Fund has changed its exposure in various sectors / scrips as per their fundamentals to generate better return for their investors. The Fund has decreased its weight in Oil & Gas sector on the back of internationally depressed oil prices and increased the exposure in Cement and Power Generation & Distribution sectors due to their positive fundamental developments. Going forward, management of the Fund intends to focus on sectors exhibiting positive corporate earning growth and cheap valuations. The Net Assets of FCMF as at December 31, 2015 stood at Rs. 177.686 million as compared to Rs. 264.232 million as at June 30, 2015. During the period under review, the fund size has significantly declined due a pressure of redemptions upon tax measures taken by the Government in last Budget and redemptions of Investments by Mr. Suliaman Ahmed Saeed Al-Hoqani, a foreign investor and his local entity Al-Hoqani Securities & Investment Corporation (Pvt.) Limited.

The asset allocation of the Fund as on 31 December 2015 is as under:



### Equity Market Review

The period under review commenced with positive drives on the back of optimistic monetary conditions, soft



inflation & interest rate outlook and civilize law & order situation, decline in the returns offered by fixed income instruments, significant investment in energy and infrastructure under the China-Pak economic corridor program. The stock market turned downward in the start of August 2015 after KSE-100 index (The Benchmark) crossed the level of 36,000. The Benchmark could not touch that level again on the back of unexpected downward trend of international markets. Decline of significant organized markets, broker liquidity issues, political concerns and declining Oil prices and awful terrorist attacks in Paris had further shaken the investors' confidence to invest in stock market.

### Income Distribution

The Board of Directors of the Management Company has decided no payout for the period ended December 31, 2015, due to loss in the fund.

### Workers' Welfare Fund

The Scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 8,204,866 up to June 30, 2015.

The Finance Act, 2015 has excluded Mutual Funds and Collective Investment Schemes from the definition of 'Industrial establishment' subject to WWF under WWF Ordinance, 1971. However, provision made till 30 June 2015 has not been reversed as in Note 10 lawsuit is pending in the SHC.

If the same were not made the NAV per unit/return of the Scheme would be higher by Rs.0.4879/4.42%. For details investors are advised to read Note 10 of the latest un-audited Financial Statements of the Scheme.

### Declaration by Directors

As required under the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of Asset Management Company state that the financial statements of the fund for the half year ended December 31, 2015 give a true and fair view of the fund.

### Acknowledgment

The Board would like to take this opportunity to thank and appreciate all the unit-holders for their continued support. The board also wishes to place on record its appreciation for the guidance and support extended by the Securities and Exchange Commission of Pakistan and Mutual Funds Association of Pakistan. Finally, the board would like to appreciate the commitment, hard work and co-operation shown by the staff and the Trustee.

For and on behalf of the Board of  
First Capital Investments Limited

Lahore  
February 29, 2016

**Nadeem Hussain**  
Chairman/Director

**Shahzad Jawahar**  
Chief Executive Officer/Director



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

### Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **First Capital Mutual Fund ("the Fund")** as at 31 December 2015 and the related condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of movement in unit holders' fund, condensed interim cash flow statement and notes to the accounts for the six months period then ended (here-in-after referred to as the "condensed interim financial information"). Management Company is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting 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 approved accounting standards as applicable in Pakistan for Interim Financial Reporting.

### Other matters

The figures for the quarter ended 31 December 2015 and 31 December 2014 in the condensed interim financial information have not been reviewed and we do not express a conclusion on them.

Lahore

Date: February 29, 2016

**KPMG Taseer Hadi & Co.**  
Chartered Accountants  
(Kamran Iqbal Yousafi)



## TRUSTEE REPORT TO THE UNIT HOLDERS

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) 34326020 - 23  
URL: www.cdcpakistan.com  
Email: info@cdcpak.com



### TRUSTEE REPORT TO THE UNIT HOLDERS

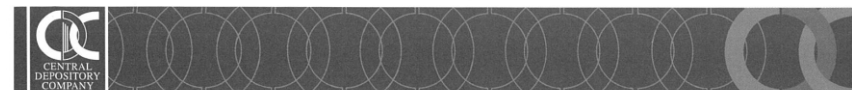
#### FIRST CAPITAL MUTUAL FUND

#### 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 First Capital Mutual Fund (the Fund) are of the opinion that First Capital Investments Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2015 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.

  
**Muhammad Hanif Jakhura**  
Chief Executive Officer  
Central Depository Company of Pakistan Limited  
Karachi: February 25, 2016





**CONDENSED INTERIM STATEMENT OF ASSETS & LIABILITIES (Un-Audited) AS AT DECEMBER 31, 2015**

	Note	(Un-audited) 31 December 2015	(Audited) 30 June 2015
-----Rupees-----			
<b>Assets</b>			
Balances with banks	6	9,366,696	1,547,638
Investments	7	188,879,782	274,010,061
Dividend and profit receivable		322,524	975,955
Receivable against sale of investments		577,000	7,874,333
Advances, deposits, prepayments and other receivables		765,865	633,247
<b>Total assets</b>		<b>199,911,867</b>	<b>285,041,234</b>
<b>Liabilities</b>			
Payable to First Capital Investment Limited - (FCIL) Management Company	8	4,890,556	5,507,090
Payable to Central Depository Company of Pakistan Limited (CDC) - Trustee	9	67,590	57,111
Payable to Securities and Exchange Commission of Pakistan (SECP)		104,565	286,955
Payable against Purchase of Investments		511,500	12,941
Accrued expenses and other liabilities		874,032	722,972
Unclaimed dividend		7,572,931	6,017,088
Provision for Workers' Welfare Fund Payable	10	8,204,866	8,204,866
<b>Total liabilities</b>		<b>22,226,040</b>	<b>20,809,023</b>
<b>Net assets</b>		<b>177,685,827</b>	<b>264,232,211</b>
<b>Unit holders' fund (as per statement attached)</b>		<b>177,685,827</b>	<b>264,232,211</b>
<b>Contingencies and commitments</b>	11		
(Number of units)			
<b>Number of units in issue</b>		<b>16,815,239</b>	<b>22,075,084</b>
-----Rupees-----			
<b>Net asset value per unit</b>		<b>10.57</b>	<b>11.97</b>

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

For First Capital Investments Limited  
(Management Company)

CHIEF EXECUTIVE

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DIRECTOR



**CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2015**

	Note	Half year ended		Quarter year ended	
		31 December 2015	31 December 2014	31 December 2015	31 December 2014
-----Rupees-----					
<b>Income</b>					
Profit on saving accounts with banks		211,114	360,801	159,026	149,723
Dividend income		6,037,510	7,860,205	2,689,815	3,933,087
Income from government securities		448,351	630,437	118,738	422,350
Back end load and other income		-	3,734	-	23
Capital gain / (loss) on sale of investments		3,711,201	18,440,311	229,473	14,842,811
		<b>10,408,176</b>	<b>27,295,488</b>	<b>3,197,052</b>	<b>19,347,994</b>
Net unrealized diminution on re-measurement of investments classified as 'at fair value through profit or loss'		(12,579,156)	11,904,934	1,822,316	11,190,022
<b>Total income</b>		<b>(2,170,980)</b>	<b>39,200,422</b>	<b>5,019,368</b>	<b>30,538,016</b>
<b>Expenses</b>					
Remuneration to FCIL Management Company		(2,201,374)	(4,537,785)	(934,436)	(2,263,507)
Punjab Sales Tax on Management Company's remuneration		(408,575)	(726,046)	(149,510)	(362,161)
Federal Excise Duty on remuneration of Management Company		(352,220)	(726,046)	(173,431)	(362,161)
Remuneration to CDC - Trustee		(351,913)	(353,075)	(175,957)	(176,638)
Sindh Sales Tax on remuneration of trustee	9.1	(49,268)	-	(24,634)	-
Annual fee to SECP		(104,565)	(143,697)	(44,385)	(71,678)
Securities transaction costs		(241,496)	(166,752)	(99,580)	(84,126)
Auditors' remuneration		(674,398)	(498,483)	(195,436)	(230,599)
Annual listing fee		(15,082)	(27,725)	(7,542)	(13,862)
Legal and professional charges		(77,073)	-	-	-
Fund's rating fee		(64,149)	(64,275)	(31,472)	(39,069)
Advertisement expense		(5,250)	-	(5,250)	-
Printing and postage charges		(56,807)	(129,376)	(56,807)	(123,376)
Bank and settlement charges		(4,652)	(46,827)	(4,032)	(30,829)
<b>Total operating expenses</b>		<b>(4,606,822)</b>	<b>(7,420,087)</b>	<b>(1,902,472)</b>	<b>(3,758,006)</b>
<b>Net income from operating activities</b>		<b>(6,777,802)</b>	<b>31,780,335</b>	<b>3,116,896</b>	<b>26,780,010</b>
Element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in the units redeemed - net		54,415	(48,656)	1,564,576	(75,323)
Provision for Workers' Welfare Fund	10	-	(634,634)	-	(534,094)
<b>Net (loss) / income for the period before taxation</b>		<b>(6,723,387)</b>	<b>31,097,045</b>	<b>4,681,472</b>	<b>26,170,593</b>
Taxation	12	-	-	-	-
<b>Net (loss) / income for the period after taxation</b>		<b>(6,723,387)</b>	<b>31,097,045</b>	<b>4,681,472</b>	<b>26,170,593</b>
Other comprehensive income for the period		-	-	-	-
<b>Total comprehensive (loss) / income for the period ended</b>		<b>(6,723,387)</b>	<b>31,097,045</b>	<b>4,681,472</b>	<b>26,170,593</b>
<b>Earnings per unit</b>	13				

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

For First Capital Investments Limited  
(Management Company)

CHIEF EXECUTIVE

10

DIRECTOR



**CONDENSED INTERIM DISTRIBUTION STATEMENT**  
(UN-AUDITED)  
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2015

	Half year ended		Quarter year ended	
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
	-----Rupees-----		-----Rupees-----	
<b>Undistributed income brought forward</b>	<b>49,951,668</b>	27,867,736	<b>38,546,809</b>	32,794,190
Total comprehensive (loss) / income for the period	<b>(6,723,387)</b>	31,097,045	<b>4,681,472</b>	26,170,591
<i>Distributions to the unit holders of the Fund:</i>				
Cash payout against dividend declared for the year ended 30 June 2015 at the rate of Rs. 0.91 per unit on 05 October 2015	<b>(16,864,231)</b>	-	<b>(16,864,231)</b>	-
<b>Undistributed income carried forward</b>	<b>26,364,050</b>	58,964,781	<b>26,364,050</b>	58,964,781

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

For First Capital Investments Limited  
(Management Company)

CHIEF EXECUTIVE

DIRECTOR



**CONDENSED INTERIM CASH FLOW STATEMENT**  
(UN-AUDITED)  
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2015

	Half year ended		Quarter year ended	
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
	-----Rupees-----		-----Rupees-----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Net (loss) / income for the period before taxation	<b>(6,723,387)</b>	31,097,045	<b>4,681,472</b>	26,170,593
<i>Adjustments for non cash and other items</i>				
Element of loss / (income) and capital losses / (gains) included in prices of units issued less units redeemed	<b>(54,415)</b>	48,656	<b>(1,564,576)</b>	75,323
Dividend income	<b>(6,037,510)</b>	(7,860,205)	<b>(2,689,815)</b>	(3,933,087)
Profit on bank deposits	<b>(211,114)</b>	(360,801)	<b>(159,026)</b>	(149,723)
Other income	-	(3,734)	-	(23)
Provision for Workers' Welfare Fund	-	634,634	-	534,094
Unrealized diminution / (appreciation) on re-measurement of investments - at fair value through profit or loss	<b>12,579,156</b>	(11,904,934)	<b>(1,822,316)</b>	(11,190,022)
	<b>6,276,117</b>	(19,446,384)	<b>(6,235,733)</b>	(14,663,438)
	<b>(447,270)</b>	11,650,661	<b>(1,554,261)</b>	11,507,155
<i>Decrease / (increase) in assets:</i>				
Investments - net	<b>72,551,123</b>	36,667,503	<b>38,707,403</b>	2,909,277
Receivable against sale of investments	<b>7,297,333</b>	(5,905,483)	<b>(577,000)</b>	(5,905,483)
Advance, deposit, prepayment and other receivable	<b>(132,618)</b>	(96,827)	<b>(1,489)</b>	486,686
	<b>79,715,838</b>	30,665,193	<b>38,128,914</b>	(2,509,520)
<i>Increase / (decrease) in liabilities:</i>				
Payable to First Capital Investment Limited - Management Company	<b>(616,534)</b>	(1,042,758)	<b>1,261,941</b>	(4,044,968)
Payable to Central Depository Company of Pakistan Limited - Trustee	<b>10,479</b>	1,917	<b>2,181</b>	2,118
Payable to Securities and Exchange Commission of Pakistan	<b>(182,390)</b>	(136,002)	<b>44,385</b>	71,678
Payable against Purchase of Investments	<b>498,559</b>	1,560,469	<b>(2,190,040)</b>	1,560,469
Unclaimed dividend	<b>1,555,843</b>	-	<b>1,555,843</b>	-
Accrued expenses and other liabilities	<b>151,060</b>	(53,692)	<b>287,713</b>	281,098
	<b>1,417,017</b>	329,934	<b>962,023</b>	(2,129,605)
Dividend received	<b>6,688,674</b>	8,105,234	<b>5,373,144</b>	6,524,539
Profit received on bank deposits	<b>213,381</b>	348,876	<b>135,502</b>	164,654
<b>Net cash generated from operating activities</b>	<b>87,587,640</b>	51,099,898	<b>43,045,322</b>	13,557,223
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Payments received against issuance of units	<b>2,568,580</b>	-	<b>354,140</b>	-
Payments against redemption of units	<b>(65,472,931)</b>	(1,350)	<b>(16,864,231)</b>	(1,350)
Cash distribution	<b>(16,864,231)</b>	(33,534,147)	<b>(19,340,136)</b>	(2,209,671)
<b>Net cash used in financing activities</b>	<b>(79,768,582)</b>	(33,535,497)	<b>(35,850,227)</b>	(2,211,021)
Net increase in cash and cash equivalents	<b>7,819,058</b>	17,564,401	<b>7,195,095</b>	11,346,202
Cash and cash equivalents at beginning of the period	<b>1,547,638</b>	5,457,823	<b>2,171,601</b>	11,676,022
<b>Cash and cash equivalents at end of the period</b>	<b>9,366,696</b>	23,022,224	<b>9,366,696</b>	23,022,224

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

For First Capital Investments Limited  
(Management Company)

CHIEF EXECUTIVE

DIRECTOR





**CONDENSED INTERIM STATEMENT OF MOVEMENT IN  
UNIT HOLDERS' FUND (UN-AUDITED)  
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2015**

	Half year ended		Quarter year ended	
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
	-----Rupees-----		-----Rupees-----	
<b>Net assets at beginning of the period</b>	<b>264,232,211</b>	<b>312,425,592</b>	<b>210,419,158</b>	<b>285,804,960</b>
Issue of 221,093 units (31 December 2014: Nil) and 32,977 units (31 December 2014: Nil) for the six months and quarter respectively.	2,568,580	-	354,140	-
Redemption of 5,480,938 units (31 December 2014: 3,052,996 units) and 1,749,860 units (31 December 2014: 177,052 units) for the six months and quarter ended respectively.	(65,472,931)	(33,537,880)	(19,340,136)	(2,017,459)
	<b>(62,904,351)</b>	<b>(33,537,880)</b>	<b>(18,985,996)</b>	<b>(2,017,459)</b>
Net element of loss / (income) and capital losses / (gains) included in prices of units issued less those in units redeemed:	(54,415)	48,656	(1,564,576)	75,322
Net income for the year (excluding net unrealized appreciation in fair value of investments classified as 'at fair value through profit or loss' and capital gain on sale of investments).	2,144,568	12,656,734	2,629,683	11,327,780
Capital gain on sale of investments - net	3,711,201	18,440,311	229,473	14,842,811
Net unrealized diminution on re-measurement of investments classified as 'at fair value through profit or loss'	(12,579,156)	-	1,822,316	-
Total comprehensive (loss) / income for the period	<b>(6,723,387)</b>	<b>31,097,045</b>	<b>4,681,472</b>	<b>26,170,591</b>
Distributions during the period at the rate of 0.91 per unit	(16,864,231)	-	(16,864,231)	-
<b>Net assets at end of the period</b>	<b>177,685,827</b>	<b>310,033,413</b>	<b>177,685,827</b>	<b>310,033,414</b>
Net asset value per unit at beginning of the period	11.97	10.97	11.35	11.16
Net asset value per unit at end of the period	10.57	12.19	10.57	12.19

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

**For First Capital Investments Limited  
(Management Company)**

**CHIEF EXECUTIVE**

**DIRECTOR**

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**NOTES TO THE CONDENSED INTERIM  
FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2015**

**1. Legal status and nature of business**

First Capital Mutual Fund (the Fund) was constituted by virtue of a scheme of arrangement for conversion of First Capital Mutual Fund Limited into an Open end scheme under a Trust deed executed between First Capital investment Limited (FCIL) as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The trust deed was executed on 06 August 2013 after being approved by the Securities and Exchange Commission of Pakistan (SECP) on 30 July 2013 in accordance with the provision of Non-Banking Finance Companies and Notified Entities Regulation, 2008 (the NBFC Regulations).

The Management Company has been licensed by the SECP to act as an asset management company under the Non Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules) through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 2nd and 3rd floor, Pace Mall, Fortress Stadium, Lahore, Pakistan.

The Fund has been formed to augment the wealth of investors through investments geared towards securing maximum returns whilst simultaneously offsetting resultant risks through efficient diversification across sectors with low correlation amongst them. The Fund shall invest its net assets in high quality dividend yielding stocks. While the remaining assets shall be invested in cash and/or near cash instruments.

Title of the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited (CDC) as trustee of the Fund and the Fund is listed on Pakistan Stock Exchange (formerly Lahore Stock Exchange). The units are transferable and can be redeemed by submitting them into the Fund.

Pakistan Credit Rating Agency Limited (PACRA) has assigned management quality rating of AM4+ to the Management Company and has assigned "2 Star" to the Fund for the year ended 30 June 2015.

**2 Basis of preparation**

**2.1 Statement of compliance**

This condensed interim financial information has been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Ordinance, 1984, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan ("SECP"). In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the SECP have been followed.

This condensed interim financial information does not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the financial statements for the year ended 30 June 2015.

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The comparative in the statement of assets and liabilities presented in the condensed interim financial information as at 31 December 2015 have been extracted from the audited financial statements of the Fund for the year ended 30 June 2015, where as the comparatives in the condensed interim income statement, condensed interim cash flow statement, condensed interim distribution statement and condensed interim statement of movement in unit holders' funds are stated from unaudited condensed interim financial information for the half year ended 31 December 2014.

The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of the International Accounting Standard 34: "Interim Financial Reporting". This condensed interim financial information is unaudited. However, a limited scope review has been performed by the external auditors in accordance with the requirements of clause (xix) of the Code of Corporate Governance.

The Directors of the asset management company declare that this condensed interim financial information give a true and fair view of the Fund.

## 2.2 Functional and presentation currency

This condensed interim financial information is presented in Pak Rupees which is the functional and presentation currency of the Fund and rounded to the nearest thousand rupees.

## 3 Significant Accounting Policies

The accounting policies and methods of computation followed in the preparation of this condensed interim financial information are the same as those applied in the preparation of financial statements for the year ended 30 June 2015 except as disclosed in 3.2.

3.1 Except as disclosed in note 3.2, amendments to certain existing standards and interpretations on approved accounting standards effective during the period were not relevant to the fund operations and did not result in change in accounting policy of the Fund except for, which applicable, change in presentation and additional disclosures.

### 3.2 Changes in accounting policies

#### 3.2.1 Fair value measurement

IFRS 13 establishes a single framework for measuring fair value and making disclosures about fair value measurements when such measurements are required or permitted by other IFRSs. It unifies the definition of 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. It replaces and expands the disclosure requirements about fair value measurements in other IFRSs including IFRS 7. As a result, the Fund has included additional disclosures in this regard. (see Note 14).

In accordance with transitional provisions of IFRS 13, the Fund has applied the new fair value measurement guidance prospectively and has not provided any comparative information for new disclosures. Notwithstanding the above, the change has no impact on the measurement of the Fund's assets and liabilities.

## 4 Estimates and Judgments

The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and



the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing this condensed interim financial information, the significant judgments made by management in applying accounting policies and key sources of estimating uncertainty were the same as those that applied to financial statements as at and for the year ended 30 June 2015.

## 5 Financial risk management

The Fund's financial risk management objectives and policies are consistent with that disclosed in the financial statements as at and for the year ended 30 June 2015.

		December 31, 2015 (Un-audited)	June 30, 2015 (Audited)
	Note	-----Rupees-----	
<b>6 Balance with banks</b>			
Saving accounts	6.1	9,361,696	1,542,638
Current accounts		<u>5,000</u>	<u>5,000</u>
		<u><b>9,366,696</b></u>	<u><b>1,547,638</b></u>

6.1 The rate of return on these saving accounts is 4.00% (30 June 2015: 5.00%) per annum.

		December 31, 2015 (Un-audited)	June 30, 2015 (Audited)
	Note	-----Rupees-----	
<b>7 Investments</b>			
<b>'Investments at fair value through profit or loss'</b>			
Government securities - Market treasury bills	7.1	14,875,200	9,958,220
Listed equity securities	7.2	<u>174,004,582</u>	<u>264,051,841</u>
		<u><b>188,879,782</b></u>	<u><b>274,010,061</b></u>



7.1 Government securities - Market treasury bills

Category	Face value				Balance as at December 31, 2015			Market value	
	As at 1 July 2015	Purchases during the period	Sales / matured during the period	As at 31 December 2015	Carrying value	Market value	Diminution	As a percentage of net assets	As a percentage of total investments
Treasury bills - 3 months	7.11	10,000,000	35,000,000	(30,000,000)	15,000,000	14,875,571	(1,371)	8.37%	7.88%
<b>Total as at 31 December 2015</b>					<b>14,875,571</b>	<b>14,875,200</b>	<b>(1,371)</b>	<b>8.37%</b>	<b>7.88%</b>
Total as at 30 June 2015					9,956,252	9,958,220	1,968	3.77%	3.63%

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7.1.1 The outstanding treasury bills have a maturity period of up to 3 months (30 June 2015: 3 months) with a yield of 6.35% per annum (30 June 2015: 7.96%)

7.2 Listed equity securities

Shares of listed companies - Fully paid ordinary shares with a face value of Rs. 10 each unless stated otherwise

Name of investee company	Number of shares						Balance as at 31 December 2015			Market value	
	As at 1 July 2015	Purchases during the period	Bonus during the period	Sales during the period	As at 31 December 2015	Carrying value	Market value	Appreciation / (Diminution)	As a percentage of total investment of the fund	As a percentage of net assets of the fund	As a percentage of investee company paid up capital
<b>Rupees</b>											
<b>Automobile Parts &amp; Accessories</b>											
Al-Ghazi Tractors Limited	500	-	-	(1,300)	500	546,570	463,570	(83,000)	0.24%	0.26%	0.01%
Exide Pakistan Limited	10,000	3,000	-	(8,800)	4,200	685,104	720,636	35,532	0.38%	0.41%	0.01%
The General Tyre & Rubber Company of Pakistan Limited	10,500	3,000	-	(8,800)	4,700	1,231,674	1,174,206	(57,468)	0.62%	0.67%	0.02%

7.3 Name of investee company

Name of investee company	Number of shares						Balance as at 31 December 2015			Market value	
	As at 1 July 2015	Purchases during the period	Bonus during the period	Sales during the period	As at 31 December 2015	Carrying value	Market value	Appreciation / (Diminution)	As a percentage of total investment of the fund	As a percentage of net assets of the fund	As a percentage of investee company paid up capital
<b>Rupees</b>											
<b>Automobile Assembler</b>											
Al-Ghazi Tractors Limited	2,590	1,000	-	(1,300)	2,290	1,153,870	945,770	(208,100)	0.50%	0.53%	0.00%
Atlas Honda Limited	2,000	-	-	(3,000)	2,000	669,960	775,100	105,140	0.41%	0.44%	0.00%
Honda Atlas Cars (Pakistan) Limited	8,500	12,400	-	(9,100)	11,800	2,784,704	2,919,492	94,788	1.49%	1.59%	0.01%
Indus Motor Company Limited	2,300	-	-	(1,000)	1,300	1,623,700	1,915,184	(308,516)	0.70%	0.74%	0.00%
Milat Tractors Limited	3,866	-	-	(1,650)	2,216	1,919,777	1,224,538	(294,839)	0.65%	0.69%	0.01%
Pak Suzuki Motor Company Limited	4,200	1,100	-	(3,300)	2,000	899,396	990,600	121,234	0.52%	0.55%	0.00%
	<b>23,456</b>	<b>14,500</b>	<b>-</b>	<b>(16,350)</b>	<b>21,606</b>	<b>8,621,977</b>	<b>8,071,084</b>	<b>(550,293)</b>	<b>4.27%</b>	<b>4.55%</b>	<b>0.02%</b>
<b>Banks</b>											
Allied Bank Limited	39,295	-	-	-	39,295	3,927,142	3,703,947	(223,195)	1.96%	2.08%	0.00%
Askari Bank Limited	158,500	-	-	(53,000)	105,500	2,237,655	2,293,570	55,915	1.21%	1.29%	0.01%
Bank Alfalah Limited	180,500	-	-	(140,500)	40,000	1,012,000	1,152,800	140,800	0.61%	0.65%	0.00%
Bank Al Habib Limited	109,800	-	-	(24,000)	85,800	3,770,910	3,569,280	(201,630)	1.89%	2.01%	0.01%
MCB Bank Limited	60,500	-	-	(20,700)	39,800	9,914,976	8,630,630	(1,284,346)	4.57%	4.86%	0.00%
United Bank Limited	65,600	-	-	(22,000)	43,600	7,452,112	6,755,820	(696,292)	3.58%	3.80%	0.00%
Meezan Bank Limited	31,500	-	-	(30,500)	1,000	41,000	45,750	4,750	0.02%	0.03%	0.00%
The Bank Of Punjab	47,180	-	-	-	47,180	430,753	434,528	3,775	0.23%	0.24%	0.00%
Faysal Bank Limited	212,300	-	-	-	212,300	3,337,356	3,275,789	(61,567)	1.73%	1.84%	0.02%
Habib Bank Limited	30,400	-	-	-	30,400	6,540,580	6,663,648	(466,912)	3.22%	3.42%	0.00%
Habib Metropolitan Bank Limited	55,000	-	-	-	55,000	1,650,000	1,675,650	25,650	0.89%	0.94%	0.01%
National Bank Of Pakistan	93,250	-	-	(43,000)	50,250	2,672,798	2,715,510	42,713	1.44%	1.53%	0.00%
Standard Chartered Bank (Pakistan) Limited	46,000	-	-	(30,000)	16,000	393,520	350,400	(93,120)	0.19%	0.20%	0.00%
	<b>1,129,825</b>	<b>-</b>	<b>-</b>	<b>(363,700)</b>	<b>766,125</b>	<b>43,370,782</b>	<b>40,687,522</b>	<b>(2,683,259)</b>	<b>21.54%</b>	<b>22.89%</b>	<b>0.05%</b>
<b>Cables &amp; Electrical Goods</b>											
Pak Elektron Limited	36,500	42,000	-	(28,500)	50,000	3,759,425	3,127,000	(632,425)	1.66%	1.76%	0.01%
TPL Tracker Limited	-	76,000	-	(29,000)	47,000	945,566	701,710	(243,856)	0.37%	0.39%	0.02%
	<b>36,500</b>	<b>118,000</b>	<b>-</b>	<b>(57,500)</b>	<b>97,000</b>	<b>4,704,992</b>	<b>3,828,710</b>	<b>(876,281)</b>	<b>2.03%</b>	<b>2.15%</b>	<b>0.03%</b>
<b>Cement</b>											
D.G. Khan Cement Company Limited	35,900	3,500	-	(3,500)	35,900	5,155,676	5,298,481	142,805	2.81%	2.98%	0.01%
Lucky Cement Limited	16,900	5,900	-	(11,400)	11,400	6,012,578	5,943,456	(689,122)	2.99%	3.18%	0.00%
Maple Leaf Cement Factory Limited	23,500	40,500	-	(6,500)	64,000	4,821,110	4,773,120	(47,990)	2.53%	2.69%	0.01%
Pioneer Cement Limited	20,000	5,500	-	(5,500)	20,000	1,743,373	1,817,200	73,827	0.96%	1.02%	0.01%
Attock Cement Pakistan Limited	9,850	-	-	(3,000)	6,850	1,305,610	1,149,088	(156,522)	0.61%	0.65%	0.01%
Cherat Cement Company Limited	13,000	5,500	-	(18,500)	11,000	1,623,915	1,666,390	44,415	0.88%	0.94%	0.01%
Fauji Cement Company Limited	42,000	-	-	(20,000)	22,000	4,149,530	4,381,580	232,050	2.32%	2.47%	0.01%
Fecto Cement Limited	20,100	2,200	-	(11,200)	11,100	1,529,660	1,717,320	187,660	0.91%	0.97%	0.04%
Kohat Cement Company Limited	84,916	-	-	(84,916)	-	2,289,175	2,673,768	384,593	1.42%	1.50%	0.01%
Pakcem Limited	385,166	63,100	-	(54,600)	393,666	30,283,092	30,568,462	285,370	16.20%	17.21%	0.12%

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Name of investee company	Number of shares					Balance as at 31 December 2015					Market value			
	As at 1 July 2015	Purchases during the period	Bonus during the period	Sales during the period	As at 31 December 2015	Carrying value	Market value	Appreciation / (Diminution)	As a percentage of total investment of the fund	As a percentage of net assets of the fund	As a percentage of investee company paid up capital			
<b>Chemicals</b>														
AKZO Nobel Pakistan Limited	4,000	-	-	-	4,000	1,276,680	867,600	(408,880)	0.46%	0.46%	0.01%			
Archroma Pakistan Limited	3,000	1,100	-	(1,000)	3,100	1,416,280	1,428,511	12,231	0.76%	0.80%	0.01%			
ICI Pakistan Limited	6,188	400	-	(4,900)	1,688	743,585	817,026	73,441	0.43%	0.46%	0.00%			
Lotte Chemical Pakistan Limited	50,000	-	-	-	50,000	346,000	325,000	(21,000)	0.17%	0.18%	0.00%			
	<b>63,188</b>	<b>1,500</b>	<b>(5,900)</b>	<b>(5,900)</b>	<b>58,788</b>	<b>3,782,545</b>	<b>3,438,337</b>	<b>(344,208)</b>	<b>1.82%</b>	<b>1.93%</b>	<b>0.02%</b>			
<b>Fertilizer</b>														
Dawood Hercules Corporation Limited	25,000	-	-	-	25,000	2,919,250	2,978,500	59,250	1.58%	1.68%	0.01%			
Engro Fertilizers Limited	38,000	32,000	-	(19,000)	59,000	5,220,340	4,879,540	(340,800)	2.58%	2.75%	0.00%			
Engro Corporation Limited	38,000	10,000	-	(19,000)	29,000	8,698,460	8,102,310	(596,150)	4.29%	4.56%	0.01%			
Falima Fertilizer Company Limited	146,500	10,500	-	(124,500)	32,500	1,322,500	1,453,725	131,135	0.77%	0.82%	0.01%			
Fajal Fertilizer Bin Qasim Limited	33,500	16,000	-	-	49,500	2,859,820	2,607,660	(251,160)	1.38%	1.47%	0.01%			
Fajal Fertilizer Company Limited	93,300	3,200	-	(50,400)	46,100	6,897,497	3,538,878	(1,458,619)	2.88%	3.06%	0.00%			
	<b>382,300</b>	<b>71,700</b>	<b>(153,900)</b>	<b>(240,100)</b>	<b>240,100</b>	<b>27,916,957</b>	<b>25,450,613</b>	<b>(2,466,344)</b>	<b>13.48%</b>	<b>14.34%</b>	<b>0.03%</b>			
<b>Power Generation &amp; Distribution</b>														
The Hub Power Company Limited	96,000	9,500	-	(29,000)	76,500	7,224,335	7,846,900	624,565	4.16%	4.42%	0.01%			
Kot Addu Power Company Limited	74,500	-	-	(93,000)	41,500	3,570,660	3,361,500	(209,160)	1.78%	1.89%	0.00%			
K-Electric Limited	150,000	158,500	-	-	308,500	2,473,100	2,295,240	(177,860)	1.22%	1.29%	0.00%			
Lalpur Power Limited	29,000	20,000	-	-	49,000	1,485,500	1,457,260	(28,240)	0.77%	0.82%	0.01%			
Nishat Chunanian Power Limited	27,502	-	-	-	27,502	1,633,619	1,513,985	(119,634)	0.80%	0.85%	0.01%			
Nishat Power Limited	51,000	-	-	(12,500)	38,500	2,253,790	2,066,680	(187,110)	1.09%	1.16%	0.01%			
Pakgen Power Limited	50,000	-	-	(25,000)	25,000	750,250	735,750	(14,500)	0.39%	0.41%	0.00%			
	<b>478,002</b>	<b>188,000</b>	<b>(96,500)</b>	<b>(566,502)</b>	<b>19,391,254</b>	<b>19,279,315</b>	<b>(111,939)</b>	<b>(10,21%)</b>	<b>10.84%</b>	<b>0.05%</b>				
<b>Technology &amp; Communications</b>														
Neisoi Technologies Limited	10,000	-	-	(10,000)	-	-	-	-	0.00%	0.00%	0.00%			
Pakistan Telecommunication Company Ltd.	200,000	-	-	(11,500)	88,500	1,814,250	1,459,365	(354,885)	0.77%	0.82%	0.00%			
	<b>210,000</b>	<b>-</b>	<b>(121,500)</b>	<b>(11,500)</b>	<b>88,500</b>	<b>1,814,250</b>	<b>1,459,365</b>	<b>(354,885)</b>	<b>0.77%</b>	<b>0.82%</b>	<b>0.00%</b>			
<b>Foods &amp; Personal Care Products</b>														
Engro Foods Limited	10,000	6,000	-	(3,200)	12,800	1,892,480	1,876,352	(16,128)	0.89%	1.06%	0.00%			
National Foods Limited	3,400	-	-	-	3,400	1,155,082	1,077,766	(77,316)	0.57%	0.61%	0.00%			
	<b>13,400</b>	<b>6,000</b>	<b>(3,200)</b>	<b>(3,200)</b>	<b>16,200</b>	<b>3,147,562</b>	<b>2,954,118</b>	<b>(193,444)</b>	<b>1.56%</b>	<b>1.67%</b>	<b>0.00%</b>			
<b>Paper &amp; Board</b>														
Packages Limited	6,400	1,000	-	-	7,400	4,404,112	4,307,614	(96,498)	2.28%	2.42%	0.01%			
Cherat Packaging Limited	-	2,000	-	-	2,000	546,000	606,220	60,220	0.32%	0.34%	0.01%			
	<b>6,400</b>	<b>3,000</b>	<b>-</b>	<b>-</b>	<b>9,400</b>	<b>4,950,112</b>	<b>4,913,834</b>	<b>(36,278)</b>	<b>2.60%</b>	<b>2.76%</b>	<b>0.02%</b>			
<b>Industrial Engineering</b>														
International Steels Limited	5,000	-	-	(6,500)	5,000	140,500	122,050	(18,450)	0.06%	0.07%	0.00%			
KSB Pumps Company Limited	6,500	-	-	(30,000)	500	25,985	62,185	36,200	0.03%	0.03%	0.00%			
Crescent Steel & Allied Products Limited	30,500	-	-	-	30,500	166,485	184,235	17,750	0.09%	0.10%	0.00%			
	<b>42,000</b>	<b>-</b>	<b>(36,500)</b>	<b>(30,000)</b>	<b>5,500</b>	<b>166,485</b>	<b>184,235</b>	<b>17,750</b>	<b>0.09%</b>	<b>0.10%</b>	<b>0.00%</b>			

Name of investee company	Number of shares					Balance as at 31 December 2015					Market value			
	As at 1 July 2015	Purchases during the period	Bonus during the period	Sales during the period	As at 31 December 2015	Carrying value	Market value	Appreciation / (Diminution)	As a percentage of total investment of the fund	As a percentage of net assets of the fund	As a percentage of investee company paid up capital			
<b>Insurance</b>														
Adnities Insurance Company Limited	10,074	9,000	-	(6,500)	10,574	546,582	597,537	50,945	0.32%	0.34%	0.00%			
Alfio Insurance Company Limited	16,000	13,000	-	-	29,000	1,470,000	1,765,825	295,825	0.74%	0.85%	0.00%			
Shalben Insurance Company Limited	925,318	5,000	-	(820,000)	110,318	867,084	684,432	(182,652)	0.34%	0.36%	0.00%			
The United Insurance Company of Pakistan Limited	32,200	30,000	-	(36,000)	26,200	614,135	567,230	(46,905)	0.30%	0.32%	0.00%			
	<b>1,056,092</b>	<b>57,000</b>	<b>(864,500)</b>	<b>(884,500)</b>	<b>248,992</b>	<b>4,192,661</b>	<b>4,235,474</b>	<b>42,813</b>	<b>2.25%</b>	<b>2.39%</b>	<b>0.04%</b>			
<b>Refinery</b>														
Bvco Petroleum Pakistan Limited	50,000	50,000	-	(41,000)	59,000	1,486,198	1,296,820	(189,378)	0.69%	0.73%	0.01%			
National Refinery Limited	-	2,000	-	-	2,000	551,950	446,320	(105,630)	0.24%	0.25%	0.00%			
	<b>50,000</b>	<b>52,000</b>	<b>(41,000)</b>	<b>(41,000)</b>	<b>61,000</b>	<b>2,038,148</b>	<b>1,743,140</b>	<b>(295,008)</b>	<b>0.93%</b>	<b>0.98%</b>	<b>0.01%</b>			
<b>Investment Banks / Investment Companies</b>														
First Capital Equities Limited	128,395	-	-	-	128,395	4,518,220	3,569,381	(948,839)	1.89%	2.01%	0.09%			
	<b>128,395</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>128,395</b>	<b>4,518,220</b>	<b>3,569,381</b>	<b>(948,839)</b>	<b>1.89%</b>	<b>2.01%</b>	<b>0.09%</b>			
<b>Oil &amp; Gas Exploration Companies</b>														
Mari Petroleum Company Limited	77	3,900	-	(41,200)	17,600	3,038,903	2,065,184	(973,719)	0.03%	0.03%	0.00%			
Oil & Gas Development Company Limited	12,500	1,700	-	(9,400)	4,800	1,850,290	1,286,496	(563,794)	0.08%	0.07%	0.00%			
Pakistan Oilfields Limited	57,300	12,000	-	(44,700)	24,600	3,623,766	2,996,526	(627,240)	1.59%	1.69%	0.00%			
Pakistan Petroleum Limited	124,777	17,600	-	(95,300)	47,077	8,549,041	6,401,886	(2,147,155)	3.39%	3.60%	0.00%			
	<b>16,100</b>	<b>-</b>	<b>(13,900)</b>	<b>2,200</b>	<b>2,200</b>	<b>1,247,884</b>	<b>1,111,264</b>	<b>(136,620)</b>	<b>0.59%</b>	<b>0.63%</b>	<b>0.00%</b>			
Attock Petroleum Limited	29,785	-	-	3,208	793	75,871	114,390	38,519	0.06%	0.06%	0.00%			
Pakistan State Oil Company Limited	20,000	-	-	(10,400)	9,600	3,703,584	3,127,392	(576,192)	1.66%	1.76%	0.01%			
Shell Pakistan Limited	7,500	-	-	-	7,500	1,897,200	1,711,800	(185,400)	0.91%	0.96%	0.01%			
Sui Northern Gas Pipelines Limited	-	15,000	-	-	15,000	483,000	360,600	(122,400)	0.19%	0.20%	0.00%			
Sui Southern Gas Company Limited	9,500	-	-	-	9,500	496,850	354,825	(142,025)	0.19%	0.20%	0.00%			
	<b>73,385</b>	<b>24,500</b>	<b>(3,208)</b>	<b>(66,500)</b>	<b>44,593</b>	<b>7,904,389</b>	<b>6,780,271</b>	<b>(1,124,118)</b>	<b>3.60%</b>	<b>3.81%</b>	<b>0.01%</b>			
<b>Textile Composite</b>														
Nishat (Chunanian) Limited	25,500	4,500	-	-	25,500	936,615	867,000	(69,615)	0.46%	0.49%	0.01%			
Nishat Mills Limited	22,800	-	-	-	22,800	3,127,344	2,599,951	(527,393)	1.37%	1.46%	0.01%			
	<b>48,300</b>	<b>4,500</b>	<b>-</b>	<b>-</b>	<b>52,800</b>	<b>4,063,959</b>	<b>3,466,951</b>	<b>(607,008)</b>	<b>1.83%</b>	<b>1.95%</b>	<b>0.02%</b>			
<b>Pharmaceuticals</b>														
Abbott Laboratories (Pakistan) Limited	2,100	-	-	(4,500)	2,100	1,401,351	1,333,500	(67,851)	0.71%	0.75%	0.00%			
Glaesomilkhine Pakistan Limited	7,200	-	-	(4,200)	2,700	527,958	594,054	66,096	0.31%	0.33%	0.00%			
Highnoon Laboratories Limited	4,912	-	-	(4,200)	712	186,383	411,169	228,716	0.22%	0.23%	0.00%			
The Stearic Company Limited	4,280	7,900	-	(7,016)	5,172	2,089,697	2,056,609	(33,088)	1.09%	1.16%	0.01%			
	<b>18,492</b>	<b>7,900</b>	<b>(33)</b>	<b>(15,716)</b>	<b>10,709</b>	<b>4,201,399</b>	<b>4,395,272</b>	<b>193,873</b>	<b>2.33%</b>	<b>2.47%</b>	<b>0.01%</b>			
<b>Textile Spinning</b>														
Gadoon Textile Mills Limited	5,690	-	-	-	5,690	937,484	761,606	(175,878)	0.40%	0.43%	0.02%			
	<b>5,690</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,690</b>	<b>937,484</b>	<b>761,606</b>	<b>(175,878)</b>	<b>0.40%</b>	<b>0.43%</b>	<b>0.02%</b>			
<b>Tobacco</b>														
Pakistan Tobacco Company Limited	500	-	-	(500)	-	-	-	-	0.00%	0.00%	0.01%			
	<b>500</b>	<b>-</b>	<b>-</b>	<b>(500)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.01%</b>			
<b>Transport</b>														
Pakistan National Shipping Corporation	-	9,400	-	(2,200)	7,200	795,983	640,800	(155,183)	0.34%	0.36%	0.01%			
	<b>-</b>	<b>9,400</b>	<b>-</b>	<b>(2,200)</b>	<b>7,200</b>	<b>795,983</b>	<b>640,800</b>	<b>(155,183)</b>	<b>0.34%</b>	<b>0.36%</b>	<b>0.01%</b>			
<b>Grand Total</b>	<b>4,266,368</b>	<b>641,700</b>	<b>(3,241)</b>	<b>(2,037,166)</b>	<b>2,874,143</b>	<b>186,582,366</b>	<b>174,004,582</b>	<b>(12,577,784)</b>						



	Note	31 December	30 June
		2015	2015
		Unaudited	Audited
-----Rupees-----			
<b>8 Payable to First Capital Investment Limited - Management Company</b>			
Remuneration of Management Company	8.1	1,300,537	2,188,123
Punjab Sales tax on Remuneration of Management Company		208,086	350,109
Federal Excise Duty on Remuneration of Management Company	8.2	3,377,433	2,968,858
Sales Load Payable	8.3	4,500	-
		<u>4,890,556</u>	<u>5,507,090</u>

**8.1** Under the provisions of the NBFC Regulations 2008, the Management Company of the Fund is entitled to an accrued remuneration of an amount not exceeding two percent per annum of the average annual net assets of the Fund (till 30 June 2015: 3% per annum).

**8.2** The Finance Act, 2013 has enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from 13 June 2013. The Management Company is of the view that since the remuneration is already subject to the provincial sales tax, further levy of the FED may result in double taxation, which does not appear to be the spirit of the law.

On 04 September 2013, a Constitutional Petition has been filed in the Honorable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED. In this respect, the Honorable SHC has issued a stay order against recovery proceedings. The hearing of the petition is pending. Pending the decision of SHC, the Fund is not making any payment of FED (including the resultant impact of its Punjab Sales Tax) effective 13 June 2013 aggregating to Rs. 3.37 million (30 June 2015: Rs. 2.97 million). Had the same not been made the Net Asset Value per unit of the Fund as at 31 December 2015 would have been higher by Rs. 0.20 per unit.

**8.3** This represent the front end load deducted at the time of sale of units to unit holders. As per offering document, it may be included in the offer price of the Units. However, the cumulative charges shall not exceed 2% of Net Asset Value. The remuneration of distributor(s) shall be paid from such load and if the load is insufficient to pay remuneration of distributors, then AMC will bear all such additional cost.

	Note	31 December	30 June
		2015	2015
		Unaudited	Audited
-----Rupees-----			
<b>9 Payable to Central Depository Company of Pakistan Limited - Trustee</b>			
Remuneration Payable to Trustee		59,290	57,111
Sindh Sales Tax Payable on Trustee Fee	9.1	8,300	-
		<u>67,590</u>	<u>57,111</u>

**9.1** The Sindh Revenue Board has amended the definition of service of shares, securities and derivatives through Circular No. SRB 3-4/TP/01/2015/86554 dated 13 June 2015 and included the custodianship services as well. Accordingly, Sindh Sales Tax of 14% on such services is charged on Trustee fee which is now covered under section 2 (79A) of Sindh Finance Bill 2010 amended up to 2015.



**10 Provision for Worker's Welfare Fund**

Through the Finance Act 2015, the definition of Industrial Establishment is amended to exclude the mutual funds and collective investment schemes. The management is of the view that since the change is brought in the definition it would be effective from 01 July 2015. Accordingly the provision for WWF is discontinued from 01 July 2015. However, there is no change in the status of petition pending with the Honorable Sindh High Court (SHC) as reported in note 12 to the annual financial statements of the Fund for the year ended 30 June 2015. Since the matter is pending adjudication, the fund has retained a provision for WWF up to 30 June 2015 amounting to Rs. 8.20 million. Had the provision not been made, the net asset value per unit of the Fund would have been higher by Rs. 0.49 per unit (30 June 2015: Rs. 0.37 per unit).

**11 Contingencies And Commitments**

There were no contingencies or commitments outstanding as at 31 December 2015.

**12 Taxation**

The income of the fund 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 realized or unrealized is distributed to the unit holders. The management intends to distribute at least 90% of the Fund's net accounting income earned by the year end to the unit holders. The Fund is also exempt from the provision of section 113 under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Accordingly, no provision in respect of taxation has been made in this condensed interim financial information.

**13 Earnings per unit**

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

**14 Transactions with connected persons / related parties**

Connected persons include First capital Investments Limited (FCIL) being the Management Company, Central Depository Company of Pakistan Limited (CDC) being the Trustee of the Fund, any person or company beneficially owning ten percent or more of the capital of the Management Company or net assets of the Fund and directors and key management personnel of the Management Company.

Transactions with related parties / connected persons are in the normal course of business and on arm's length basis.

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



14.1 Details of transactions with the connected persons / related parties during the period are as follows:

	Half year ended		Quarter year ended	
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
	-----Rupees-----		-----Rupees-----	
<b>First Capital Investments Limited - Management Company</b>				
Remuneration of the Management Company	2,201,374	4,537,785	934,436	2,263,507
Punjab Sales Tax on Remuneration of the Management Company	408,575	726,046	173,431	362,161
Federal Excise Duty on Remuneration of the Management Company	352,220	726,046	149,510	362,161
Dividend Paid	10,200,916	-	-	-
Issue of 587 (31 December 2014: Nil) units and Nil (31 December 2014: Nil) units for the six months and quarter ended respectively	6,518	-	-	-
Redemption of Nil (31 December 2014: 103) units and Nil (31 December 2014: Nil) units for the six months and quarter ended respectively	-	1,129	-	-
Transfer in of Nil (31 December 2014: 10,227) units and Nil (31 December 2014: Nil) units for the six months and quarter ended respectively	-	111,757	-	-
<b>Central Depository Company of Pakistan Limited - Trustee</b>				
Remuneration of the Trustee	351,913	353,075	175,957	176,638
Sindh Sales Tax on Remuneration of the Trustee	49,268	-	24,634	-
Settlement Charges inclusive of Sindh Sales Tax	37,328	28,805	12,438	22,912
<b>First Capital Equities Limited</b>				
Brokerage expense	15,830	12,592	5,975	6,307
Dividend Paid	1,632	-	-	-
<b>First Capital Securities Corporation Limited</b>				
Dividend Paid	305,137	-	-	-
<b>Al Hoqani securities and Investments Corporation (Private) Limited</b>				
Dividend paid	594,103	-	-	-
Redemption of 3,082,860 (31 December 2014: 1,500,000) units and 652,860 (31 December 2014: Nil) units for the six months and quarter ended respectively	36,894,043	16,503,450	7,213,907	-
<b>Sulaiman Ahmed Saeed Al Hoqani</b>				
Dividend Paid	875,259	-	-	-
Redemption of 2,211,821 (31 December 2014: Nil) units and 961,821 units (31 December 2014: Nil) units for the six months and quarter ended respectively	26,460,434	-	10,627,834	-

14.2 Balance outstanding as at the period end are as follows:

	31 December 2015 (Unaudited)	30 June 2015 (Audited)
	-----Rupees-----	
<b>First Capital Investments Limited - Management Company</b>		
Remuneration payable inclusive of taxes thereon	4,890,556	5,507,090
Receivables	211,363	211,363
Units held: 11,210,384 (30 June 2015: 11,209,798)	118,460,132	134,177,914
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration payable inclusive of taxes thereon	67,590	57,111
Security deposit	237,500	237,500
Settlement charges payable inclusive of taxes thereon	4,560	5,000
Prepaid Fee	51,229	-
<b>First Capital Securities Corporation Limited</b>		
Units held: 335,316 (30 June 2015: 335,316)	3,543,280	4,013,627
<b>First Capital Equities Limited</b>		
Units held: 1,793 (30 June 2015: 1,793) units	18,948	21,463
<b>Al Hoqani securities and Investments Corporation (Private) Limited</b>		
Units held: Nil (30 June 2015: 3,082,860) units	-	36,900,909
<b>Sulaiman Ahmed Saeed Al Hoqani</b>		
Units held: 2 (30 June 2015: 2,211,823) units	24	26,474,861
<b>Key Management Personnel of the Management Company</b>		
Units held: 602 (30 June 2015: 602) units	6,363	7,208



15 Financial instruments- fair values and risk management

Fair value is an amount for which asset can be exchanged, or liability settled, between knowledgeable willing parties in arm's length transaction. Consequently, difference may arise between the carrying values and fair value estimates.

Fair value of underlying financial assets are determined based on requirement of regulation 66 of Non-Banking Finance Companies and Notified Entities Regulations, 2008 and directives if any issued by Securities and Exchange Commission of Pakistan. The fair value of financial assets traded in active market i.e. listed securities are based on quoted market price at stock exchange as determined in accordance with its regulations.

The fund measures fair value using the fair value hierarchy that reflects the significance of the inputs used in making the measurements:

- Level 1: Quoted market price (unadjusted) in an active market for an identical instrument -
- Level 2: Valuation techniques based on observable inputs, either directly (i.e. as prices) or indirectly (i.e. derived from prices) -
- Level 3: Valuation techniques using significant unobservable inputs -

	Carrying Amount			Fair Value			
	Held for Trading	Trade and other receivables	Cash and cash equivalents	Total	Level 1	Level 2	Level 3

Note ----- (Rupees) -----

Financial assets measured at fair value

Government securities - Market treasury bills	14,876,571		14,876,571	14,875,200	-	-	14,875,200
Listed equity securities	186,582,367		186,582,367	174,004,582	-	-	174,004,582

Financial assets not measured at fair value

Cash and cash equivalents	15.1		9,366,696	9,366,696	-	-	-
Trade and other receivables	15.1	1,665,389	-	-	-	-	-

15.1 The Fund has not disclosed the fair values for these financial assets, because their carrying amounts are reasonable approximation of fair value.

15.2 All the financial liabilities of the fund are classified as trade and other payables. The fund has not disclosed the fair value of these financial liabilities, because their carrying amount are reasonable approximation of fair value.

16 Date of authorisation

These financial statements were authorized for issue by the Board of Directors of the Management Company on February 29, 2016.

For First Capital Investments Limited  
(Management Company)

CHIEF EXECUTIVE

DIRECTOR