



QUARTERLY REPORT

September 30, 2021

AL HABIB ASSET MANAGEMENT LTD.
A Wholly Subsidiary of Bank AL Habib

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DIRECTORS' REPORT

The Board of Directors of AL Habib Asset Management Limited is pleased to present the un-audited financial statements of the Funds under its management for the quarter ended September 30, 2021.

During the quarter under review, Pakistan's macroeconomic fundamentals were affected by commodity prices which had a weakening impact on the country's Current Account Deficit. The rising imports led to erosion of the value of Rupee. The State Bank of Pakistan in its latest MPS committee meeting increased the policy by 25bps to 7.25%. The stock market maintained its bearish trend as the benchmark KSE-100 index decline by 5.18% during the quarter.

Sindh Revenue Board (SRB) through its letter dated August 12, 2021 has intimated Mutual Fund Association of Pakistan (MUFAP) that the mutual funds do not qualify as Financial Institution/ Industrial Establishment and are, therefore, not liable to pay the Sind Workers Welfare Fund (SWWF) contributions. This development was discussed at MUFAP level and has also been advised to the Securities and Exchange Commission of Pakistan (SECP). All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognized in the financial statements of the Funds on August 13, 2021. Accordingly, no provision for SWWF is recognized in the financial statements of the Funds.

First Habib Cash Fund generated a net annualized return of 7.51% for the quarter ended September 30, 2021. The Fund's gross income was Rs. 378.03 million, which mainly comprises income of Rs. 257.25 million from bank deposits and Rs. 97.72 million from government securities. The amount of reversal of provision of SWWF in the Fund was Rs. 24.06 million. During the period, the Fund has distributed cumulative interim dividends of Rs. 1.67 per unit.

First Habib Income Fund generated a net annualized return of 9.00% for the quarter ended September 30, 2021. The Fund's gross income was Rs. 38.89 million which mainly comprises income of Rs. 14.96 million from bank deposits and Rs. 16.93 million from investment in government securities, TFCs and Sukuks. The amount of reversal of provision of SWWF in the Fund was Rs. 7.24 million.

First Habib Islamic Income Fund generated a net annualized return of 7.32% for the quarter ended September 30, 2021. The Fund's gross income was Rs. 269.31 million, which mainly comprises income of Rs. 146.19 million from investment in Sukuks and Rs. 80.05 million from bank deposits. The amount of reversal of provision of SWWF in the Fund was Rs. 24.63 million.

First Habib Asset Allocation Fund generated a net return of 0.02% for the quarter ended September 30, 2021. The Fund's gross income was Rs. 0.81 million, which mainly comprises income of Rs. 1.94 million from dividends and incurred, realized and unrealized capital losses of Rs. 1.80 million on equity investments. The amount of reversal of provision of SWWF in the Fund was Rs. 0.41 million.

First Habib Stock Fund generated a negative return of 1.46% for the quarter ended September 30, 2021. The Fund's gross loss was Rs. 2.42 million, which mainly comprises income of Rs. 3.77 million from dividends and incurred, realized and unrealized capital losses of Rs. 8.05 million on equity investments. The amount of reversal of provision of SWWF in the Fund was Rs. 1.57 million.

First Habib Islamic Stock Fund generated a net return of 0.21% for the quarter ended September 30, 2021. The Fund's gross income was Rs. 2.81 million, which mainly comprises income of Rs. 4.58 million from dividends and incurred, realized and unrealized capital losses of Rs. 3.02 million on equity investments. The amount of reversal of provision of SWWF in the Fund was Rs. 0.94 million.

We wish to thank our unit holders for their continued trust and support, Securities & Exchange Commission of Pakistan for their guidance and Central Depository Company of Pakistan Limited for their cooperation. We also thank all our team members for their sincerity, dedication and hard work.

KASHIF RAFI
Chief Executive Officer

ABBAS D. HABIB
Chairman
Board of Directors

Karachi: October 21, 2021

FIRST HABIB CASH FUND
Quarterly Report
September 30, 2021

FUND'S INFORMATION**Management Company**

AL Habib Asset Management Limited

Board of Directors of the Management Company

Mr. Abbas D. Habib	Chairman
Mr. Mansoor Ali Khan	Director
Mr. Imran Azim	Director
Ms. Zarine Aziz	Director
Mr. Saeed Allawala	Director
Mr. Kashif Rafi	Chief Executive

Chief Financial Officer

Mr. Abbas Qurban

Company Secretary & Chief Operating Officer

Mr. Zahid Hussain Vasnani

Audit Committee

Mr. Saeed Allawala	Chairman
Mr. Mansoor Ali Khan	Member
Mr. Imran Azim	Member

Human Resource Committee

Mr. Saeed Allawala	Chairman
Mr. Mansoor Ali Khan	Member
Ms. Zarine Aziz	Member
Mr. Kashif Rafi	Member

Auditors

EY Ford Rhodes
Progressive Plaza,
Beaumont Road,
Karachi 75530, Pakistan

Legal Advisor

Mohsin Tayebaly & Co.
Barristers & Advocates,
2nd Floor, DIME Centre, BC-4,
Block 9, Beaumont Road, Karachi.

Trustee

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

Rating

AA+ (f) Fund Stability Rating by VIS
AM2 Management Company Quality
Rating Assigned by PACRA.

Bankers to the Fund

Bank AL Habib Limited
Bank Alfalah Limited
Allied Bank Limited
Habib Bank Limited

Registered Office: 3rd Floor, Mackinnon's Building, I.I. Chundrigar Road, Karachi.

FIRST HABIB CASH FUND

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT SEPTEMBER 30, 2021

		(Unaudited) September 30, 2021	(Audited) June 30, 2021
	Note	----- (Rupees in '000) -----	
Assets			
Bank balances	6	13,976,966	15,867,270
Investments	7	13,146,552	1,000,000
Profit receivable	8	119,971	84,405
Advance, deposit and prepayments	9	1,289	1,279
Total assets		27,244,778	16,952,954
Liabilities			
Payable to AL Habib Asset Management Limited - Management Company		3,373	3,613
Provision for Federal Excise Duty on remuneration of the Management company		13,417	13,417
Payable to Central Depository Company of Pakistan limited - Trustee		1,072	837
Payable to Securities and Exchange Commission of Pakistan		924	1,510
Provision for Sindh Workers' Welfare Fund	10	-	24,063
Payable against redemption of units		194	2,378
Payable against purchase of investments		11,247,199	-
Accrued expenses and other liabilities		16,339	7,787
Total liabilities		11,282,518	53,605
Net assets		15,962,260	16,899,349
Unit holders' Fund (as per statement attached)		15,962,260	16,899,349
(Number of units)			
Number of units in issue (face value of units is Rs. 100 each)		158,256,882	167,919,558
(Rupees)			
Net asset value per unit		100.86	100.64

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

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

FIRST HABIB CASH FUND

**CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	Quarter ended September 30,	
	2021	2020
<i>Note</i>	------(Rupees in '000)-----	
Income		
Profit on bank deposits	231,871	18,830
Income from Government Securities	97,720	35,578
Markup on Term deposit receipts	25,381	-
Other income	24,063	-
	379,035	54,408
Net loss on investments designated at fair value through income statement		
- Net capital loss on sale of investments	(413)	(2,374)
- Net unrealized (loss) / gain on revaluation of investments	(588)	333
	(1,001)	(2,041)
Total Income	378,034	52,367
Expenses		
Remuneration of AL Habib Asset Management Limited - Management Company	19,898	3,781
Sindh Sales tax on management fee	2,587	492
Expenses allocated by the Management Company	5,540	-
Remuneration of Central Depository Company of Pakistan Limited - Trustee	3,002	491
Sindh Sales tax on trustee Remuneration	390	64
Annual fee - Securities and Exchange Commission of Pakistan	924	151
Brokerage and commission	385	28
Settlement and Bank charges	15	13
Auditors' remuneration	167	112
Annual listing fee	6	6
Mutual fund rating fee	67	57
Printing and other expenses	19	21
Total expenses	33,000	5,216
Net income from operating activities	345,034	47,151
Provision for Sindh Worker's Welfare Fund	-	(943)
Net income for the period before taxation	345,034	46,208
Taxation	-	-
Net income for the period after taxation	345,034	46,208
Allocation of net Income for the period after taxation:		
Net income for the period	345,034	46,208
Income already paid on units redeemed	(115,863)	(10,507)
	229,171	35,701
Accounting Income available for distribution:		
- Relating to capital loss	(274)	(1,834)
- Excluding capital loss	229,445	37,535
	229,171	35,701

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

**For AL Habib Asset Management Limited
(Management Company)**

Chief Executive

Chief Financial Officer

Director

FIRST HABIB CASH FUND

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended	
	September 30,	
	2021	2020
	(Rupees in '000)	
Net income for the period after taxation	345,034	46,208
Other comprehensive income for the period	-	-
Total comprehensive income for the period	345,034	46,208

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

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

FIRST HABIB CASH FUND

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UNAUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30,					
	2021			2020		
	Capital Value	Undistributed income	Net Asset	Capital Value	Undistributed income	Net Asset
	(Rupees in '000)					
Net assets at the beginning of the period	16,873,547	25,802	16,899,349	3,629,755	7,178	3,636,933
Issuance of 133,981,909 Units (2020 : 29,815,395 Units)						
Including additional 636,025 (2020: 59,462 units issued at nil value)						
- Capital Value	13,288,211	-	13,288,211	2,992,830	-	2,992,830
- Element of Income	322,323	-	322,323	11,135	-	11,135
Amount received on issuance of units	13,610,534	-	13,610,534	3,003,965	-	3,003,965
Redemption of 143,644,585 Units (2020 : 30,963,714 Units)						
- Capital Value	(14,456,391)	-	(14,456,391)	(3,102,762)	-	(3,102,762)
- Element of Income	(92,828)	(115,863)	(208,691)	(8,310)	(10,507)	(18,817)
Amount paid / payable on redemption of units	(14,549,219)	(115,863)	(14,665,082)	(3,111,072)	(10,507)	(3,121,579)
Total comprehensive income for the period	-	345,034	345,034	-	46,208	46,208
Interim distribution for the year ended June 30, 2022 : Rs. 1.6717 per units [2021: Rs. 0.9803 per unit declared]	-	(227,575)	(227,575)	-	(23,776)	(23,776)
Net assets at the end of the period	15,934,862	27,398	15,962,260	3,522,648	19,103	3,541,751
Undistributed income brought forward						
- Realised		25,802			7,093	
- Unrealised		-			85	
		25,802			7,178	
Accounting income available for distribution						
- Relating to capital loss		(274)			(1,834)	
- Excluding capital gains		229,445			37,535	
		229,171			35,701	
Interim distribution for the year ended June 30, 2022 : Rs. 1.6717 per units [2021: Rs. 0.9803 per unit declared]		(227,575)			(23,776)	
Undistributed income carried forward		27,398			19,103	
Undistributed income carried forward comprises of:						
- Realised gain		27,986			18,770	
- Unrealised (loss) / gain		(588)			333	
		27,398			19,103	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period		100.64			100.38	
Net assets value per unit at end of the period		100.86			100.95	

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

**For AL Habib Asset Management Limited
(Management Company)**

Chief Executive

Chief Financial Officer

Director

FIRST HABIB CASH FUND

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30,	
	2021	2020
	----- (Rupees in '000) -----	
CASH FLOW FROM OPERATING ACTIVITIES		
Net income for the period	345,034	46,208
Adjustments		
Unrealised loss / (gain) on revaluation investments	588	(333)
	345,622	45,875
Working Capital Changes		
<i>Increase in assets</i>		
Investments	(12,147,140)	(2,580,270)
Profit receivable	(35,566)	2,715
Advance, deposit and prepayments	(10)	(289)
	(12,182,716)	(2,577,844)
<i>(Decrease) / Increase in liabilities</i>		
Payable to AL Habib Asset Management Limited - Management Company	(240)	(74)
Payable to Central Depository Company of Pakistan Limited - Trustee	235	(10)
Payable to Securities and Exchange Commission of Pakistan	(586)	(277)
Provision for Sindh Workers' Welfare Fund	(24,063)	943
Payable against redemption of units	(2,184)	(5,160)
Payable against purchase of investments	11,247,199	2,580,813
Accrued expenses and other liabilities	8,552	(1,546)
	11,228,913	2,574,689
Net cash (used) in / generated from operating activities	(608,181)	42,720
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issuance of units	13,610,534	3,003,965
Payment on redemption of units	(14,665,082)	(3,121,579)
Dividend paid during the period	(227,575)	(23,776)
Net decrease in cash and cash equivalents during the period	(1,282,123)	(141,391)
Cash and cash equivalents at the beginning of the period	15,867,270	3,656,157
Cash and cash equivalents at the end of the period	13,976,966	3,557,486
Cash and cash equivalents at the end of the period comprise of :		
Bank balances	13,976,966	3,557,486
	13,976,966	3,557,486

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

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

First Habib Cash Fund (the "Fund") was established under a Trust Deed executed between AL Habib Asset Management Limited as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed on July 14 2010 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on July 13 2010 under Regulation 44 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations).

The Management Company of the Fund has been licensed to undertake Asset Management Services as Non Banking Finance Company under the NBFC Rules by the SECP. The registered office of the Management Company is situated at 3rd Floor, MacKinnons Building, I.I. Chundrigar Road Karachi, Pakistan.

The Fund is an open-end mutual fund and is listed on the Pakistan Stock Exchange. Units are offered for public subscription on a continuous basis. Units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holder.

The Fund has been formed to provide reasonable rate of return consistent with reasonable concern for safety of principal amount to the unit holders, along with facility to join or leave the fund at their convenience. The management team would seek to enhance returns through active portfolio management using efficiency tools.

Pakistan Credit Rating Agency (PACRA) has assigned asset management rating of 'AM2 ' to the Management Company and VIS has assigned fund stability rating of 'AA+ (f)' to the Fund.

The Fund has been categorized as an Open-End Money Market Scheme as per the criteria laid down by the Securities and Exchange Commission of Pakistan (SECP) for categorisation of Collective Investment Schemes (CIS).

The objective of the Fund is to earn competitive returns from a portfolio of low risk short term duration assets while maintaining high level of liquidity through a blend assets of money market and government debt instruments. The Fund, in line with its investment objective, invests primarily in treasury bills, government securities and cash and near cash instruments. The Fund has been categorized as money market scheme.

Title of the assets of the Fund are held in name of Central Depository Company (CDC) as trustee of fund.

2. BASIS OF PRESENTATION

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

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

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations have been followed.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of this condensed interim financial information is the same as those applied in the preparation of the financial statements of the Fund for the year ended June 30, 2021.

FIRST HABIB CASH FUND

4. ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial information requires the Management Company 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 result may differ from these estimates. The significant judgments made by the Management Company in applying accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements for the year ended June 30, 2021.

5. FINANCIAL RISK MANAGEMENT

The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2021.

		(Unaudited) September 30, 2021	(Audited) June 30, 2021
		(Rupees in '000)	
6 BANK BALANCES	<i>Note</i>		
Savings account	6.1	13,976,966	15,867,270
		13,976,966	15,867,270

- 6.1 This includes balance of Rs. 61.79 million (June 30, 2021 Rs. 8.801 million) with Bank Al Habib Limited, a related party which carry profit rate of 6.5% (June 30, 2021: 6.5%) per annum and balance with other commercial banks which carry profit of 6.50% to 7.90% (June 30, 2021: 4.00% to 7.95%).

		(Unaudited) September 30, 2021	(Audited) June 30, 2021
		(Rupees in '000)	
7 INVESTMENTS			
At fair value through profit or loss - held for trading			
Government securities - Market Treasury Bills		11,246,552	-
At amortised cost			
Term deposit receipt (TDR)		1,900,000	1,000,000
		13,146,552	1,000,000

7.1 Government Securities - Treasury Bills

Description	Face Value				As at September 30, 2021				
	As at July 01 2021	Purchases during the period	Sold / Matured during the period	As at September 30, 2021	Carrying value	Market value	Appreciation / (diminution)	Market value as percentage of Net Assets	Market value as percentage of Total Investment
----- (Rupees in '000) -----									
Market Treasury Bills 3 months	-	239,100,000	238,630,000	470,000	46,704	46,666	(38)	0.29%	0.35%
Market Treasury Bills 6 months	-	845,609,150	732,829,600	112,779,550	11,200,436	11,199,886	(550)	70.16%	85.19%
Total as at September 30, 2021					11,247,140	11,246,552	(588)		
Total as at June 30, 2021					-	-	-		

FIRST HABIB CASH FUND

	(Unaudited) September 30, 2021	(Audited) June 30, 2021
	(Rupees in '000)	
8 PROFIT RECEIVABLE		
Profit receivable on saving account	98,803	69,657
Profit receivable on term deposit receipts	21,168	14,748
	<u>119,971</u>	<u>84,405</u>
9 ADVANCE, DEPOSIT AND OTHER RECEIVABLES		
Prepayments	73	121
Security deposit	100	100
Advance tax	1,116	1,058
	<u>1,289</u>	<u>1,279</u>

10 PROVISION FOR SINDH WORKERS' WELFARE FUND

Sindh Revenue Board through its letter dated August 12, 2021 had intimated Mutual Fund Association of Pakistan (MUFAP) that the mutual funds do not qualify as financial institutions / industrial establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has been taken up with the SECP and all the Asset Management Companies. In consultation with SECP, Asset Management Companies have reversed the cumulative provision for SWWF recognized in the financial statements of the funds on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, no provision for SWWF have been recognized in the financial statements of the Fund.

11 EARNINGS PER UNIT

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

12 TAXATION

The Fund's income is exempt from Income Tax as per clause (99) of part I of the Second Schedule of 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. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the fund is required to distribute 90% of the net accounting income other than unrealized capital gains to the unit holders. The management intends to distribute at least 90% of the income earned by the year end by this Fund to the unit holders. Accordingly, no provision has been made in these condensed interim financial information.

13 TRANSACTIONS WITH CONNECTED PERSONS

Connected persons / related parties include AL Habib Asset Management Limited being the Management Company, AL Habib Capital Markets (Private) Limited and Bank AL Habib Limited being companies under common management or directorship, First Habib Income Fund, First Habib Islamic Income Fund, First Habib Asset Allocation Fund, First Habib Stock Fund, First Habib Islamic Stock Fund and being the Funds managed by the common Management Company, Central Depository Company Limited being the Trustee of the Fund, directors and officers of the above entities and includes persons holding 10% or more in the units of the Fund as at June 30, 2020. It also includes staff retirement benefit funds of the above connected person / related parties.

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

Remuneration to management company and trustee is determined in accordance with the provisions of Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003, Non-Banking Finance Companies and Notified Entities Regulation 2008 and the Trust Deed respectively.

FIRST HABIB CASH FUND

Details of the transactions with connected persons and balances with them at year end are as follows:

	Quarter ended September 30,	
	2021	2020
	----- (Rupees in '000) -----	
AL Habib Asset Management Limited - Management Company		
Remuneration of AL Habib Asset Management Limited - Management Company	19,898	3,781
Sindh Sales tax on management fee	2,587	492
Expenses allocated by the Management Company	5,540	-
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of Central Depository Company of Pakistan Limited - Trustee	3,002	491
Sindh Sales tax on trustee Remuneration	390	64
Bank AL Habib Limited		
Profit on bank balances	410	914

Details of the balances with connected persons are as follows:

	(Unaudited) September 30, 2021	(Audited) June 30, 2021
	----- (Rupees in '000) -----	
AL Habib Asset Management Limited - Management Company		
Management remuneration payable	3,373	3,613
Federal Excises duty	13,417	13,417
Central Depository Company of Pakistan Limited - Trustee		
-Remuneration payable	1,072	837
Bank AL Habib Limited		
Bank balances	61,787	8,802
Profit on bank deposits	720	5,168

	Quarter ended September 30, 2021		Quarter ended September 30, 2020	
	(Units)	(Rupees in '000)	(Units)	(Rupees in '000)
Units sold to:				
Parent Company				
- Bank AL Habib Limited	5,465,046	554,042	-	-
Management Company				
AL Habib Asset Management Limited - Management Company	6,908,675	696,723	-	-
Other related parties				
- Directors and their relatives of the Management Company	17,386,775	1,761,627	184,160	18,576
- Key Executives of the Management Company	2,217	224	-	-
- Habib Asset Management Ltd.Emp.Provident Fund	345	35	-	-
- Central Depository Company of Pakistan Limited	14,716	1,742	247,979	25,000
Units redeemed by:				
Management Company				
AL Habib Asset Management Limited - Management Company	56,419	5,698	4,806,584	482,840
Other related parties				
- Directors and their relatives of the Management Company	12,340,627	1,250,282	181,631	18,312
- Habib Asset Management Ltd.Emp.Provident Fund	41,699	4,200	-	-
- Key Executives of the Management Company	2,140	217	-	-

FIRST HABIB CASH FUND

	Quarter ended September 30, 2021		Quarter ended September 30, 2020	
	(Units)	(Rupees in '000)	(Units)	(Rupees in '000)
Units held by:				
Parent Company				
- Bank AL Habib Limited	44,774,296	4,515,935	1,392,189	140,974
Management Company				
AL Habib Asset Management Limited - Management Company	6,591,991	664,868	-	-
Other related parties				
- Directors and their relatives of the Management Company	7,737,289	780,383	100,937	10,190
- Key Executives of the Management Company	77	8	-	-
- Central Depository Company of Pakistan Limited	1,053,342	106,240	250,086	25,246
- Habib Asset Management Limited - Provident Fund	21,009	2,119	73,192	7,389

14 TOTAL EXPENSE RATIO (TER)

TER of the Fund for the period ended September 30, 2021 is 0.71% which include 0.08% representing government levy and SECP fee.

15 GENERAL

Date of authorization for issue

These interim financial information were authorised for issue by the Board of Directors of the Management Company on **October 21, 2021**.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

FIRST HABIB INCOME FUND
Quarterly Report
September 30, 2021

FUND'S INFORMATION**Management Company**

AL Habib Asset Management Limited

Board of Directors of the Management Company

Mr. Abbas D. Habib	Chairman
Mr. Mansoor Ali	Director
Mr. Imran Azim	Director
Ms. Zarine Aziz	Director
Mr. Saeed Allawala	Director
Mr. Kashif Rafi	Chief Executive

Chief Financial Officer

Mr. Abbas Qurban

Company Secretary & Chief Operating Officer

Mr. Zahid Hussain Vasnani

Audit Committee

Mr. Saeed Allawala	Chairman
Mr. Mansoor Ali	Member
Mr. Imran Azim	Member

Human Resource Committee

Mr. Saeed Allawala	Chairman
Mr. Mansoor Ali	Member
Ms. Zarine Aziz	Member
Mr. Kashif Rafi	Member

Auditors

EY Ford Rhodes
Progressive Plaza,
Beaumont Road,
Karachi 75530, Pakistan

Legal Advisor

Mohsin Tayebaly & Co.
Barristers & Advocates,
2nd Floor, DIME Centre, BC-4, Block 9,
Kehkashan, Clifton, Karachi.

Trustee

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

Rating

AA (f) Fund Stability Rating Rating by PACRA
AM2 Management Company Quality Rating
Assigned by PACRA.

Bankers to the Fund

Bank AL Habib Limited
Bank Alfalah Limited
Allied Bank Limited
JS bank Limited

Registered Office: 3rd Floor, Mackinnon's Building, I.I. Chundrigar Road, Karachi.

FIRST HABIB INCOME FUND

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT SEPTEMBER 30, 2021

		(Unaudited) September 30, 2021 (Rupees in '000)	(Audited) June 30, 2021
	Note		
Assets			
Bank balances	6	1,560,164	1,261,702
Investments	7	1,724,116	161,054
Profit receivable	8	9,354	8,382
Receivable against sale of units		-	364
Advances, deposits and prepayments	9	4,877	4,922
Total assets		3,298,511	1,436,424
Liabilities			
Payable to AL Habib Asset Management Limited - Management Company		179	1,569
Provision for Federal Excise Duty on remuneration of the Management Company		8,746	8,746
Payable to Central Depository Company of Pakistan Limited - Trustee		144	142
Payable to Securities and Exchange Commission of Pakistan - (SECP)		80	210
Provision for Sindh Workers' Welfare Fund	10	-	7,237
Payable against purchase of investments		1,542,234	-
Payable against redemption of units		30	11
Accrued expenses and other liabilities		3,464	5,947
Total liabilities		1,554,877	23,862
Net assets		1,743,634	1,412,562
Unit holders' fund (as per statement attached)		1,743,634	1,412,562
		(Number of Units)	
Number of units in issue (Face value of units is Rs. 100 each)		16,911,085	14,010,952
		(Rupees)	
Net asset value per unit		103.11	100.82

The annexed notes 1 to 16 form an integral part of these financial statements.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

FIRST HABIB INCOME FUND

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

		Quarter ended September 30,	
		2021	2020
		(Rupees in '000)	
Note			
	Income		
	Profit on bank deposits	14,956	2,524
	Mark-up / return on investments	16,930	14,480
	Income from Margin Trading System	-	668
	Income on margin deposit with National Clearing Company of Pakistan Limited	-	8
10	Other income	7,237	-
		39,123	17,680
	Net loss on investment classified at fair value through profit or loss		
	-Net capital loss on sale of investment	(1,549)	(2,091)
7.3	-Net unrealised gain / (loss) on revaluation of investments	1,320	(5,914)
		(229)	(8,005)
	Total income	38,894	9,675
	Expenses		
	Remuneration of AL Habib Asset Management Limited - Management Company	2,952	2,356
	Sindh Sales tax on management fee	384	306
	Expenses allocated by the Management Company	499	-
	Remuneration of Central Depository Company of Pakistan Limited - Trustee	300	177
	Sindh Sales tax on Trustee remuneration	39	23
	Annual fee to Securities and Exchange Commission of Pakistan (SECP)	80	47
	Brokerage expense	161	180
	Settlement and bank charges	148	222
	Annual listing fee	9	6
	Auditors' remuneration	137	145
	Mutual fund rating fee	127	116
	Printing charges	16	16
	Total expenses	4,852	3,594
	Net income from operating activities	34,042	6,081
	Provision for Sindh Worker's Welfare Fund	-	(122)
	Net income for the period before taxation	34,042	5,959
	Taxation	-	-
	Net income for the period after taxation	34,042	5,959
	Allocation of net income for the period:		
	Net income for the period	34,042	5,959
	Income already paid on units redeemed	(5,420)	(1,561)
		28,622	4,398
	Accounting income available for distribution:		
	- Relating to capital loss	(1,302)	(1,543)
	- Excluding capital loss	29,924	5,941
		28,622	4,398

The annexed notes 1 to 16 form an integral part of these financial statements.

**For AL Habib Asset Management Limited
(Management Company)**

Chief Executive

Chief Financial Officer

Director

FIRST HABIB INCOME FUND

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30,	
	2021	2020
	(Rupees in '000)	
Net income for the period	34,042	5,959
Other comprehensive income for the period	-	-
Total comprehensive income for the period	<u>34,042</u>	<u>5,959</u>

The annexed notes 1 to 16 form an integral part of these financial statements.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

FIRST HABIB INCOME FUND

**CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	Quarter ended September 30,					
	2021			2020		
	Capital Value	Un distributed income	Net Asset	Capital Value	Un distributed income	Net Asset
	------(Rupees in '000)-----					
Net assets at the beginning of the period	1,399,355	13,207	1,412,562	1,105,868	16,854	1,122,722
Issue of 12,045,127 units (2020: 130,837 units)						
- Capital value	1,214,390	-	1,214,390	13,209	-	13,209
- Element of income	19,902	-	19,902	43	-	43
Amount received / receivable on issuance of units	1,234,292	-	1,234,292	13,252	-	13,252
Redemption of 9,144,994 units (2020: 3,261,158 units)						
- Capital value	(921,998)	-	(921,998)	(325,619)	-	(325,619)
- Element of loss	(9,844)	(5,420)	(15,264)	(1,815)	(1,561)	(3,376)
Amount paid / payable on redemption of units	(931,842)	(5,420)	(937,262)	(327,434)	(1,561)	(328,995)
Total comprehensive income for the period	-	34,042	34,042	-	5,959	5,959
Net income for the period less distribution	-	34,042	34,042	-	5,959	5,959
Net assets at the end of the period	1,701,805	41,829	1,743,634	791,686	21,252	812,938
Undistributed income brought forward						
- Realised income		14,132			20,363	
- Unrealised loss		(925)			(3,509)	
		13,207			16,854	
Accounting income available for distribution						
- Relating to capital loss		(1,302)			(1,543)	
- Excluding capital gains		29,924			5,941	
		28,622			4,398	
Undistributed income carried forward		41,829			21,252	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period		100.82			100.96	
Net assets value per unit at end of the period		103.11			101.74	

The annexed notes 1 to 16 form an integral part of these financial statements.

**For AL Habib Asset Management Limited
(Management Company)**

Chief Executive

Chief Financial Officer

Director

FIRST HABIB INCOME FUND

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30,	
	2021	2020
	(Rupees in '000)	
CASH FLOW FROM OPERATING ACTIVITIES		
Net income for the period	34,042	5,959
Adjustments		
Net unrealised gain / (loss) on revaluation of investments	(1,320)	5,914
	32,722	11,873
Working Capital Changes		
<i>(Increase) / decrease in assets</i>		
Investments	(1,561,742)	(216,670)
Receivable against margin trading system	-	(54,565)
Profit receivable	(972)	8,306
Receivable against sale of investment	364	(9,102)
Advances, deposits and prepayment	45	115
	(1,562,305)	(271,916)
<i>Increase / (Decrease) in liabilities</i>		
Payable to AL Habib Asset Management Limited - Management Company	(1,390)	(307)
Payable to Central Depository Company of Pakistan Limited - Trustee	2	(23)
Payable to Securities and Exchange Commission of Pakistan	(130)	(103)
Provision for Sindh Workers' Welfare Fund	(7,237)	121
Payable against purchase of investment	1,542,234	(357,666)
Payable against redemption of units	19	(2)
Accrued expenses and other liabilities	(2,483)	(9,039)
	1,531,015	(367,019)
Net cash used in / generated from operating activities	1,432	(627,062)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issuance of units	1,234,292	13,252
Payment on redemption of units	(937,262)	(328,995)
Net increase / (decrease) in cash and cash equivalents during the period	297,030	(315,743)
Cash and cash equivalents at beginning of the period	1,261,702	1,015,269
Cash and cash equivalents at the end of the period	1,560,164	72,464
Cash and cash equivalents at the end of the period comprise of :		
Bank balances	1,560,164	72,464
	1,560,164	72,464

The annexed notes 1 to 16 form an integral part of these financial statements.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

1. LEGAL STATUS AND NATURE OF BUSINESS

First Habib Income Fund (the "Fund") was established under a Trust Deed executed between AL Habib Asset Management Limited as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed on September 6, 2006 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on August 3, 2006 under Regulation 44 of the NBFC and Notified Entities Regulations 2008.

The Management Company of the Fund has been licensed to undertake Asset Management Services as Non Banking Finance Company under the NBFC Rules by the SECP. The registered office of the Management Company is situated at 3rd floor, MacKinnons Building, I.I. Chundrigar Road Karachi, Pakistan.

The Fund is an open-end mutual fund and is listed on the Pakistan Stock Exchange. Units are offered for public subscription on a continuous basis. Units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holder.

The Fund has been formed to provide reasonable rate of return consistent with reasonable concern for safety of principal amount to the unit holders, along with facility to join or leave the fund at their convenience. The management team would seek to enhance returns through active portfolio management using efficiency tools.

Pakistan Credit Rating Agency (PACRA) has assigned asset management rating of 'AM2' and 'AA(f)' to the Management Company and the Fund respectively.

The Fund invests in a diversified portfolio of Term Finance Certificates, Government securities, corporate debt securities, certificates of investments, Term Deposit Receipts, continuous funding system and other money market instruments (including the clean placements). The Fund has been categorised as income scheme.

Title of the assets of the Fund are held in the name of CDC as a trustee of the Fund.

2. BASIS OF PRESENTATION

2.1 Statement of Compliance

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

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

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations have been followed.

These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Fund for the year ended June 30, 2021.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements of the Fund as at and for the year ended June 30, 2021.

FIRST HABIB INCOME FUND

4. ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial information in conformity with approved accounting standards, as applicable in Pakistan, requires the Management Company 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 result may differ from these estimates.

The significant judgments made by the Management Company in applying accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements as at and for the year ended June 30, 2021.

5. FINANCIAL RISK MANAGEMENT

The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2021.

		(Unaudited) September 30, 2021 (Rupees in '000)	(Audited) June 30, 2021
6. BANK BALANCES	<i>Note</i>		
Saving accounts	6.1	1,560,072	1,261,660
Current accounts	6.2	92	42
		<u>1,560,164</u>	<u>1,261,702</u>

6.1 These carry profit rates ranging from 6.50% to 7.90% (2021: 6.50% to 7.69%) per annum. It includes balance of Rs. 0.53 million (June 30, 2021: Rs 1.41 million) with Bank AL Habib Limited, a related party carrying profit rate of 6.50% (June 30, 2021: 6.50%) per annum.

6.2 This represents balance with Bank AL Habib Limited, a related party.

		(Unaudited) September 30, 2021 (Rupees in '000)	(Audited) June 30, 2021
7. INVESTMENTS	<i>Note</i>		
- At fair value through profit or loss			
Government securities - Market Treasury Bills	7.1	1,542,177	-
Term Finance Certificates / Sukuk Certificates	7.3	81,939	161,054
- At amortised cost:			
Term deposit receipt (TDR)		<u>100,000</u>	<u>-</u>
		<u>1,724,116</u>	<u>161,054</u>

7.1. Government Securities - Market Treasury Bills

Issue date	Face value				As at September 30, 2021			Market value as percentage of	
	As at July 01, 2021	Purchases during the period	Sold / Matured during the period	As at September 30, 2021	Carrying value	Market value	Unrealized loss	Net assets	Total investments
(Rupees in '000)									
7.1.1 Market Treasury Bills 3 months	-	6,054,865	4,502,000	1,552,865	1,542,234	1,542,177	(57)	88.45%	89.45%
Market Treasury Bills 6 months	-	6,100,000	6,100,000	-	-	-	-	0.00%	0.00%
Market Treasury Bills 12 months	-	350,000	350,000	-	-	-	-	0.00%	0.00%
Total as at September 30, 2021					<u>1,542,234</u>	<u>1,542,177</u>	<u>(57)</u>		
Total as at June 30, 2021					<u>-</u>	<u>-</u>	<u>-</u>		

7.1.1 This represents Market Treasury Bill carry rate of return of 7.40% (June 30 2021: 7.04%) per annum.

FIRST HABIB INCOME FUND

7.2. Government Securities - Pakistan Investment Bonds

Issue date	Face value				As at September 30, 2021			Market value as percentage of	
	As at July 01, 2021	Purchases during the period	Sold / Matured during the period	As at September 30, 2021	Carrying value	Market value	Unrealized loss	Net assets	Total investments
(Rupees in '000)									
PIB 03 Year	-	450,000	450,000	-	-	-	-	0.00%	0.00%
PIB 05 Year	-	300,000	300,000	-	-	-	-	0.00%	0.00%
Total as at September 30, 2021					-	-	-		
Total as at June 30, 2021					-	-	-		

7.3 Term Finance Certificates / Sukuk Certificates

Issue date	Face value				As at September 30, 2021			Market value as percentage of	
	As at July 01, 2021	Purchases during the period	Sold / Matured during the period	As at September 30, 2021	Carrying value	Market value	Unrealized loss	Net assets	Total investments
(Number of certificate)					(Rupees in '000)				
<u>Unquoted</u>									
Askari Bank Limited - TFC VII (17-03-2020) (certificates of Rs. 100,000 each)	60	-	-	60	60,238	61,383	1,145	3.52%	3.56%
AGP Limited - Sukuk (9-6-2017) (certificates of Rs. 100,000 each)	250	-	-	250	3,771	3,784	13	0.22%	0.22%
Bank AL Habib Limited - TFC (06-12-2018) (certificates of Rs. 100,000 each)	15,000	19,000	(34,000)	-	-	-	-	0.00%	0.00%
Ghani Gases Limited- Sukuk (2-2-2017) (certificates of Rs. 100,000 each)	250	-	-	250	9,307	9,583	276	0.55%	0.56%
International Brands Limited- Sukuk (15-11-2017) (certificates of Rs. 100,000 each)	250	-	-	250	7,246	7,189	(57)	0.41%	0.42%
Total as at September 30, 2021					80,562	81,939	1,377		
Total as at June 30, 2021					126,888	122,853	(4,035)		

8. PROFIT RECEIVABLE

Receivable against TFCs / Sukuks	425	890
Bank deposits	7,815	7,492
Term deposit receipt	1,114	-
	9,354	8,382

9. ADVANCES, DEPOSITS AND PREPAYMENTS

Security Deposit with National Clearing Company of Pakistan Limited (NCCPL)	2,500	2,500
Deposit with Central Depository Company of Pakistan Limited	100	100
Deposit with NCCPL against margin trading system (MTS)	250	250
Prepayment against MTS account maintenance fee	62	127
PSX annual listing fee	19	-
Advance tax	1,946	1,945
	4,877	4,922

FIRST HABIB INCOME FUND

10. PROVISION FOR SINDH WORKERS' WELFARE FUND

Sindh Revenue Board through its letter dated August 12, 2021 had intimated Mutual Fund Association of Pakistan (MUFAP) that the mutual funds do not qualify as financial institutions / industrial establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has been taken up with the SECP and all the Asset Management Companies. In consultation with SECP, Asset Management Companies have reversed the cumulative provision for SWWF recognized in the financial statements of the funds on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, no provision for SWWF have been recognized in the financial statements of the Fund.

11. EARNINGS PER UNIT

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

12. TAXATION

The Fund's income is exempt from Income Tax as per clause (99) of part I of the Second Schedule of 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. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the fund is required to distribute 90% of the net accounting income other than unrealized capital gains to the unit holders. The management intends to distribute at least 90% of the income earned by the year end by this Fund to the unit holders. Accordingly, no provision has been made in these condensed interim financial information.

13. FAIR VALUE OF FINANCIAL INSTRUMENTS

The Fund's accounting policy on fair value measurements is disclosed in the financial statements for the year ended June 30, 2021.

Fair value hierarchy

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

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

As at September 30, 2021 the categorisation of investments is shown below:

	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			
Government securities - Market Treasury Bills	-	1,542,177	-	1,542,177
Term Finance Certificates / Sukuk Certificates	-	81,939	-	81,939
Term deposit receipts (TDR)	-	100,000	-	100,000
	<u>-</u>	<u>1,724,116</u>	<u>-</u>	<u>1,724,116</u>

As at June 30, 2021 the categorisation of investments is shown below:

	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			
Government securities - Market Treasury Bills	-	-	-	-
Term finance certificates / Sukuk certificates	-	161,054	-	161,054
	<u>-</u>	<u>161,054</u>	<u>-</u>	<u>161,054</u>

FIRST HABIB INCOME FUND

14. TRANSACTIONS WITH CONNECTED PERSONS

Connected persons include AL Habib Asset Management Limited being the Management Company, associated companies of the Management Company, First Cash Fund, First Habib Islamic Income Fund, First Habib Asset Allocation Fund, First Habib Stock Fund and First Habib Islamic Stock Fund being the Funds managed by common Management Company, Central Depository Company of Pakistan Limited being the trustee of the Fund and all other concerns that fall under common management or control.

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

Remuneration to management company and trustee is determined in accordance with the provisions of Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003, Non-Banking Finance Companies and Notified Entities Regulation 2008 and the Trust Deed respectively.

Details of of the transactions with connected persons are as follows:

	(Unaudited) September 30, 2021	2020
	(Rupees in '000)	
AL Habib Asset Management Limited - Management Company		
- Management Remuneration	2,952	2,356
- Sindh Sales Tax on Management Company's Remuneration	384	306
- Expenses allocated by the Management Company	499	-
Central Depository Company of Pakistan Limited - Trustee		
-Trustee Remuneration	300	177
-Sindh Sales Tax on Trustee Remuneration	39	23
Bank AL Habib Limited		
-Profit on Bank Balance	190	719

	(Unaudited) September 30, 2021	(Audited) June 30, 2021
	(Rupees in '000)	
Details of balances with connected persons at period end are as follows:		
AL Habib Asset Management Limited - Management Company		
- Management Company fee payable	179	1,569
- Federal Excise duty	8,746	8,746
Central Depository Company of Pakistan Limited - Trustee		
-Remuneration payable	144	142
-Other CDC Charges payable	20	17
-Security deposit - Non interest bearing	100	100
Bank AL Habib Limited		
-Bank Balance	528	1,363

	(Unaudited) September 30, 2021		(Unaudited) September 30, 2020	
Units sold to:	(Units)	(Rupees in '000)	(Units)	(Rupees in '000)
Management Company				
- AL Habib Asset Management Limited	5,994,883	613,958	-	-
Other related parties:				
- Key Executives of the Management Company	63	6	-	-
- Directors and spouse of the Management Company	137	14	523	53
Connected Parties holding 10% or more of the unit in issue	1,855,218	150,043	-	-

FIRST HABIB INCOME FUND

	(Unaudited) September 30, 2021		(Unaudited) September 30, 2020	
	(Units)	(Rupees in '000)	(Units)	(Rupees in '000)
Units redeemed by:				
Management Company				
- AL Habib Asset Management Limited	5,994,883	616,111	-	-
Other related parties				
- Directors and spouse of the Management Company	-	-	2,979	300
Units held by:				
Parent Company				
- Bank AL Habib Limited	1,363,808	140,622	1,363,808	138,759
Other related parties:				
- Key Executives of the Management Company	63	6	-	-
- Directors and spouse of the Management Company	85,675	8,834	96,568	9,826
Connected Parties holding 10% or more of the unit in issue	11,831,130	1,219,908	-	-

15. TOTAL EXPENSE RATIO (TER)

TER of the Fund for the period ended September 30, 2021 is 1.21 % which include 0.13 % representing government levy and SECP fee.

16. GENERAL

DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorized for issue by the Board of Directors of the Management Company on October 21, 2021.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

FIRST HABIB ISLAMIC INCOME FUND
Quarterly Report
September 30, 2021

FIRST HABIB ISLAMIC INCOME FUND

FUND'S INFORMATION

Management Company

AL Habib Asset Management Limited

Board of Directors of the Management Company

Mr. Abbas D. Habib	Chairman
Mr. Mansoor Ali	Director
Mr. Imran Azim	Director
Ms. Zarine Aziz	Director
Mr. Saeed Allawala	Director
Mr. Kashif Rafi	Chief Executive

Chief Financial Officer

Mr. Abbas Qurban

Company Secretary & Chief Operating Officer

Mr. Zahid Hussain Vasnani

Audit Committee

Mr. Saeed Allawala	Chairman
Mr. Mansoor Ali	Member
Mr. Imran Azim	Member

Human Resource Committee

Mr. Saeed Allawala	Chairman
Mr. Mansoor Ali	Member
Ms. Zarine Aziz	Member
Mr. Kashif Rafi	Member

Auditors

EY Ford Rhodes
Progressive Plaza,
Beaumont Road,
Karachi 75530, Pakistan

Legal Advisor

Mohsin Tayebaly & Co.
Barristers & Advocates,
2nd Floor, DIME Centre, BC-4, Block 9,
Kehkashan, Clifton, Karachi.

Trustee

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

Rating

AA(f) Fund Stability Rating, Rating by PACRA
AM2 Management Company Quality Rating
Assigned by PACRA.

Bankers to the Fund

Bank Islami Pakistan Limited
Bank Al Habib Limited
Faysal Bank Limited
Al Barka Bank

Registered Office: 3rd Floor, Mackinnon's Building, I.I. Chundrigar Road, Karachi.

FIRST HABIB ISLAMIC INCOME FUND

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT SEPTEMBER 30, 2021

	<i>Note</i>	(Unaudited) September 30, 2021 (Rupees in '000)	(Audited) June 30, 2021
Assets			
Bank balances	6	4,513,304	3,041,766
Investments	7	7,103,972	10,873,124
Profit receivable	8	129,618	181,197
Receivable against sale of investment		-	78,914
Preliminary expenses and floatation cost		104	189
Advances, deposits and prepayments	9	9,583	9,517
Total assets		11,756,581	14,184,707
Liabilities			
Payable to AL Habib Asset Management Limited- Management Company		9,063	10,696
Payable to Central Depository Company of Pakistan Limited (CDC) - Trustee		719	1,189
Payable to Securities and Exchange Commission of Pakistan (SECP)		647	2,428
Provision for Sindh Workers' Welfare Fund (SWWF)	10	-	24,627
Payable against redemption of Units		234	7,044
Accrued expenses and other liabilities		18,278	8,946
Total liabilities		28,941	54,930
Net assets		11,727,640	14,129,777
Unit holders' Fund (as per statement attached)		11,727,640	14,129,777
		(Number of Units)	
Number of units in issue (Face value of units is Rs. 100 each)		114,511,927	140,512,294
		(Rupees)	
Net asset value per unit		102.41	100.56

The annexed notes 1 to 16 form an integral part of these financial statements.

**For AL Habib Asset Management Limited
(Management Company)**

Chief Executive

Chief Financial Officer

Director

FIRST HABIB ISLAMIC INCOME FUND

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30,	
	2021	2020
	(Rupees in '000)	
Income		
Profit on bank deposits	80,049	129,644
Profit / return on investments	146,185	64,337
Return on margin deposit with NCCPL	1	18
Other income	24,627	-
	250,862	193,999
Net gain on investments designated at fair value through profit or loss		
- Net capital gain / (loss) on sale of investments	4,807	(256)
- Net unrealised gain on revaluation of investments	13,638	6,172
	18,445	5,916
Total income	269,307	199,915
Expenses		
Payable to AL Habib Asset Management Limited - Management Company	23,256	14,341
Sindh Sales Tax on management fee	3,023	1,854
Expenses allocated by the Management Company	4,747	-
Remuneration of Central Depository Company of Pakistan Limited - Trustee	2,425	2,139
Sindh Sales Tax on Trustee's remuneration	315	278
Annual fee to Securities and Exchange Commission of Pakistan (SECP)	647	570
Brokerage expense	92	422
Settlement and bank charges	84	118
Annual listing fee	9	9
Auditors' remuneration	172	99
Amortization of formation cost	86	85
Mutual fund rating fee	37	34
Printing charges	16	16
Total expenses	34,909	19,965
Net income from operating activities	234,398	179,950
Provision for Sindh Worker's Welfare Fund	-	(3,599)
Net income for the period before taxation	234,398	176,351
Taxation	-	-
Net income for the period after taxation	234,398	176,351
Allocation of Net Income for the period:		
Net income for the period after taxation	234,398	176,351
Income already paid on units redeemed	(115,792)	(29,336)
	118,606	147,015
Accounting Income available for distribution:		
- Relating to capital gain / (loss)	2,432	(213)
- Excluding capital gains	116,174	147,228
	118,606	147,015

The annexed notes 1 to 16 form an integral part of these financial statements.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

FIRST HABIB ISLAMIC INCOME FUND

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30,	
	2021	2020
	(Rupees in '000)	
Net income for the period after taxation	234,398	176,351
Other comprehensive income for the period	-	-
Total comprehensive income for the period	234,398	176,351

The annexed notes 1 to 16 form an integral part of these financial statements.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

FIRST HABIB ISLAMIC INCOME FUND

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UNAUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30,					
	2021			2020		
	Capital Value	Un distributed income	Net Asset	Capital Value	Un distributed income	Net Asset
	(Rupees in '000)					
Net assets at the beginning of the period	14,087,993	41,784	14,129,777	9,012,534	17,558	9,030,092
Issuance of 65,952,842 units (2020: 87,413,254 units)						
additional units (2020: 259,157 units) issued at nil value						
-Capital Value	6,632,218	-	6,632,218	8,772,488	-	8,772,488
-Element of Income	102,264	-	102,264	(7,414)	-	(7,414)
Amount received on issuance of units	6,734,482	-	6,734,482	8,765,074	-	8,765,074
Redemption of 91,953,209 units (2020: 55,002,502 units)						
-Capital Value	(9,246,816)	-	(9,246,816)	(5,490,523)	-	(5,490,523)
-Element of Income	(8,409)	(115,792)	(124,201)	(7,976)	(29,336)	(37,312)
Amount paid on redemption of units	(9,255,225)	(115,792)	(9,371,017)	(5,498,499)	(29,336)	(5,527,835)
Total comprehensive income for the period	-	234,398	234,398	-	176,351	176,351
Interim cash distribution for the period ended 30 June 2022: Rs. Nil (30 June 2021 Rs. 1.1182 per unit)	-	-	-	-	(102,744)	(102,744)
Net income for the period less distribution	-	234,398	234,398	-	73,607	73,607
Net assets at end of the period	11,567,250	160,390	11,727,640	12,279,109	61,829	12,340,938
Undistributed income brought forward						
- Realised		(6,861)			119	
-Unrealised		48,645			17,439	
		41,784			17,558	
Accounting income available for distribution						
-Relating to capital loss		2,432			(213)	
-Excluding capital gains		116,174			147,228	
		118,606			147,015	
Interim cash distribution for the period ended 30 June 2022: Rs. Nil (30 June 2021 Rs. 1.1182 per unit)		-			(102,744)	
Undistributed income carried forward		160,390			61,829	
Undistributed income carried forward comprise of:						
- Realised		146,752			55,657	
-Unrealised		13,638			6,172	
		160,390			61,829	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			100.56			100.36
Net assets value per unit at end of the period			102.41			100.83

The annexed notes 1 to 16 form an integral part of these financial statements.

**For AL Habib Asset Management Limited
(Management Company)**

Chief Executive

Chief Financial Officer

Director

FIRST HABIB ISLAMIC INCOME FUND

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30,	
	2021	2020
	(Rupees in '000)	
CASH FLOW FROM OPERATING ACTIVITIES		
Net income for the period before taxation	234,398	176,351
Adjustments		
Net unrealised gain on revaluation of investments	(13,638)	(6,172)
	220,760	170,179
Working Capital Changes		
Increase / (decrease) in assets		
Investments	3,782,790	(1,025,723)
Profit receivable	51,579	(8,600)
Receivable against sale of investment	78,914	-
Preliminary expenses and floatation cost	85	85
Advances, deposits and prepayments	(66)	(19)
	3,913,302	(1,034,257)
Increase (Decrease) in liabilities		
Payable to Habib Asset Management Limited - Management Company	(1,633)	1,408
Payable to Central Depository Company of Pakistan Limited - Trustee	(470)	199
Payable to Securities and Exchange Commission of Pakistan (SECP)	(1,781)	(276)
Provision for Sindh Workers' Welfare Fund	(24,627)	3,599
Payable against Redemption of Units	(6,810)	30,680
Accrued expenses and other liabilities	9,332	(2,628)
	(25,989)	32,982
Net cash generated from / (used) in operating activities	4,108,073	(831,096)
CASH FLOW FROM FINANCING ACTIVITIES		
Amount received on issuance of units	6,734,482	8,765,074
Amount paid on redemption of units	(9,371,017)	(5,527,835)
Dividend paid during the period	-	(102,744)
Net increase in cash and cash equivalents during the period	1,471,538	2,303,399
Cash and cash equivalents at beginning of the period	3,041,766	4,841,237
Cash and cash equivalents at the end of the period	4,513,304	7,144,636
Cash and cash equivalents at the end of the year comprise of :		
Cash at bank - saving account	4,513,304	7,144,636
	4,513,304	7,144,636

The annexed notes 1 to 16 form an integral part of these financial statements.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

FIRST HABIB ISLAMIC INCOME FUND

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

First Habib Islamic Income Fund ("the Fund") was established under a Trust Deed executed between AL Habib Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed on August 30, 2016 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on August 22, 2016 under Regulation 67 of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules).

The Management Company of the Fund has been licensed to undertake Asset Management Services as Non-Banking Finance Company under the NBFC Rules by SECP. The registered office of the management company is situated at 3rd Floor, MacKinnon's Building, I.I. Chundrigar Road Karachi, Pakistan.

The Fund is an open-end mutual fund and is listed on the Pakistan Stock Exchange. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holder.

The Fund has been formed to provide reasonable rate of return consistent with reasonable concern for safety of principal amount to the unit holders, along with facility to join or leave the fund at their convenience. The management team would seek to enhance returns through active portfolio management using efficiency tools.

The Fund has been categorized as an Open-End Shariah Compliant (Islamic) Income Scheme as per the criteria laid down by the Securities and Exchange Commission of Pakistan for Categorisation of Collective Investment Schemes (CIS).

Title to the assets of the Fund are held in the name of Central Depository Company Limited (CDC) as a trustee of the Fund.

Pakistan Credit Rating Agency (PACRA) has assigned asset management rating of 'AM2' and 'AA(f)' to the Management Company and the Fund respectively.

2. BASIS OF PRESENTATION

2.1 Statement of Compliance

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

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

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations have been followed.

These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Fund for the year ended June 30, 2021.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements of the Fund as at and for the year ended June 30, 2021.

FIRST HABIB ISLAMIC INCOME FUND

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial information in conformity with approved accounting standards, as applicable in Pakistan, requires the Management Company 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 result may differ from these estimates.

The significant judgments made by the Management Company in applying accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements as at and for the year ended June 30, 2021.

5. FINANCIAL RISK MANAGEMENT

The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2021.

		(Unaudited) September 30, 2021	(Audited) June 30, 2021
	Note	(Rupees in '000)	
6 BANK BALANCES			
Saving Accounts	6.1	4,512,892	3,041,354
Current Accounts		412	412
		<u>4,513,304</u>	<u>3,041,766</u>

6.1 These carry profit rates ranging from 4.00% to 7.35% (June 30, 2021: 3.75% to 7.00%) per annum.

		(Unaudited) September 30, 2021	(Audited) June 30, 2021
		(Rupees in '000)	
7 INVESTMENTS			
Investments by Category			
At fair value through profit or loss			
Investment in Sukuk Certificate	7.1	5,953,972	6,623,124
At amortized cost			
Term Deposit Receipts (TDR)	7.2	1,150,000	4,250,000
		<u>7,103,972</u>	<u>10,873,124</u>

7.1 Sukuk Certificate

Name of the Investee	Face Value			As at September 30, 2021			Market value as percentage of		
	As at July 01, 2021	Purchases during the period	Sold / Matured during the period	As at September 30, 2021	Carrying value	Market value	Unrealized gain / loss	Net assets	total investments

----- (Rupees in '000) -----

Unquoted

Ghani Gases Limited (Certificates of Rs.100,000 each)	105	-	-	105	3,909	4,025	116	0.03%	0.06%
AGP Limited (Certificates of Rs.100,000 each)	100	-	-	100	1,525	1,514	(11)	0.01%	0.02%
Meezan Bank Limited Sukuk (Certificates of Rs.100,000 each)	235	-	-	235	242,832	243,216	384	2.07%	3.42%
Meezan Bank Limited Sukuk (Certificates of Rs.100,000 each)	300	-	-	300	310,596	311,250	654	2.65%	4.38%
Pakistan Energy Sukuk (Certificates of Rs.100,000 each)	54,900	-	30,000	24,900	125,466	126,368	902	1.08%	1.78%

FIRST HABIB ISLAMIC INCOME FUND

Name of the Investee	Face Value			As at September 30, 2021			Market value as percentage of		
	As at July 01, 2021	Purchases during the period	Sold / Matured during the period	As at September 30, 2021	Carrying value	Market value	Unrealized gain / loss	Net assets	total investments
----- (Rupees in '000) -----									
Quoted									
Dubai Islamic Bank Sukuk (Certificates of Rs.5,000 each)	422	-	-	422	432,756	433,816	1,060	3.70%	6.11%
Engro Polymer & Chemical Limited Sukuk (Certificates of Rs.5,000 each)	4,630	-	-	4,630	471,787	477,144	5,357	4.07%	6.72%
Fatima Fertilizer Company Limited (Certificates of Rs.5,000 each)	65,576	-	-	65,576	32,828	32,834	6	0.28%	0.46%
GOP Ijara Sukuk (Certificates of Rs.5,000 each)	170,000	-	-	170,000	854,996	856,460	1,464	7.30%	12.06%
GOP Ijara Sukuk - FRR (09-12-2020) (Certificates of Rs.5,000 each)	11,900	-	-	11,900	1,200,348	1,202,614	2,266	10.25%	16.93%
GOP Ijara Sukuk - FRR (29-07-2020) (Certificates of Rs.5,000 each)	27,760	27,760	33,010	22,510	2,263,291	2,264,731	1,440	19.31%	31.88%
Total as at 30 September 2021					5,940,334	5,953,972	13,638		
Total as at 30 June 2021					6,574,479	6,623,124	48,645		

7.2 These carry profit rate 7.70% (June 30, 2021 6.90% to 7.25%).

	(Unaudited) September 30, 2021 (Rupees in '000)	(Audited) June 30, 2021
8 PROFIT RECEIVABLE		
Profit accrued on sukuk certificates	106,446	140,829
Profit receivable on savings deposits	22,550	40,368
Profit receivable on term deposit receipts	622	-
	129,618	181,197
9 ADVANCES, DEPOSITS AND PREPAYMENTS		
Deposit with National Clearing Company of Pakistan Limited (NCCPL)	2,500	2,500
Deposit with Central Depository Company of Pakistan Limited (CDC)	100	100
Prepayments	46	105
Advance tax	6,937	6,812
	9,583	9,517
10 PROVISION FOR SINDH WORKERS' WELFARE FUND		
Sindh Revenue Board through its letter dated August 12, 2021 had intimated Mutual Fund Association of Pakistan (MUFAP) that the mutual funds do not qualify as financial institutions / industrial establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has been taken up with the SECP and all the Asset Management Companies. In consultation with SECP, Asset Management Companies have reversed the cumulative provision for SWWF recognized in the financial statements of the funds on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, no provision for SWWF have been recognized in the financial statements of the Fund.		
11. EARNINGS PER UNIT		
Earnings per unit (EPU) for the period ended September 30, 2021 has not been disclosed as in the opinion of the management, determination of weighted average units for calculating EPU is not practicable.		

12. TAXATION

The Fund's income is exempt from Income Tax as per clause (99) of part I of the Second Schedule of 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. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the fund is required to distribute 90% of the net accounting income other than unrealized capital gains to the unit holders. The management intends to distribute at least 90% of the income earned by the year end by this Fund to the unit holders. Accordingly, no provision has been made in these condensed interim financial information.

13. FAIR VALUE OF FINANCIAL INSTRUMENTS

The Fund's accounting policy on fair value measurements is disclosed in the financial statements for the year ended June 30, 2021.

Fair value hierarchy

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

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

As at September 30 2021, the categorisation of investments is shown below:

September 30 2021	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			
Investment in Sukuk Certificate	5,953,972	-	-	5,953,972
	<u>5,953,972</u>	<u>-</u>	<u>-</u>	<u>5,953,972</u>

As at June 30 2021, the categorisation of investments is shown below:

June 30 2021	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			
Investment in Sukuk Certificate	6,623,124	-	-	6,623,124
	<u>6,623,124</u>	<u>-</u>	<u>-</u>	<u>6,623,124</u>

14. TRANSACTIONS WITH CONNECTED PERSONS

Connected persons include Al Habib Asset Management Limited being the Management Company, associated companies of the Management Company, First Habib Cash Fund, First Habib Income Fund, First Habib Asset Allocation Fund, First Habib Stock Fund and First Habib Islamic Stock Fund being the Funds managed by common Management Company, Central Depository Company of Pakistan Limited being the trustee of the Fund and all other concerns that fall under common management or control.

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

Remuneration to management company and trustee is determined in accordance with the provisions of Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003, Non-Banking Finance Companies and Notified Entities Regulation 2008 and the Trust Deed respectively.

FIRST HABIB ISLAMIC INCOME FUND

Details of of the transactions with connected persons are as follows:

	(Unaudited) September 30, 2021 (Rupees in '000)	(Unaudited) September 30, 2020 (Rupees in '000)
AL Habib Asset Management Limited - Management Company		
- Management Remuneration	23,256	14,341
- Sindh Sales Tax on Management Company's Remuneration	3,023	1,854
- Expenses allocated by the Management Company	4,747	-
Central Depository Company of Pakistan Limited - Trustee		
-Trustee Remuneration	2,425	2,139
-Sindh Sales Tax on Trustee Remuneration	315	278

Details of balances with connected persons at period end are as follows:

	(Unaudited) September 30, 2021	(Audited) June 30, 2021
Parnet Company		
-Bank AL Habib Limited	1,755	9,259
AL Habib Asset Management Limited - Management Company		
-Management Company fee payable	9,063	10,696
Central Depository Company of Pakistan Limited - Trustee		
-Remuneration payable	719	1,189
-Security deposit - Non interest bearing	100	100

	(Unaudited) September 30, 2021 (Units) (Rupees in '000)	(Unaudited) September 30, 2020 (Units) (Rupees in '000)
Units sold to:		
Management Company		
- AL Habib Asset Management Limited	5,137 520	16,513,778 1,663,815
Parent Company		
- Bank AL Habib Limited	27,347,329 2,800,000	- -
Other related parties:		
- Directors and spouse of the Management Company	24,832 2,502	590 62
- Key Executives of the Management Company	35,909 3,651	- -
Unit sold to Connected Parties holding 10% or more of the unit in issue	20,169,883 2,065,680	25,047,307 1,016,071
Units redeemed by:		
Management Company		
AL Habib Asset Management Limited	155,034 15,757	11,393,007 1,149,389
Other related parties:		
- Key Executives of the Management Company	34,891 3,559	- -
Unit sold to Connected Parties holding 10% or more of the unit in issue	68,312,597 6,949,817	3,483,502 349,850

FIRST HABIB ISLAMIC INCOME FUND

	(Unaudited) September 30, 2021		(Unaudited) September 30, 2020	
<u>Units held by:</u>	(Units)	(Rupees in '000)	(Units)	(Rupees in '000)
Management Company				
AL Habib Asset Management Limited	-	-	5,179,514	522,262
Parent Company				
- Bank AL Habib Limited	27,597,749	2,826,285	5,493,453	553,917
Other related parties				
- Directors and spouse of the Management Company	206,010	21,097	82,757	8,336
- Key Executives of the Management Company	7,966	816	-	-
- Habib Asset Management Ltd.Emp.Provident Fund	24,878	2,548	-	-
Units held by Connected Persons holding 10% or more of the units in issue:	52,418,245	5,368,152	89,478,891	9,022,352

15. TOTAL EXPENSE RATIO (TER)

TER of the Fund for the period ended September 30, 2021 is 1.08 % which include 0.12 % representing government levy and SECP fee.

16. GENERAL

DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorized for issue by the Board of Directors of the Management Company on **October 21, 2021**.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

FIRST HABIB ASSET ALLOCATION FUND
Quarterly Report
September 30, 2021

FUND'S INFORMATION

Management Company

AL Habib Asset Management Limited

Board of Directors of the Management Company

Mr. Abbas D. Habib	Chairman
Mr. Mansoor Ali	Director
Mr. Imran Azim	Director
Ms. Zarine Aziz	Director
Mr. Saeed Allawala	Director
Mr. Kashif Rafi	Chief Executive

Chief Financial Officer

Mr. Abbas Qurban

Company Secretary & Chief Operating Officer

Mr. Zahid Hussain Vasnani

Audit Committee

Mr. Saeed Allawala	Chairman
Mr. Mansoor Ali	Member
Mr. Imran Azim	Member

Human Resource Committee

Mr. Saeed Allawala	Chairman
Mr. Mansoor Ali	Member
Ms. Zarine Aziz	Member
Mr. Kashif Rafi	Member

Auditors

EY Ford Rhodes
Progressive Plaza,
Beaumont Road,
Karachi 75530, Pakistan

Legal Advisor

Mohsin Tayebaly & Co.
Barristers & Advocates,
2nd Floor, DIME Centre, BC-4, Block 9,
Kehkashan, Clifton, Karachi.

Trustee

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

Rating

AM2 Management Company Quality
Rating Assigned by PACRA.

Bankers to the Fund

JS Bank Limited
MCB Bank Limited
Bank Al Habib Limited
Dubai Islamic Bank Limited

Registered Office: 3rd Floor, Mackinnon's Building, I.I. Chundrigar Road, Karachi.

FIRST HABIB ASSET ALLOCATION FUND

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT SEPTEMBER 30, 2021

		(Unaudited) September 30, 2021 (Rupees in '000)	(Audited) June 30, 2021
Assets	Note		
Bank balances	6	14,725	13,849
Investments	7	88,749	92,365
Profit and dividend receivable	8	1,007	347
Preliminary expenses and floatation costs		263	323
Advances, deposits and prepayments	9	4,450	4,114
Total assets		109,194	110,998
Liabilities			
Payable to AL Habib Asset Management Limited - Management Company		238	203
Payable to Central Depository Company of Pakistan Limited - Trustee		24	20
Payable to Securities and Exchange Commission of Pakistan - (SECP)		6	19
Provision for Sindh Workers' Welfare Fund	10	-	410
Payable against purchase of investment		675	326
Accrued expenses and other liabilities		715	1,071
Total liabilities		1,658	2,049
Net assets		107,536	108,949
Unit holders' Fund (as per statement attached)		107,536	108,949
		(Number of Units)	
Number of units in issue (face value of units is Rs. 100 each)		1,040,466	1,054,370
		(Rupees)	
Net asset value per unit		103.35	103.33

The annexed notes 1 to 16 form an integral part of these financial statements.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

FIRST HABIB ASSET ALLOCATION FUND

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30,	
	2021	2020
Note	(Rupees in '000)	
Income		
Profit on bank deposits	264	309
Markup on investments	-	175
Income from government securities	-	309
Dividend income	1,939	116
Return on deposit with NCCPL	-	2
Other Income	10 410	-
	2,613	911
Net (loss) / income on investments classified at fair value through profit or loss		
- Net capital gain on sale of investments	532	3,985
- Net unrealised (loss) / gain on revaluation of investments	7.1 (2,335)	4,065
	(1,803)	8,050
Total income	810	8,961
Expenses		
Remuneration of AL Habib Asset Management Limited - Management Company	588	445
Sindh Sales Tax on management fee	76	58
Remuneration of Central Depository Company of Pakistan Limited - Trustee	59	44
Sindh Sales Tax on trustee remuneration	8	6
Annual fee to Securities and Exchange Commission of Pakistan	6	4
Brokerage expense	113	101
Settlement and bank charges	164	124
Annual listing fee	9	9
Auditors' remuneration	100	57
Amortization of formation cost	60	60
Printing charges	16	16
Mutual fund rating fee	-	46
Total expenses	1,199	970
Net (loss) / income from operating activities	(389)	7,991
Provision for Sindh Worker's Welfare Fund	-	(160)
Net (loss) / income for the period before taxation	(389)	7,831
Taxation	-	-
Net (loss) / income for the period after taxation	(389)	7,831
Allocation of net (loss) / income for the period after taxation:		
Net (loss) / income for the period	(389)	7,831
Income already paid on units redeemed	(499)	(2,827)
	(888)	5,004
Accounting income available for distribution:		
- Relating to capital (loss) / gains	-	2,546
- Excluding capital (loss) / gains	(888)	2,458
	(888)	5,004

The annexed notes 1 to 16 form an integral part of these financial statements.

**For AL Habib Asset Management Limited
(Management Company)**

Chief Executive

Chief Financial Officer

Director

FIRST HABIB ASSET ALLOCATION FUND

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30, 2021 (Rupees in '000)	Quarter ended September 30, 2020 (Rupees in '000)
Net (loss) / income for the period after taxation	(389)	7,831
Other comprehensive income for the period	-	-
Total comprehensive income / loss for the period	<u>(389)</u>	<u>7,831</u>

The annexed notes 1 to 16 form an integral part of these financial statements.

**For AL Habib Asset Management Limited
(Management Company)**

Chief Executive

Chief Financial Officer

Director

FIRST HABIB ASSET ALLOCATION FUND

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UNAUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30,					
	2021			2020		
	Capital Value	Undistributed income	Net Asset	Capital Value	Undistributed income	Net Asset
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period	107,527	(3,519)	108,949	116,807	(10,255)	106,552
Issuance of 296,061 units (2020: 335,977 units)						
- Capital value	30,592	-	30,592	30,476	-	30,476
- Element of income	913	-	913	2,540	-	2,540
Amount received / receivable on issuance of units	31,505	-	31,505	33,016	-	33,016
Redemption of 309,965 Units (2020: 474,583 units)						
- Capital Value	(32,029)	-	(32,029)	(43,049)	-	(43,049)
- Element of loss	(1)	(499)	(500)	-	(2,827)	(2,827)
Amount paid on redemption of units	(32,030)	(499)	(32,529)	(43,049)	(2,827)	(45,876)
Total comprehensive income / loss for the period	-	(389)	(389)	-	7,831	7,831
Net assets at end of the period	107,002	(4,407)	107,536	106,774	(5,251)	101,523
Undistributed loss brought forward						
- Realised		(8,142)			(4,709)	
- Unrealised		4,623			(5,546)	
		(3,519)			(10,255)	
Accounting income available for distribution						
- Relating to capital gains		-			2,546	
- Excluding capital gains		(888)			2,458	
		(888)			5,004	
Undistributed loss carried forward		(4,407)			(5,251)	
Undistributed loss carried forward comprises of:						
- Realised loss		(2,072)			(9,316)	
- Unrealised gain		(2,335)			4,065	
		(4,407)			(5,251)	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period		103.33			90.71	
Net assets value per unit at end of the period		103.35			97.99	

The annexed notes 1 to 16 form an integral part of these financial statements.

**For AL Habib Asset Management Limited
(Management Company)**

Chief Executive

Chief Financial Officer

Director

FIRST HABIB ASSET ALLOCATION FUND

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30, 2021	Quarter ended September 30, 2020
	(Rupees in '000)	
CASH FLOW FROM OPERATING ACTIVITIES		
Net (loss) / income for the period	(389)	7,831
Adjustments		
Net unrealised loss / (gain) on revaluation of investments	2,335	(4,065)
	1,946	3,766
Working Capital Changes		
<i>Decrease / (increase) in assets</i>		
Investments	1,281	(13,586)
Profit and dividend receivable	(660)	225
Preliminary expenses and floatation costs	60	60
Receivable against sale of Investment	-	600
Receivable against sale of units	-	(18,000)
Advances, deposits and prepayments	(336)	49
	345	(30,652)
<i>Decrease / (increase) in liabilities</i>		
Payable to AL Habib Asset Management Limited - Management Company	35	(24)
Payable to Central Depository Company of Pakistan Limited - Trustee	4	-
Payable to Securities and Exchange Commission of Pakistan	(13)	(15)
Provision for Sindh Workers' Welfare Fund	(410)	159
Payable Against Purchase of Investment	349	-
Accrued expenses and other liabilities	(356)	(60)
	(391)	60
Net cash used in operating activities	1,900	(26,826)
CASH FLOW FROM FINANCING ACTIVITIES		
Amount received on issuance of units	(32,529)	(45,876)
Amount paid on redemption of units	31,505	33,016
Net decrease / (increase) in cash and cash equivalents during the period	876	(39,686)
Cash and cash equivalents at beginning of the period	13,849	56,552
Cash and cash equivalents at the end of the period	14,725	16,866
Cash and cash equivalents at the end of the year comprise of :		
Bank Balances	14,725	16,866
	14,725	16,866

The annexed notes 1 to 16 form an integral part of these financial statements.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

1. LEGAL STATUS AND NATURE OF BUSINESS

First Habib Asset Allocation Fund ("the Fund") was established under a Trust Deed executed between AL Habib Asset Management Limited (HAML) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed on August 06, 2017 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on July 26, 2017 under Regulation 44 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations).

The Management Company of the Fund has been licensed to undertake Asset Management Services as Non-Banking Finance Company under the NBFC Rules by the SECP. The registered office of the management company is situated at Mackinnons Building, I, I Chundrigar Road, Karachi, Pakistan.

The Fund is an open-end mutual fund and is in the process of listing on the Pakistan Stock Exchange. Units are offered for public subscription on a continuous basis. Units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holder.

The objective of the Fund is to provide risk adjusted competitive returns to its investors by investing in a blend of investments based on market outlook.

The Fund has been categorized as an Open-End Asset Allocation Scheme as per the criteria laid down by the Securities and Exchange Commission of Pakistan for categorisation of Collective Investment Schemes (CIS).

Title to the assets of the Fund are held in the name of Central Depository Company Limited (CDC) as a trustee of the Fund.

Pakistan Credit Rating Agency (PACRA) has assigned asset management rating of 'AM2' to the Management Company.

2. BASIS OF PRESENTATION

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

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

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

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations have been followed.

These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Fund for the year ended June 30, 2021.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements of the Fund as at and for the year ended June 30, 2021.

FIRST HABIB ASSET ALLOCATION FUND

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial information in conformity with approved accounting standards, as applicable in Pakistan, requires the Management Company 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 result may differ from these estimates.

The significant judgments made by the Management Company in applying accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements as at and for the year ended June 30, 2021.

5. FINANCIAL RISK MANAGEMENT

The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2021.

		(Unaudited) September 30, 2021	(Audited) June 30, 2021
6. BANK BALANCES	Note	(Rupees in '000)	
Saving Accounts	6.1	14,447	13,715
Current Account		278	134
		<u>14,725</u>	<u>13,849</u>

6.1 This represents saving accounts, carrying profit rates ranging from 5.5% to 8% (June 30, 2021: 5.5% to 8% per annum).

		(Unaudited) September 30, 2021	(Audited) June 30, 2021
7. INVESTMENTS - at fair value through profit or loss - held for trading	Note	(Rupees in '000)	
Listed equity securities	7.1	88,749	92,365
		<u>88,749</u>	<u>92,365</u>

7.1 Listed equity securities

Name of the Investee	As at July 01, 2021	Purchased during the period	Bonus	Sold during the period	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealized gain / (loss)	Market Value as a Percentage of:	
									Net Assets	Total Investments
Automobile assemblers										
Atlas Honda Limited	1,800	-	-	-	1,800	888	816	(72)	0.76%	0.92%
Millat Tractors Limited	1,131	-	-	1,131	-	-	-	-	0.00%	0.00%
Indus Motor Company Limited	-	2,060	-	2,060	-	-	-	-	0.00%	0.00%
	<u>2,931</u>	<u>2,060</u>	<u>-</u>	<u>3,191</u>	<u>1,800</u>	<u>888</u>	<u>816</u>	<u>(72)</u>		
Automobile parts and accessories										
Thal Limited	2,200	-	-	100	2,100	864	747	(117)	0.69%	0.84%
	<u>2,200</u>	<u>-</u>	<u>-</u>	<u>100</u>	<u>2,100</u>	<u>864</u>	<u>747</u>	<u>(117)</u>		
Banks										
Askari Bank Limited	51,000	-	-	-	51,000	1,159	1,157	(2)	1.08%	1.30%
Bank AL Habib Limited	36,500	-	-	-	36,500	2,539	2,524	(35)	2.35%	2.84%
The Bank of Punjab Limited	118,000	175,000	-	-	293,000	2,452	2,391	(61)	2.22%	2.69%
Faysal Bank Limited	45,000	125,000	-	-	170,000	3,578	4,474	896	4.16%	5.04%
Habib Bank Limited	22,500	-	-	4,500	18,000	2,203	1,968	(235)	1.83%	2.22%
Habib Metropolitan Bank Limited	63,000	-	-	-	63,000	2,558	2,741	183	2.55%	3.09%
Meezan bank Limited	57,250	-	6,075	16,750	46,575	4,674	6,517	1,843	6.06%	7.34%
United Bank Limited	6,200	12,000	-	-	18,200	2,258	2,158	(100)	2.01%	2.43%
	<u>399,450</u>	<u>312,000</u>	<u>6,075</u>	<u>21,250</u>	<u>696,275</u>	<u>21,441</u>	<u>23,930</u>	<u>2,489</u>		

FIRST HABIB ASSET ALLOCATION FUND

Name of the Investee	As at July 01, 2021	Purchased during the period	Bonus	Sold during the period	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealized gain / (loss)	Market Value as a Percentage of:	
									Net Assets	Total Investments
Fertilizer										
Engro Corporation Limited	10,827	-	-	4,327	6,500	1,265	1,265	-	1.18%	1.43%
Engro Fertilizer Limited	18,000	-	-	-	18,000	1,915	1,818	(97)	1.69%	2.05%
Fauji Fertilizer Bin Qasim Limited	80,000	-	-	30,000	50,000	1,321	1,125	(196)	1.05%	1.27%
Fauji Fertilizer Company Limited	21,500	-	-	13,700	7,800	828	796	(32)	0.74%	0.90%
	130,327	-	-	48,027	82,300	5,329	5,004	(325)		
Glass & Ceramics										
Shabbir Tiles & Ceramics Limited	20,000	-	-	-	20,000	667	610	(57)	0.57%	0.69%
Tariq Glass Industries Limited	13,000	32,000	-	12,000	33,000	3,499	3,348	(151)	3.11%	3.77%
	33,000	32,000	-	12,000	53,000	4,166	3,958	(208)		
Insurance										
Adamjee Insurance Company Limited	35,000	-	-	-	35,000	1,451	1,234	(217)	1.15%	1.39%
Jubilee Life Insurance Company Limited	6,000	-	-	6,000	-	-	-	-	0.00%	0.00%
	41,000	-	-	6,000	35,000	1,451	1,234	(217)		
Miscellaneous										
TPL Properties Limited	88,000	-	-	88,000	-	-	-	-	0.00%	0.00%
	88,000	-	-	88,000	-	-	-	-		
Cement										
Attock Cement Pakistan Limited	12,000	-	-	12,000	-	-	-	-	0.00%	0.00%
Cherat Cement Company Limited	6,000	1,000	-	-	7,000	1,237	1,003	(234)	0.93%	1.13%
D.G Khan Cement Company Limited	10,000	-	-	10,000	-	-	-	-	0.00%	0.00%
Kohat Cement Company Limited	3,600	-	-	3,600	-	-	-	-	0.00%	0.00%
Lucky Cement Company Limited	10,000	-	-	6,500	3,500	3,022	2,530	(492)	2.35%	2.85%
Maple Leaf Cement Company Limited	50,000	-	-	-	50,000	2,349	1,760	(589)	1.64%	1.98%
Pioneer Cement Limited	8,000	-	-	-	8,000	1,049	706	(343)	0.66%	0.80%
Power Cement Limited	165,000	-	-	165,000	-	-	-	-	0.00%	0.00%
	264,600	1,000	-	197,100	68,500	7,657	5,999	(1,658)		
Engineering										
Aisha Steel Mills Limited	-	45,000	-	-	45,000	1,116	936	(180)	0.87%	1.05%
International Industries Limited	-	2,500	-	-	2,500	532	417	(115)	0.39%	0.47%
International Steel Limited	13,000	-	-	-	13,000	1,214	991	(223)	0.92%	1.12%
	13,000	47,500	-	-	60,500	2,862	2,344	(518)		
Oil and Gas Exploration Companies										
Mari Gas Company Limited	5,470	-	-	400	5,070	7,729	7,876	147	7.32%	8.87%
Oil and Gas Development Company Limited	13,400	37,000	-	8,000	42,400	3,902	3,553	(349)	3.30%	4.00%
Pakistan Oilfield Limited	8,300	-	-	2,000	6,300	2,481	2,365	(116)	2.20%	2.66%
Pakistan Petroleum Limited	14,300	25,000	-	15,210	24,090	1,927	1,805	(122)	1.68%	2.03%
	41,470	62,000	-	25,610	77,860	16,039	15,599	(440)		
Oil and Gas Marketing Companies										
Attock Petroleum Limited	4,000	-	-	1,000	3,000	963	870	(93)	0.81%	0.98%
Pakistan State Oil Company Limited	9,500	-	-	3,000	6,500	1,458	1,306	(152)	1.21%	1.47%
	13,500	-	-	4,000	9,500	2,421	2,176	(245)		
Power Generation and Distribution										
The Hub power Company Limited	15,500	20,000	-	3,000	32,500	2,601	2,390	(211)	2.22%	2.69%
Kot Addu Power Company Limited	35,500	-	-	-	35,500	1,574	1,243	(331)	1.16%	1.40%
	51,000	20,000	-	3,000	68,000	4,175	3,633	(542)		
Paper and Boards										
Security Papers Limited	3,500	-	-	3,500	-	-	-	-	0.00%	0.00%
	3,500	-	-	3,500	-	-	-	-		

FIRST HABIB ASSET ALLOCATION FUND

Name of the Investee	As at July 01, 2021	Purchased during the period	Bonus	Sold during the period	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealized gain / (loss)	Market Value as a Percentage of:	
									Net Assets	Total Investments
TECHNOLOGY AND COMMUNICATIONS										
Airlink Communication Limited	-	90,000	-	-	90,000	6,435	6,486	51	6.03%	7.31%
Acanceon Limited	-	10,000	-	10,000	-	-	-	-	0.00%	0.00%
Octopus Digital Limited	-	9,360	-	-	9,360	380	380	-	-	-
Systems Limited	-	2,000	-	-	2,000	1,583	1,455	(128)	-	-
TPL Corp Limited	-	68,000	-	68,000	-	-	-	-	-	-
TPL Trakker Limited	66,500	115,000	-	41,500	140,000	2,459	2,388	(71)	2.22%	2.69%
	66,500	294,360	-	119,500	241,360	10,857	10,709	(148)		
Textile Composite										
Feroze 1888 Mills Limited	12,000	-	-	-	12,000	1,206	1,075	(131)	1.00%	1.21%
Interloop Limited	35,000	-	-	10,000	25,000	1,751	1,779	28	1.65%	2.00%
Kohinoor Textile Mills Limited	17,000	3,000	-	-	20,000	1,505	1,389	(116)	1.29%	1.57%
Nishat Mills Limited	7,500	-	-	-	7,500	700	681	(19)	0.63%	0.77%
	71,500	3,000	-	10,000	64,500	5,162	4,924	(238)		
Chemical										
Engro Polymer and Chemical Limited	80,000	-	-	25,000	55,000	2,598	3,029	431	2.82%	3.41%
ICI Pakistan Limited	1,000	-	-	1,000	-	-	-	-	0.00%	0.00%
Lotte Chemical Limited	33,000	-	-	33,000	-	-	-	-	0.00%	0.00%
Dynea Pakistan Limited	-	4,600	-	-	4,600	1,357	1,045	(312)	0.97%	1.18%
Sitara Chemical Industries Limited	4,000	-	-	400	3,600	1,267	1,019	(248)	0.95%	1.15%
	118,000	4,600	-	59,400	63,200	5,222	5,093	(129)		
PHARMACEUTICALS										
Abbott Laboratories Pakistan Limited	-	1,800	-	-	1,800	1,350	1,391	41	1.29%	1.57%
	-	1,800	-	-	1,800	1,350	1,391	41		
LEASING COMPANIES										
Orix Leasing Pakistan Limited	-	50,000	-	-	50,000	1,200	1,192	(8)		
	-	50,000	-	-	50,000	1,200	1,192	(8)		
Total as at September 30, 2021						91,084	88,749	(2,335)		
Total as at June 30, 2021						87,742	92,365	4,623		

7.1.1 Following shares were pledged with National Clearing Company Pakistan Limited (NCCPL) as collateral against exposure margin and mark to market losses:

	September 30, 2021, (Number of shares)	June 30, 2021, (Number of shares)
Bank Al Habib Limited	36,500	36,500
	36,500	36,500
	(Unaudited) September 30, 2021	(Audited) June 30, 2021
	(Rupees in '000)	
8. PROFIT AND DIVIDEND RECEIVABLE		
Profit receivable on bank deposits	114	60
Dividend receivable	893	287
	1,007	347

FIRST HABIB ASSET ALLOCATION FUND

	(Unaudited) September 30, 2021	(Audited) June 30, 2021
9. ADVANCES, DEPOSITS AND PREPAYMENTS	(Rupees in '000)	
Deposit with National Clearing Company of Pakistan Limited	2,750	2,750
Deposit with Central Depository Company of Pakistan Limited	100	100
Advance tax	1,138	1,137
Advance against IPO subscription	380	-
Prepayments	82	127
	4,450	4,114

10. PROVISION FOR SINDH WORKERS' WELFARE FUND

Sindh Revenue Board through its letter dated August 12, 2021 had intimated Mutual Fund Association of Pakistan (MUFAP) that the mutual funds do not qualify as financial institutions / industrial establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has been taken up with the SECP and all the Asset Management Companies. In consultation with SECP, Asset Management Companies have reversed the cumulative provision for SWWF recognized in the financial statements of the funds on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, no provision for SWWF have been recognized in the financial statements of the Fund.

11. EARNINGS PER UNIT

Earnings per unit (EPU) for the period ended September 30, 2021 has not been disclosed as in the opinion of the management, determination of weighted average units for calculating EPU is not practicable.

12. TAXATION

The Fund's income is exempt from Income Tax as per clause (99) of part I of the Second Schedule of 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. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the fund is required to distribute 90% of the net accounting income other than unrealized capital gains to the unit holders. The management intends to distribute at least 90% of the income earned by the year end by this Fund to the unit holders. Accordingly, no provision has been made in these condensed interim financial information.

13. FAIR VALUE OF FINANCIAL INSTRUMENTS

The Fund's accounting policy on fair value measurements is disclosed in the financial statements for the year ended June 30, 2021.

Fair value hierarchy

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

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

FIRST HABIB ASSET ALLOCATION FUND

As at September 30, 2021 the categorisation of investments is shown below:

September 30, 2021	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			
Listed equity securities	88,749	-	-	88,749
	<u>88,749</u>	<u>-</u>	<u>-</u>	<u>88,749</u>

As at June 30, 2021 the categorisation of investments is shown below:

June 30, 2021	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			
Listed equity securities	92,365	-	-	92,365
	<u>92,365</u>	<u>-</u>	<u>-</u>	<u>92,365</u>

14. TRANSACTIONS WITH CONNECTED PERSONS

Connected persons include AL Habib Asset Management Limited being the Management Company, associated companies of the Management Company, First Habib Income Fund, First Habib Stock Fund, First Habib Cash Fund, First Habib Islamic Stock Fund and First Habib Islamic Income Fund being the Funds managed by common Management Company, Central Depository Company of Pakistan Limited being the trustee of the Fund and all other concerns that fall under common management or control.

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

Remuneration to management company and trustee is determined in accordance with the provisions of Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003, Non-Banking Finance Companies and Notified Entities Regulation 2008 and the Trust deed respectively.

Details of of the transactions with connected persons are as follows:

	(Unaudited) September 30, 2021	(Unaudited) September 30, 2020
	(Rupees in '000)	
AL Habib Asset Management Limited - Management Company		
- Management Remuneration	588	445
- Sindh Sales Tax on Management Company's remuneration	<u>76</u>	<u>58</u>
Central Depository Company of Pakistan Limited - Trustee		
-Trustee Remuneration	59	44
- Sindh Sales Tax on Trustee Remuneration	<u>8</u>	<u>6</u>

Details of balances with connected persons at period end are as follows:

	(Unaudited) September 30, 2021	(Audited) June 30, 2021
AL Habib Asset Management Limited - Management Company		
- Management Company fee payable	<u>238</u>	<u>203</u>
Central Depository Company of Pakistan Limited - Trustee		
-Remuneration payable	24	20
-Security deposit - Non interest bearing	<u>100</u>	<u>100</u>

FIRST HABIB ASSET ALLOCATION FUND

	(Unaudited) September 30, 2021		(Unaudited) September 30, 2020	
<u>Units sold to:</u>	(Units)	(Rupees in '000)	(Units)	(Rupees in '000)
<i>Management Company</i>				
AL Habib Asset Management Limited	<u>290,336</u>	<u>30,906</u>	<u>335,807</u>	<u>33,000</u>
<u>Units redeemed by:</u>				
<i>Management Company</i>				
AL Habib Asset Management Limited	<u>91,357</u>	<u>9,481</u>	<u>404,085</u>	<u>39,000</u>
<u>Units held by:</u>				
<i>Management Company</i>				
AL Habib Asset Management Limited	<u>579,403</u>	<u>59,884</u>	<u>604,573</u>	<u>59,243</u>
<i>Parent Companies</i>				
- Bank AL Habib Limited	<u>200,149</u>	<u>20,686</u>	<u>200,149</u>	<u>19,613</u>

15. TOTAL EXPENSE RATIO (TER)

TER of the Fund for the period ended September 30, 2021 is 4.08% which include 0.36% representing government levy, and SECP fee.

16. GENERAL

DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorized for issue by the Board of Directors of the Management Company on October 21, 2021.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

FIRST HABIB STOCK FUND
Quarterly Report
September 30, 2021

FUND'S INFORMATION**Management Company**

AL Habib Asset Management Limited

Board of Directors of the Management Company

Mr. Abbas D. Habib	Chairman
Mr. Mansoor Ali	Director
Mr. Imran Azim	Director
Ms. Zarine Aziz	Director
Mr. Saeed Allawala	Director
Mr. Kashif Rafi	Chief Executive

Chief Financial Officer

Mr. Abbas Qurban

Company Secretary & Chief Operating Officer

Mr. Zahid Hussain Vasnani

Audit Committee

Mr. Saeed Allawala	Chairman
Mr. Mansoor Ali	Member
Mr. Imran Azim	Member

Human Resource Committee

Mr. Saeed Allawala	Chairman
Mr. Mansoor Ali	Member
Ms. Zarine Aziz	Member
Mr. Kashif Rafi	Member

Auditors

EY Ford Rhodes
Progressive Plaza,
Beaumont Road,
Karachi 75530, Pakistan

Legal Advisor

Mohsin Tayebaly & Co.
Barristers & Advocates,
2nd Floor, DIME Centre, BC-4, Block 9,
Kehkashan, Clifton, Karachi.

Trustee

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

Rating

AM2 Management Company Quality
Rating Assigned by PACRA.

Bankers to the Fund

Bank AL Habib Limited
MCB Bank Limited
National Bank of Pakistan Limited
Dubai Islamic Bank Limited

Registered Office: 3rd Floor, Mackinnon's Building, I.I. Chundrigar Road, Karachi.

FIRST HABIB STOCK FUND

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT SEPTEMBER 30, 2021

		(Unaudited) September 30, 2021	(Audited) June 30, 2021
	Note	----- (Rupees in '000) -----	
Assets			
Bank balances	6	21,478	9,510
Investments	7	219,874	226,089
Dividend and profit receivable	8	1,574	1,111
Receivable against sale of Units		-	622
Receivable against sale of Investment		-	20
Advances, deposits and prepayments	9	3,592	2,789
Total assets		246,518	240,141
Liabilities			
Payable to AL Habib Asset Management Limited - Management Company		490	425
Provision for federal excise duty on remuneration of the Management Company		2,043	2,043
Payable to Central Depository Company of Pakistan Limited - Trustee		49	42
Payable to Securities and Exchange Commission of Pakistan - (SECP)		12	28
Provision for Sindh Workers' Welfare Fund (SWWF)	10	-	1,570
Accrued expenses and other liabilities		1,311	1,560
Payable against purchase of investment		5,761	-
Total liabilities		9,666	5,668
Net assets		236,852	234,473
Unit holders' Fund (as per the statement attached)		236,852	234,473
		(Number of Units)	
Number of units in issue (Face value of units is Rs. 100 each)		2,694,756	2,628,631
		(Rupees)	
Net asset value per unit - Rupees		87.89	89.20

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

FIRST HABIB STOCK FUND

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30,	
	2021	2020
<i>Note</i>	----- (Rupees in '000) -----	
Income		
Profit on bank deposits	296	230
Dividend income	3,766	451
Other Income	1,570	-
	5,632	681
Net (loss) / gain on investment designated at fair value through profit or loss		
- Net capital (loss) / gain on sale of investments	(85)	6,654
- Net unrealised (loss) / gain on revaluation of investment	(7,963)	9,389
	(8,048)	16,043
Total loss / income	(2,416)	16,724
Expenses		
Remuneration of AL Habib Asset Management Limited	1,229	557
Sindh Sales tax on management fee	160	72
Remuneration of Central Depository Company of Pakistan Limited - Trustee	123	56
Sindh Sales tax on Trustee's remuneration	16	7
Annual fee - Securities and Exchange Commission of Pakistan	12	6
Brokerage expense	268	163
Settlement and bank charges	89	90
Annual listing fee	9	9
Auditors' remuneration	112	88
Mutual fund rating fee	-	51
Printing charges	16	16
Total expenses	2,034	1,115
Net (loss) / income from operating activities	(4,450)	15,609
Provision for Sindh Worker's Welfare Fund	-	(312)
Net (loss) / income for the period before taxation	(4,450)	15,297
Taxation	-	-
Net (loss) / income for the period after taxation	(4,450)	15,297
Allocation of (loss) / income for the period:		
Net (loss) / income for the period after taxation	(4,450)	15,297
Income already paid on units redeemed	(568)	(1,243)
	(5,018)	14,054
Accounting income available for distribution:		
- Relating to capital (loss) / gains	(96)	6,113
- Excluding capital (loss) / gains	(4,922)	7,941
	(5,018)	14,054

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

FIRST HABIB STOCK FUND

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended	
	September 30,	
	2021	2020
	----- (Rupees in '000) -----	
Net (loss) / income for the period after taxation	(4,450)	15,297
Other comprehensive income for the period	-	-
Total comprehensive (loss) / income for the period	<u>(4,450)</u>	<u>15,297</u>

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

FIRST HABIB STOCK FUND

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UNAUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30,					
	2021			2020		
	Capital Value	Un distributed income	Net Asset	Capital Value	Un distributed income	Net Asset
	(Rupees in '000)					
Net assets at the beginning of the period	271,621	(37,148)	234,473	165,076	(60,234)	104,842
Issue of 658,331 units (2020: 203,569 Units)						
- Capital Value	58,723	-	58,723	16,562	-	16,562
- Element of income	2,127	-	2,127	2,177	-	2,177
Amount received on issuance of units	60,850	-	60,850	18,739	-	18,739
Redemption of 592,206 units (2020: 366,301 units)						
- Capital Value	(52,825)	-	(52,825)	(26,311)	-	(26,311)
- Element of loss	(628)	(568)	(1,196)	(1,710)	(1,243)	(2,953)
Amount paid on redemption of units	(53,453)	(568)	(54,021)	(28,021)	(1,243)	(29,264)
Total comprehensive (loss) / income for the period	-	(4,450)	(4,450)	-	15,297	15,297
Net assets at the end of the period	279,018	(42,166)	236,852	155,794	(46,180)	109,614
Undistributed loss brought forward						
- Realised loss		(51,161)			(51,879)	
- Unrealised gain / (loss)		14,013			(8,355)	
		(37,148)			(60,234)	
Accounting loss carried forward						
- Realised (loss) / gain		(96)			6,113	
- Unrealised (loss) / gain		(4,922)			7,941	
		(5,018)			14,054	
Undistributed loss carried forward		(42,166)			(46,180)	
Net assets value per unit at beginning of the period		89.20			71.83	
Net assets value per unit at end of the period		87.89			82.79	

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

FIRST HABIB STOCK FUND

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30,	
	2021	2020
	----- (Rupees in '000) -----	
CASH FLOW FROM OPERATING ACTIVITIES		
Net (loss) / gain for the period before taxation	(4,450)	15,297
Adjustments		
Net unrealised (loss) / gain on revaluation of investment	7,963	(9,389)
	3,513	5,908
Working Capital Changes		
<i>(Increase) / decrease in assets</i>		
Investments	(1,748)	3,496
Dividend and profit receivable	(463)	(352)
Receivable against sale of Units	622	(169)
Receivable against sale of Investment	20	-
Advances, deposits and prepayments	(803)	(19)
	(2,372)	2,956
<i>increase / (decrease) in liabilities</i>		
Payable to AL Habib Asset Management Limited - Management Company	65	29
Payable to Central Depository Company of Pakistan Limited - Trustee	7	3
Payable to Securities and Exchange Commission of Pakistan	(16)	(16)
Provision for Sindh Workers' Welfare Fund (SWWF)	(1,570)	312
Accrued expenses and other liabilities	(249)	571
Payable against purchase of investments	5,761	(2,085)
	3,998	(1,186)
Net cash generated from operating activities	5,139	7,678
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issuance of units	60,850	18,739
Payment on redemption of units	(54,021)	(29,264)
Net cash generated / (used) in from financing activities	6,829	(10,525)
Net increase / (decrease) in cash and cash equivalents during the period	11,968	(2,847)
Cash and cash equivalents at the beginning of the period	9,510	18,059
Cash and cash equivalents at the end of period	21,478	15,212
Cash and cash equivalents comprises of:		
Bank balances	21,478	15,212

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

First Habib Stock Fund (the "Fund") was established under a Trust Deed executed between AL Habib Asset Management Limited (AHAML) as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed on August 21, 2008 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on August 11, 2008 under Rule 67 of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules).

The Management Company of the Fund has been licensed to undertake Asset Management Services as Non Banking Finance Company under the NBFC Rules by the SECP. The registered office of the management company is situated at 3rd Floor, Mackinnons Building, I.I. Chundrigar Road, Karachi, Pakistan.

The Fund is an open-end mutual fund and is listed on the Pakistan Stock Exchange. Units are offered for public subscription on a continuous basis. Units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holder.

Pakistan Credit Rating Agency (PACRA) has assigned asset management rating of 'AM2' to the Management Company.

The Fund has been formed to provide reasonable rate of return consistent with reasonable concern for safety of principal amount to the unit holders, along with facility to join or leave the fund at their convenience. The management team would seek to enhance returns through active portfolio management using efficiency tools.

The policy of the fund is to invest in equity securities of listed companies, cash and near cash instrument. The Fund has been categorized as equity scheme.

Title of the assets of the Fund are held in the name of Central Depository Company (CDC) as a trustee of the Fund.

2. BASIS OF PREPARATION

2.1 Statement of Compliance

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

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

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations have been followed.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of this condensed interim financial information is the same as those applied in the preparation of the financial statements of the Fund for the year ended June 30, 2021.

4. ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial information requires the Management Company 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 result may differ from these estimates. The significant judgments made by the Management Company in applying accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements for the year ended June 30, 2021.

FIRST HABIB STOCK FUND

5. FINANCIAL RISK MANAGEMENT

The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements and for the year ended June 30, 2020.

6 BANK BALANCES

	(Unaudited) September 30, 2021	(Audited) June 30, 2021
Note	----- (Rupees in '000) -----	
Current accounts	118	125
Savings accounts	6.1 21,360	9,385
	<u>21,478</u>	<u>9,510</u>

- 6.1 This represents savings accounts held with various commercial banks carrying profit rates ranging from 6.00% to 4.00% (June 30, 2021: 5.5% to 6.9%) per annum. It also includes a balance of Rs. 21.3 million (June 30, 2021: Rs. 9.3 million) with Bank AL Habib Limited, a related party, carrying profit rate of 6.5% (June 30, 2021: 6.5%) per annum.

	(Unaudited) September 30, 2021	(Audited) June 30, 2021
Note	----- (Rupees in '000) -----	
Equity securities	219,874	226,089
7.1	<u>219,874</u>	<u>226,089</u>

7.1 Equity securities

Name of the Investee	As at July 01, 2021	Purchased during the period	Bonus during the period	Sold during the period	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealized loss / gain	Market value as a percentage of	
									Net Assets	Total Investments
<div>-----Number of shares-----</div> <div>----- (Rupees in '000)-----</div>										
Commercial Banks										
Askari Bank Limited	90,000	50,000	-	-	140,000	3,155	3,176	21	1.34%	1.44%
Bank AL Habib Limited	45,500	-	-	-	45,500	3,190	3,146	(44)	1.33%	1.43%
Bank Islami Pakistan Limited	-	200,000	-	-	200,000	2,601	2,520	(81)	1.06%	1.15%
Bank of Punjab Limited	265,500	650,000	-	-	915,500	7,652	7,471	(181)	3.15%	3.40%
Faysal Bank Limited	70,000	214,000	-	-	284,000	6,058	7,475	1,417	3.16%	3.40%
Habib Bank Limited	46,500	-	-	10,500	36,000	4,405	3,937	(468)	1.66%	1.79%
Habib Metro Bank Limited	80,000	-	-	-	80,000	3,248	3,480	232	1.47%	1.58%
MCB Bank Limited	10,470	-	-	1,470	9,000	1,438	1,356	(82)	0.57%	0.62%
Meezan Bank Limited	120,123	-	12,150	39,123	93,150	9,348	13,034	3,686	5.50%	5.93%
United Bank Limited	39,000	15,000	-	3,000	51,000	6,272	6,047	(225)	2.55%	2.75%
	767,093	1,129,000	12,150	54,093	1,854,150	47,367	51,642	4,275		
Oil & Gas Marketing Companies										
Pakistan State Oil Company Limited	25,840	-	-	-	25,840	5,794	5,194	(600)	2.19%	2.36%
Attock Petroleum Limited	3,500	-	-	-	3,500	1,124	1,015	(109)	0.43%	0.46%
	29,340	-	-	-	29,340	6,918	6,209	(709)		
Engineering										
Mughal Iron and Steel Industries Limited	20,000	-	-	-	20,000	2,088	1,952	(136)	0.82%	0.89%
Amreli Steel Limited	50,000	-	-	-	50,000	2,172	1,958	(214)	0.83%	0.89%
Aisha Steel Limited	-	100,000	-	-	100,000	2,483	2,081	(402)	0.88%	0.95%
International Industries Limited	-	5,000	-	-	5,000	1,065	834	(231)	0.35%	0.38%
International Steels Limited	20,000	-	-	-	20,000	1,868	1,524	(344)	0.64%	0.69%
	90,000	105,000	-	-	195,000	9,676	8,349	(1,327)		

FIRST HABIB STOCK FUND

Name of the Investee	As at July 01, 2021	Purchased during the period	Bonus during the period	Sold during the period	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealized loss / gain	Market value as a percentage of:	
									Net Assets	Total Investments
-----Number of shares-----					----- (Rupees in '000) -----					
Cable & Electrical Goods										
TPL	120,500	140,000	-	260,500	-	-	-	-	0.00%	0.00%
	120,500	140,000	-	260,500	-	-	-	-		
Chemicals										
Sitara Chemical Industries Limited	5,000	-	-	-	5,000	1,760	1,415	(345)	0.60%	0.64%
Engro Polymer & Chemicals limited	153,500	-	-	15,000	138,500	6,543	7,627	1,084	3.22%	3.47%
ICI Pakistan Limited	2,300	-	-	2,300	-	-	-	-	0.00%	0.00%
Lotte Chemical (Pak) Limited	97,000	-	-	-	97,000	1,498	1,357	(141)	0.57%	0.62%
Dynex Pakistan Limited	5,000	14,000	-	-	19,000	5,327	4,318	(1,009)	1.82%	1.96%
Archroma Pakistan Limited	950	-	-	950	-	-	-	-	0.00%	0.00%
	263,750	14,000	-	18,250	259,500	15,128	14,717	(411)		
Fertilizers										
Fauji Fertilizer Company Limited	24,000	-	-	-	24,000	2,546	2,449	(97)	1.03%	1.11%
Engro Fertilizers Limited	29,000	-	-	-	29,000	2,038	2,038	-	0.86%	0.93%
Engro Corporation Limited	25,850	-	-	2,850	23,000	6,776	6,434	(342)	2.72%	2.93%
Fauji Fertilizer Bin Qasim Limited	245,000	-	-	35,000	210,000	5,546	4,725	(821)	1.99%	2.15%
	323,850	-	-	37,850	286,000	16,906	15,646	(1,260)		
Oil & Gas Exploration Companies										
Oil and Gas Development Company Limited	59,799	65,000	-	-	124,799	11,672	10,458	(1,214)	4.42%	4.76%
Pakistan Oilfields Limited	10,600	-	-	-	10,600	4,175	3,979	(196)	1.68%	1.81%
Pakistan Petroleum Limited	41,036	60,000	-	41,000	60,036	4,563	4,497	(66)	1.90%	2.05%
Mari Petroleum Company Limited	8,400	-	-	-	8,400	12,805	13,048	243	5.51%	5.93%
	119,835	125,000	-	41,000	203,835	33,215	31,982	(1,233)		
Glass & Ceramics										
Shabbir Tiles & Ceramics Limited	35,000	-	-	-	35,000	1,167	1,067	(100)	0.45%	0.49%
Tariq Glass Industries Limited	38,000	75,000	-	-	113,000	11,932	11,464	(468)	4.84%	5.21%
	73,000	75,000	-	-	148,000	13,099	12,531	(568)		
Insurance										
Adamjee Insurance Company Limited	25,000	-	-	-	25,000	1,037	882	(155)	0.37%	0.40%
Jubilee Life Insurance	5,700	-	-	5,700	-	-	-	-	0.00%	0.00%
	30,700	-	-	5,700	25,000	1,037	882	(155)		
Leasing Companies										
Orix Leasing Pakistan Limited.	-	100,000	-	-	100,000	2,400	2,383	(17)	1.01%	1.08%
	-	100,000	-	-	100,000	2,400	2,383	(17)		
Miscellaneous										
Synthetic Products Enterprise Limited	50,000	-	-	-	50,000	2,151	2,001	(150)	0.84%	0.91%
TPL Properties Limited	315,000	-	-	315,000	-	-	-	-	0.00%	0.00%
	365,000	-	-	315,000	50,000	2,151	2,001	(150)		
Paper and Board										
Security Papers Limited	5,000	-	-	5,000	-	-	-	-	0.00%	0.00%
	5,000	-	-	5,000	-	-	-	-		

FIRST HABIB STOCK FUND

Name of the Investee	As at July 01, 2021	Purchased during the period	Bonus during the period	Sold during the period	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealized loss / gain	Market value as a percentage of	
									Net Assets	Total Investments
<div>-----Number of shares-----</div> <div>-----Rupees in '000-----</div>										
Construction & Material (Cement)										
Cherat Cement Company Limited	33,000	3,000	-	15,000	21,000	3,717	3,008	(709)	1.27%	1.37%
D.G. Khan Cement Company limited	17,000	-	-	17,000	-	-	-	-	0.00%	0.00%
Lucky Cement Limited	15,650	-	-	9,550	6,100	5,267	4,410	(857)	1.86%	2.01%
Maple Leaf cement	243,500	-	-	175,000	68,500	3,218	2,411	(807)	1.02%	1.10%
Pioneer Cement	50,500	-	-	24,000	26,500	3,473	2,340	(1,133)	0.99%	1.06%
Attock Cement Pakistan Limited	21,000	-	-	21,000	-	-	-	-	0.00%	0.00%
Gharibwal Cement Limited	150,000	3,000	-	-	153,000	5,961	4,370	(1,591)	1.85%	1.99%
Kohat Cement Limited	22,100	-	-	15,100	7,000	1,445	1,204	(241)	0.51%	0.55%
Power Cement limited	300,000	-	-	300,000	-	-	-	-	0.00%	0.00%
	852,750	6,000	-	576,650	282,100	23,081	17,743	(5,338)		
Automobile Assemblers										
Indus Motor Company Limited	-	4,140	-	4,140	-	-	-	-	0.00%	0.00%
Millat Tractors Limited	1,837	-	-	1,837	-	-	-	-	0.00%	0.00%
	1,837	4,140	-	5,977	-	-	-	-		
Automobiles Parts and Accessories										
Thal Limited	5,150	-	-	-	5,150	2,177	2,000	(177)	0.84%	0.91%
Panther Tyres Limited	6,319	-	-	6,319	-	-	-	-	0.00%	0.00%
	11,469	-	-	6,319	5,150	2,177	2,000	(177)		
Textile Composition										
Nishat Mills Limited	18,000	-	-	-	18,000	1,679	1,635	(44)	0.69%	0.74%
Interloop Limited	73,500	7,500	-	-	81,000	5,708	5,765	57	2.43%	2.62%
Feroze 1888 Mills Limited	19,000	8,000	-	-	27,000	2,741	2,419	(322)	1.02%	1.10%
Kohinoor Textile Mills Limited	30,000	1,500	-	-	31,500	2,370	2,188	(182)	0.92%	1.00%
	140,500	17,000	-	-	157,500	12,498	12,007	(491)		
Pharmaceutical										
Abbot Laboratories	1,500	3,000	-	-	4,500	3,438	3,478	40	1.47%	1.58%
	1,500	3,000	-	-	4,500	3,438	3,478	40		
Power Generation and Distribution										
The Hub Power Company Limited	79,400	40,000	-	29,400	90,000	7,194	6,618	(576)	2.79%	3.01%
K-Electric Limited	100,000	-	-	-	100,000	418	400	(18)	0.17%	0.18%
Kot Addu Power Company Limited	123,000	-	-	-	123,000	5,455	4,305	(1,150)	1.82%	1.96%
	302,400	40,000	-	29,400	313,000	13,067	11,323	(1,744)		
Technology & Communications										
Air link Communication Limited	-	172,500	-	-	172,500	12,334	12,432	98	5.25%	5.65%
Avanceon Limited	-	20,000	-	10,000	10,000	1,390	1,234	(156)	0.52%	0.56%
Octopus Digital Limited	-	19,272	-	-	19,272	782	782	-	0.33%	0.36%
Systems Limited	9,460	2,000	-	-	11,460	6,856	8,337	1,481	3.52%	3.79%
TPL Trakker Limited	140,000	176,000	-	70,000	246,000	4,317	4,196	(121)	1.77%	1.91%
	149,460	389,772	-	80,000	459,232	25,679	26,981	1,302		
Total as at September 30, 2021						227,837	219,874	(7,963)		
Total as at June 30, 2021						212,076	226,089	14,013		

FIRST HABIB STOCK FUND

7.2 Following shares were pledged with National Clearing Company Pakistan Limited (NCCPL) as collateral against margin:

	(Unaudited) September 30, 2021	(Audited) June 30, 2021
	----- (Number of Shares) -----	
Engro Fertilizers Limited	15,000	13,500
Engro Corporation Limited	10,000	-
Feroze 1888 Mills Limited	10,000	-
Habib Bank Limited	15,000	-
The Hub Power Company Limited	13,500	-
Mari Petroleum Company Limited	8,400	-
Meezan Bank Limited	80,000	-
Oil & Gas Development Company Limited	15,000	-
Pakistan Petroleum Limited	36	-
United Bank Limited	13,000	-
	179,936	13,500

	(Unaudited) September 30, 2021	(Audited) June 30, 2021
	(Rupees in '000)	
Dividend receivable	1,441	1,016
Profit receivable on saving account	133	95
	1,574	1,111

9 ADVANCES, DEPOSITS AND PREPAYMENTS

Deposit with National Clearing Company of Pakistan Limited (NCCPL)	2,500	2,500
Deposit with Central Depository Company of Pakistan Limited (CDC)	100	100
Advance tax	191	189
Advance Against IPO Subscription	782	-
Listing Fee	19	-
	3,592	2,789

10 PROVISION FOR SINDH WORKERS' WELFARE FUND

Sindh Revenue Board through its letter dated August 12, 2021 had intimated Mutual Fund Association of Pakistan (MUFAP) that the mutual funds do not qualify as financial institutions / industrial establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has been taken up with the SECP and all the Asset Management Companies. In consultation with SECP, Asset Management Companies have reversed the cumulative provision for SWWF recognized in the financial statements of the funds on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, no provision for SWWF have been recognized in the financial statements of the Fund.

11 EARNINGS PER UNIT

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

12 TAXATION

The income of the fund is exempt from income tax under Clause (99) of Part 1 of the Second Schedule to the

FIRST HABIB STOCK FUND

Income Tax Ordinance, 2001 (Clause 99) subject to the condition that not less than 90 percent of the accounting income for the year, as reduced by capital gains, whether realized or unrealized, is distributed amongst the unit

holders. The Management Company has distributed not less than 90 percent of its annual accounting income to avail the tax exemption. Accordingly, no provision for current and deferred tax has been made in this financial statements.

13 FAIR VALUE OF FINANCIAL INSTRUMENTS

The Fund's accounting policy on fair value measurements is disclosed in the financial statements for the period ended September 30, 2021.

Fair value hierarchy

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

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

As at September 30, 2021, the categorisation of investments is shown below:

	Level 1	Level 2	Total
	----- (Rupees) -----		
Equity securities	219,874	-	219,874
	<u>219,874</u>	<u>-</u>	<u>219,874</u>

As at June 30, 2021, the categorisation of investments is shown below:

	Level 1	Level 2	Total
	----- (Rupees) -----		
Equity securities	226,089	-	226,089
	<u>226,089</u>	<u>-</u>	<u>226,089</u>

14 TRANSACTIONS WITH CONNECTED PERSONS

Connected persons include AL Habib Asset Management Limited being the Management Company, associated companies of the Management Company, First Habib Cash Fund, First Habib Income Fund, First Habib Islamic Income Fund, First Habib Asset Allocation Fund, First Habib Islamic Stock Fund, and Bank AL Habib Limited being companies under common management, Central Depository Company Limited being the Trustee of the Fund and all other concerns that fall under common management or control.

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

Remuneration to management company and trustee is determined in accordance with the provisions of Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003, Non-Banking Finance Companies and Notified Entities Regulation 2008 and the Trust Deed respectively.

FIRST HABIB STOCK FUND

Details of transactions with connected persons are as follows:

	Quarter ended September 30,	
	2021	2020
	------(Rupees in '000)-----	
AL Habib Asset Management Limited - Management Company		
Remuneration of AL Habib Asset Management Limited	1,229	557
Sindh Sales tax on management fee	160	72
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of Central Depository Company of Pakistan Limited - Trustee	123	56
Sindh Sales tax on Trustee's remuneration	16	7
Bank AL Habib Limited		
Profit on bank balances	296	230

Details of balances with connected persons are as follows:

	(Unaudited) September 30, 2021	(Audited) June 30, 2021
	------(Rupees in '000)-----	
Bank AL Habib Limited		
Bank balance	21,292	9,303
Equity Securities	3,146	3,190
AL Habib Asset Management Limited - Management Company		
Management Fee Payable	490	425
Federal Excise duty	2,043	2,043
Central Depository Company of Pakistan Limited - Trustee		
- Remuneration payable	49	42
- Other CDC Charges payable	15	-
- Security deposit - non interest bearing	100	100
AL Habib Capital Markets (Private) Limited - Brokerage house		
- Brokerage payable	168	9

14.1 Sale / redemption of units for the period ended

	Quarter ended September 30, 2021		Quarter ended September 30, 2020	
	(Units)	(Rupees in '000)	(Units)	(Rupees in '000)
Units sold to:				
Management Company				
- AL Habib Asset Management Limited	323,609	29,993	148,716	12,000
Other related parties:				
- Key Executives of the Management Company	43,722	4,039	-	-
- Directors and spouse of the Management Company	-	-	-	-
Connected persons holding 10% or more of the units in issue	57	5	-	-

FIRST HABIB STOCK FUND

	Quarter ended September 30, 2021		Quarter ended September 30, 2020	
	(Units)	(Rupees in '000)	(Units)	(Rupees in '000)
Units redeemed by:				
Management Company				
- AL Habib Asset Management Limited	496,595	45,305	249,318	19,586
Other related parties:				
- Key Executives of the Management Company	1,094	100	-	-
- Directors and spouse of the Management Company	-	-	1,697	145
Units held by:				
Parent Companies				
- Bank AL Habib Limited	100,000	8,789	100,000	8,279
Other related parties				
- Key Executives of the Management Company	96,390	8,472	61,143	5,062
- Directors and spouse of the Management Company	11,647	1,024	10,652	882
Connected persons holding 10% or more of the units in issue	1,191,334	104,706	604,091	50,015

15. TOTAL EXPENSE RATIO (TER)

TER of the Fund for the period ended September 30, 2021 is 3.31% which include 0.31% representing government levy, and SECP fee.

16. GENERAL

DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorized for issue by Board of Directors of the Management Company on October 21, 2021.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

FIRST HABIB ISLAMIC STOCK FUND
Quarterly Report
September 30, 2021

FIRST HABIB ISLAMIC STOCK FUND

FUND'S INFORMATION

Management Company

AL Habib Asset Management Limited

Board of Directors of the Management Company

Mr. Abbas D. Habib	Chairman
Mr. Mansoor Ali	Director
Mr. Imran Azim	Director
Ms. Zarine Aziz	Director
Mr. Saeed Allawala	Director
Mr. Kashif Rafi	Chief Executive

Chief Financial Officer

Mr. Abbas Qurban

Company Secretary & Chief Operating Officer

Mr. Zahid Hussain Vasnani

Audit Committee

Mr. Saeed Allawala	Chairman
Mr. Mansoor Ali	Member
Mr. Imran Azim	Member

Human Resource Committee

Mr. Saeed Allawala	Chairman
Mr. Mansoor Ali	Member
Ms. Zarine Aziz	Member
Mr. Kashif Rafi	Member

Auditors

EY Ford Rhodes
Progressive Plaza,
Beaumont Road,
Karachi 75530, Pakistan

Legal Advisor

Mohsin Tayebaly & Co.
Barristers & Advocates,
2nd Floor, DIME Centre, BC-4, Block 9,
Kehkashan, Clifton, Karachi.

Trustee

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

Rating

AM2 Management Company Quality
Rating Assigned by PACRA.

Bankers to the Fund

Bank AL Habib Limited
Bank Islami Pakistan Limited
MCB Bank Limited
National Bank of Pakistan Limited

Registered Office: 3rd Floor, Mackinnon's Building, I.I. Chundrigar Road, Karachi.

FIRST HABIB ISLAMIC STOCK FUND

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2021

		(Unaudited) September 30, 2021	(Audited) June 30, 2021
	Note	----- (Rupees in '000) -----	
Assets			
Bank balances	6	48,751	775
Investments	7	275,857	284,794
Dividend and profit receivable	8	4,265	1,969
Receivable against sale of investment		-	2,366
Receivable against issuance of units		-	1,200
Advances, deposits and prepayments	9	6,642	2,936
Total assets		335,515	294,039
Liabilities			
Payable to AL Habib Asset Management Limited - Management Company		579	580
Provision for federal excise duty on remuneration of the Management Company		1,478	1,478
Payable to Central Depository Company of Pakistan Limited - Trustee		57	57
Payable to Securities and Exchange Commission of Pakistan - (SECP)		15	39
Provision for Sindh Workers' Welfare Fund (SWWF)	10	-	935
Payable against purchase of investments		29,543	-
Accrued expenses and other liabilities		1,220	2,581
Total liabilities		32,892	5,671
Net assets		302,623	288,368
Unit holders' Fund (as per statement attached)		302,623	288,368
		(Number of Units)	
Number of units in issue (Face value of units is Rs. 100 each)		3,811,569	3,639,543
		(Rupees)	
Net asset value per unit		79.40	79.23

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

FIRST HABIB ISLAMIC STOCK FUND

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

		Quarter ended September 30,	
		2021	2020
		(Rupees in '000)	
Note			
	Income		
	Profit on bank deposits	318	182
	Dividend income	4,578	404
10	Other Income	936	-
		5,832	586
	Net (loss) / gain on investments classified at fair value through profit or loss		
	- Net capital (loss) / gain on sale of investments	(3,569)	5,459
7.1	- Net unrealised gain on revaluation of investments	551	6,634
		(3,018)	12,093
	Total income	2,814	12,679
	Expenses		
	Remuneration of AL Habib Asset Management Limited - Management Company	1,505	422
	Sindh Sales Tax on Management Company's remuneration	196	55
	Expenses allocated by Management Company	16	26
	Remuneration of Central Depository Company of Pakistan Limited - Trustee	170	47
	Annual fee to Securities and Exchange Commission of Pakistan (SECP)	15	4
	Brokerage expense	357	154
	Settlement and bank charges	96	87
	Annual listing fee	7	6
	Auditors' remuneration	148	114
	Other expenses	3	3
	Mutual fund rating fee	-	46
	Charity expense	90	11
	Printing charges	17	16
	Total expenses	2,620	991
	Net income from operating activities	194	11,688
	Provision for Sindh Worker's Welfare Fund	-	(234)
	Net income for the period before taxation	194	11,454
	Taxation	-	-
	Net income for the period after taxation	194	11,454
	Allocation of net income for the period:		
	Net income for the period	194	11,454
	Income already paid on units redeemed	(846)	(4,780)
		(652)	6,674
	Accounting income available for distribution:		
	- Relating to capital gains	-	3,181
	- Excluding capital (loss) / gains	(652)	3,493
		(652)	6,674

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

**For AL Habib Asset Management Limited
(Management Company)**

Chief Executive

Chief Financial Officer

Director

FIRST HABIB ISLAMIC STOCK FUND

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	September 30 2021	September 30 2020
	(Rupees in '000)	
Net income for the period after taxation	194	11,454
Other comprehensive income for the period	-	-
Total comprehensive income for the period	<u>194</u>	<u>11,454</u>

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

FIRST HABIB ISLAMIC STOCK FUND

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UNAUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	2021			2020		
	Capital Value	Un distributed income	Net Asset	Capital Value	Un distributed income	Net Asset
	(Rupees in '000)					
Net assets at the beginning of the period	320,463	(32,095)	288,368	141,398	(37,993)	103,405
Issue of 560,335 (2020: 742,787) units						
- Capital Value	44,395	-	44,395	51,973	-	51,973
- Element of gain	949	-	949	6,872	-	6,872
Amount received on issuance of units	45,344	-	45,344	58,845	-	58,845
Redemption of 388,309 units (2020: 951,491 units)						
- Capital Value	(30,108)	-	(30,108)	(66,576)	-	(66,576)
- Element of loss	(329)	(846)	(1,175)	(1,281)	(4,780)	(6,061)
Amount paid on redemption of units	(30,437)	(846)	(31,283)	(67,857)	(4,780)	(72,637)
Total comprehensive income for the period	-	194	194	-	11,454	11,454
Net assets at the end of the period	335,370	(32,747)	302,623	132,386	(31,319)	101,067
Undistributed loss brought forward						
- Realised (loss)		(38,860)			(36,280)	
- Unrealised gain / (loss)		6,765			(1,713)	
		(32,095)			(37,993)	
Total comprehensive income for the period		(652)			6,674	
Undistributed loss carried forward		(32,747)			(31,319)	
Undistributed loss carried forward Comprises of:						
- Realised (loss)		(33,298)			(37,953)	
- Unrealised gain / (loss)		551			6,634	
		(32,747)			(31,319)	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period		79.23			69.97	
Net assets value per unit at end of the period		79.40			79.63	

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

FIRST HABIB ISLAMIC STOCK FUND

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30,	
	2021	2020
	(Rupees in '000)	
CASH FLOW FROM OPERATING ACTIVITIES		
Net income for the period after taxation	194	11,454
Adjustments		
- Net unrealised gain on revaluation of investments	(551)	(6,634)
	(357)	4,820
Working capital changes		
<i>Increase / (decrease) in assets</i>		
Investments	9,486	8,743
Dividend and profit receivable	(2,296)	(287)
Receivable against sale of investment	2,366	(12,000)
Receivable against issuance of units	1,200	-
Advances, deposits and prepayments	(3,706)	26
	7,050	(3,518)
<i>Decrease / (increase) in liabilities</i>		
Payable to AL Habib Asset Management Limited - Management Company	(1)	(268)
Payable to Central Depository Company of Pakistan Limited - Trustee	-	(5)
Payable to Securities and Exchange Commission of Pakistan - (SECP)	(24)	(16)
Provision for Sindh Workers' Welfare Fund (SWWF)	(935)	234
Payable against purchase of investments	29,543	(12,705)
Accrued expenses and other liabilities	(1,361)	6,504
	27,222	(6,256)
Net cash generted (used) in operating activities	33,915	(4,954)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceed from issuance of units	45,344	58,845
Payment on redemption of units	(31,283)	(72,637)
Net cash generated / (used) in financing activates	14,061	(13,792)
Net decrease / (increase) in cash and cash equivalents during the period	47,976	(18,746)
Cash and cash equivalents at the beginning of the period	775	40,432
Bank Balances	48,751	21,686

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

FIRST HABIB ISLAMIC STOCK FUND

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

First Habib Islamic Stock Fund (the "Fund") was established under a Trust Deed executed between AL Habib Asset Management Limited (AHAML) as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed on November 24, 2011 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on November 3, 2011 under Regulation 44(3) of the Non-Banking Finance Companies & Notified Entities Regulation, 2008. The Fund revised its Trust Deed (the Deed) dated December 06, 2016, under the Trusts Act, 1882 entered into and between AL Habib Asset Management Limited (Wakeel), the Management Company, and Central Depository Company of Pakistan Limited, the Trustee. The Trust Deed (revised) was approved by SECP on November 24, 2016.

The Management Company of the Fund has been licensed to undertake Asset Management Services as Non Banking Finance Company under the NBFC Rules by the SECP. The registered office of the management company is situated at 3rd Floor, Mackinnons Building, I,I Chundrigar Road Karachi, Pakistan.

The Fund is an open-end mutual fund and is listed on the Pakistan Stock Exchange. Units are offered for public subscription on a continuous basis. Units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holder.

The Fund revised its investment objectives in order to seek long-term capital growth by investing primarily in a Shariah Compliant diversified pool of equities and equity related instruments. The management team shall ensure the active implementation of prudent investment practices, the highest professional standards and compliance of applicable laws. Previously, the Fund has been investing to provide reasonable rate of return consistent with reasonable concern for safety of principal amount to the unit holders, along with facility to join or leave the fund at their convenience. The management team would seek to enhance returns through active portfolio management using efficiency tools.

Pakistan Credit Rating Agency (PACRA) has assigned asset management rating of 'AM2' to the Management Company.

The Fund has been categorized as an Open -End Shariah Compliant Equity Scheme as per the criteria laid down by the SECP for categorisation of Collective Investment Schemes (CIS).

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

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

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

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations have been followed.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of this condensed interim financial information is the same as those applied in the preparation of the financial statements of the Fund for the year ended June 30, 2021.

FIRST HABIB ISLAMIC STOCK FUND

4. ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial information requires the Management Company 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 result may differ from these estimates. The significant judgments made by the Management Company in applying accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements for the year ended June 30, 2021.

5. FINANCIAL RISK MANAGEMENT

The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements and for the year ended June 30, 2021.

		(Unaudited) September 30, 2021	(Audited) June 30, 2021
6 BANK BALANCES	Note	(Rupees in '000)	
Current accounts		325	91
Savings accounts	6.1	48,426	685
		<u>48,751</u>	<u>775</u>

- 6.1 These carry profit rates ranging from 4% to 7% (June 30, 2021: 4% to 6.95%) per annum. It includes balance of Rs.0.47 million (June 30, 2021: Rs 0.07 million) with Bank AL Habib Limited, a related party carrying profit rate of 4% (June 30, 2021: 6.5%) per annum.

		(Unaudited) September 30, 2021	(Audited) June 30, 2020
7 INVESTMENTS	Note	(Rupees in '000)	
At fair value through profit or loss:			
Quoted equity securities	7.1	275,857	284,794
		<u>275,857</u>	<u>284,794</u>

7.1 Quoted equity securities

Name of the Investee	As at July 01, 2021	Purchased during the period	Bonus	Sold during the period	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealized gain / (loss)	Market Value as a Percentage of:	
									Net Assets	Total Investments
-----Number of shares-----					----- (Rupees in '000) -----					
COMMERCIAL BANKS										
Bank Islami Pakistan Limited	-	450,000		-	450,000	5,790	5,670	(120)	1.87%	2.06%
Meezan Bank Limited	357,948	52	37,800	106,000	289,800	29,084	40,552	11,468	13.40%	14.70%
	357,948	450,052	37,800	106,000	739,800	34,873	46,222	11,348		
CHEMICALS										
Archroma Pakistan Limited	4,900	-	-	4,900	-	-	-	-	0.00%	0.00%
Berger Paints Pakistan Limited	34,500	-	-	34,500	-	-	-	-	0.00%	0.00%
Dynea Pakistan Limited	-	12,000	-	-	12,000	3,569	2,727	(842)		
Engro Polymer & Chemicals Limited	271,000	-	-	51,000	220,000	10,393	12,115	1,723	4.00%	4.39%
ICI Pakistan Limited	6,050	-	-	6,050	-	-	-	-	0.00%	0.00%
	316,450	12,000	-	96,450	232,000	13,962	14,843	880		
FERTILIZER										
Engro Fertilizers Limited	90,500	-	-	-	90,500	6,359	6,360	1	2.10%	2.31%
Engro Corporation Limited	58,040	-	-	17,000	41,040	12,091	11,481	(610)	3.79%	4.16%
	148,540	-	-	17,000	131,540	18,450	17,841	(609)		

FIRST HABIB ISLAMIC STOCK FUND

Name of the Investee	As at July 01, 2021	Purchased during the period	Bonus	Sold during the period	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealized gain / (loss)	Market Value as a Percentage of:	
									Net Assets	Total Investments
-----Number of shares-----					----- (Rupees in '000) -----					
CEMENT										
Cherat Cement Company Limited	8,000	41,000	-	-	49,000	6,949	7,018	69	2.32%	2.54%
D.G Khan Cement Company Limited	43,000	-	-	32,000	11,000	1,297	973	(325)	0.32%	0.35%
Kohat Cement Company Limited	6,800	-	-	6,800	-	-	-	-	0.00%	0.00%
Lucky Cement Limited	41,683	8,000	-	33,883	15,800	12,430	11,422	(1,008)	3.77%	4.14%
Maple Leaf Cement Factory Limited	331,500	175,000	-	175,000	331,500	13,244	11,669	(1,575)	3.86%	4.23%
Attock Cement Pakistan Limited	28,000	-	-	28,000	-	-	-	-	0.00%	0.00%
Gharibwal Cement Limited	12,500	1,000	-	-	13,500	526	386	(140)	0.13%	0.14%
Power Cement Limited	525,000	-	-	525,000	-	-	-	-	0.00%	0.00%
	996,483	225,000	-	800,683	420,800	34,446	31,467	(2,979)		
POWER GENERATION & DISTRIBUTION										
The Hub Power Company Limited	-	100,000	-	-	100,000	7,795	7,353	(442)	2.43%	2.67%
	-	100,000	-	-	100,000	7,795	7,353	(442)		
ENGINEERING										
Aisha Steel Mills Limited	-	120,000	-	-	120,000	2,981	2,497	(483)	0.83%	0.91%
International Industries Limited	-	7,000	-	-	7,000	1,491	1,167	(324)	0.39%	0.42%
International Steels Limited	40,000	-	-	-	40,000	3,736	3,048	(688)	1.01%	1.11%
Mughal Iron & Steel Industries Limited	26,680	-	-	15,000	11,680	1,219	1,140	(79)	0.38%	0.41%
	66,680	127,000	-	15,000	178,680	9,427	7,853	(1,574)		
AUTOMOBILE ASSEMBLERS										
Atlas Honda Limited	6,800	-	-	6,800	-	-	-	-	0.00%	0.00%
Millat Tractors Limited	3,900	-	-	3,900	-	-	-	-	0.00%	0.00%
	10,700	-	-	10,700	-	-	-	-		
AUTOMOBILE PARTS & aCESSORIES										
Panther Tyres Limited	15,104	-	-	15,104	-	-	-	-	0.00%	0.00%
	15,104	-	-	15,104	-	-	-	-		
PAPER & BOARD										
Century Paper & Board Mills Limited	38,000	-	5,700	-	43,700	4,639	3,274	(1,364)	1.08%	1.19%
Packages Limited	8,800	-	-	8,800	-	-	-	-	0.00%	0.00%
Security Paper Limited	4,000	-	-	1,500	2,500	361	334	(27)	0.11%	0.12%
	50,800	-	5,700	10,300	46,200	5,000	3,609	(1,391)		
OIL & GAS EXPLORATION COMPANIES										
Mari Petroleum Company Limited	23,880	-	-	-	23,880	36,402	37,094	692	12.26%	13.45%
Oil & Gas Development Company	89,500	125,000	-	20,000	194,500	18,152	16,299	(1,853)	5.39%	5.91%
Pakistan Oilfields Limited	28,726	-	-	2,000	26,726	10,526	10,032	(495)	3.31%	3.64%
Pakistan Petroleum Limited	97,310	125,000	-	95,000	127,310	9,689	9,537	(152)	3.15%	3.46%
	239,416	250,000	-	117,000	372,416	74,769	72,962	(1,807)		

FIRST HABIB ISLAMIC STOCK FUND

Name of the Investee	As at July 01, 2021	Purchased during the period	Bonus	Sold during the period	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealized gain / (loss)	Market Value as a Percentage of:	
									Net Assets	Total Investments
-----Number of shares-----					----- (Rupees in '000) -----					
OIL & GAS MARKETING COMPANIES										
Attock Petroleum Limited	8,000	-	-	-	8,000	2,568	2,320	(248)	0.77%	0.84%
Pakistan State Oil Company Limited	39,760	-	-	11,427	28,333	6,354	5,695	(659)	1.88%	2.06%
Sui Northern Gas Pipeline Limited	15,000	-	-	-	15,000	729	682	(47)	0.23%	0.25%
TOTAL	62,760	-	-	11,427	51,333	9,651	8,697	(954)		
TEXTILE COMPOSITE										
Feroze1888 Mills Limited	37,500	7,500	-	-	45,000	4,549	4,032	(517)	1.33%	1.46%
Interloop Limited	134,500	9,500	-	25,000	119,000	8,372	8,469	97	2.80%	3.07%
Kohinoor Textile Mills Limited	47,500	1,500	-	-	49,000	3,686	3,403	(283)	1.12%	1.23%
Nishat Mills Limited	48,700	-	-	-	48,700	4,544	4,425	(119)	1.46%	1.60%
TOTAL	268,200	18,500	-	25,000	261,700	21,151	20,329	(822)		
PHARMACEUTICALS										
Abbott Laboratories	900	5,400	-	-	6,300	4,763	4,869	106	1.61%	1.77%
TOTAL	900	5,400	-	-	6,300	4,763	4,869	106		
GLASS & CERAMICS										
Shabbir Tiles & Ceramics Limited	65,000	-	-	2,000	63,000	2,101	1,920	(181)	0.63%	0.70%
Tariq Glass Industries Limited	-	120,000	-	-	120,000	12,633	12,174	(459)	4.02%	4.41%
TOTAL	65,000	120,000	-	2,000	183,000	14,734	14,094	(640)		
TECHNOLOGY AND COMMUNICATIONS										
Airlink Communication Limited	-	225,000	-	-	225,000	16,088	16,216	128	5.36%	5.88%
Avanceon Limited	-	25,000	-	15,000	10,000	1,390	1,234	(156)	0.41%	0.45%
Octopus Digital Limited	-	31,661	-	-	31,661	1,285	1,285	-	0.42%	0.47%
Systems Limited	-	9,600	-	-	9,600	7,521	6,984	(537)	2.31%	2.53%
TOTAL	-	291,261	-	15,000	276,261	26,284	25,719	(565)		
Total as at September 30, 2021						275,306	275,857	551		
Total as at June 30, 2021						278,029	284,794	6,765		

7.2 Following shares were pledged with National Clearing Company of Pakistan Limited (NCCPL) as collateral against margin:

	(Unaudited)	(Audited)
	September 30,	June 30,
	2021	2021
	------(No. of shares)-----	
Pakistan Petroleum Limited	2,310	5,000
ICI Pakistan limited	-	1,000
Meezan Bank Limited	10,000	10,000
Packages Limited	-	1,500
	12,310	17,500

FIRST HABIB ISLAMIC STOCK FUND

	(Unaudited) September 30, 2021	(Audited) June 30, 2021
8 DIVIDEND AND PROFIT RECEIVABLE	----- (Rupees in '000) -----	
Profit receivable on savings accounts	109	51
Dividend receivable	4,156	1,918
	<u>4,265</u>	<u>1,969</u>
9 ADVANCES, DEPOSITS, AND PREPAYMENTS		
Security Deposit with Central Depository Company of Pakistan Limited	100	100
Security Deposit with National Clearing Company of Pakistan Limited	4,900	2,500
PSX - Annual Listing Fee	19	-
Advance against IPO Subscription	1,285	-
Advance tax on dividend	338	336
	<u>6,642</u>	<u>2,936</u>

10 PROVISION FOR SINDH WORKERS' WELFARE FUND

Sindh Revenue Board through its letter dated August 12, 2021 had intimated Mutual Fund Association of Pakistan (MUFAP) that the mutual funds do not qualify as financial institutions / industrial establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has been taken up with the (SECP) and all the Asset Management Companies. In consultation with (SECP), Asset Management Companies have reversed the cumulative provision for SWWF recognized in the financial statements of the funds on August 13, 2021. The (SECP) has given its concurrence for prospective reversal of provision for SWWF. Accordingly, no provision for SWWF have been recognized in the financial statements of the Fund.

11. EARNINGS PER UNIT

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

12. TAXATION

The income of the fund is exempt from income tax under Clause (99) of Part 1 of the Second Schedule to the Income Tax Ordinance, 2001 (Clause 99) subject to the condition that not less than 90 percent of the accounting income for the year, as reduced by capital gains, whether realized or unrealized, is distributed amongst the unit holders. The Management Company has distributed not less than 90 percent of its annual accounting income to avail the tax exemption. Accordingly, no provision for current and deferred tax has been made in this financial statements.

13. FAIR VALUE OF FINANCIAL INSTRUMENTS

The Fund's accounting policy on fair value measurements is disclosed in the financial statements for the year ended June 30, 2021.

Fair value hierarchy

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

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

FIRST HABIB ISLAMIC STOCK FUND

As at September 30, 2021 the categorisation of investments is shown below:

	Level 1	Level 2	Total
	-----	(Rupees) -----	-----
Equity securities	275,857	-	275,857
	<u>275,857</u>	<u>-</u>	<u>275,857</u>

As at June 30, 2021 the categorisation of investments is shown below:

	Level 1	Level 2	Total
	-----	(Rupees) -----	-----
Equity securities	284,794	-	284,794
	<u>284,794</u>	<u>-</u>	<u>284,794</u>

14. TRANSACTIONS WITH CONNECTED PERSONS

Connected persons / related parties include AL Habib Asset Management Limited being the Management Company, AL Habib Capital Markets (Private) Limited and Bank AL Habib Limited being companies under common management or directorship, First Habib Cash Fund, First Habib Income Fund, First Habib Islamic Income Fund, First Habib Asset Allocation Fund and First Habib Stock Fund being the funds managed by the common Management Company, Central Depository Company Limited being the Trustee of the Fund, directors and officers of the above entities and includes persons holding 10% or more in the units of the Fund as at September 30, 2021. It also includes staff retirement benefit funds of the above connected person / related parties.

Details of transactions with connected persons are as follows:

	Quarter ended September 30,	
	2021	2020
	-----	-----
	(Rupees in '000)	-----
AL Habib Asset Management Limited - Management Company		
Management fee	1,505	422
Sales tax on management fee	196	55
Expenses allocated by Management Company	16	26
	<u>170</u>	<u>47</u>
Central Depository Company of Pakistan Limited - Trustee		
Remuneration	170	47
	<u>170</u>	<u>47</u>
Bank AL Habib Limited		
Profit on bank balances	14	3
	<u>14</u>	<u>3</u>

Details of balances with connected persons are as follows:

	(Unaudited) September 30	(Audited) June 30
	2021	2021
	-----	-----
	(Rupees in '000)	-----
Bank AL Habib Limited		
Bank balance	412	73
Profit receivable on saving account	2	4
	<u>414</u>	<u>77</u>
AL Habib Asset Management Limited - Management Company		
Management fee payable	579	580
FED Payable	1,478	1,478
	<u>2,057</u>	<u>2,058</u>
Central Depository Company of Pakistan Limited - Trustee		
- Remuneration payable	57	57
- Security deposit - non interest bearing	100	100
	<u>157</u>	<u>157</u>

FIRST HABIB ISLAMIC STOCK FUND

14.1 Sale / redemption of units for the period

	Quarter ended September 30, 2021		Quarter ended September 30, 2020	
	(Units)	(Rupees in '000)	(Units)	(Rupees in '000)
Units sold to:				
Management Company				
AL Habib Asset Management Limited	333,030	27,535	493,355	39,000
Other related parties				
- Directors and their relatives of the Management Company	44	4	-	-
Units redeemed by:				
Management Company				
AL Habib Asset Management Limited	367,055	29,524	754,466	57,000
Units held by:				
Management Company				
AL Habib Asset Management Limited	-	-	550,711	43,854
Other related parties				
- Directors and their relatives of the Management Company	3,169,967	251,682	8,603	685
- Key Executives of Management Company	301	24	-	-
Parent Companies				
- Bank AL Habib Limited	100,929	8,013	100,929	8,037

15. TOTAL EXPENSE RATIO (TER)

TER of the Fund for the quarter ended September 30, 2021 is 3.48% which include 0.31% representing government levy and SECP fee.

16. GENERAL

DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorized for issue by Board of Directors of the Management Company on **October 21, 2021**.

For AL Habib Asset Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

فرسٹ حبیب ایسٹ ایلیکشن فنڈ نے 30 ستمبر 2021 کو ختم ہونے والی سہ ماہی کے لئے 0.02 فیصد کا خالص منافع حاصل کیا۔ فنڈ کی مجموعی آمدنی 0.81 ملین روپے رہی جس میں بنیادی طور پر منافع منقسمہ سے 1.94 ملین روپے اور ایکویٹی سرمایہ کاریوں پر 1.80 ملین روپے کے اصراف حقیقی اور غیر حقیقی کیپٹل خسارہ جات شامل تھے۔ فنڈ میں ایس ڈبلیو ڈبلیو ایف کی فراہمی کی واپسی کی رقم 0.41 ملین روپے تھی۔

فرسٹ حبیب اسٹاک فنڈ نے 30 ستمبر 2021 کو ختم ہونے والی سہ ماہی کے لئے 1.46 فیصد کا منفی منافع حاصل کیا۔ فنڈ کا مجموعی خسارہ 2.42 ملین روپے رہا جس میں بنیادی طور پر منافع منقسمہ سے 3.77 ملین روپے کی آمدنی اور ایکویٹی سرمایہ کاریوں پر 8.05 ملین روپے کے اصراف حقیقی اور غیر حقیقی کیپٹل خسارہ جات شامل ہیں۔ ایس ڈبلیو ڈبلیو ایف کی فراہمی کی واپسی کی رقم 1.57 ملین روپے تھی۔

فرسٹ حبیب اسلامک اسٹاک فنڈ نے 30 ستمبر 2021 کو ختم ہونے والی سہ ماہی کیلئے 0.21 فیصد کا خالص منافع حاصل کیا۔ فنڈ کی مجموعی آمدنی 2.81 ملین روپے تھی جس میں منافع منقسمہ سے 4.58 ملین روپے کی آمدنی اور ایکویٹی سرمایہ کاریوں پر 3.02 ملین روپے کے اصراف، حقیقی اور غیر حقیقی کیپٹل خسارہ جات شامل ہیں۔ فنڈ میں ایس ڈبلیو ڈبلیو ایف کی فراہمی کی واپسی کی رقم 0.94 ملین روپے تھی۔

ہم مسلسل اعتماد اور تعاون کرنے کیلئے اپنے یونٹ ہولڈرز کے مشکور ہیں اور سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی رہنمائی کرنے پر شکریہ ادا کرنے کے ساتھ سینٹرل ڈپازٹری کمپنی آف پاکستان لمیٹڈ کے تعاون پر ان کے ممنون ہیں۔ ہم اپنے تمام ممبران کے خلوص، لگن اور انتھک محنت پر بھی انہیں خراج تحسین پیش کرتے ہیں۔

عباس ڈی حبیب
چیئر مین
(ڈائریکٹر ان از بورڈ)

کاشف رفیع
چیف ایگزیکٹو

کراچی:
۲۱ اکتوبر ۲۰۲۱ء

ڈائریکٹرز رپورٹ

الحبيب ایسیٹ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز کیلئے 30 ستمبر 2021 کو ختم ہونے والی سہ ماہی کے اپنی مینجمنٹ کے تحت فنڈز کے غیر آڈٹ شدہ مالیاتی حسابات پیش کرنا باعث مسرت ہے۔

زیر جائزہ سہ ماہی کے دوران پاکستان کے میکرو اکنامک کی بنیادیں، اشیائے صرف کے نرخوں کی وجہ سے بڑی حد تک متاثر ہوئیں جس کے ملک کے کرنٹ اکاؤنٹ خسارے پر کمزور اثرات مرتب ہوئے۔ درآمدات کی بڑھتی ہوئی شرح کے نتیجے میں روپے کی قدر بھی متاثر ہوئی۔ اسٹیٹ بینک آف پاکستان نے اپنی مانیٹری پالیسی کمیٹی کی تازہ ترین میٹنگ میں پالیسی ریٹ کو 25 بی پی ایس بڑھا کر 7.25 فیصد کر دیا۔ اسٹاک مارکیٹ میں سست روی کا رجحان برقرار رکھا جیسا کہ شیخ مارک KSE-100 انڈیکس اس سہ ماہی کے دوران 5.18 فیصد تک کم ہو گیا۔

سندھ ریونیو بورڈ (ایس آر بی) نے اپنے خط مورخہ 12 اگست 2021 میں میوچل فنڈ ایسوسی ایشن آف پاکستان (ایم یو ایف اے پی) کو مطلع کیا تھا کہ میوچل فنڈز مالیاتی اداروں/صنعتی اداروں کی طرح مساوی حیثیت نہیں رکھتے لہذا سندھ ورکرز ویلفیئر فنڈ (ایس ڈبلیو ڈبلیو ایف) کی ادائیگی کے پابند نہیں ہیں۔ اس پیش رفت کو میوچل فنڈ ایسوسی ایشن آف پاکستان کی سطح پر زیر بحث لایا گیا تھا اور سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (ایس ای سی پی) سے بھی مشاورت کی گئی۔ تمام ایسیٹ مینجمنٹ کمپنیوں نے ایس ای سی پی کے ساتھ مشاورت سے 13 اگست 2021 کو ایس ڈبلیو ڈبلیو ایف کی مجموعی فراہمی کے فنڈز کے مالیاتی حسابات سے منہا کر دیا گیا ہے۔ اس کے مطابق ایس ڈبلیو ڈبلیو ایف کے لئے فنڈز کے مالیاتی حسابات میں کوئی فراہمی نہیں ہے۔

فرسٹ حبیب کیش فنڈ نے 30 ستمبر 2021 کو ختم ہونے والی سہ ماہی کیلئے 7.51 فیصد کا خالص سالانہ منافع حاصل کیا۔ فنڈز کی مجموعی آمدنی 378.03 ملین روپے رہی تھی جس میں بنیادی طور پر بینک ڈپازٹس سے 257.25 ملین روپے اور گورنمنٹ سیکورٹیز سے 97.72 ملین روپے کی آمدنی شامل ہے۔ فنڈ میں ایس ڈبلیو ڈبلیو ایف کی فراہمی کی واپسی کی رقم 24.06 ملین روپے تھی۔ اس مدت کے دوران فنڈز نے 1.67 روپے فی یونٹ کا مجموعی عبوری منافع منقسمہ تقسیم کیا۔

فرسٹ حبیب اکم فنڈ نے 30 ستمبر 2021 کو ختم ہونے والی سہ ماہی کیلئے 9.00 فیصد کا خالص سالانہ منافع حاصل کیا۔ فنڈ کی مجموعی آمدنی 38.89 ملین روپے رہی تھی جس میں بنیادی طور پر بینک ڈپازٹس سے 14.96 ملین روپے اور سرکاری سیکورٹیز/ایف سیز اور سکوکس میں سرمایہ کاری سے 16.93 ملین روپے کی آمدنی شامل ہے۔ فنڈ میں ایس ڈبلیو ڈبلیو ایف کی فراہمی کی واپسی کی رقم 7.24 ملین روپے تھی۔

فرسٹ حبیب اسلامک اکم فنڈ نے 30 ستمبر 2021 کو ختم ہونے والی سہ ماہی کیلئے 7.32 فیصد کا خالص سالانہ منافع حاصل کیا۔ فنڈ کی مجموعی آمدنی 269.31 ملین روپے رہی تھی جس میں بنیادی طور پر سکوکس میں سرمایہ کاری سے 146.19 ملین روپے اور بینک ڈپازٹس سے 80.05 ملین روپے کی آمدنی شامل ہے۔ فنڈ میں ایس ڈبلیو ڈبلیو ایف کی فراہمی کی واپسی کی رقم 24.63 ملین روپے تھی۔

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