



FINANCIAL STATEMENTS
OF
PUNJAB PENSION FUND
FOR THE YEAR ENDED
JUNE 30, 2022

BDO Ebrahim & Co. Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT TO THE MANAGEMENT COMMITTEE OF PUNJAB PENSION FUND

Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of PUNJAB PENSION FUND ("the Fund"), which comprise the statement of assets and liabilities as at June 30, 2022, and income statement, the statement of comprehensive income, the statement of changes in accumulated pension fund for the year then ended, the statement of cash flows, and notes to the financial statements including a summary of significant accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2022, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as applicable in Pakistan.

Basis for Opinion

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

Information other than the Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the information included in the Fund's Annual Report for the year ended June 30, 2022, but does not include the financial statements and our auditor's report thereon.

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

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



Responsibilities of Management and Members of the Management Committee for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of the Punjab General Provident Investment Fund Act 2009 and Punjab General Provident Investment Fund Rules, 2010 and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Management Committee is responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Fund as required by the Punjab Pension Fund Act, 2007 and the Punjab Pension Fund Rules, 2007;
- b) the statement of assets and liabilities, income statement, the statement of comprehensive income, the statement of changes in accumulated pension fund and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Punjab Pension Fund Act, 2007 and the Punjab Pension Fund Rules, 2007 and are in agreement with the books of account and returns; and
- c) investments made and expenditure incurred during the year were for the purpose of the Fund's business.

Other Matter

The financial statements of the Fund for the year ended June 30, 2021 were audited by another firm of Chartered Accountants who vide their report dated December 05, 2022, expressed an unmodified opinion thereon.

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

LAHORE

DATED: 15 AUG 2024

UDIN: AR202210131cLbAk5ynz


BDO EBRAHIM & CO.
CHARTERED ACCOUNTANTS


PUNJAB PENSION FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT JUNE 30, 2022

	Note	2022		2021	
		Punjab Pension Fund	Punjab Pension Fund - Expense Account	Punjab Pension Fund - Total	Punjab Pension Fund - Total
		----- Rupees -----		---- Rupees ----	
ASSETS					
Cash and bank balance	7	15,355,450,486	128,503,970	15,483,954,456	1,416,331,458
Investments	8	78,287,278,079	-	78,287,278,079	83,312,980,460
Accrued interest	9	255,038,979	1,306,695	256,345,674	448,343,862
Deposits & other receivables	10	100,000	5,377,320	5,477,320	7,977,320
Advances	11	8,799,476	-	8,799,476	-
Prepayments		-	409,242	409,242	380,689
Property, plant and equipments					
Operating fixed assets	12	-	2,280,311	2,280,311	3,474,326
Capital work in process	13	-	-	-	1,956,000
Intangible assets	14	-	2,083,218	2,083,218	-
TOTAL ASSETS		93,906,667,020	139,960,756	94,046,627,776	85,191,444,115
LIABILITIES					
Brokerage payable		1,255,861	-	1,255,861	2,210,818
Trustee fee payable		1,248,925	-	1,248,925	2,519,170
Staff retirement benefits	15	-	19,154,876	19,154,876	-
Accrued liabilities	16	-	4,050,805	4,050,805	6,704,888
TOTAL LIABILITIES		2,504,786	23,205,681	25,710,467	11,434,876
NET ASSETS		93,904,162,234	116,755,075	94,020,917,309	85,180,009,239
REPRESENTED BY:					
Accumulated Pension Fund		93,904,162,234	116,755,075	94,020,917,309	85,180,009,239

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The annexed notes from 1 to 36 form an integral part of these financial statements.


GENERAL MANAGER


PRIVATE MEMBER


CHAIRMAN

**PUNJAB PENSION FUND
INCOME STATEMENT
FOR THE YEAR ENDED JUNE 30, 2022**

	Note	2022		2021	
		Punjab Pension Fund	Punjab Pension Fund - Expense Account	Punjab Pension Fund - Total	Punjab Pension Fund - Total
		----- Rupees -----		---- Rupees ----	
INCOME					
Interest income	18	8,169,518,565	7,148,039	8,176,666,604	8,529,865,864
Dividend income		697,177,670	-	697,177,670	61,911,552
Net realised capital gain / (loss) on sale of investments	19	(148,089,709)	-	(148,089,709)	1,085,842,612
Unrealised gain/(loss) on re-measurement of investments at "Fair value through - Profit and Loss" - net	20	(3,381,791,813)	-	(3,381,791,813)	582,801,459
Other income		-	5,710	5,710	5,000
TOTAL INCOME		5,336,814,713	7,153,749	5,343,968,462	10,260,426,487
EXPENDITURE					
Operating expenses	21	-	(73,543,117)	(73,543,117)	(47,696,469)
Auditor's remuneration	22	-	(1,644,500)	(1,644,500)	(1,100,000)
Trustee remuneration and safe custody charges		(15,643,085)	-	(15,643,085)	(13,646,626)
National Savings Center - service charges	23	(144,995,000)	-	(144,995,000)	-
Legal and other professional charges		-	(729,800)	(729,800)	(469,000)
Brokerage expense		(15,325,814)	-	(15,325,814)	(8,743,798)
Bank charges		(12,062)	(9,747)	(21,809)	(18,214)
TOTAL EXPENDITURE		(175,975,961)	(75,927,164)	(251,903,125)	(71,674,107)
INCOME OVER EXPENDITURE FOR THE YEAR		5,160,838,752	(68,773,415)	5,092,065,337	10,188,752,380
Budgetary (payments) / receipts for the year	24	(71,535,313)	71,535,313	-	-
INCOME FOR THE YEAR BEFORE TAX		5,089,303,439	2,761,898	5,092,065,337	10,188,752,380
Taxation	25	-	-	-	-
NET INCOME FOR THE YEAR AFTER TAX		5,089,303,439	2,761,898	5,092,065,337	10,188,752,380

The annexed notes from 1 to 36 form an integral part of these financial statements.


GENERAL MANAGER


PRIVATE MEMBER


CHAIRMAN

**PUNJAB PENSION FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2022**

	2022		2021	
	Punjab Pension Fund	Punjab Pension Fund - Expense Account	Punjab Pension Fund - Total	Punjab Pension Fund - Total
Note	----- Rupees -----		---- Rupees ----	
Net income for the year after tax	5,089,303,439	2,761,898	5,092,065,337	10,188,752,380
Other comprehensive (loss)/ income for the year				
Items that will be reclassified subsequently to income statement:				
Investments classified at fair value through OCI:				
unrealised appreciation / (diminution) on remeasurement - net	8.2 (251,157,267)	-	(251,157,267)	1,816,244
Total comprehensive income for the year	4,838,146,172	2,761,898	4,840,908,070	10,190,568,624

The annexed notes from 1 to 36 form an integral part of these financial statements.


GENERAL MANAGER

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PRIVATE MEMBER


CHAIRMAN

**PUNJAB PENSION FUND
STATEMENT OF CHANGES IN ACCMULATED PENSION FUND
FOR THE YEAR ENDED JUNE 30, 2022**

	Punjab Pension Fund	Punjab Pension Fund - Expense Account	Punjab Pension Fund - Total
Note	----- Rupees -----		
Balance as at July 01, 2020	74,881,594,413	107,846,202	74,989,440,615
Amount contributed by the Government of Punjab (through the Reserve Fund)	-	-	-
Total comprehensive income for the year			
Net income for the year after tax	10,182,605,405	6,146,975	10,188,752,380
Other comprehensive income for the year unrealized appreciation on remeasurement - net	1,816,244	-	1,816,244
Balance as at June 30, 2021	85,066,016,062	113,993,177	85,180,009,239
Amount contributed by the Government of Punjab (through the Reserve Pension Fund)	4,000,000,000	-	4,000,000,000
Total comprehensive income for the year			
Net income for the year after tax	5,089,303,439	2,761,898	5,092,065,337
Other comprehensive income for the year unrealized (diminution) on remeasurement - net	(251,157,267)	-	(251,157,267)
Balance at the end of the year	<u>93,904,162,234</u>	<u>116,755,075</u>	<u>94,020,917,309</u>

The annexed notes from 1 to 36 form an integral part of these financial statements.


GENERAL MANAGER


PRIVATE MEMBER


CHAIRMAN

PUNJAB PENSION FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2022

	2022		2021	
	Punjab Pension Fund	Punjab Pension Fund - Expense Account	Punjab Pension Fund - Total	Punjab Pension Fund - Total
Note	----- Rupees -----		---- Rupees ----	
CASH FLOWS FROM OPERATING ACTIVITIES				
Income over expenditure for the year	5,089,303,439	2,761,898	5,092,065,337	10,188,752,380
Adjustments for non cash items:				
Amortization of discount income	(5,360,566)	-	(5,360,566)	(5,798,137)
Interest income	(8,164,157,999)	(7,148,039)	(8,171,306,038)	-
Provident fund expense	-	2,022,697	2,022,697	-
Gratuity expense	-	17,132,179	17,132,179	-
Unrealised (appreciation) on - re-measurement of investments at - "fair value -through profit or loss" - net	3,381,791,750	-	3,381,791,750	(582,801,456)
Depreciation on operating assets	-	1,395,605	1,395,605	1,083,628
Amortization on intangible assets	-	502,782	502,782	-
	(4,787,726,815)	13,905,224	(4,773,821,591)	(587,515,965)
Net cash flows before working capital changes	301,576,624	16,667,122	318,243,746	9,601,236,415
(Increase) / decrease in assets:				
Investments - net	1,392,753,364	-	1,392,753,364	(9,636,469,865)
Accrued interest	8,362,535,847	6,128,947	8,368,664,794	951,996,737
Prepayments	-	(28,553)	(28,553)	(30,000)
Deposits and other receivables	2,500,000	-	2,500,000	(2,456,730)
	9,757,789,211	6,100,394	9,763,889,605	(8,686,959,858)
(Decrease) / increase in liabilities:				
Brokerage payable	(954,957)	-	(954,957)	2,210,818
Trustee fee payable	(1,270,246)	-	(1,270,246)	402,926
Accrued liabilities	-	(2,654,083)	(2,654,083)	2,001,252
	(2,225,203)	(2,654,083)	(4,879,286)	4,614,996
Tax paid	(8,799,476)	-	-	-
Net cash generated from operations	10,048,341,156	20,113,433	10,077,254,065	918,891,553
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of equipment during the year	-	(201,591)	(201,591)	(2,670,549)
Purchase of intangible during the year	-	(630,000)	(630,000)	-
Net cash used in investing activities	-	(831,591)	(831,591)	(2,670,549)
CASH FLOWS FROM FINANCING ACTIVITIES				
Amount contributed by the Government of Punjab (through the Reserve Pension Fund)	4,000,000,000	-	4,000,000,000	-
Net increase in cash and cash equivalents	14,048,341,156	19,281,842	14,076,422,474	916,221,004
Cash and cash equivalents at beginning of the year	1,307,109,330	109,222,128	1,416,331,458	500,110,454
Cash and cash equivalents at end of the year	7 15,355,450,486	128,503,970	15,483,954,456	1,416,331,458

The annexed notes from 1 to 36 form an integral part of these financial statements.


GENERAL MANAGER


PRIVATE MEMBER


CHAIRMAN

**PUNJAB PENSION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022**

1 LEGAL STATUS AND NATURE OF BUSINESS

Status of the Fund

The Punjab Pension Fund ("the Fund") has been established under the Punjab Pension Fund Act 2007 ("the Act") to generate revenue for the discharge of pension liabilities of the Government of Punjab. The Fund is a body corporate with perpetual succession. The Fund shall perform such functions and exercise such powers as are vested in it under the Act and the Punjab Pension Fund Rules 2007 ("the Rules"). The management and administration of the Fund vests in the Management Committee notified under section 5 of the Act. The Fund is responsible for investing the funds in profitable avenues to generate revenue. Currently, the Fund has invested in a diversified portfolio of government securities, national saving scheme, term deposit receipts, debt securities, equity shares, mutual fund units and bank deposits.

The Punjab Pension Fund Trust ("the Trust") has been established under the Punjab Pension Fund Act 2007 ("the Act") and given the status of Trust under a trust deed executed on 27 September 2011 between Punjab Pension Fund ("the Fund") and Central Depository Company of Pakistan Limited ("the Trustee"). The Fund, through the Management Committee and the Trustee, have created the Trust for the benefit of the Reserve Pension Fund created under Section 3 of the Act. The Trust shall be of a perpetual nature and shall continue until the Trust is dissolved upon receipt of directions from the Government of Punjab. The Fund shall manage, operate and administer the Trust and the Trustee will act as the custodian of the assets of the Fund.

Expenses incurred on operations of the Fund, including expenses relating to functioning of the Management Committee, are paid out of the trust property in the form of annual / supplementary budgets approved by the Management Committee. Budgetary amounts are transferred to separate Punjab Pension Fund - Expense Account ("the Expense") established by the Fund under the Rules, for incurring operational expenses of the Fund other than related to investments.

2 GEOGRAPHICAL LOCATION

The registered office of the Fund is situated at 112- Tipu Block, New Garden Town, Lahore.

3 BASIS OF PREPARATION

3.1 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 ("IFRSs") issued by the International Accounting Standards Board ("IASB") as notified under the Companies Act, 2017.

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The Fund has also complied with the requirements of Punjab Pension Fund Act, 2007 and Punjab Pension Fund Rules, 2007 which requires extended disclosures:

- Remuneration of the trustee;
- Safe custody and bank charges;
- Auditor's remuneration;
- Legal and other professional fees; and
- Percentage of investment with respect to net assets and total investments.

The management of the fund has no intention to provide benefits to employees of the Government of Punjab from available funds on or after the termination of their services. Further, they are also not obliged to provide these benefits as per the Act and the Rules. Considering this fact, these financial statements are not prepared as per "IAS 26 Accounting and Reporting by Retirement Benefit Plans".

3.2 Basis of measurement

The financial statements have been prepared under the historical cost convention, except for certain investments which are carried at fair value in accordance with the requirements of IFRS 9: 'Financial Instruments'.

In these financial statements, except for the amounts reflected in the cash flow statement, all transactions have been accounted for on accrual basis.

3.3 Functional and presentation currency

These financial statements are presented in Pak Rupees ("Rs."), which is the Fund's functional and presentation currency for the Fund.

4 NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARDS

4.1 New accounting standards, amendments and IFRS interpretations that are effective for the year ended June 30, 2022

The following standards, amendments and interpretations are effective for the year ended June 30, 2022. These standards, amendments and interpretations are either not relevant to the Fund's operations or did not have significant impact on the financial statements other than certain additional disclosures.

	Effective date (annual periods beginning on or after)
Interest Rate Benchmark Reform - Phase 2 (Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16)	January 01, 2021
Amendments to IFRS 16 'Leases' - Extended practical relief regarding Covid - 19 related rent concessions	April 01, 2021

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4.2 New accounting standards, amendments and interpretations that are not yet effective

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

	Effective date (annual periods beginning on or after)
Amendments to IFRS 3 'Business Combinations' - Reference to the conceptual Framework	January 01, 2022
Amendments to IAS 1 'Presentation of Financial Statements' - Classification of liabilities as current or non-current	January 01, 2024
Amendments to IAS 1 'Presentation of Financial Statements' - Disclosures of Accounting Policies	January 01, 2023
Amendments to IAS 8 'Accounting Policies, Changes in Accounting Estimates and Errors' - Definition of Accounting Estimates	January 01, 2023
Amendments to IAS 12 'Income Taxes' - Deferred Tax related to Assets and Liabilities arising from a single transaction	January 01, 2023
Amendments to IAS 16 'Property, Plant and Equipment' - Proceeds before intended use	January 01, 2022
Amendments to IAS 37 'Provisions, Contingent Liabilities and Contingent Assets' - Onerous Contracts - Cost of fulfilling a contract	January 01, 2022

Certain annual improvements have also been made to a number of IFRSs.

The following new standards and interpretations have been issued by the International Accounting Standards Board (IASB), which have not been adopted locally by the Securities and Exchange Commission of Pakistan (SECP):

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

5 SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the presentation of these financial statements are set out below. These policies have been consistently applied to all the years presented in these financial statements except as stated otherwise in notes to these financial statements.

5.1 Operating fixed assets and depreciation

Owned assets

These are stated at cost less accumulated depreciation less accumulated impairment (if any). Depreciation is charged to income statement by applying the straight line method so as to write off the operating fixed assets over their expected useful life at the rates given in note 12. Depreciation is charged from the month of acquisition while no depreciation is charged in the month of disposal of asset. Normal repairs and maintenance are charged to income as and when incurred.

Donated assets

Non - monetary assets received under Decentralization Support Program from Government of Punjab are being recorded at nominal value.

Profit/loss on disposal of the fixed assets represented by difference between sale proceeds and the carrying amount of the assets is included in income statement.

5.2 Intangibles

Intangibles are stated at cost less accumulated amortization for finite intangible asset and identified impairment loss, If any. Finite intangible assets are amortised using straight line method over its estimated useful life at the rates mentioned in the note 14. Amortization on additions to finite intangible assets is charged from the month in which an asset is acquired or capitalized while no amortization is charged for the month in which the asset is disposed off.

5.3 Employees benefits

Defined benefit plan-gratuity

The Fund operates an un-funded defined benefit gratuity scheme for its contractual employees subject to completion of a prescribed qualifying period of service, except for those hired on a temporary, daily wage, or contingent basis. Provision is made in the financial statements based on the actuarial valuation using the Projected Unit Credit Method. The latest actuarial valuation for the gratuity scheme was carried out on June 30, 2022 using the projected Unit Credit Method.

During the year, the Fund introduced a Gratuity Scheme effective from the date of appointment of the employees. As per the actuary report, the impact for the prior periods is Rs. 13.854 million. The management considered the impact as immaterial in the context of these financial statements. Hence, this has not been considered as a change in accounting policy, and the financial statements have not been restated in this regard.

Defined contribution plan-staff provident fund

The Fund also operates a staff provident fund scheme as defined contribution plan for its contractual employees, except those hired on a temporary, daily wage, or contingent basis. Equal monthly contributions are made by the Fund and the staff at the rate of 10% of salary.

Compensated absences

A provision is made for the estimated liability for annual leaves due to services rendered by the employees against un-availed leaves, as per terms of the service contract, up to the reporting date.

5.4 Investments

The Fund classifies its investments as fair value through profit or loss, fair value through OCI and amortized cost.

Fair Value

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

a) Government securities

Fair value of government securities is determined at average rate obtained from PKRV rate sheet and quoted on Mutual Funds Association of Pakistan ("MUFAP") and such average rate based on remaining tenor of the security.

b) Debt securities

Fair value of debt securities, other than government securities, is determined on the basis of prices announced by the MUFAP in accordance with the Securities and Exchange Commission of Pakistan ("SECP") Circular No. 1 of 2009 and Circular 33 of 2012.

c) Listed shares

Fair value of listed shares is determined on basis of closing quoted market prices on the Pakistan Stock Exchange (PSX).

d) Mutual Fund

Fair value of mutual fund's units is determined with reference to the net asset value declared by the respective fund.

Trade date accounting

Regular purchases and sales of financial assets are recognized on the trade date - the date on which fund commits to sell or purchase an asset.

5.5 Revenue recognition

- Gains / losses arising on sale of investments are included in the income statement on the date at which the transaction takes place.
- Dividend income is recognized when the Fund's right to receive dividend is established. Dividend received on marketable securities acquired after the announcement of dividend till the book closure date is accounted for as reduction in the cost of investment.
- Interest income on government securities, Treasury bills, Bonds, TDRs and term finance certificates is recognized on an accrual basis using the effective interest rate method.
- Interest income on bank deposits and national saving schemes is recognized on accrual basis effective interest rate method.

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5.6 Financial instruments - initial recognition and subsequent measurement

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets - initial recognition

The Fund has adopted IFRS 9 Financial Instruments with effect from 1 July 2018. Accordingly, financial assets are classified, at initial recognition, and subsequently measured at amortized cost, fair value through other comprehensive income (OCI), and fair value through profit or loss.

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Fund's business model for managing them. With the exception of trade debts and bank balance that do not contain a significant financing component or for which the Fund has applied the practical expedient, the Fund initially measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs. Trade debts that do not contain a significant financing component or for which the Fund has applied the practical expedient are measured at the transaction price determined under IFRS 15. Refer to the accounting policy in Revenue from contracts with customers.

In order for a financial asset to be classified and measured at amortized cost or fair value through OCI, it needs to give rise to cash flows that are 'solely payments of principal and interest (SPPI)' on the principal amount outstanding. This assessment is referred to as the SPPI test and is performed at an instrument level.

The Fund's business model for managing financial assets refers to how it manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both.

Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognized on the trade date, i.e., the date that the Fund commits to purchase or sell the asset.

The Fund's financial assets include Investments and bank balances.

Financial assets - subsequent measurement

For purposes of subsequent measurement, financial assets are classified in four categories:

- a) Financial assets at fair value through profit or loss.
- b) Financial assets at amortized cost (debt instruments).
- c) Financial assets designated at fair value through OCI with no recycling of cumulative gains and losses upon derecognition (equity instruments).
- d) Financial assets at fair value through OCI with recycling of cumulative gains and losses (debt instruments).

a) Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss include financial assets held for trading, financial assets designated upon initial recognition at fair value through profit or loss, or financial assets mandatorily required to be measured at fair value. Financial assets are classified as held for trading if they are acquired for the purpose of selling or repurchasing in the near term. Derivatives, including separated embedded derivatives, are also classified as held for trading unless they are designated as effective hedging instruments. Financial assets with cash flows that are not solely payments of principal and interest are classified and measured at fair value through profit or loss, irrespective of the business model. Notwithstanding the criteria for debt instruments to be classified at amortized cost or at fair value through OCI, as described above, debt instruments may be designated at fair value through profit or loss on initial recognition if doing so eliminates, or significantly reduces, an accounting mismatch.

Financial assets at fair value through profit or loss are carried in the statement of financial position at fair value with net changes in fair value recognized in income statement.

This category includes derivative instruments and listed equity investments which the Fund had not irrevocably elected to classify at fair value through OCI. Dividends on listed equity investments are also recognized as other income in the income statement when the right of payment has been established.

A derivative embedded in a hybrid contract, with a financial liability or non-financial host, is separated from the host and accounted for as a separate derivative if: the economic characteristics and risks are not closely related to the host; a separate instrument with the same terms as the embedded derivative would meet the definition of a derivative; and the hybrid contract is not measured at fair value through profit or loss. Embedded derivatives are measured at fair value with changes in fair value recognized in income statement. Reassessment only occurs if there is either a change in the terms of the contract that significantly modifies the cash flows that would otherwise be required or a reclassification of a financial asset out of the fair value through profit or loss category.

A derivative embedded within a hybrid contract containing a financial asset host is not accounted for separately. The financial asset host together with the embedded derivative is required to be classified in its entirety as a financial asset at fair value through profit or loss.

The Fund have financial assets designated at fair value through P&L (equity instruments).

b) Financial assets at amortized cost (debt instruments)

This category is the most relevant to the Fund. The Fund measures financial assets at amortized cost if both of the following conditions are met:

The financial asset is held within a business model with the objective to hold financial assets in order to collect contractual cash flows; and

The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at amortized cost are subsequently measured using the effective interest (EIR) method and are subject to impairment. Gains and losses are recognized in income statement when the asset is derecognized, modified or impaired.

The Fund's financial assets at amortized costs includes investments.

c) Financial assets designated at fair value through OCI with no recycling of cumulative gains and losses upon derecognition (equity instruments)

Upon initial recognition, the Fund can elect to classify irrevocably its equity investments as equity instruments designated at fair value through OCI when they meet the definition of equity under IAS 32 Financial Instruments: Presentation and are not held for trading. The classification is determined on an instrument-by-instrument basis.

Gains and losses on these financial assets are never recycled to profit or loss. Dividends are recognized as other income in income statement when the right of payment has been established, except when the Fund benefits from such proceeds as a recovery of part of the cost of the financial asset, in which case, such gains are recorded in OCI. Equity instruments designated at fair value through OCI are not subject to impairment assessment.

The Fund does not have any financial assets designated at fair value through OCI (equity instruments).

d) Financial assets at fair value through OCI with recycling of cumulative gains and losses (debt instruments)

The Fund measures debt instruments at fair value through OCI if both of the following conditions are met:

The financial asset is held within a business model with the objective of both holding to collect contractual cash flows and selling; and

The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

For debt instruments at fair value through OCI, interest income, foreign exchange revaluation and impairment losses or reversals are recognized in income statement and computed in the same manner as for financial assets measured at amortized cost. The remaining fair value changes are recognized in OCI. Upon derecognition, the cumulative fair value change recognized in OCI is recycled to profit or loss.

The Fund does not have any financial assets designated at fair value through OCI (debt instruments).

Financial assets - Derecognition

A financial asset (or, where applicable a part of a financial asset or part of a Fund of similar financial assets) is primarily derecognized when:

The rights to receive cash flows from the asset have expired; or

The Fund has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Fund has transferred substantially all the risks and rewards of the asset, or (b) the Fund has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Fund has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if, and to what extent, it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, the asset is recognized to the extent of the Fund's continuing involvement in the asset. In that case, the Fund also recognizes an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Fund has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset, is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Fund could be required to repay.

Financial assets - Impairment

The Fund recognizes an allowance for expected credit losses ("ECL") for all debt instruments not held at fair value through profit or loss. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Fund expects to receive. The shortfall is then discounted at an approximation to the asset's original effective interest rate.

ECLs are recognized in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12-months (a 12-month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default (a lifetime ECL).

The Fund considers a financial asset in default when contractual payments are 60 days past due. However, in certain cases, the Fund may also consider a financial asset to be in default when internal or external information indicates that the Fund is unlikely to receive the outstanding contractual amounts in full before taking into account any credit enhancements held by the Fund. A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

For trade debts, the Fund applies a simplified approach in calculating ECLs based on lifetime expected credit losses. The Fund has established a provision matrix that is based on the Fund's historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment. The expected credit losses are recognized in income statement.

For bank balances, the Fund applies a simplified approach in calculating ECLs based on lifetime expected credit losses. The Fund reviews internal and external information available for each bank balance to assess expected credit loss and the likelihood to receive the outstanding contractual amount. The expected credit losses are recognized in income statement.

Financial liabilities

Financial liabilities - initial recognition

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Fund's financial liabilities include long term loans, short term borrowings utilized under mark-up arrangements, creditors, liabilities against assets subject to finance lease, accrued and other liabilities.

Financial liabilities - subsequent measurement

Loans and borrowings

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in income statement when the liabilities are derecognized as well as through the EIR amortization process.

Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the statement of comprehensive income.

This category applies to long term loans, short term borrowings utilized under mark-up arrangements, creditors, liabilities against assets subject to finance lease, accrued and other liabilities.

Financial liabilities - derecognition

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires.

When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in the statement of profit or loss.

5.7 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of assets and liabilities at cost. Cash and cash equivalents comprise of cash in hand, term deposit receipts having maturity of three months or less and balances maintained with banks.

5.8 Provisions and contingencies

A provision is recognized in the statement of assets and liabilities when the Fund has legal or constructive obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and the reliable estimate can be made of the amount of the obligation. The provisions are reviewed at each reporting date and are adjusted to reflect the current best estimates.

The Fund reviews the status of all pending litigations and claims against the Fund. Based on its judgment and the advice of the legal advisors for the estimated financial outcome, appropriate disclosure or provision is made. The actual outcome of these litigations and claims can have an effect on the carrying amounts of the liabilities recognized on the statement of assets and liabilities.

5.9 Impairment

At each balance sheet date, the carrying amount of assets is reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss, if any. Impairment losses are recognized as expenses in the income statement.

Financial assets

An impairment loss in respect of a financial asset measured at amortized cost is calculated as the difference between its carrying amount, and the present value of the estimated future cash flows discounted at the original effective interest rate. Impairment loss in respect of a financial asset measured at fair value is determined by reference to that fair value. All impairment losses are recognized in income statement. An impairment loss is reversed if the reversal can be related objectively to an event occurring after the impairment loss was recognized. An impairment loss is reversed only to the extent that the financial asset's carrying amount after the reversal does not exceed the carrying amount that would have been determined, net of amortization, if no impairment loss had been recognized.

Non-financial assets

The carrying amounts of the non-financial assets are reviewed at each reporting date to identify the circumstances indicating the occurrence of impairment loss or reversal of previous impairment losses. If any such indication exists, the recoverable amount of such asset is estimated and impairment loss is recognized in the income statement. Where an impairment loss subsequently reverses, the carrying amount of such asset is increased to the revised recoverable amount. A reversal of the impairment loss is recognized in the income statement.

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5.10 Foreign currency translation

Transactions denominated in foreign currencies are translated to Pak Rupee at the foreign exchange rate ruling at the date of transaction. Assets and liabilities in foreign currency are translated at the rates of exchange prevailing on the reporting date. All exchange gains/losses are taken to the income statement.

5.11 Transactions with related parties

The Fund enters into transaction with related parties on an arm's length basis. Prices for transactions with related parties are determined using admissible valuation methods.

5.12 Taxation

The income of the Fund is exempt from tax under Clause 57(3)(xii) of Part I of the Second Schedule to the Income Tax Ordinance 2001, therefore no provision for taxation has been made in these financial statements.

6 USE OF JUDGMENTS AND ESTIMATES

The preparation of financial statements in conformity with approved accounting standards requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities and income and expenses. The estimates and associated assumptions and judgments are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which forms the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods. The area where various assumptions and estimates are significant to Fund's financial statements or where judgments were exercised in application of accounting policies principally related to:

	Note
- Classification, valuation and impairment if any, of investments	8
- Provisions and contingencies	5.8
- Property, plant and equipment	12

a) Defined benefit plan

Certain actuarial assumptions have been adopted by external professional valuer for valuation of present value of defined benefit obligations. Any changes in these assumptions in future years might affect unrecognized gains and losses in those years.

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b) Property, plant and equipment

The Fund reviews the useful lives and residual values of property, plant and equipment on a regular basis. Any change in estimate in future years might affect the carrying amounts of the respective items of property, plant and equipment's with corresponding effect on depreciation charge and impairment.

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	2022		2021	
	Punjab Pension Fund	Punjab Pension Fund - Expense Account	Punjab Pension Fund - Total	Punjab Pension Fund - Total
Note	----- Rupees -----		---- Rupees ----	

7 CASH AND BANK BALANCE

Cash in hand	-	40,000	40,000	40,000
Cash at banks				
Saving accounts	7.1	15,355,450,486	128,463,970	15,483,914,456
Current accounts		-	-	124,059
		15,355,450,486	128,463,970	15,483,914,456
		15,355,450,486	128,503,970	15,483,954,456
				1,416,167,399
				124,059
				1,416,291,458
				1,416,331,458

7.1 These carry interest at the rate ranging from 5.50% to 15.55% per annum (June 30, 2021: 5.50% to 7.40% per annum).

8 INVESTMENTS

At amortized cost	8.1	43,547,566,278	-	43,547,566,278	54,743,095,660
Fair value through OCI	8.2	4,316,785,463	-	4,316,785,463	14,229,879,910
Fair value through P&L	8.3	30,422,926,338	-	30,422,926,338	14,340,004,890
		78,287,278,079	-	78,287,278,079	83,312,980,460

8.1 At amortized cost (Held to maturity)

National Savings Account					
Regular income certificates	8.1.1	-	-	-	14,500,000,000
Special saving account	8.1.2	21,821,219,489	-	21,821,219,489	21,017,382,305
Defence savings certificates	8.1.3	21,726,346,789	-	21,726,346,789	19,225,713,355
		43,547,566,278	-	43,547,566,278	54,743,095,660

8.1.1 These comprise of Regular Income Certificates issued by National Savings Organization under National Savings Scheme of Government of Pakistan. The total issue comprises of 1,450 certificates of Rs. 10 million each. These were purchased during 2019-20 with a maturity period of 5 years. These certificates are encashable at any time subject to deduction of service charges. These carry fixed interest rate ranging from 10.56% to 12.96% (June 30, 2021: 10.56% to 12.96%) per annum receivable monthly.

8.1.2 This represents deposits are maintained in the form of an account under the National Saving Scheme of the Government of Pakistan. These deposits have different issue dates, maturity dates, and cash flows. These deposits were made during 2019-20 for a period of 3 years. The amount can be withdrawn at par at any time after the date of its deposit. These carry fixed interest rate ranging from 11.00% to 12.70% (June 30, 2021: 11.00% to 12.70%) per annum receivable semi-annually and automatically stand reinvested and would be calculated for further profit on completion of the next six months period. However, no profit is payable in case the withdrawals are made before the completion of 6 months of deposit.

8.1.3 These comprise Defence Savings Certificates issued by National Savings Organization under the National Savings Scheme of the Government of Pakistan. The total issue comprises of 15,500 certificates of Rs. 1 million each. These were purchased during 2019-20 with a maturity period of 10 years. These certificates are encashable at par at any time. However, no profit is payable if encashment is made before the completion of one complete year. These carry effective interest rate of 13.01% (June 30, 2021: 13.01%) per annum receivable on maturity.

		PUNJAB PENSION FUND			
		Carrying value		Fair value	
		2022	2021	2022	2021
8.2	Fair value through OCI	---- Rupees ----	---- Rupees ----	---- Rupees ----	---- Rupees ----
Note					
	Government securities				
	Pakistan investment bonds	8.2.1 745,142,255	10,708,855,372	771,391,027	10,947,030,833
	Market Treasury Bills	8.2.2 -	-	-	-
	Debt securities				
	Term finance certificates & sukus	8.2.3 3,586,735,446	3,284,959,508	3,545,394,436	3,282,849,077
	Commercial Paper	8.2.4 -	-	-	-
		4,331,877,701	13,993,814,880	4,316,785,463	14,229,879,910
	Fair value adjustment - net	(15,092,237)	236,065,030	-	-
		4,316,785,463	14,229,879,910	4,316,785,463	14,229,879,910
		<u>4,316,785,463</u>	<u>14,229,879,910</u>	<u>4,316,785,463</u>	<u>14,229,879,910</u>
	8.3 Fair Value through P&L				
	Mutual funds	8.3.1 24,607,012,676	8,637,767,614	22,470,653,328	9,427,408,490
	Equity shares	8.3.2 9,197,705,412	5,119,435,820	7,952,273,010	4,912,596,400
		33,804,718,088	13,757,203,434	30,422,926,338	14,340,004,890
	Fair value adjustment - net	(3,381,791,750)	582,801,456	-	-
		30,422,926,338	14,340,004,890	30,422,926,338	14,340,004,890
		<u>30,422,926,338</u>	<u>14,340,004,890</u>	<u>30,422,926,338</u>	<u>14,340,004,890</u>

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8.2.1 Government securities - Pakistan Investment Bonds ("PIBs")

Issue date	Note	Tenure - Years/Months	Face value			Balance as at June 30, 2022			Fair value as percentage of net assets	Fair value as percentage of total investments	
			As at July 01, 2021	Purchases during the year	Encashed during the year	As at June 30, 2022	Carrying value	Fair value			Appreciation / (diminution) in carrying value
----- Rupees -----											
----- Percentage -----											
August 30, 2008		30 - Years	750,000,000	-	-	750,000,000	745,142,255	771,391,027	26,248,772	0.82%	0.99%
July 12, 2018	8.2.1.1	10 - Years	475,000,000	-	475,000,000	-	-	-	-	0.00%	0.00%
December 10, 2020		10 - Years	3,150,000,000	-	3,150,000,000	-	-	-	-	0.00%	0.00%
September 19, 2019		10 - Years	6,700,000,000	-	6,700,000,000	-	-	-	-	0.00%	0.00%
Total			11,075,000,000	-	10,325,000,000	750,000,000	745,142,255	771,391,027	26,248,772	0.82%	0.99%

8.2.1.1 PIBs carry fixed interest rate ranging from 8.00% to 13.75% (June 30, 2021: 8.00% to 13.75%) per annum receivable semi-annually.

8.2.2 Government Securities - Market Treasury Bills ("T-Bills")

September 23, 2021	8.2.2.1	3 Months	-	500,000,000	500,000,000	-	-	-	-	-	-
March 24, 2022		3 Months	-	500,000,000	500,000,000	-	-	-	-	-	-
Total			-	1,000,000,000	1,000,000,000	-	-	-	-	0.00%	0.00%

8.2.2.1 These bills were zero coupon and carried a yield of 7.19% to 11.75% per annum (June 30, 2021 : 6.42% to 8.21% per annum)

8.2.3 Debt securities - Term Finance Certificates ("TFCs") & Sukuks

Name of issuer	Note	Issue Date	As at July 01, 2021	Purchases during the year	Matured/ Redeemed during the year	As at June 30, 2022	Balance as at June 30, 2022			Fair value as percentage of net assets	Fair value as percentage of total investments
							Carrying value	Fair value	Appreciation / (diminution) in carrying value		
----- Number of certificates -----											
----- Rupees -----											
----- Percentage -----											
WAPDA TFCs	8.2.3.1	September 27, 2013	100,000	-	100,000	-	-	-	-	0.00%	0.00%
Bank of Punjab- PPTFC-2	8.2.3.2	April 23, 2018	2,150	-	-	2,150	214,656,000	219,751,933	5,095,933	0.23%	0.28%
AKBL-PPTFC- VII	8.2.3.3	March 17, 2020	600	-	150	450	450,016,950	456,767,204	6,750,254	0.49%	0.58%
HUBCO SUKUK	8.2.3.4	March 19, 2020	2,500	-	-	2,500	250,000,000	257,196,500	7,196,500	0.27%	0.33%
SAMBA Bank TFCs	8.2.3.5	March 1, 2021	5,000	-	3,650	1,350	134,946,000	135,480,656	534,656	0.14%	0.17%
K-Electric Bank Al-Falah	8.2.3.6	August 3, 2020	66,866	-	-	66,866	334,330,000	341,417,796	7,087,796	0.36%	0.44%
Limited TFCs BOP ADT I	8.2.3.7	January 15, 2021	164,413	-	-	164,413	822,065,000	754,058,851	(68,006,149)	0.80%	0.96%
Perpetual HUB Power	8.2.3.8	June 20, 2022	-	8,000	-	8,000	800,000,000	800,000,000	-	0.85%	1.02%
Musharaka	8.2.3.9	November 12, 2020	6,000	-	-	6,000	580,721,496	580,721,496	-	0.62%	0.74%
Total			347,529	8,000	103,800	251,729	3,586,735,446	3,545,394,436	(41,341,010)	3.76%	4.52%

8.2.3.1 WAPDA TFCs have face value of Rs. 5,000 per certificate. The principal redemption of such TFCs is structured to be in fourteen equal semi-annual installments starting from 27 March 2015. These carry variable interest rate of 6 Month KIBOR plus 100 bps (June 30, 2021: 6 Month KIBOR plus 100 bps) per annum receivable semi-annually.

8.2.3.2 BOP-PPTFC-2 (Related Party) have face value of Rs. 99,840 per certificate. The principal redemption of such PPTFCs is structured to be in twenty semi-annual installments starting from 23 October 2018. These carry variable interest rate of 6 Month KIBOR plus 125 bps (June 30, 2021: 6 Month KIBOR plus 125 bps) per annum receivable semi-annually.

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- 8.2.3.3 AKBL-PPTFC-VII have face value of Rs. 1,000,000 per certificate. The principal redemption of such PPTFCs is structured to be in forty quarterly installments starting from 17 June 2020. These carry variable interest rate of 3 Month KIBOR plus 120 bps (June 30, 2021: 3 Month KIBOR plus 120 bps) per annum receivable quarterly.
- 8.2.3.4 HUBCO SUKUK have face value of Rs. 100,000 per certificate. The principal redemption of such Sukuks is structured to be in four equal semi-annual installments starting from 19 September 2022. These carry variable interest rate of 1 Year KIBOR plus 190 bps (June 30, 2021: 1 Year KIBOR plus 190 bps) per annum receivable quarterly.
- 8.2.3.5 SAMBA Bank TFCs have face value of Rs. 99,960 per certificate. The principal redemption of such TFCs is structured to be in two equal semi-annual installments starting from 1 September 2030. These carry variable interest rate of 6 Month KIBOR plus 135 bps (June 30, 2021: 6 Month KIBOR plus 135 bps) per annum receivable semi-annually.
- 8.2.3.6 K-Electric Sukuk have face value of Rs. 5,000 per certificate. The principal redemption of such Sukuks is structured to be in four equal semi-annual installments starting from 19 September 2022. These carry variable interest rate of 3 Month KIBOR plus 170 bps (June 30, 2021: 3 Month KIBOR plus 170 bps) per annum receivable semi-annually.
- 8.2.3.7 Bank Al-Falah Limited TFCs have face value of Rs. 5,000 per certificate. The principal redemption of such TFCs is structured to be in four equal semi-annual installments starting from 19 September 2022. These carry fixed interest rate of 9.33% (June 30, 2021: 9.33%) per annum receivable semi-annually.
- 8.2.3.8 BOP-ADT 1 Perpetual (Related Party) have face value of Rs. 100,000.00 per certificate. The issuer may, at its sale discretion, exercise call option any time after 5 years from the issue date subject to State Bank of Pakistan approval. These carry variable interest rate of 6 Month KIBOR plus 200 bps (June 30, 2021: Nil) per annum receivable semi-annually.
- 8.2.3.9 Musharaka is of HUBCO being zero coupon bond carrying interest yield of 10.12% (June 30, 2021: 10.12%) per annum receivable semi-annually.

8.2.4 Commerical Paper

Issue date	Note	Tenure - Years/Months	Face value				Balance as at June 30, 2022			Fair value as percentage of net assets	Fair value as percentage of total investments
			As at July 01, 2021	Purchases during the year	Encashed during the year	As at June 30, 2022	Carrying value	Fair value	Appreciation / (diminution) in carrying value		
----- Rupees -----											
----- Percentage -----											
November 29, 2021	8.2.4.1	6 Months	-	100,000,000	100,000,000	-	-	-	-	0.00%	0.00%

- 8.2.4.1 Commercial Paper is of JS Global being zero coupon instrument carrying interest yield of 12.39% per annum (June 30, 2021: Nil)

8.3.1 Mutual funds

Name of issuer	As at July 01, 2021	Purchases during the year	Bonus units received during the year	Disposed off during the year	As at June 30, 2022	Balance as at June 30, 2022			Fair value as percentage of net assets	Fair value as percentage of total investments
						Carrying value	Fair value	Appreciation from carrying value		
----- Number of units -----						----- Rupees -----			----- Percentage -----	
OPEN END MUTUAL FUNDS - STOCK MARKET										
NBP Stock Fund	110,481,064	18,136,316	-	-	128,617,380	2,064,280,849	1,774,482,541	(289,798,308)	1.89%	2.27%
NBP Islamic Stock Fund	61,502,772	2,687,264	-	-	64,190,036	818,237,799	680,793,099	(137,444,700)	0.72%	0.87%
Al Ameen Shariah Stock Fund	5,676,799	423,339	-	-	6,100,138	975,471,277	854,446,321	(121,024,956)	0.91%	1.09%
UBL Stock Advantage Fund	9,812,913	780,634	-	-	10,593,547	830,328,084	736,251,559	(94,076,525)	0.78%	0.94%
National Investment (Unit) Trust	7,896,983	19,825,183	172,466	-	27,894,632	2,004,949,715	1,812,872,089	(192,077,626)	1.93%	2.32%
National Investment (Unit) Income Fund	-	27,593,207	-	27,593,207	-	-	-	-	0.00%	0.00%
MCB Pakistan Stock Market Fund	11,370,827	1,193,252	-	-	12,564,079	1,298,832,000	1,086,841,841	(211,990,159)	1.16%	1.39%
MCB Pakistan Income Fund	9,425,028	8,646,859	-	18,071,886	1	-	-	-	0.00%	0.00%
Alhamra Islamic Stock Fund	-	36,087,618	-	-	36,087,618	408,280,000	328,397,328	(79,882,672)	0.35%	0.42%

Name of issuer	As at July 01, 2021	Purchases during the year	Bonus units	Disposed off during the year	As at June 30, 2022	Balance as at June 30, 2022			Fair value as percentage of net assets	Fair value as percentage of total investments
			received during the year			Carrying value	Fair value	Appreciation from carrying value		
			Number of units							
Atlas Stock Market Fund	1,347,927	214,280.36	-	-	1,562,207.36	1,077,481,022	927,326,205	(150,154,817)	0.99%	1.18%
Atlas Islamic Stock Fund	417,120	305,879	-	-	722,999	411,355,458	357,456,286	(53,899,172)	0.38%	0.46%
JS Growth Fund - A	399,592	1,179,990	-	-	1,579,582	286,487,889	234,883,854	(51,604,035)	0.25%	0.30%
Alfalah GHP Islamic Stock Fund	1,251,034	4,176,174	-	-	5,427,208	248,207,900	200,281,336	(47,926,564)	0.21%	0.26%
Alfalah GHP Stock Fund	-	2,079,787	-	-	2,079,787	235,910,000	188,379,234	(47,530,766)	0.20%	0.24%
Faysal Stock Fund	2,837,684	1,101,069	-	-	3,938,753	291,031,782	216,513,292	(74,518,490)	0.23%	0.28%
ABL Stock Fund	41,965,465	1,793,678	-	-	43,759,143	694,484,146	567,188,502	(127,295,644)	0.60%	0.72%
ABL Islamic Stock Fund	7,724,690	14,034,345	-	-	21,759,035	354,998,466	286,688,345	(68,310,121)	0.30%	0.37%
HBL Equity Fund	1,420,588	271,771	-	-	1,692,359	231,104,816	130,080,528	(101,024,288)	0.14%	0.17%
KSE-Meezan Index Fund	-	4,203,396	-	-	4,203,396	309,215,025	273,554,888	(35,660,137)	0.29%	0.35%
Meezan Islamic Fund	-	32,445,667	-	-	32,445,667	2,069,750,000	1,824,468,527	(245,281,473)	1.94%	2.33%
Al Meezan Mutual Fund	-	25,721,166	-	-	25,721,166	462,500,000	404,357,305	(58,142,695)	0.43%	0.52%
Lakson Equity Fund	-	1,792,698	-	-	1,792,698	200,000,000	165,964,019	(34,035,981)	0.18%	0.21%
	273,530,486	204,693,572	172,466	45,665,093	432,731,431	15,272,906,228	13,051,227,099	(2,221,679,129)	13.88%	16.69%
OPEN END MUTUAL FUNDS - INCOME										
JS Income Fund	-	2,991,623	-	2,991,623	-	-	-	-	0.00%	0.00%
Faysal MTS Fund	4,050,048	-	-	4,050,048	-	-	-	-	0.00%	0.00%
First Habib Islamic Income Fund	-	-	5,894,224	5,894,224	-	-	-	-	0.00%	0.00%
HBL Financial Sector Income Plan I	-	9,969,583	116,215	-	10,085,798	1,000,000,000	1,009,037,718	9,037,718	1.07%	1.29%
Faysal Financial Sector Opportunity Fund	-	1,953,992	200,654	-	2,154,646	220,000,000	221,562,334	1,562,334	0.24%	0.28%
	4,050,048	14,915,198	19,146,988	25,176,339	12,240,444	1,220,000,000	1,230,600,052	10,600,052	1.31%	1.57%
OPEN END MUTUAL FUNDS - MONEY MARKET										
Al Habib Cash Fund	-	9,769,351	241,155	-	10,010,506	1,000,768,956	1,010,122,127	9,353,171	1.07%	1.29%
National Investment (Unit) Money Market Fund	-	20,760,563	243,776	-	21,004,339	200,551,189	202,769,583	2,218,394	0.22%	0.26%
MCB Cash Management Optimizer	-	12,843,636	121,263	-	12,964,899	1,301,178,804	1,313,341,626	12,162,822	1.40%	1.68%
JS Cash Fund	-	11,643,709	308,397	-	11,952,106	1,211,607,499	1,223,417,546	11,810,047	1.30%	1.56%
Atlas Money Market Fund	-	1,957,669	30,181	-	1,987,850	1,000,000,000	1,008,847,979	8,847,979	1.07%	1.29%
NBP Money Market Fund	-	100,351,229	1,253,797	-	101,605,026	1,000,000,000	1,009,049,676	9,049,676	1.07%	1.29%
ABL Cash Fund	-	98,115,207	837,290	-	98,952,497	1,000,000,000	1,009,463,901	9,463,901	1.07%	1.29%
UBL Cash Fund	-	5,475,851	565,467	-	6,041,318	600,000,000	605,335,842	5,335,842	0.64%	0.77%
Lakson Money Market Fund	-	5,925,826	44,557	-	5,970,383	600,000,000	605,382,544	5,382,544	0.64%	0.77%
Meezan Rozana Amdani Fund	-	4,000,000	21,907	-	4,021,907	200,000,000	201,095,353	1,095,353	0.21%	0.26%
	-	270,843,041	3,667,790	274,510,831	274,510,831	8,114,106,448	8,188,826,177	74,719,729	8.69%	10.46%
Total	277,580,534	490,451,811	22,987,244	345,352,263	719,482,706	24,607,012,676	22,470,653,328	(2,136,359,348)	23.88%	28.72%

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Name of issuer	As at July 01, 2021	Purchases during the year	Bonus shares received during the year	Disposed off during the year	As at June 30, 2022	Balance as at June 30, 2022			Fair value as percentage of net assets	Fair value as percentage of total investments
						Carrying value	Fair value	Appreciation / (diminution) in carrying value		
Number of shares						Rupees			Percentage	
8.3.2 Shares										
AUTOMOBILE ASSEMBLER										
Indus Motors Company Limited	-	720,000	-	-	720,000	977,750,840	823,975,200	(153,775,640)	0.88%	1.05%
Millat Tractors Limited	-	212,000	88,000	-	300,000	197,235,995	261,777,000	64,541,005	0.28%	0.33%
CEMENT										
Lucky Cement Company Limited	-	600,000	-	-	600,000	397,941,259	275,424,000	(122,517,259)	0.29%	0.35%
CHEMICAL										
ENGRO Polymer & Chemical Limited	-	3,510,000	-	-	3,510,000	206,091,685	279,501,300	73,409,615	0.30%	0.36%
ENGRO Polymer & Chemical Ltd - Preference	3,183,000	-	-	-	3,183,000	35,649,600	36,127,050	477,597	0.04%	0.05%
Lucky Core Industries Limited	-	250,000	-	-	250,000	195,002,993	181,137,500	(13,865,493)	0.19%	0.23%
COMMERCIAL BANKS										
Bank Al-Habib Limited	20,000,000	600,000	-	2,600,000	18,000,000	1,261,477,022	1,045,080,000	(216,397,022)	1.11%	1.33%
Habib Bank Limited	12,960,000	1,740,000	-	-	14,700,000	1,789,981,910	1,342,698,000	(447,283,910)	1.43%	1.72%
MCB Bank Limited	1,550,000	6,600,000	-	-	8,150,000	1,279,900,125	1,002,287,000	(277,613,125)	1.07%	1.28%
National Bank Limited	1,430,000	-	-	-	1,430,000	52,295,100	39,968,500	(12,326,600)	0.04%	0.05%
United Bank Limited	13,000,000	1,750,000	-	11,425,000	3,325,000	406,865,608	376,157,460	(30,708,358)	0.40%	0.48%
ENGINEERING										
International Steels Limited	-	1,000,000	-	-	1,000,000	69,881,689	59,360,000	(10,521,689)	0.06%	0.08%
FERTILIZER										
Fauji Fertilizer Company Limited	-	15,700,000	-	-	15,700,000	1,769,693,342	1,730,454,000	(39,239,342)	1.84%	2.21%
FOOD & PERSONAL CARE PRODUCTS										
Rafan Maize Products Limited	-	14,000	-	-	14,000	153,205,240	139,300,000	(13,905,240)	0.15%	0.18%
OIL & GAS EXPLORATION										
Oil & Gas Development Company Limited	-	7,000,000	-	3,000,000	4,000,000	348,672,838	314,680,000	(33,992,838)	0.33%	0.40%
TEXTILE COMPOSITE										
Nishat Mills Limited	-	600,000	-	-	600,000	56,060,166	44,346,000	(11,714,166)	0.05%	0.06%
REFINERY										
National Refinery Limited	-	600,000	-	600,000	-	-	-	-	0.00%	0.00%
Total	52,123,000	40,896,000	88,000	17,625,000	75,482,000	9,197,705,412	7,952,273,010	(1,245,432,465)	8.46%	10.16%

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	2022		2021	
	Punjab Pension Fund	Punjab Pension Fund - Expense Account	Punjab Pension Fund - Total	Punjab Pension Fund - Total
Note	----- Rupees -----		---- Rupees ----	
9 ACCRUED INTEREST				
Interest on bank account	137,009,257	1,306,695	138,315,952	7,468,346
National savings account and certificates	-	-	-	114,320,000
Pakistan investment bonds	34,563,875	-	34,563,875	257,889,018
Term finance certificates and sukuks	83,465,847	-	83,465,847	68,666,498
	<u>255,038,979</u>	<u>1,306,695</u>	<u>256,345,674</u>	<u>448,343,862</u>
10 DEPOSITS AND OTHER RECEIVABLES				
Security deposit				
Central Depository Company	100,000	-	100,000	100,000
National Clearing Company of Pakistan Limited	-	-	-	2,500,000
Office building	-	780,000	780,000	780,000
Receivable from Punjab General Provident Investment Fund	-	4,597,320	4,597,320	4,597,320
	<u>100,000</u>	<u>5,377,320</u>	<u>5,477,320</u>	<u>7,977,320</u>
11 ADVANCES				
Advance tax	11.1	8,799,476	-	8,799,476

11.1 This represents tax deducted during the year due to non availability of exemption certificate.

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12 OPERATING FIXED ASSETS

The following is the statement of operating assets:

Description	Furniture and fittings	Office equipment	Motor Vehicles	Grand total
	(Rupees)			
Net carrying value basis				
year ended June 30, 2022				
Opening net book value (NBV)	162,579	1,228,709	2,083,037	3,474,325
Additions (at cost)	40,950	160,641	-	201,591
Disposal (NBV)	-	-	-	-
Depreciation charge	(53,479)	(441,886)	(900,240)	(1,395,605)
Closing net book value	150,050	947,464	1,182,797	2,280,311
Gross carrying value basis				
year ended June 30, 2022				
Cost	348,035	5,553,283	4,694,825	10,596,143
Accumulated depreciation	(197,985)	(4,605,819)	(3,512,028)	(8,315,832)
Net book value	150,050	947,464	1,182,797	2,280,311
Net carrying value basis				
year ended June 30, 2021				
Opening net book value (NBV)	99,436	64,693	2,983,276	3,147,405
Additions (at cost)	104,499	1,306,050	-	1,410,549
Disposal (NBV)	-	-	-	-
Depreciation charge	(41,354)	(142,034)	(900,240)	(1,083,628)
Closing net book value	162,581	1,228,709	2,083,036	3,474,326
Gross carrying value basis				
year ended June 30, 2021				
Cost	307,085	5,392,642	4,694,825	10,394,552
Accumulated depreciation	(144,506)	(4,163,933)	(2,611,788)	(6,920,227)
Net book value	162,579	1,228,709	2,083,037	3,474,326
Depreciation rate % per annum	20%	33.33%	20%	

12.1 The depreciation charge for the year has been allocated to operating expenses.

12.2 The cost of fully depreciated assets which are still in use is Rs. 4.306 million (2021: Rs. 2.351 million).

		2022		2021	
		Punjab Pension Fund	Punjab Pension Fund - Expense Account	Punjab Pension Fund - Total	Punjab Pension Fund - Total
		Rupees		Rupees	
13	CAPITAL WORK IN PROGRESS				
	Intangible	13.1	-	-	1,956,000
13.1	Movement of carrying amount of intangible is as follows:				
	Balance at start of the year		-	1,956,000	1,956,000
	Additions (at cost) during the year		-	630,000	630,000
	Transferred to intangible during the year		-	(2,586,000)	(2,586,000)
	Balance at the end of the year		-	-	1,956,000
14	INTANGIBLE ASSETS				
	Software		-	2,083,218	2,083,218
14.1	Software				
	Net carrying value as at July 01				
	Opening balance as on July 01,		-	-	-
	Addition during the year		-	2,586,000	2,586,000
	Amortization charge		-	(502,782)	(502,782)
	Net book value as at June 30,		-	2,083,218	2,083,218
	Gross carrying value as at 30 June				
	Cost		-	2,586,000	2,586,000
	Accumulated amortization		-	(502,782)	(502,782)
	Net book value		-	2,083,218	2,083,218
	Amortization % per annum		33.33%	33.33%	33.33%
	The amortization charge for the year has been allocated as follows:				
	Operating expenses	21	-	502,782	502,782

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	2022			2021
	Punjab Pension Fund	Punjab Pension Fund - Expense Account	Punjab Pension Fund - Total	Punjab Pension Fund - Total
Note	----- Rupees -----			---- Rupees ----

15 STAFF RETIREMENT BENEFITS

Provident fund payable	15.1	-	2,022,697	2,022,697	-
Gratuity payable	15.2	-	17,132,179	17,132,179	-
		-	19,154,876	19,154,876	-

15.1 This represents a staff provident fund scheme as defined contribution plan for its contractual employees, except those hired on a temporary, daily wage, or contingent basis. Equal monthly contributions are made by the Fund and the staff at the rate of 10% of salary. There is no separate bank account maintained for the employee provident fund.

15.2 Gratuity payable

a) General description

The scheme provides for terminal benefits for all its contractual employees who qualify for the scheme. The defined benefit payable to each employee at the end of his service comprises of total number of years of his service multiplied by last drawn basic salary including cost of living allowance.

Annual charge is based on actuarial valuation carried out by an independent approved valuer M/s Anwar Associates as at June 30, 2022 using the Projected Unit Credit method.

The Fund faces the following risks on account of

Interest rate risk - The present value of the defined benefit liability is calculated using a discount rate determined by reference to the market yields at the end of the reporting period on high quality corporate bonds, or where there is no deep market in such bonds, by reference to market yields on government bonds. Currencies and terms of bond yields used must be consistent with the currency and estimated term of the post-employment benefit obligations being discounted. A decrease in bond interest rates will increase the liability, and vice versa.

Salary risk - The present value of the defined benefit liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the liability and vice versa.

Withdrawal rate risk - The present value of the defined benefit liability is calculated by reference to the best estimate of the withdrawal rate / attrition rate of plan participants. As such, an increase in the withdrawal rate will decrease the liability and vice versa.

Mortality rate risk - The present value of the defined benefit liability is calculated by reference to the best estimate of the mortality of plan participants both during employment. An increase in the life expectancy of the participants will increase the liability and vice versa.

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	2022	2021
b) Significant actuarial assumptions	Percentage	Percentage
	Per annum	

Following are significant actuarial assumptions used in the valuation:

Discount rate	13.75%	-
Expected rate of increase in salary	12.75%	-
Withdrawal rates	5%	-
Expected mortality rate	2.67%	-
Retirement age	60	-

2022	2021
Rupees	Rupees

c) Reconciliation of payable to defined benefit plan

Present value of obligation and liability recognized in balance sheet	17,132,179	-
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d) Movement of the liability recognized in the statement of financial position

Balance sheet liability at the beginning of the year	-	-
Amount recognized during the year	17,132,179	-
Amount paid during the year	-	-
Unrecognised actuarial loss/(gain)	-	-
Present value of defined benefit obligation	17,132,179	-

e) Charge for the year

Past service cost	17,132,179	-
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f) The expected charge in respect of defined benefit plan for the year ending June 30, 2023 will be Rs. 4.809 million.

g) Sensitivity analysis

The impact of 1% change in following variables on defined benefit obligation is as follows:

	2022	
	Rupees	
	Increase in assumption	Decrease in assumption
Discount rate	14,773,749	20,013,249
Salary increase	20,029,053	14,716,941

j) The charge for the year has been allocated to:

Operating expenses	17,132,179	-
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	2022		2021	
	Punjab Pension Fund	Punjab Pension Fund - Expense Account	Punjab Pension Fund - Total	Punjab Pension Fund - Total
Note	----- Rupees -----		---- Rupees ----	
16 ACCRUED LIABILITIES				
Audit fee payable	-	1,764,500	1,764,500	2,200,000
Salaries and wages payable	-	-	-	2,536,496
Utilities payable	-	51,881	51,881	62,467
Communication payable	-	18,830	18,830	12,990
Security guard fee payable	-	-	-	53,620
Legal & professional payable	-	729,800	729,800	310,000
EOBI payable	-	121,440	121,440	107,430
Vehicle running payable	-	60,354	60,354	48,935
Printing & stationery payable	-	850,000	850,000	550,000
Software vendor payable	-	454,000	454,000	290,000
Others	-	-	-	532,950
	-	4,050,805	4,050,805	6,704,888

17 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at June 30, 2022 (2021: Nil).

18 INTEREST INCOME

National savings account and certificates	6,891,106,117	-	6,891,106,117	6,429,302,537
Pakistan investment bonds	521,611,104	-	521,611,104	572,853,445
Term deposit receipts	-	-	-	860,663,342
Term finance certificates	382,665,990	-	382,665,990	238,267,655
Bank deposits	372,343,691	7,148,039	379,491,730	389,324,569
Market treasury bills	1,791,663	-	1,791,663	39,454,316
	8,169,518,565	7,148,039	8,176,666,604	8,529,865,864

18.1 Timing of revenue recognition - net

Revenue is recorded over time (Interest income)	8,169,518,565	7,148,039	8,176,666,604	8,529,865,864
Revenue is recorded at point in time (Divided income)	697,177,670	-	697,177,670	61,911,552
	8,866,696,235	7,148,039	8,873,844,274	8,591,777,416

18.2 Geographical market

Pakistan	8,866,696,235	7,148,039	8,873,844,274	8,591,777,416
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	2022		2021	
	Punjab Pension Fund	Punjab Pension Fund - Expense Account	Punjab Pension Fund - Total	Punjab Pension Fund - Total
Note	----- Rupees -----		---- Rupees ----	

19 NET REALISED CAPITAL GAIN / (LOSS) ON SALE OF INVESTMENTS

Investment at fair value through OCI

Pakistan investment bond (PIBs)
Term finance certificate
Treasury bills (T-Bills)

(417,792,388)	-	(417,792,388)	9,816,419
1,481,065	-	1,481,065	(21,780)
(55,163)	-	(55,163)	735
<u>(416,366,486)</u>	<u>-</u>	<u>(416,366,486)</u>	<u>9,795,374</u>

Investment at fair value through P&L

Mutual funds
Equity shares

28,893,134	-	28,893,134	1,072,635,786
239,383,643	-	239,383,643	3,411,452
<u>268,276,777</u>	<u>-</u>	<u>268,276,777</u>	<u>1,076,047,238</u>
<u>(148,089,709)</u>	<u>-</u>	<u>(148,089,709)</u>	<u>1,085,842,612</u>

20 UNREALISED GAIN/(LOSS) ON RE-MEASUREMENT OF INVESTMENTS AT "FAIR VALUE THROUGH PROFIT AND LOSS" - NET

Mutual funds
Equity shares

8.3.1	(2,136,359,348)	-	(2,136,359,348)	789,640,877
8.3.2	(1,245,432,465)	-	(1,245,432,465)	(206,839,418)
	<u>(3,381,791,813)</u>	<u>-</u>	<u>(3,381,791,813)</u>	<u>582,801,459</u>

21 OPERATING EXPENSES

Salaries and wages & other benefits
Rent
Utilities
Office and other expenses
Repair and maintenance
Vehicle running expenses
Fee and subscription
Depreciation
Printing and stationery
Traveling, lodging and boarding
Advertisement
EOBI expense
Courier and postage
Training and development
Software maintenance cost
Miscellaneous
Amortization on intangible

21.1	-	55,927,719	55,927,719	32,648,628
21.2	-	4,625,383	4,625,383	4,568,280
	-	1,716,337	1,716,337	1,573,705
	-	1,644,345	1,644,345	1,401,527
	-	1,385,712	1,385,712	1,248,474
	-	1,506,501	1,506,501	1,059,870
	-	2,999,183	2,999,183	2,588,265
12	-	1,395,605	1,395,605	1,083,628
	-	499,996	499,996	577,810
	-	267,655	267,655	75,706
	-	41,424	41,424	12,087
	-	152,250	152,250	153,000
	-	73,675	73,675	39,766
	-	257,084	257,084	108,550
	-	290,000	290,000	290,000
	-	257,466	257,466	267,173
14.1	-	502,782	502,782	-
	-	<u>73,543,117</u>	<u>73,543,117</u>	<u>47,696,469</u>

- 21.1 Salaries, wages & other benefits includes contribution to staff retirement benefits amounting to Rs. 1.011 million (June 30, 2021: Nil) and provision for gratuity expense amounting to Rs. 17.132 million (June 30, 2021: Nil). This includes prior period amounting to Rs. 13.854 million and recorded prospectively due to immaterial impact.
- 21.2 The Fund has obtained a building on operating lease. According to management, these rental agreements have been classified as short-term leases due to their duration being less than 12 months or low value. The Fund applies the short-term lease recognition exemption to its short-term leases of its assets (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option).

	2022		2021	
	Punjab Pension Fund	Punjab Pension Fund - Expense Account	Punjab Pension Fund - Total	Punjab Pension Fund - Total
Note	----- Rupees -----		---- Rupees ----	

22 AUDITOR'S REMUNERATION

Statutory audit fee	-	1,195,000	1,195,000	550,000
Half yearly review	-	300,000	300,000	330,000
Out of pocket expense	-	149,500	149,500	220,000
	-	1,644,500	1,644,500	1,100,000

23 NATIONAL SAVINGS CENTER - SERVICE CHARGES

This represents services charges deducted at the rate of 1% of face value on early maturity of regular income certificates issued by National saving center having face value of Rs 14,500 million (June 30, 2021: Nil).

24 BUDGETARY (PAYMENTS) / RECEIPTS FOR THE YEAR

This amount represents the approved budgeted expenses from management committee which are transferred from fund account to expense account to meet operational expenditure for the year ended June 30, 2022 (June 30, 2021: Rs 50.855 million).

25 TAXATION

The income of the Fund is exempt from tax under Clause 57(3)(xii) of Part I of the Second Schedule to the Income Tax Ordinance 2001, therefore no provision for taxation has been made in these financial statements.

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26 FINANCIAL INSTRUMENTS - FAIR VALUES AND RISK MANAGEMENT

The Fund has exposure to the following risks from its use of financial instruments:

- Credit risk
- Liquidity risk
- Market risk

The Fund's risk management policies are established to identify and analyse the risks faced by the Fund, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly.

26.1 Risk management framework

The Management Committee has overall responsibility for the establishment and oversight of Fund's risk management framework. The Management Committee is also responsible for developing and monitoring the Fund's risk management policies.

This note presents information about the Fund's exposure to each of the above risks, the Fund's objectives, policies and processes for measuring and managing risk.

The Fund's risk management policies are established to identify and analyze the risks faced by the Fund to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to react to changes in market conditions and the Fund's activities. The Fund through its training and management standards and procedures aims to maintain a disciplined and constructive control environment in which employees understand their roles and responsibilities.

The Fund's audit committee oversees how management monitors compliance with the Fund's risk management policies and procedures and reviews the adequacy of the risk management framework in relation to the risks faced by the Fund. Audit committee is assisted in its oversight role by internal audit department. Internal audit department undertakes both regular and adhoc reviews of risk management controls and procedures, the results of which are reported to the audit committee.

26.2 Credit risk

Credit risk is the risk that a counter party to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund, resulting in a financial loss to the Fund. At the year end it arises principally from debt securities held, term deposits, bank balances and profit/markup recoverable, etc. Out of the total financial assets of Rs. 94,042 million (2021: Rs. 85,186 million) financial assets which are subject to credit risk amount to Rs. 19,256 million (2021: Rs. 4,783 million).

26.2.1 Management of credit risk

The Fund's policy is to enter into financial contracts in accordance with the internal risk management policies and investment policies approved by the Investment Committee. The Fund does not expect to incur material credit losses on its financial assets. Investments in government securities is risk free. Investment is made in scheduled banks having a minimum Long Term rating of "AA-".

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26.2.2 Exposure to credit risk

The carrying amount of financial assets represents the maximum credit exposure before any credit enhancements. The maximum exposure to credit risk at the reporting date is:

	Statement of assets and liabilities	
	2022 Rupees	2021 Rupees
Bank balances	15,483,914,456	1,416,291,458
Investments - Fair value through OCI	3,545,394,436	3,282,849,077
Accrued interest on TFCs & Sukuks	83,465,847	68,666,498
Interest on Bank Accounts	138,315,952	7,468,346
Security deposits	880,000	3,380,000
Receivable from Punjab General Provident Investment Fund - Related Party	4,597,320	4,597,320
	<u>19,256,568,011</u>	<u>4,783,252,699</u>

Differences in the balances as per the statement of assets and liabilities and maximum exposure in investments is due to the fact that investments of Rs. 74,785 million (2021: Rs. 80,402 million) relates to investments in Government Securities & other assets which are not considered to carry credit risk.

26.2.3 Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors affect groups of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. Around 79.52% (2021: 94.38%) of the Fund's financial assets are in Government securities which are not exposed to the credit risk, while the remaining portfolio of financial assets is broadly diversified and transactions are entered into with diverse credit-worthy counterparties having higher credit rating from the benchmark credit ratings as mentioned in Punjab Pension Fund Investment Policy, thereby mitigating any significant concentrations of credit risk.

Details of Fund's concentration of credit risk of financial instruments by industry distribution are as follows:

	2022		2021	
	Rupees	Percentage	Rupees	Percentage
Commercial banks	15,622,230,408	81.13%	1,423,759,804	29.77%
Miscellaneous	3,634,337,603	18.87%	3,359,492,895	70.23%
	<u>19,256,568,011</u>	<u>100%</u>	<u>4,783,252,699</u>	<u>100%</u>

The credit quality of bank balances and investments in term finance certificates that are neither past due nor impaired can be assessed by reference to external credit ratings or to historical information about counterparty default rate:

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Bank Balances	Rating 2022			Amount
	Short Term	Long Term	Agency	Rs.
Bank of Punjab	A1+	AA+	PACRA	171,180,585
Bank Alfalah Limited	A-1+	AA+	PACRA	1,608
Bank Al-Habib Limited	A1+	AAA	PACRA	1,000,806,212
Allied Bank Limited	A1+	AAA	PACRA	119,989
Samba Bank Limited	A-1	AA	VIS	2,058,005,549
Soneri Bank Limited	A1+	AA-	PACRA	4,382,301,534
Sindh Bank Limited	A-1	A+	VIS	2,274
Habib Metropolitan Bank	A1+	AA+	PACRA	1,100,960,065
JS Bank Limited	A1+	AA-	PACRA	2,338,196,938
Faysal Bank Limited	A-1+	AA	PACRA	4,432,339,701
				<u>15,483,914,455</u>

Term Finance Certificates

BOP-PPTFC-2	-	AA	MUFAP	225,883,391
BOP-ADT1-TFC	-	AA	MUFAP	804,199,890
AKBL-PPTFC-VII	-	AA	MUFAP	459,572,105
HUBCO SUKUK	-	AA+	MUFAP	267,375,679
SAMBA Bank TFCs	-	AA-	MUFAP	141,151,140
K-Electric SUKUK	-	AA+	MUFAP	350,253,726
Bank Al-Falah Ltd TFCs	-	AAA	MUFAP	788,022,748
HUB Power Musharaka	-	AA+	MUFAP	592,401,606
				<u>3,628,860,285</u>
				<u>19,112,774,740</u>

Bank Balances	Rating 2021			Amount
	Short Term	Long Term	Agency	Rs.
Bank of Punjab	A1+	AA+	PACRA	356,487,474
Bank Alfalah Limited	A-1+	AA+	PACRA	2,059
Bank Al-Habib Limited	A1+	AAA	PACRA	2,037
Allied Bank Limited	A1+	AAA	PACRA	112,451
Samba Bank Limited	A-1	AA	VIS	1,030,216,821
Soneri Bank Limited	A1+	AA-	PACRA	221,564
Sindh Bank Limited	A-1	A+	VIS	2,595
Habib Metropolitan Bank	A1+	AA+	PACRA	8,730,455
JS Bank Limited	A1+	AA-	PACRA	20,482,523
Faysal Bank Limited	A-1+	AA	PACRA	33,479
				<u>1,416,291,458</u>

Term Finance Certificates

WAPDA-TFC	-	AAA	MUFAP	36,314,984
BOP-PPTFC-2	-	AA	MUFAP	218,325,633
AKBL-PPTFC-VII	-	AA	MUFAP	604,707,067
HUBCO SUKUK	-	AA+	MUFAP	262,959,452
SAMBA Bank TFCs	-	AA-	MUFAP	514,918,478
K-Electric SUKUK	-	AA+	MUFAP	344,446,185
Bank Al-Falah Ltd TFCs	-	AAA	MUFAP	841,758,152
HUB Power Musharaka	-	AA+	MUFAP	528,085,624
				<u>3,351,515,575</u>
				<u>4,767,807,033</u>

Due to the Fund's long standing business relationships with these counterparties and after giving due consideration to their strong financial standing, management does not expect non performance by these counter parties on their obligations to the Fund. Accordingly, the credit risk is minimal.

Settlement risk

The Fund's activities may give rise to risk at the time of settlement of transactions. Settlement risk is the risk of loss due to the failure of an entity to honor its obligations to deliver cash, securities or other assets as contractually agreed on sale.

Management of risk

For the vast majority of transactions, the Fund mitigates this risk by conducting settlements through a broker or bank to ensure that a trade is settled only when both parties have fulfilled their contractual settlement obligations.

26.3 Liquidity risk

Liquidity risk is the risk that the Fund will not be able to meet its financial obligations as they fall due. Liquidity risk arises because of the possibility that the Fund could be required to pay its liabilities earlier than expected or difficulty in raising funds to meet commitments associated with financial liabilities as they fall due.

26.3.1 Management of liquidity risk

The Fund's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions. For this purpose the Fund has effective cash management and planning policy to ensure availability of funds and to take appropriate measures for new requirements. All liabilities are payable in respect of expenses as approved the management committee in budget for the year.

The following are the contractual maturities of financial liabilities as on:

	Carrying amount	Contractual Cashflows	Six months or less	Six to twelve months	One to Two years	Two to five years
-----Rupees-----						
2022						
Financial liabilities						
Brokerage payable	1,255,861	1,255,861	1,255,861	-	-	-
Trustee fee payable	1,248,925	1,248,925	1,248,925	-	-	-
Staff retirement benefits	19,154,876	19,154,876	2,946,904	2,946,904	9,577,438	3,683,630
Accrued liabilities	4,050,805	4,050,805	4,050,805	-	-	-
	<u>25,710,467</u>	<u>25,710,467</u>	<u>9,502,495</u>	<u>2,946,904</u>	<u>9,577,438</u>	<u>3,683,630</u>
2021						
Financial liabilities						
Brokerage payable	2,210,818	2,210,818	2,210,818	-	-	-
Trustee fee payable	2,519,170	2,519,170	2,519,170	-	-	-
Accrued liabilities	6,704,888	6,704,888	6,704,888	-	-	-
	<u>11,434,876</u>	<u>11,434,876</u>	<u>11,434,876</u>	<u>-</u>	<u>-</u>	<u>-</u>

26.4 Market risk

Market risk is the risk that changes in market prices, such as interest rates, equity prices and foreign exchange rates will effect the Fund's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return on risk.

26.4.1 Management of market risks

The Fund manages market risk by monitoring exposure on marketable securities by following the internal risk management policies and investment guidelines approved by the Management Committee and regulations laid down by the Punjab Pension Fund Act 2007 and Punjab Pension Fund Rules 2007. The maximum risk resulting from financial instruments equals their fair values.

The Fund is exposed to interest/markup rate and price risks only.

26.4.2 Price risk

Primarily, the Fund's equity investments are exposed to the price risk. Price risk is limited by the Fund through diversification of its portfolio and active monitoring of capital markets.

Price risk represents the risk that the fair value of a financial instrument will fluctuate because of changes in the market prices (other than those arising from interest/mark up rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all or similar financial instruments traded in the market. The Fund is exposed to equity price risk since it has investments in quoted equity securities amounting to Rs. 30,422 million (June 30, 2021: 14,340 million) at the balance sheet date.

The Fund's strategy is to hold its strategic equity investments for long period of time. Thus, Fund's management is not concerned with short term price fluctuations with respect to its strategic investments provided that the underlying business, economic and management characteristics of the investee remain favorable. The Fund strives to maintain above average levels of shareholders' capital to provide a margin of safety against short term equity price volatility. The Fund manages price risk by monitoring exposure in quoted equity securities and implementing strict discipline in internal risk management and investment policies.

The carrying value of investments subject to equity price risk are based on quoted market prices as of the balance sheet date and available for sale equity instruments which are stated at fair value.

Market prices are subject to fluctuation and consequently the amount realized in the subsequent sale of an investment may significantly differ from the reported market value. Furthermore, amount realized in the sale of a particular security may be affected by the relative quantity of the security being sold. The Fund has no significant concentration of price risk.

Sensitivity analysis

If the fair value of mutual fund and equity shares, at the year end date, fluctuate by 100 bps higher / lower with all other variables, net income for the year and 2022 would have been affected as follows:

As at June 30, 2022
Cash flow sensitivity
As at June 30, 2021
Cash flow sensitivity

Profit and loss 100 bps	
Increase	Decrease
----- Rupees -----	
3,042,292,634	(3,042,292,634)
1,434,000,489	(1,434,000,489)

Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

Fair value sensitivity analysis

The Fund does not account for any fixed rate financial assets and liabilities at fair value through profit or loss. Therefore a change in market price at the reporting date would not affect income statement.

26.4.3 Interest/markup rate risk

Interest/markup rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Currently the Funds interest/markup rate exposure arises on investment in Government securities, term finance certificates, deposits in national savings account, term deposit receipts with banks and balance with bank on saving account. Currently all of the Fund's investment carry fixed interest rates. In addition the Fund may change the mix of its portfolio to enhance the earning potential of the Fund subject to the above defined guidelines. Other risk management procedures are the same as those mentioned in the credit risk management. At balance sheet date, details of the interest rate profile of the Fund's interest/markup bearing financial assets were as follows:

	Financial assets			
	2022		2021	
	Interest/Markup rate (in Percentage)	Fair value Rupees	Interest/Markup rate (in Percentage)	Fair value Rupees
Fixed rate instruments				
Pakistan Investment Bonds	13.75	771,391,027	8.00 to 13.75	10,947,030,833
National Saving Scheme	11.00 to 13.01	43,547,566,278	11.00 to 12.70	33,725,713,355
Bank Al-Falah Ltd TFCs	9.33	754,058,851	9.33	806,375,067
HUB Power Musharaka	10.12	580,721,496	10.12	528,085,624
Variable rate instruments				
Bank balances	5.50 to 15.55	15,483,954,456	5.50 to 7.40	1,416,331,458
Term Finance Certificates and Sukuks	3-6 month KIBOR + 100 bps, 6 month KIBOR + 125 bps, 6 month KIBOR + 135 bps, 3 month KIBOR +120 bps, 3 month KIBOR +170 bps, 1 year KIBOR + 190 bps and 1 year KIBOR + 200 bps	2,210,614,090	3-6 month KIBOR + 100 bps, 6 month KIBOR + 125 bps, 6 month KIBOR + 135 bps, 3 month KIBOR +120 bps, 3 month KIBOR +170 bps and 1 year KIBOR + 190 bps	1,948,388,386

Fair value sensitivity analysis for fixed rate instruments

The Fund does not account for any fixed rate financial assets and liabilities at fair value through profit or loss.

Cash flow sensitivity analysis for variable rate instruments

	<u>Profit and loss 100 bps</u>	
	<u>Increase</u>	<u>Decrease</u>
	<u>----- Rupees -----</u>	
As at June 30, 2022		
Cash flow sensitivity-Variable rate financial asset	<u>176,945,685</u>	<u>(176,945,685)</u>
As at June 30, 2021		
Cash flow sensitivity-Variable rate financial asset	<u>33,647,198</u>	<u>(33,647,198)</u>

None of the financial liabilities carry any interest rate.

The effect may be higher/lower, mainly as a result of higher/lower mark-up income on investment.

The sensitivity analysis prepared is not necessarily indicative of the effects on profit for the year and assets / liabilities of the Fund.

27 RISK MANAGEMENT FRAMEWORK

The Management committee has overall responsibility for establishment and over sight of the Fund's risk management framework. The executive management team is responsible for developing and monitoring the Fund's risk management policies. The team regularly meets and any changes and compliance issues are reported to the Management committee through the audit committee. The audit committee oversees compliance by management with the Fund's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Fund.

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28 FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

IFRS 13 'Fair Value Measurement' requires the Fund to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

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

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

Transfer between levels of the fair value hierarchy are recognised at the end of the reporting period during which the changes have occurred.

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

	Carrying amount				Fair value				
	Fair value through P&L	Fair value through OCI	At amortized cost	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
----- Rupees -----									
On-Balance sheet financial instruments									
As at June 30, 2022									
Financial assets - measured at fair value									
Investments									
Government securities	-	771,391,027	-	-	771,391,027	-	771,391,027	-	771,391,027
Debt securities	-	3,545,394,436	-	-	3,545,394,436	3,545,394,436	-	-	3,545,394,436
Mutual fund	22,470,653,328	-	-	-	22,470,653,328	22,470,653,328	-	-	22,470,653,328
Shares	7,952,273,010	-	-	-	7,952,273,010	7,952,273,010	-	-	7,952,273,010
Financial assets at amortised cost									
Investments									
National saving scheme	-	-	43,547,566,278	-	43,547,566,278	-	-	-	-
Bank balance	-	-	15,483,914,456	-	15,483,914,456	-	-	-	-
Accrued interest	-	-	256,345,674	-	256,345,674	-	-	-	-
Advances and other receivables	-	-	5,477,320	-	5,477,320	-	-	-	-
	30,422,926,338	4,316,785,463	59,293,303,728	-	94,033,015,529	33,968,320,774	771,391,027	-	34,739,711,801
Financial liabilities at amortised cost									
Trustee fee payable	-	-	-	1,248,925	1,248,925	-	-	-	-
Brokerage payable	-	-	-	1,255,861	1,255,861	-	-	-	-
Accrued liabilities	-	-	-	4,050,805	4,050,805	-	-	-	-
Staff retirement benefits	-	-	-	19,154,876	19,154,876	-	-	-	-
	-	-	-	25,710,467	25,710,467	-	-	-	-

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	Carrying amount				Fair value				
	Fair value through P&L	Fair value through OCI	At amortized cost	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
----- Rupees -----									
On-Balance sheet financial instruments									
As at June 30, 2021									
Financial assets - measured at fair value									
Investments									
Government securities	-	10,947,030,833	-	-	10,947,030,833	-	10,947,030,833	-	10,947,030,833
Debt securities	-	3,282,849,077	-	-	3,282,849,077	3,282,849,077	-	-	3,282,849,077
Mutual fund	9,427,408,490	-	-	-	9,427,408,490	9,427,408,490	-	-	9,427,408,490
Shares	4,912,596,400	-	-	-	4,912,596,400	4,912,596,400	-	-	4,912,596,400
Financial assets at amortised cost									
Investments									
National saving scheme	-	-	54,743,095,660	-	54,743,095,660	-	-	-	-
Bank balance	-	-	1,416,291,458	-	1,416,291,458	-	-	-	-
Accrued interest	-	-	448,343,862	-	448,343,862	-	-	-	-
Deposits and other receivables	-	-	7,977,320	-	7,977,320	-	-	-	-
	14,340,004,890	14,229,879,910	56,615,708,300	-	85,185,593,100	17,622,853,967	10,947,030,833	-	28,569,884,800
Financial liabilities at amortised cost									
Trustee fee payable	-	-	-	2,519,170	2,519,170	-	-	-	-
Brokerage payable	-	-	-	2,210,818	2,210,818	-	-	-	-
Accrued liabilities	-	-	-	6,704,888	6,704,888	-	-	-	-
	-	-	-	11,434,876	11,434,876	-	-	-	-

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29 TRANSACTION AND BALANCES WITH RELATED PARTIES

The related parties comprise entities controlled and owned by the Government of Punjab, custodian of assets, members of Management Committee, companies where Management Committee members also hold directorship and key management employees. The Fund in the normal course of business carries out transactions with related parties. Details of transactions with and amounts due to / (from) related parties are as follows:

Name of Parties	Relationship	Transactions	2022		2021	
			Punjab Pension Fund	Punjab Pension Fund - Expense Account	Punjab Pension Fund - Total	Punjab Pension Fund - Total
			Note	----- Rupees -----		---- Rupees ----
Transactions with						
Central Depository Trustee	Trustee	Fee for the year	14,329,313	-	14,329,313	13,385,865
Company of Pakistan	Trustee	Custody Fee	1,313,772	-	1,313,772	260,761
		Income on term deposit receipts realized during the year	-	-	-	145,540,634
		Term Finance Certificate	800,000,000	-	800,000,000	-
Bank of Punjab	Under Common Control	Income on savings account realized during the year	15,627,591	7,183,396	22,810,987	33,519,666
		Income on Term Finance Certificate realized during the year	27,035,662	-	27,035,662	19,194,886
General Manager	Key Management Personnel	Salary paid to General Manager	-	9,541,920	9,541,920	9,541,920
Management Committee	Key Management	Meeting Fee	-	1,660,000	1,660,000	2,508,000
Balances with						
Central Depository Trustee	Trustee	Fee payable	1,248,925	-	1,248,925	2,519,170
Company of Pakistan	Trustee	Security Deposit	100,000	-	100,000	100,000
		Bank balances	42,716,616	128,463,970	171,180,586	356,487,474
		Income receivable on savings account	3,265,338	1,306,695	4,572,033	1,227,318
Bank of Punjab	Under Common Control	Income receivable on savings account	10,331,348	-	10,331,348	3,637,318
		Term Finance Certificates	1,014,656,000	-	1,014,656,000	214,742,000
Punjab General Provident Investment Fund	Under Common Control	Receivable from PGPIF	-	4,597,320	4,597,320	4,597,320

29.1 All transactions with Govt. of Punjab and its owned entities (the Bank of Punjab) are disclosed except the daily transactions through the bank as the management is of the view that it is impracticable to disclose such transactions due to the nature of the transactions. The Fund is exempt from the disclosure requirements of the related party transactions and outstanding balances with the government and other entities which are related party being owned by the same government.

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30 NUMBER OF EMPLOYEES

The following are the number of persons employed

	2022 (Number of Persons)	2021
Employees as at the year end	15	16
Average number of employees during the year	16	16

31 SUMMARY OF SIGNIFICANT TRANSACTIONS AND EVENTS AFFECTING THE FUND'S FINANCIAL POSITION AND PERFORMANCE

All other significant transactions and events that have affected the Fund's financial position and performance during the period have been adequately disclosed in the notes to these financial statements.

32 CORRESPONDING FIGURES

Corresponding figures have been re-arranged or reclassified, where ever considered necessary, for the purpose of better presentation of the financial statements. However, no significant reclassification has been made except followings for better or correct presentation:

Item description	From	To	Amount Rupees
Prepayments	Deposits, prepayments and other receivables	Prepayments	380,689

33 SUMMARY OF SIGNIFICANT TRANSACTIONS AND EVENTS

All significant transactions and events that have affected the Fund's financial position and performance during the year have been adequately disclosed in the notes to these financial statements.

34 SUBSEQUENT EVENTS


There are no significant adjusting or non adjusting event after the reporting date requiring adjustment or disclosure in financial statements except elsewhere disclosed in these financial statements.

35 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on 19 JUL 2024 by the Management Committee of the Fund.

36 GENERAL

Figures have been rounded off to the nearest rupees.


GENERAL MANAGER


PRIVATE MEMBER


CHAIRMAN