

Punjab Pension Fund

Condensed Interim Statements for the period ended
31 December 2013



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Independent Auditors Report on Review of Condensed Interim Financial Information to the Members

Introduction

We have reviewed the accompanying statement of assets and liabilities of **Punjab Pension Fund** ("the Fund") as at 31 December 2013 and the related income statement, statement of comprehensive income, cash flow statement and statement of movement in accumulated pension fund ("the financial statements") together with the notes forming part thereof for the six-month period then ended (here-in-after referred as the "condensed interim financial information"). Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting and present the above said statements in conformity with the requirements of Punjab Pension Fund Act, 2007 ("the Act") and Punjab Pension Fund Rules 2007 ("the Rules"). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

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

Conclusion

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

The figures for the quarters ended 31 December 2013 and 31 December 2012 in the condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in accumulated pension fund and condensed interim cash flow statement have not been reviewed and we do not express a conclusion thereon.

Lahore

Date: 03 April 2015

KPMG Taseer Hadi & Co.
KPMG Taseer Hadi & Co.
Chartered Accountants
(Bilal Ali)

Punjab Pension Fund

Condensed Interim Statement of Assets and Liabilities

As at 31 December 2013

	Note	(Un-Audited) 31 December 2013 Rupees	(Audited) 30 June 2013 Rupees
<u>Assets</u>			
Operating fixed assets	4	132,156	288,150
Investments	5	11,745,526,299	10,619,061,774
Short term investments	6	-	1,129,700,000
Security Deposits - Central Depository Company		100,000	100,000
Prepayments		239,580	239,580
Accrued interest	7	556,892,427	583,599,974
Cash and cash equivalents	8	6,557,076,677	6,489,706,007
Total assets		18,859,967,139	18,822,695,485
<u>Liabilities</u>			
Trustee fee payable		402,967	389,798
Brokerage payable		100,725	-
Accrued expenses		2,724,143	575,759
Total liabilities		3,227,835	965,557
Contingencies and commitments	9	-	-
Net assets		18,856,739,304	18,821,729,928
<u>Represented by:</u>			
Accumulated Pension Fund		18,856,739,304	18,821,729,928
		<u>18,856,739,304</u>	<u>18,821,729,928</u>


The annexed notes 1 to 12 form an integral part of these condensed interim financial information.

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General Manager



Private Member



Chairman

Punjab Pension Fund
Condensed Interim Income Statement (Un-Audited)

For the half year and quarter ended 31 December 2013

	Half year ended		Quarter ended	
	31 December		31 December	
	2013	2012	2013	2012
Note ----- Rupees -----				
<u>Income</u>				
Income on Term Deposit Receipts and National Savings account	243,083,740	348,842,964	117,134,636	173,070,462
Income on Pakistan Investment Bonds	616,470,307	606,970,527	311,266,364	303,484,838
Income on Term Finance Certificates	23,043,847	27,961,316	16,231,429	9,575,196
Income on Market Treasury Bills	134,538,005	18,294,229	74,495,837	1,698,915
Capital gain/ (loss)	4,235,070	24,165,539	(394,664)	4,064,644
Other income	565	605	565	-
	1,021,371,534	1,026,235,180	518,734,167	491,894,055
<u>Expenditure</u>				
Operating expenses	10,290,847	9,936,562	6,408,112	5,006,375
Brokerage expenses	165,597	131,555	20,725	12,735
Trustee fee and custody charges	2,382,246	2,202,521	1,188,680	1,126,673
Bank charges	8,081	6,660	8,081	6,660
	12,846,771	12,277,298	7,625,598	6,152,443
Net income for the period	1,008,524,763	1,013,957,882	511,108,569	485,741,612

The annexed notes 1 to 12 form an integral part of these condensed interim financial information.

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Lahore



General Manager



Private Member



Chairman

Punjab Pension Fund
Condensed Interim Statement of Comprehensive Income (Un-Audited)

For the half year and quarter ended 31 December 2013

	Half year ended		Quarter ended	
	31 December		31 December	
	2013	2012	2013	2012
	----- Rupees -----			
Net income for the period	1,008,524,763	1,013,957,882	511,108,569	485,741,612
Net unrealized (diminution)/appreciation in fair value of available - for - sale investments	(973,515,387)	870,894,739	14,758,985	(45,753,213)
Total comprehensive income for the period	35,009,376	1,884,852,621	525,867,554	439,988,399

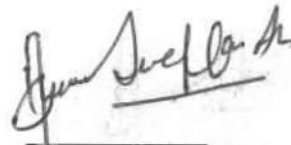
The annexed notes 1 to 12 form an integral part of these condensed interim financial information.

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General Manager



Private Member



Chairman

Punjab Pension Fund

Condensed Interim Statement of Movement in Accumulated Pension Fund (Un-Audited)

For the half year and quarter ended 31 December 2013

	Half year ended		Quarter ended	
	31 December		31 December	
	2013	2012	2013	2012
	----- Rupees -----			
Balance at the beginning of the period	18,821,729,928	15,613,907,540	18,330,871,750	17,058,771,762
<i>Total Comprehensive Income for the period</i>				
Net income for the period	1,008,524,763	1,013,957,882	511,108,569	485,741,612
(Diminution)/appreciation in fair value of available - for-sale investments	(973,515,387)	870,894,739	14,758,985	(45,753,213)
	35,009,376	1,884,852,621	525,867,554	439,988,399
Balance at the end of the period	18,856,739,304	17,498,760,161	18,856,739,304	17,498,760,161

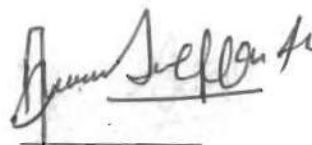
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General Manager



Private Member



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Punjab Pension Fund
Condensed Interim Cash Flow Statement (Un-Audited)
For the half year and quarter ended 31 December 2013

	Half year ended		Quarter ended	
	31 December		31 December	
	2013	2012	2013	2012
----- Rupees -----				
<u>Cash flows from operating activities</u>				
Net income for the period	1,008,524,763	1,013,957,882	511,108,569	485,741,612
<u>Adjustments for non cash and other items:</u>				
(Discount) on Pakistan Investment Bonds	(16,991,391)	(14,773,391)	(8,737,220)	(12,485,888)
(Discount) on Marketable Treasury Bills	(134,538,005)	(18,294,228)	(74,495,837)	(14,207,493)
(Discount) on Term Finance Certificates	(860,777)	(1,180,903)	(218,388)	(1,016,382)
Depreciation	155,994	112,842	77,997	56,610
	(152,234,179)	(34,135,680)	(83,373,448)	(27,653,153)
<u>(Increase)/decrease in assets:</u>				
Investments	(1,947,589,739)	363,727,779	(199,531,136)	1,570,809,840
Short term investments	1,129,700,000	(500,000,000)	702,545,000	367,643,836
Prepayments	-	-	359,370	359,370
Accrued interest	26,707,547	(3,220,413)	(343,684,286)	(269,365,823)
	(791,182,192)	(139,492,634)	159,688,948	1,669,447,223
<u>Increase/(decrease) in liabilities:</u>				
Trustee fee payable	13,169	43,574	16,358	80,945
Brokerage payable	100,725	(75,000)	100,725	(96,891)
Accrued expenses	2,148,384	(328,684)	2,037,390	(346,818)
	2,262,278	(360,110)	2,154,473	(362,764)
Cash generated from operating activities	67,370,670	839,969,458	589,578,542	2,127,172,918
<u>Cash flows from investing activities</u>				
Fixed assets additions	-	(11,350)	-	-
Cash used in investing activities	-	(11,350)	-	-
Net increase in cash and cash equivalents during the period	67,370,670	839,958,108	589,578,542	2,127,172,918
Cash and cash equivalents at the beginning of the period	6,489,706,007	5,326,100,475	5,967,498,135	4,038,885,665
Cash and cash equivalents at the end of the period	6,557,076,677	6,166,058,583	6,557,076,677	6,166,058,583

The annexed notes 1 to 12 form an integral part of these condensed interim financial information.

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General Manager

Private Member

Chairman

Punjab Pension Fund

Notes to the Condensed Interim Financial Statements (Un-Audited)

For the half year and quarter ended 31 December 2013

1 Status and nature of the business

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.

On 27 September 2011, the Fund signed a Trust Deed with Central Depository Company whereby the Fund, through the Management Committee and the Trustee, have formed the Punjab Pension Fund Trust (the Trust) for the benefit of the Reserve Pension Fund created under Section 3 of the Act. The Fund shall manage, operate and administer the Trust and the Trustee will act as the custodian of the investments made by the Fund. 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 is responsible for investing the funds in profitable avenues to generate revenue. Currently, the Fund has invested in a diversified portfolio of government securities, debt securities and bank deposits.

These condensed interim financial statements represent the merged position of the Fund. Condensed interim financial statements of the Trust are drawn separately.

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.

2 Statement of compliance and significant disclosures

2.1 Statement of compliance

These condensed interim financial information has been presented in condensed form in accordance with the requirements of the Act, the Rules and the approved accounting standards as applicable in Pakistan for interim financial reporting. Wherever, the requirements of the Punjab Pension Fund Act 2007 and Punjab Pension Fund Rules 2007 differ with the requirements of these standards, the requirements of Punjab Pension Fund Act 2007 and Punjab Pension Fund Rules 2007 shall prevail. This condensed interim information is unaudited but subject to limited scope review by auditors and is being submitted to Management Committee in accordance with the requirements of the Rules. This condensed interim financial information does not include all of the information required for full annual financial statements and should be read in conjunction with the financial statements as at and for the year ended 30 June 2013.

The accounting policies and methods of computation adopted in the preparation of the condensed interim financial information are the same as those applied in preparation of preceding annual financial statements for the year ended 30 June 2013.

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2.2 Significant estimates

The preparation of condensed interim financial statements in conformity with approved accounting standards requires management to make judgments, estimates and assumptions that effect the application of 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 form 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 effects only that period, or in the period of revision and future periods if the revision affects both current and future periods. The areas where various assumptions and estimates are significant to Fund's financial statements or where judgments were exercised in application of accounting policies are as follows:

a)	Useful life of depreciable assets	3.2
b)	Investments	3.4
c)	Accrued liabilities	3.8

3 Summary of significant accounting policies

3.1 Basis of preparation

The condensed interim financial information has been prepared under the historical cost convention, except for certain investments which are carried at fair value and amortized cost.

3.2 Fixed Assets and Depreciation

These are stated as cost less accumulated depreciation. Depreciation is charged to income 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 4. Depreciation is charged from the month of acquisition while no depreciation is charged in the month of disposal or deletion of asset. Normal repairs and maintenance are charged to income statement as and when incurred.

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

3.3 Taxation

The income of the Fund is exempt from tax under Section 57(1)(xii) of Part I of the Second Schedule of the Income Tax Ordinance, 2001, therefore no provision for taxation has been made in these financial statements.

3.4 Investments

The Fund classifies its investments as held to maturity, available-for-sale and at fair value through profit or loss.

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Initial measurement

All investments are initially recognized at cost being the fair value of the consideration given including acquisition cost, except in case of financial assets at fair value through profit or loss, in which case the transaction costs are taken directly to the income statement in the period in which they arise.

Subsequent measurement

Financial assets at fair value through profit or loss

These include investments which are acquired principally for the purpose of generating profit from short term fluctuations in prices are classified as financial assets at fair value through profit or loss. These are stated at fair values with any resulting surplus/(deficit) recognized in the income statement.

Held to maturity

The investments with fixed maturity or determinable payments where management has both intent and ability to hold to maturity are classified as held to maturity. These are stated at amortized cost using the effective interest rate method less impairment, if any. The amortization for the period is taken to the income statement.

Available-for-sale

Investments which can not be classified as loans and receivables, held to maturity or at fair value through profit or loss are classified as available-for-sale.

Investments intended to be held for an unidentified period of time, which may be sold in response to need for liquidity or changes to interest rates or equity prices are classified as available-for-sale.

Available-for-sale investments are measured at subsequent reporting dates at fair value. However investments for which fair value cannot be determined are valued at cost. Surplus/(deficit) on re-measurement is kept in accumulated pension fund, until the security is disposed off or is determined to be impaired, at which time, the cumulative surplus/(deficit) is included in the income statement.

Fair value of financial assets is determined as follows:

a) **Government securities**

Fair value of government securities is determined on the basis of rates announced by the Financial Market Association.

b) **National saving schemes**

Fair value of national saving schemes is determined on the basis of redemption value for each scheme.

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c) **Debt securities**

Fair value of debt securities, other than government securities, is determined on the basis of prices announced by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the Securities and Exchange Commission of Pakistan (SECP) Circular No. 1 of 2009 dated 6 January 2009.

d) **Listed shares**

Fair value of listed shares is determined on the basis of closing quoted market prices available at the Karachi stock exchange.

e) **Mutual Fund**

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

3.5 Revenue recognition

- a) Gains/losses arising on sale of investments are included in the income statement on the date at which the transaction takes place.
- b) 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.
- c) Income on government securities, national saving schemes, bonds and term finance certificates is recognized on an accrual basis using the effective interest rate method.
- d) Income on bank deposits is recognized on accrual basis.

3.6 Financial instruments

- (i) Financial assets and financial liabilities are recognized when the Fund becomes a party to the contractual provisions of the instrument.
- (ii) Financial assets are de-recognized when the Fund loses control of the contractual rights that comprise the financial asset.
- (iii) Financial liabilities are de-recognized when they are extinguished, i.e. when the obligation specified in the contract is discharged, cancelled or expired.
- (iv) Any gain or loss on de-recognition of the financial assets and financial liabilities is taken to the income statement in the period in which it arises.
- (v) Financial liabilities, other than those at fair value through profit or loss, are measured at amortized cost using the effective yield method.
- (vi) The particular measurement methods adopted are disclosed in the individual policy statements associated with each item.

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3.7 Off setting of financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the statement of assets and liabilities if the Fund has a legal enforceable right to set off the recognized amounts and intends either to settle on net basis or to realize the assets and settle the liabilities simultaneously.

3.8 Provisions

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.

3.9 Impairment

The carrying amounts of the 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 income statement.

3.10 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.

3.11 Spread transactions (Ready-Future Transactions)

The Fund enters into transactions involving purchase of an equity security in the ready market and simultaneous sale of the same security in the future market. The security purchased in ready market is classified as "Investment at fair value through profit or loss" and carried in the statement of assets and liabilities at fair value till their eventual disposal, with the resulting gain / loss taken to the income statement. The forward sale of the security in the future market is treated as a separate derivative transaction and is carried at fair value with the resulting gain / loss taken to the income statement in accordance with the requirements of International Accounting Standard 39: 'Financial Instruments: Recognition and Measurement'.

3.12 Regular way contracts

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

3.13 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.

3.14 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of assets and liabilities at cost. Cash and cash equivalents includes balances with banks.

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4 Operating fixed assets - tangible

Particulars	31 December 2013							Written Down Value as at 31 Dec 2013
	C O S T			D E P R E C I A T I O N				
	As at 01 July 2013	Additions	As at 31 Dec 2013	Rate %	As at 01 July 2013	Charge for the period	As at 31 Dec 2013	
	Rupees				Rupees			
Furniture and fittings	56,750	-	56,750	20	27,837	5,676	33,513	23,237
Office equipment	785,865	-	785,865	33.33	583,379	130,962	714,341	71,524
Motor vehicles	193,558	-	193,558	20	136,807	19,356	156,163	37,395
	<u>1,036,173</u>	<u>-</u>	<u>1,036,173</u>		<u>748,023</u>	<u>155,994</u>	<u>904,017</u>	<u>132,156</u>

Particulars	30 June 2013							Written Down Value as at 30 June 2013
	C O S T			D E P R E C I A T I O N				
	As at 01 July 2012	Additions	As at 30 June 2013	Rate %	As at 01 July 2012	Charge for the year	As at 30 June 2013	
	Rupees				Rupees			
Furniture and fittings	42,900	13,850	56,750	20	17,241	10,596	27,837	28,913
Office equipment	530,693	255,172	785,865	33.33	388,636	194,743	583,379	202,486
Motor vehicles	193,558	-	193,558	20	98,095	38,712	136,807	56,751
	<u>767,151</u>	<u>269,022</u>	<u>1,036,173</u>		<u>503,972</u>	<u>244,051</u>	<u>748,023</u>	<u>288,150</u>

Carrying value		Fair value	
(Un-Audited)	(Audited)	(Un-Audited)	(Audited)
31 December 2013	30 June 2013	31 December 2013	30 June 2013

Note ----- Rupees -----

5 Investments - Available for sale

Pakistan Investment Bonds	5.1	10,651,006,109	9,144,682,716	10,912,055,299	10,375,795,716
Market Treasury Bills	5.2	239,078,649	-	237,471,000	-
Term Finance Certificates	5.3	592,289,505	237,711,635	596,000,000	243,266,058
		<u>11,482,374,263</u>	<u>9,382,394,351</u>	<u>11,745,526,299</u>	<u>10,619,061,774</u>
Fair value adjustment		263,152,036	1,236,667,423		
		<u>11,745,526,299</u>	<u>10,619,061,774</u>		

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5.1 Pakistan Investment Bonds

Issue date	Tenor - Years	Face value			Balance as at 31 December 2013			Fair value as percentage of net assets	Fair value as percentage of total investments	
		As at 1 July 2013	Purchase during the period	Sales / Matured during the period	As at 31 December 2013	Carrying value	Fair value			Appreciation / (diminution)
----- Rupees -----										
30-Aug-08	10 - Years	500,000,000	-	-	500,000,000	488,509,965	496,338,114	7,828,149	2.63	4.23
3-Sep-09	10 - Years	3,050,000,000	-	-	3,050,000,000	2,995,206,039	2,986,741,364	(8,464,675)	15.84	25.43
22-Jul-10	10 - Years	2,300,000,000	-	-	2,300,000,000	2,099,317,763	2,239,111,231	139,793,468	11.87	19.06
18-Aug-11	10 - Years	500,000,000	-	-	500,000,000	469,285,306	483,390,206	14,104,900	2.56	4.12
19-Jul-12	10 - Years	25,000,000	1,025,000,000	-	1,050,000,000	998,275,155	1,009,872,381	11,597,226	5.36	8.60
31-Oct-06	15 - Years	68,000,000	-	-	68,000,000	58,131,896	59,035,598	903,702	0.31	0.50
30-Aug-08	15 - Years	1,400,000,000	-	-	1,400,000,000	1,344,449,333	1,377,237,347	32,788,014	7.30	11.73
18-Aug-11	15 - Years	25,000,000	-	-	25,000,000	23,501,842	24,271,335	769,493	0.13	0.21
20-Jan-04	20 - Years	5,000,000	-	-	5,000,000	4,195,679	4,218,704	23,025	0.02	0.04
31-Oct-06	20 - Years	25,000,000	-	-	25,000,000	21,209,530	21,162,980	(46,550)	0.11	0.18
30-Aug-08	20 - Years	900,000,000	-	-	900,000,000	866,471,274	893,840,746	27,369,472	4.74	7.61
18-Aug-11	20 - Years	25,000,000	525,000,000	-	550,000,000	538,907,783	542,930,617	4,022,834	2.88	4.62
30-Aug-08	30 - Years	750,000,000	-	-	750,000,000	743,544,544	773,904,676	30,360,132	4.10	6.59
		9,573,000,000	1,550,000,000	-	11,123,000,000	10,651,006,109	10,912,055,299	261,049,190		

5.2 Market Treasury Bills

Issue date	Tenor - Months	Face value			Balance as at 31 December 2013			Fair value as percentage of net assets	Fair value as percentage of total investments	
		As at 1 July 2013	Purchase during the period	Sales / Matured during the period	As at 31 December 2013	Carrying value	Fair value			Appreciation / (diminution)
----- Rupees -----										
12-Jul-13	3 Months	-	2,450,000,000	2,450,000,000	-	-	-	-	-	-
12-Jul-13	6 Months	-	1,250,000,000	1,250,000,000	-	-	-	-	-	-
12-Jul-13	12 Months	-	250,000,000	-	250,000,000	239,078,649	237,471,000	(1,607,649)	1.26	2.02
19-Sep-13	3 Months	-	2,700,000,000	2,700,000,000	-	-	-	-	-	-
3-Oct-13	3 Months	-	2,950,000,000	2,950,000,000	-	-	-	-	-	-
28-Nov-13	3 Months	-	6,900,000,000	6,900,000,000	-	-	-	-	-	-
12-Dec-13	3 Months	-	6,900,000,000	6,900,000,000	-	-	-	-	-	-
		-	23,400,000,000	23,150,000,000	250,000,000	239,078,649	237,471,000	(1,607,649)		

5.3 Term Finance Certificates

Name of issuer	Issue date	Number of Certificates			Balance as at 31 December 2013			Fair value as percentage of net assets	Fair value as percentage of total investments	
		As at 1 July 2013	Purchase during the period	Sales during the period	As at 31 December 2013	Carrying value	Fair value			Appreciation / (diminution)
----- Rupees -----										
United Bank Limited	14-Feb-08	5,000	-	5,000	-	-	-	-	-	-
Engro Perpetual I	18-Mar-08	40,000	-	20,000	20,000	92,289,505	96,000,000	3,710,495	0.51	0.82
Engro Perpetual II	18-Mar-08	6,800	-	6,800	-	-	-	-	-	-
WAPDA TFC	27-Sep-13	-	100,000	-	100,000	500,000,000	500,000,000	-	2.65	4.26
		51,800	100,000	31,800	120,000	592,289,505	596,000,000	3,710,495		
Grand total						11,482,374,263	11,745,526,299	263,152,036		

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		(Un-Audited) 31 December 2013 Rupees	(Audited) 30 June 2013 Rupees
6	Short term investments		
	National Savings Account	-	1,129,700,000

6.1 This carries interest at the rates ranging from 9.70% to 9.90% per annum.

		(Un-Audited) 31 December 2013 Rupees	(Audited) 30 June 2013 Rupees
7	Accrued interest		
	Accrued interest on:		
	Term Deposit Receipts	15,116,302	128,509,589
	National Savings Account	23,332,760	31,300,809
	Pakistan Investment Bonds	501,459,666	415,107,189
	Term Finance Certificates	16,983,699	8,682,387
		<u>556,892,427</u>	<u>583,599,974</u>

8	Cash and cash equivalents		
	Cash in hand	24,000	24,000
	Cash at bank		
	Saving account	606,971,534	19,669,414
	Current Account	11,143	12,593
	Term deposit receipts	5,300,000,000	5,800,000,000
		5,906,982,677	5,819,682,007
	Deposit in National Savings Account	650,070,000	670,000,000
		<u>6,557,076,677</u>	<u>6,489,706,007</u>

8.1 This carries interest @ of 9.75% (30 June 2013: 9.00%) per annum.

8.2 Term Deposit Receipts placed with commercial banks at rate of 10.05% (30 June 2013: 9.60% to 9.70%) per annum.

8.3 Deposit in National Savings Account carries interest at the rate of 9.70% (30 June 2013: 9.70% to 9.0%) per annum.

9 Contingencies and commitments

There were no contingencies and commitments as at 31 December 2013.

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	Half year ended	
	(Un-Audited)	
	31 December 2013 Rupees	31 December 2012 Rupees
10 Operating expenses		
Salaries and wages	7,954,039	7,757,450
Rent	718,740	718,740
Utilities	146,287	139,409
Repair and maintenance	162,418	180,818
Vehicle running expenses	273,555	296,356
Traveling, lodging and boarding	10,755	19,325
Fee and subscription	58,741	34,000
Printing and stationery	147,547	101,476
Courier and postage	7,071	6,561
Office and other expenses	233,889	226,309
Depreciation	155,994	112,842
Auditors remuneration	290,002	268,750
Advertisement	60,587	13,454
Training and development	32,847	-
Bank charges	500	500
Miscellaneous	37,875	60,572
	10,290,847	9,936,562

11 Date of authorization for issue

The financial statements were authorized for issue on 03 APR 2015 by the Management Committee of the Fund.

12 General


Figures have been presented in rupees.

KPMUIN

Lahore



General Manager



Private Member



Chairman