



**Independent Auditors Report on  
Review of Interim Financial Information  
To the Management Committee of Punjab Pension Fund**

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Rahman**

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**Introduction**

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Punjab Pension Fund** (the Fund) as of **December 31, 2018** and the related condensed interim income statement and condensed interim statement of comprehensive income, condensed interim statement of movement in accumulated pension fund and condensed interim statement of cash flows for the six month period then ended, and notes to the financial information. Management is responsible for the preparation and fair presentation of this condensed interim financial information in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

**Scope of Review**

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

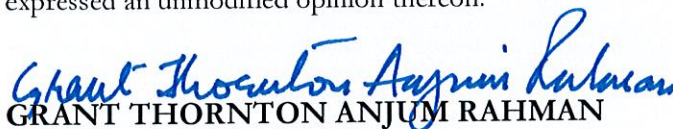
**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information does not give a true and fair view of the financial position of the Fund as at December 31, 2018, and of its financial performance and its cash flows for the six-month period then ended in accordance with the accounting standards as applicable in Pakistan for interim financial reporting..

**Other Matters**

The figures for three months period ended 31 December 2018 and 31 December 2017 in the condensed interim income statement and condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.

We also draw attention to the fact that the interim financial statements of the Fund for the half year ended December 31, 2017 were audited by another firm of auditors, whose report dated December 21, 2020 expressed an unmodified opinion thereon.

  
**GRANT THORNTON ANJUM RAHMAN**

Chartered Accountants

Lahore

Dated: December 05, 2022



# Punjab Pension Fund

## Condensed Interim Statement of Assets and Liabilities (Un-Audited)

As at 31 December 2018

	Note	(Un-Audited)			(Audited)
		Punjab Pension Fund Trust	Punjab Pension Fund - Expense Account	Punjab Pension Fund - Total	Punjab Pension Fund - Total
		31 December 2018			30 June 2018
----- Rupees -----					
<b>ASSETS</b>					
Cash and cash equivalents	4	33,962,140,748	76,752,405	34,038,893,153	17,355,504,004
Investments	5	21,375,184,174	-	21,375,184,174	35,119,685,320
Accrued interest / markup	6	660,970,017	-	660,970,017	719,849,798
Deposits, prepayments & other receivables		100,000	3,345,422	3,445,422	1,089,422
Operating fixed assets		-	3,029,901	3,029,901	1,724,343
<b>Total assets</b>		<b>55,998,394,939</b>	<b>83,127,728</b>	<b>56,081,522,667</b>	<b>53,197,852,887</b>
<b>LIABILITIES</b>					
Trustee fee payable		898,598	-	898,598	1,703,608
Brokerage payable		37,089	-	37,089	-
Accrued expenses		-	681,738	681,738	877,321
<b>Total liabilities</b>		<b>935,687</b>	<b>681,738</b>	<b>1,617,425</b>	<b>2,580,929</b>
Contingencies and commitments	7	-	-	-	-
<b>Net assets</b>		<b>55,997,459,252</b>	<b>82,445,990</b>	<b>56,079,905,242</b>	<b>53,195,271,958</b>
<b>Represented by:</b>					
Accumulated Pension Fund		<b>55,997,459,252</b>	<b>82,445,990</b>	<b>56,079,905,242</b>	<b>53,195,271,958</b>

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

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Lahore

  
General Manager

  
Chairman

**Punjab Pension Fund**  
**Condensed Interim Income Statement (Un-Audited)**  
*For the half year ended 31 December 2018*

	For the half year ended				For the quarter ended			
	31 December 2018		31 December 2017		31 December 2018		31 December 2017	
	Punjab Pension Fund - Total	Punjab Pension Fund - Expense Account	Punjab Pension Fund - Total	Punjab Pension Fund - Total	Punjab Pension Fund - Total	Punjab Pension Fund - Expense Account	Punjab Pension Fund - Total	Punjab Pension Fund - Total
<b>Income</b>								
<i>Interest income from:</i>								
- National Savings Account and Certificates	511,293,384	-	511,293,384	954,669,255	207,197,760	-	207,197,760	387,953,558
- Pakistan Investment Bonds	657,886,696	-	657,886,696	519,326,855	328,388,496	-	328,388,496	258,710,007
- Term Deposit Receipts	597,129,486	-	597,129,486	530,858,517	338,864,110	-	338,864,110	261,662,353
- Term Finance Certificates and Sukuks	38,461,111	-	38,461,111	12,005,276	20,820,725	-	20,820,725	6,255,374
- Bank deposits	200,799,906	2,997,490	203,797,396	96,331,392	112,066,994	1,636,791	113,703,785	35,449,067
- Market Treasury Bills	207,675,199	-	207,675,199	116,797,668	173,684,326	-	173,684,326	113,610,252
	2,213,245,782	2,997,490	2,216,243,272	2,229,988,963	1,181,022,411	1,636,791	1,182,659,202	1,063,640,611
Realized loss on fair value through OCI	(4,607,388)	-	(4,607,388)	(226,033)	(4,607,388)	-	(4,607,388)	(226,033)
Unrealised diminution on re-measurement of investments at "fair value through profit or loss" - net	(510,510,606)	-	(510,510,606)	-	(513,342,373)	-	(513,342,373)	-
Other Income	-	1,431	1,431	800	-	1,431	1,431	-
<b>Total income</b>	1,698,127,788	2,998,921	1,701,126,709	2,229,763,730	663,072,650	1,638,222	664,710,872	1,063,414,578
<b>Expenditure</b>								
Operating expenses	(5,233,278)	(21,699,412)	(21,699,412)	(22,998,842)	-	(10,536,626)	(10,536,626)	(11,473,029)
Trustee remuneration and safe custody charges	(37,088)	-	(37,088)	(4,992,205)	(2,646,943)	-	(2,646,943)	(2,513,051)
Legal and other professional charges	-	(443,000)	(443,000)	-	(37,088)	-	(37,088)	-
Auditors' remuneration	-	(3,016)	(3,016)	(423,030)	-	(220,000)	(220,000)	(219,999)
Bank charges	(29,956)	-	(29,956)	(25,911)	(17,057)	(1,160)	(18,217)	(11,255)
<b>Total expenditure</b>	(5,300,322)	(22,145,428)	(27,445,750)	(28,439,988)	(2,701,088)	(10,757,786)	(13,458,874)	(14,217,334)
<b>Income / (expense) for the period</b>	1,692,827,467	(19,146,507)	1,673,680,960	2,201,323,742	660,371,563	(9,119,564)	651,251,999	1,049,197,244
Budgetary (payments) / receipts for the period	-	-	-	-	-	-	-	-
<b>Net income / (loss) for the period</b>	1,692,827,467	(19,146,507)	1,673,680,960	2,201,323,742	660,371,563	(9,119,564)	651,251,999	1,049,197,244

Note

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

6/2/18

Lahore

General Manager



Chairman





**Punjab Pension Fund**  
**Condensed Interim Statement of Comprehensive Income (Un-Audited)**  
*For the half year ended 31 December 2018*

	For the half year ended			For the quarter ended			
	Punjab Pension Fund Trust	Punjab Pension Fund - Expense Account	Punjab Pension Fund - Total	Punjab Pension Fund Trust	Punjab Pension Fund - Expense Account	Punjab Pension Fund - Total	
	31 December 2018	31 December 2018	31 December 2017	31 December 2018	31 December 2018	31 December 2017	
Net income / (loss) for the period	1,692,827,467	(19,146,507)	1,673,680,960	2,201,323,742	660,371,563	2,201,323,742	1,049,197,244
<u>Other comprehensive (loss) / income</u>							
<i>Items that are to be classified subsequently to income statement:</i>							
<i>Investments classified at Fair Value Through OCI:</i>							
- unrealised (diminution) / appreciation on remeasurement - net	(2,122,379,675)	-	(2,122,379,675)	9,370,668	(1,729,341,645)	9,370,668	17,332,126
<b>Total comprehensive (loss) / income for the period</b>	<b>(429,552,208)</b>	<b>(19,146,507)</b>	<b>(448,698,715)</b>	<b>2,210,694,410</b>	<b>(1,068,970,082)</b>	<b>2,210,694,410</b>	<b>1,066,529,370</b>

Note

Rupees

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

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*AM*  
 General Manager

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 Chairman

# Punjab Pension Fund

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

For the half year ended 31 December 2018


	For the half year ended			
	Punjab Pension Fund Trust	Punjab Pension Fund - Expense Account	Punjab Pension Fund - Total	Punjab Pension Fund - Total
	31 December 2018			31 December 2017
----- Rupees -----				
<b>Balance as at 01 July</b>	53,093,679,461	101,592,497	53,195,271,958	49,269,011,627
Amount contributed by the Government (through the Reserve Pension Fund)	3,333,332,000	-	3,333,332,000	-
<b><u>Total comprehensive income/(loss) for the period</u></b>				
Net income for the period	1,692,827,467	(19,146,507)	1,673,680,960	2,201,323,742
Other comprehensive income for the period - unrealised (diminution) / appreciation on remeasurement - net	(2,122,379,675)	-	(2,122,379,675)	9,370,668
	(429,552,209)	(19,146,507)	(448,698,716)	2,210,694,410
<b>Balance as at 31 December</b>	<b>55,997,459,252</b>	<b>82,445,990</b>	<b>56,079,905,242</b>	<b>51,479,706,037</b>

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

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Lahore

  
General Manager

  
Chairman



Punjab Pension Fund  
Condensed Interim Cash Flow Statement (Un-Audited)  
For the half year ended 31 December 2018

	For the half year ended			
	Punjab Pension Fund Trust	Punjab Pension Fund - Expense Account	Punjab Pension Fund - Total	Punjab Pension Fund - Total
	31 December 2018			31 December 2017
	----- Rupees -----			
<b><u>Cash flow from operating activities</u></b>				
Income / (expense) for the period	1,692,827,467	(19,146,507)	1,673,680,960	2,201,323,742
<b><u>Adjustments for non cash items:</u></b>				
Amortization of discount income	32,741,105	-	32,741,105	(8,990,912)
Depreciation on operating fixed assets	-	639,457	639,457	409,235
	32,741,105	639,457	33,380,562	(8,581,677)
Unrealised diminution on re-measurement of investments at "fair value through profit or loss" - net	510,510,606	-	510,510,606	-
<b>Operating profit / (loss) before changes in working capital</b>	<b>2,236,079,178</b>	<b>(18,507,050)</b>	<b>2,217,572,128</b>	<b>2,192,742,065</b>
<b><u>Changes in working capital</u></b>				
<i>decrease / (Increase) in assets:</i>				
Investments	11,078,869,761	-	11,078,869,761	4,163,119,052
Accrued interest / markup	58,879,780	-	58,879,780	116,025,905
Deposits, prepayments & other receivables	-	(2,356,000)	(2,356,000)	(942,668)
	11,137,749,541	(2,356,000)	11,135,393,541	4,278,202,289
<i>(decrease) / Increase in liabilities:</i>				
Trustee fee payable	(805,010)	-	(805,010)	4,235,800
Accrued expenses	-	(195,583)	(195,583)	(85,965)
Brokerage payable	37,089	-	37,089	-
	(767,921)	(195,583)	(963,504)	4,149,835
<b>Net cash generated from / (used in) operating activities</b>	<b>13,373,060,797</b>	<b>(21,058,633)</b>	<b>13,352,002,164</b>	<b>6,475,094,189</b>
<b><u>Cash flow from investing activities</u></b>				
Fixed assets purchased during the period	-	(1,945,015)	(1,945,015)	(101,565)
<b>Net cash used in investing activities</b>	<b>-</b>	<b>(1,945,015)</b>	<b>(1,945,015)</b>	<b>(101,565)</b>
<b><u>Cash flow from financing activities</u></b>				
Amount contributed by the Government (through the Reserve Pension Fund)	3,333,332,000	-	3,333,332,000	-
<b>Net cash from financing activities</b>	<b>3,333,332,000</b>	<b>-</b>	<b>3,333,332,000</b>	<b>-</b>
<b>Net increase / (decrease) in cash and cash equivalents during the period</b>	<b>16,706,392,797</b>	<b>(23,003,648)</b>	<b>16,683,389,149</b>	<b>6,474,992,624</b>
Cash and cash equivalents at beginning of the period	17,255,747,951	99,756,053	17,355,504,004	18,486,146,651
<b>Cash and cash equivalents at end of the period</b>	<b>33,962,140,748</b>	<b>76,752,405</b>	<b>34,038,893,153</b>	<b>24,961,139,275</b>

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

*GMX*

Lahore

  
General Manager

  
Chairman



# Punjab Pension Fund

## Notes to the Condensed Interim Financial Information (Un-Audited)

For the half year ended 31 December 2018

### 1 Status and nature of the business

The Punjab Pension Fund ("the Fund") has been established under the Punjab Pension Fund Act 2007 ("the

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.

In comparative period, condensed interim financial information of the Pension Fund Trust and Expense accounts were drawn separately along with merged condensed interim financial information of Punjab Pension Fund. However, during current period the Management Committee has decided to prepare a single set of condensed interim financial information in columnar form representing separate figures of Pension Fund Trust and Expense account with total figures of Punjab Pension Fund. This step has been taken by Management Committee for achieving overall better presentation of condensed interim financial information, efficiency in financial reporting process and reduction in related costs.

### 2 Basis of preparation

#### 2.1 Statement of compliance

This condensed interim financial information is un-audited and is being submitted to members of the management committee.

This condensed interim financial information has been prepared in accordance with the requirements of the Punjab Pension Fund Act 2007, Punjab Pension Fund Rules 2007 and the approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017. In case the requirements of the Punjab Pension Fund Act 2007, Punjab Pension Fund Rules 2007 or the directives issued by the Government of Punjab differ with the requirements of these standards, the requirements of the Punjab Pension Fund Act 2007, Punjab Pension Fund Rules 2007 and the requirements of the said directives shall prevail.

This condensed interim financial information does not include all the information required for full annual financial statements and should be read in conjunction with the annual financial statements of the Fund for the year ended June 30, 2018.

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## **2.2 Use of judgments and estimates**

The preparation of this condensed interim financial information 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.

In preparing this condensed interim financial information, the significant judgments made by the management in applying accounting policies and the key sources of estimates used were the same as those applied to the annual financial statements for the year ended 30 June 2018.

## **2.3 Taxation**

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

## **2.4 Financial Risk Management**

The financial risk management objectives and policies adopted are consistent with those disclosed in the annual financial statements for the year ended 30 June 2018.

## **3 Significant Accounting Policies**

Significant accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited annual financial statements of the Fund for the year end 30 June 2018 except financial instruments and revenue.

The new standards, amendments to the approved accounting standards and interpretations that are mandatory for accounting periods beginning on or after July 1, 2018, and has effect on financial statements of the Fund are as follows:

- IFRS 9 'Financial Instruments' - This standard replaces guidance in IAS 39 'Financial Instruments: Recognition and Measurement'. It includes requirements on the classification and measurement of financial assets and liabilities derecognition of financial instruments, impairment of financial assets and hedge accounting; it also includes an expected credit losses impairment model that replaces the current incurred loss impairment model.

Based on the assessment performed by the management, there is no significant impact of the changes laid down by IFRS 9 on these financial statements of the Fund.





### 3.1 Impact of adoption of IFRS 9

The following table explains the original measurement categories under IAS 39 and new measurement categories under IFRS 9 for each class of the Fund's financial assets and financial liabilities as at 1 July 2018:

<b>Financial assets</b>	<b>Original classification under IAS 39</b>	<b>New classification under IFRS 9</b>
<b><u>Trust</u></b>		
<b>Investments</b>		
- <i>government securities</i>	Available for Sale	Fair Value Through OCI
- <i>debt securities</i>	Available for Sale	Fair Value Through OCI
- <i>units of mutual fund</i>	Held for Trading	Fair Value Through P&L
- <i>term deposit receipts</i>	Amortized Cost	Amortized Cost
- <i>national saving scheme</i>	Amortized Cost	Amortized Cost
Cash equivalents	Cash and cash equivalents	Amortized Cost
Accrued interest	Amortized Cost	Amortized Cost
Security deposits	Amortized Cost	Amortized Cost
<b><u>Expense</u></b>		
Cash equivalents	Amortized Cost	Amortized Cost
Security deposits	Amortized Cost	Amortized Cost
<b>Financial liabilities</b>		
<b><u>Trust</u></b>		
Trustee fee payable	Amortized Cost	Amortized Cost
<b><u>Expense</u></b>		
Audit fee payable	Amortized Cost	Amortized Cost
Other payable	Amortized Cost	Amortized Cost

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	Trust (Un-Audited) 31 December 2018	Expense (Un-Audited) 31 December 2018	Fund - Total (Un-Audited) 31 December 2018	Fund - Total (Audited) 30 June 2018
	-	40,000	40,000	40,000
4.1	5,115,643,383	76,712,405	5,192,355,788	4,955,396,854
	7,246,497,365	-	7,246,497,365	73,150
4.2	21,600,000,000	-	21,600,000,000	12,399,994,000
	33,962,140,748	76,712,405	34,038,853,153	17,355,464,004
	33,962,140,748	76,752,405	34,038,893,153	17,355,504,004

Note

----- Rupees -----

#### 4 Cash and cash equivalents

Cash in hand				
Cash at bank		40,000	40,000	40,000
- saving accounts				
- current accounts				
- term deposit receipts				

4.1 These carry interest at the rate of 8.50% to 10.90% per annum (30 June 2018: 4.50% to 7.00% per annum).

4.2 These are placed with commercial banks having long term rating of AA- and above and carry interest at the rate of 7.20% to 11.50% per annum (30 June 2018: 7.20% per annum).

	Trust (Un-Audited) 31 December 2018	Expense (Un-Audited) 31 December 2018	Fund - Total (Un-Audited) 31 December 2018	Fund - Total (Audited) 30 June 2018
5.1	4,900,000,000	-	4,900,000,000	15,970,862,500
5.2	11,485,694,779	-	11,485,694,779	19,148,822,820
5.3	4,989,489,395	-	4,989,489,395	-
	21,375,184,174	-	21,375,184,174	35,119,685,320

Note

----- Rupees -----

#### 5 Investments

At amortised cost				
Fair value through OCI				
Fair value through P&L				
5.1 At amortised cost				
5.1.1	1,000,000,000	-	1,000,000,000	1,000,000,000
5.1.2	3,900,000,000	-	3,900,000,000	3,900,000,000
5.1.3	-	-	-	11,070,862,500
	4,900,000,000	-	4,900,000,000	15,970,862,500

5.1.1 Term Deposit Receipt ('TDR') has been placed with a commercial bank on 26 June 2014 with a tenure of 5 years and carries fixed interest at the rate of 12.05% (30 June 2018: 12.05%) per annum receivable semi-annually.

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

Issue date	Tenure - Years	Face value				Balance as at 31 December 2018				Fair value as percentage of net assets	Fair value as percentage of total investments
		As at 1 July 2018	Purchase during the period	Sales / matured during the period	As at 31 December 2018	Carrying value	Fair value	Appreciation / (diminution) in carrying value			
31-Oct-06	20 - Years	25,000,000	-	-	25,000,000	22,305,754	21,975,690	(330,064,00)	0.04%	0.10%	
30-Aug-08	20 - Years	900,000,000	-	-	900,000,000	874,667,602	892,792,318	18,124,716.00	1.59%	4.18%	
30-Aug-08	30 - Years	750,000,000	-	-	750,000,000	744,095,699	758,425,212	14,329,513.00	1.35%	3.55%	
18-Aug-11	15 - Years	25,000,000	-	-	25,000,000	23,960,506	24,410,331	449,826.00	0.04%	0.11%	
18-Aug-11	20 - Years	6,075,000,000	-	-	6,075,000,000	5,888,160,657	5,967,250,823	79,090,166.07	10.64%	27.92%	
19-Jul-12	10 - Years	3,000,000,000	-	-	3,000,000,000	3,354,906,205	2,974,920,815	#####	5.30%	13.92%	
		<b>10,775,000,000</b>	-	-	<b>10,775,000,000</b>	<b>10,908,096,423</b>	<b>10,639,775,189</b>	<b>(268,321,233)</b>			

- PIBs carry fixed interest at the rate ranging from 10.50% to 13.75% (30 June 2018: 10.50 % to 13.75 %) per annum receivable semi-annually.

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

Issue date	Tenure - Months	Face value				Balance as at 31 December 2018				Fair value as percentage of net assets	Fair value as percentage of total investments
		As at 1 July 2018	Purchase during the period	Sales / matured during the period	As at 31 December 2018	Carrying value	Fair value	Appreciation / (diminution) in carrying value			
26-Apr-18	3 Months	5,489,000,000	-	5,489,000,000	-	-	-	-	0.00%	0.00%	
19-Jul-18	3 Months	-	500,000,000	500,000,000	-	-	-	-	0.00%	0.00%	
2-Aug-18	3 Months	-	500,000,000	500,000,000	-	-	-	-	0.00%	0.00%	
30-Aug-18	3 Months	-	500,000,000	500,000,000	-	-	-	-	0.00%	0.00%	
11-Oct-18	3 Months	-	19,551,360,000	19,551,360,000	-	-	-	-	0.00%	0.00%	
25-Oct-18	3 Months	-	4,000,000,000	4,000,000,000	-	-	-	-	0.00%	0.00%	
		<b>5,489,000,000</b>	<b>25,051,360,000</b>	<b>30,540,360,000</b>	-	-	-	-			

- These bills were zero coupon and carried a yield ranging from 6.20% to 9.90% per annum (30 June 2018 : 5.96% to 6.81% per annum)

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

Name of issuer	Issue Date	Number of Certificates			Balance as at 31 December 2018			Fair value as percentage of net assets	Fair value as percentage of total investments	
		As at 1 July 2018	Purchase during the period	Sales during the period	As at 31 December 2018	Carrying value	Fair value			Appreciation / (diminution) in carrying value
WAPDA TFCs	27-Sep-13	100,000	-	-	100,000	214,285,714	213,556,071	(729,643)	0.38%	1.00%
Dawood Hercules	16-Nov-17	1,210	-	-	1,210	121,000,000	121,006,534	6,534	0.22%	0.57%
Dawood Hercules 2	1-Mar-18	3,000	-	-	3,000	300,000,000	300,000,300	300	0.53%	1.40%
BOP-PPTFC-2 - Related Party	23-Apr-18	2,150	-	-	2,150	214,957,000	211,356,685	(3,600,315)	0.38%	0.99%
		<b>106,360</b>	<b>-</b>	<b>-</b>	<b>106,360</b>	<b>850,242,714</b>	<b>845,919,590</b>	<b>(4,323,124)</b>		

-WAPDA TFCs have face value of Rs. 5000 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 (30 June 2018: 6 Month KIBOR plus 100 bps) per annum receivable semi-annually.

-Dawood Hercules Sukuk have face value of Rs. 100,000 per certificate. The principal redemption of such Sukuks is structured to be in eight semi-annual installments starting from 16 May 2019. These carry variable interest rate of 3 Month KIBOR plus 100 bps (30 June 2018: 3 Month KIBOR plus 100 bps) per annum receivable quarterly.

-Dawood Hercules Sukuk 2 have face value of Rs. 100,000 per certificate. The principal redemption of such Sukuks is structured to be in eight semi-annual installments starting from 01 September 2019. These carry variable interest rate of 3 Month KIBOR plus 100 bps (30 June 2018: 3 Month KIBOR plus 100 bps) per annum receivable quarterly.

-BOP-PPTFC-2 (Related Party) have face value of Rs. 100,000 per certificate. The principal redemption of such Sukuks 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 (30 June 2018: 6 Month KIBOR plus 125 bps) per annum receivable semi-annually.

5.3 Fair value through P&L

5.3.1 Units of Mutual Funds

Name of issuer	Number of Units			Balance as at 31 December 2018			Fair value as percentage of net assets	Fair value as percentage of total investments	
	As at 1 July 2018	Purchase during the year	Sales / Matured during the year	As at 31 December 2018	Carrying value	Fair value			Diminution in carrying value
NAFA Stock Fund	-	103,729,418	-	103,729,418	1,500,000,000	1,345,961,813.00	(154,038,187)	2.40%	6.30%
Al Ameen Shariah Stock Fund	-	5,431,409	-	5,431,409	700,000,000	667,465,860.00	(32,534,140)	1.19%	3.12%
UBL Stock Advantage Fund	-	11,096,316	-	11,096,316	750,000,000	683,089,214.00	(66,910,786)	1.22%	3.20%
National Investment (Unit) Trust	-	9,465,560	-	9,465,560	650,000,000	600,021,843.00	(49,978,157)	1.07%	2.81%
MCB Pakistan Stock Market Fund	-	11,794,969	-	11,794,969	1,100,000,000	996,836,482.50	(103,163,518)	1.78%	4.66%
Atlas Stock Market Fund	-	786,683	-	786,683	500,000,000	427,892,634.00	(72,107,366)	0.76%	2.00%
Lakson Equity Fund	-	2,600,039	-	2,600,039	300,000,000	268,221,548.00	(31,778,452)	0.48%	1.25%
	<b>-</b>	<b>144,904,394</b>	<b>-</b>	<b>144,904,394</b>	<b>5,500,000,000</b>	<b>4,989,489,395</b>	<b>(510,510,606)</b>	<b>8.90%</b>	<b>23.34%</b>

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Trust (Un-Audited) 31 December 2018	Expense (Un-Audited) 31 December 2018	Fund - Total (Un-Audited) 31 December 2018	Fund - Total (Audited) 30 June 2018
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----- Rupees -----

## 6 Accrued interest

Term Deposit Receipts	94,613,699	-	94,613,699	70,410,064
Interest on Bank Accounts	4,996,045	-	4,996,045	-
National Savings Account and Certificates	16,766,929	-	16,766,929	110,658,788
Pakistan Investment Bonds	530,443,937	-	530,443,937	527,628,637
Term Finance Certificates & Sukuks	14,149,406	-	14,149,406	11,152,309
	<u>660,970,016</u>	<u>-</u>	<u>660,970,016</u>	<u>719,849,798</u>

## 7 Contingencies and commitments

There were no contingencies and commitments as at 31 December 2018.

Trust (Un-Audited) 31 December 2018	Expense (Un-Audited) 31 December 2018	Fund - Total (Un-Audited) 31 December 2018	Fund - Total (Un-Audited) 31 December 2017
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----- Rupees -----

## 8 Operating expenses

Salaries and wages	-	15,927,220	15,927,220	18,288,564
Rent	-	1,976,538	1,976,538	2,002,118
Utilities	-	701,896	701,896	531,006
Repair and maintenance	-	219,687	219,687	194,885
Vehicle running expenses	-	255,694	255,694	163,017
Conveyance Expense	-	59,400	59,400	75,550
Traveling, lodging and boarding	-	146,547	146,547	58,998
Fee and subscription	-	497,224	497,224	261,036
Printing and stationery	-	134,608	134,608	317,480
Courier and postage	-	7,847	7,847	6,884
Office and other expenses	-	791,903	791,903	518,270
Depreciation	-	639,457	639,457	409,235
Advertisement	-	72,302	72,302	33,672
Training and development	-	115,222	115,222	41,760
Miscellaneous	-	153,867	153,867	96,367
	-	<u>21,699,412</u>	<u>21,699,412</u>	<u>22,998,842</u>

*GA*



9 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:

- 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 except for those financial assets and financial liabilities whose carrying amounts are reasonable approximation of their fair values.

	Carrying amount		Fair value					
	Fair value through P&L	Fair value through OCI	At amortised cost	Total	Level 1	Level 2	Level 3	Total
----- Rupees -----								
<b>As at 31 December 2018</b>								
<b><u>Financial assets - measured at fair value</u></b>								
<b><u>Trust</u></b>								
Investments	-	-	-	10,908,096,423	-	10,639,775,189	-	10,639,775,189
- government securities	-	850,242,714	-	850,242,714	845,919,590	-	-	845,919,590
- debt securities	5,500,000,000	-	-	5,500,000,000	4,989,489,395	-	-	4,989,489,395
- units of mutual fund	-	-	-	-	-	-	-	-
<b><u>Financial assets - not measured at fair value</u></b>								
<b><u>Trust</u></b>								
Investments	-	-	1,000,000,000	1,000,000,000	-	-	-	-
- term deposit receipts	-	-	3,900,000,000	3,900,000,000	-	-	-	-
- national saving scheme	-	-	33,962,140,748	33,962,140,748	-	-	-	-
Cash equivalents	-	-	660,970,016	660,970,016	-	-	-	-
Accrued interest	-	-	100,000	100,000	-	-	-	-
Security deposits	-	-	-	-	-	-	-	-
<b><u>Expense</u></b>								
Cash equivalents	-	-	76,712,405	76,712,405	-	-	-	-
Security deposits	-	-	660,000	660,000	-	-	-	-
	5,500,000,000	11,758,339,137	39,600,583,169	56,858,922,306	5,835,408,985	10,639,775,189	-	16,475,184,174
<b><u>Financial liabilities - not measured at fair value</u></b>								
<b><u>Trust</u></b>								
Trustee fee payable	-	-	898,598	898,598	-	-	-	-
<b><u>Expense</u></b>								
Audit fee payable	-	-	440,000	440,000	-	-	-	-
Other payable	-	-	241,738	241,738	-	-	-	-
	-	-	1,580,336	1,580,336	-	-	-	-

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	Carrying amount		Fair value				
	Available for sale	Deposits	Total	Level 1	Level 2	Level 3	Total
----- Rupees -----							
<i>Financial assets - measured at fair value</i>							
<i>Trust</i>							
Investments							
- government securities	16,413,087,503	-	16,413,087,503	-	18,260,826,520	-	18,260,826,520
- debt securities	886,000,000	-	886,000,000	887,996,300	-	-	887,996,300
<i>Financial assets - not measured at fair value</i>							
<i>Trust</i>							
Investments							
- term deposit receipts	-	1,000,000,000	1,000,000,000	-	-	-	-
- national saving scheme	-	14,970,862,500	14,970,862,500	-	-	-	-
Cash equivalents	-	17,255,747,951	17,255,747,951	-	-	-	-
Accrued interest	-	719,849,798	719,849,798	-	-	-	-
Security deposits	-	100,000	100,000	-	-	-	-
<i>Expense</i>							
Cash equivalents	-	99,716,053	99,716,053	-	-	-	-
Security deposits	-	660,000	660,000	-	-	-	-
	17,299,087,503	34,046,936,302	51,346,023,805	887,996,300	18,260,826,520	-	19,148,822,820

*Financial liabilities - not measured at fair value*

<i>Trust</i>							
Trustee fee payable	-	-	1,703,608	1,703,608	-	-	-
<i>Expense</i>							
Audit fee payable	-	-	688,900	688,900	-	-	-
Other Payable	-	-	141,321	141,321	-	-	-
	-	-	2,533,829	2,533,829	-	-	-

*CA*

As at 30 June 2018



## 10 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:

	Trust (Un-Audited) 31 December 2018	Expense (Un-Audited) 31 December 2018	Fund - Total (Un-Audited) 31 December 2018	Fund - Total (Un-Audited) 31 December 2017
----- Rupees -----				
<b>Transactions with</b>				
<i>Central Depository Company of Pakistan Limited</i>				
- Trustee fee expense for the period	5,229,323	-	5,229,323	4,991,075
- Custody Fee	3,955	-	3,955	1,130
<i>Interest income</i>				
- Saving Accounts - BOP	39,789,149	2,997,490	42,786,639	14,523,761
- Term Deposit Receipts - BOP	60,745,205	-	60,745,205	60,745,205
- BOP-PPTFC-2	9,748,371	-	9,748,371	-
<i>Members of Management Committee</i>				
- Salary and bonus paid to General Manager	-	7,350,000	7,350,000	7,350,000
- Fee paid to members	-	450,000	450,000	250,000
	Trust (Un-Audited) 31 December 2018	Expense (Un-Audited) 31 December 2018	Fund - Total (Un-Audited) 31 December 2018	Fund - Total (Audited) 30 June 2018
----- Rupees -----				
<b>Balances with</b>				
<i>Central Depository Company of Pakistan Limited</i>				
- Trustee fee payable	898,598	-	898,598	1,703,608
<i>Investments</i>				
- Bank balances - BOP	20,003,870	76,712,405	96,716,275	140,054,725
- Term Deposit Receipts - BOP	1,000,000,000	-	1,000,000,000	1,000,000,000
- BOP-PPTFC-2	214,957,000	-	214,957,000	215,000,000
<i>Accrued income</i>				
- Term Deposit Receipts	60,745,205	-	60,745,205	70,410,064
- Saving Accounts - BOP	4,996,045	-	4,996,045	-
- BOP-PPTFC-2	4,509,975	-	4,509,975	3,137,238
- WAPDA TFCs	5,354,207	-	5,354,207	4,970,959

## 11 Date of authorization for issue

This condensed interim financial information for the six months period ended 31 December 2018 was authorized for issue on December 05, 2022 by the Management Committee of the Fund.

## 12 General

12.1 Figures have been rounded off to the nearest rupees.

12.2 Corresponding figures have been rearranged wherever necessary, for the purpose of comparison. However, there were no material reclassification or rearrangement to report.

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim statement of assets and liabilities has been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim income statement, the condensed interim statement of comprehensive income, condensed interim statement of movement in accumulated pension fund and condensed interim cash flow statement have been compared with the balances of condensed interim half yearly financial information of comparable period.

*SMC*

Lahore

  
General Manager

  
Chairman