

**Punjab Pension Fund**

**Condensed Interim Financial Information for the period ended  
31 December 2015**



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

### **Introduction**

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Punjab Pension Fund** ("the Fund") as at 31 December 2015 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of movement in accumulated pension fund together with the notes forming part thereof for the six-month period then ended (here-in-after referred to as "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 condensed interim financial information based on our review.

### **Scope of review**

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

### **Conclusion**

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

*M. Arif*



KPMG Taseer Hadi & Co.

Other matters

The figures for the three months period ended 31 December 2015 and 31 December 2014 in the condensed interim income statement, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of movement in accumulated pension fund have not been reviewed and we do not express a conclusion on them.

Date: 25 October 2016

Lahore

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

# Punjab Pension Fund

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

As at 31 December 2015

|                                      | Note | (Un-Audited)<br>31 December<br>2015<br>Rupees | (Audited)<br>30 June<br>2015<br>Rupees |
|--------------------------------------|------|-----------------------------------------------|----------------------------------------|
| <b><u>Non-current assets</u></b>     |      |                                               |                                        |
| Operating fixed assets               |      | 324,066                                       | 433,950                                |
| Investments                          | 4    | 27,702,409,520                                | 27,313,308,575                         |
| <b><u>Current assets</u></b>         |      |                                               |                                        |
| Accrued interest                     | 5    | 676,900,911                                   | 660,619,011                            |
| Advances deposits and prepayments    |      | 1,516,250                                     | 1,475,000                              |
| Cash and cash equivalents            | 6    | 8,758,174,699                                 | 7,324,730,962                          |
| <b>Total assets</b>                  |      | <b>37,139,325,446</b>                         | <b>35,300,567,498</b>                  |
| <b><u>Current liabilities</u></b>    |      |                                               |                                        |
| Trustee fee payable                  |      | 697,225                                       | 577,369                                |
| Brokerage payable                    |      | 57,000                                        | -                                      |
| Accrued expenses                     |      | 564,000                                       | 727,646                                |
| <b>Total liabilities</b>             |      | <b>1,318,225</b>                              | <b>1,305,015</b>                       |
| <b>Contingencies and commitments</b> | 7    | -                                             | -                                      |
| <b>Net assets</b>                    |      | <b>37,138,007,221</b>                         | <b>35,299,262,483</b>                  |
| <b>Represented by:</b>               |      |                                               |                                        |
| Accumulated Pension Fund             |      | <b>37,138,007,221</b>                         | <b>35,299,262,483</b>                  |

The annexed notes 1 to 11 form an integral part of these condensed interim financial information.

ANNEX 2-4

Lahore

General Manager

Private Member

Chairman

Punjab Pension Fund  
 Condensed Interim Income Statement (Un-Audited)  
 For the half year and quarter ended 31 December 2015

|                                                                | Half year ended      |                      | Quarter ended       |                      |
|----------------------------------------------------------------|----------------------|----------------------|---------------------|----------------------|
|                                                                | 31 December<br>2015  | 31 December<br>2014  | 31 December<br>2015 | 31 December<br>2014  |
| <i>Note</i> ----- Rupees -----                                 |                      |                      |                     |                      |
| <b><u>Income</u></b>                                           |                      |                      |                     |                      |
| Income from Term Deposit Receipts and National Savings Account | 1,236,532,293        | 467,549,715          | 627,185,039         | 337,618,320          |
| Income from Pakistan Investment Bonds - net                    | 526,259,506          | 993,123,888          | 259,031,684         | 423,825,947          |
| Income from Term Finance Certificates                          | 24,236,650           | 34,965,590           | 10,886,369          | 17,490,959           |
| Income from Market Treasury Bills                              | 4,552,717            | 40,056,458           | 1,773,237           | 4,494,760            |
| Capital gain on sale of investment - net                       | 12,745,940           | 690,336,642          | 12,412,332          | 653,590,131          |
| Other Income                                                   | 3,600                | 5,200                | 3,600               | 5,200                |
|                                                                | 1,804,330,706        | 2,226,037,493        | 911,292,261         | 1,437,025,317        |
| <b><u>Expenditure</u></b>                                      |                      |                      |                     |                      |
| Operating expenses                                             | 23,097,497           | 13,680,486           | 14,239,409          | 7,226,572            |
| Trustee fee and custody charges                                | 4,099,575            | 2,978,085            | 2,064,310           | 1,523,287            |
| Brokerage expense                                              | 57,000               | 514,360              | 57,000              | 275,000              |
| Bank charges                                                   | 7,138                | 16,333               | 3,245               | 8,892                |
|                                                                | 27,261,210           | 17,189,264           | 16,363,964          | 9,033,751            |
| <b>Net income for the period</b>                               | <b>1,777,069,496</b> | <b>2,208,848,229</b> | <b>894,928,297</b>  | <b>1,427,991,566</b> |


The annexed notes 1 to 11 form an integral part of these condensed interim financial information.

**Notes**

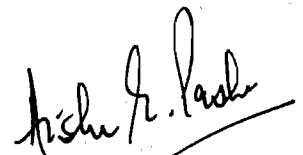


Lahore

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 2015

|                                                                                                                           | Half year ended      |                      | Quarter ended       |                      |
|---------------------------------------------------------------------------------------------------------------------------|----------------------|----------------------|---------------------|----------------------|
|                                                                                                                           | 31 December<br>2015  | 31 December<br>2014  | 31 December<br>2015 | 31 December<br>2014  |
|                                                                                                                           | Rupees               |                      |                     |                      |
| Net income for the period                                                                                                 | 1,777,069,496        | 2,208,848,229        | 894,924,404         | 1,427,984,125        |
| <b><u>Other comprehensive income</u></b>                                                                                  |                      |                      |                     |                      |
| <i>Items that are to be classified subsequently to<br/>income statement:</i>                                              |                      |                      |                     |                      |
| Unrealised appreciation / (diminution) during the<br>period on remeasurement of 'available<br>for sale' investments - net | 61,675,242           | 1,024,844,700        | (156,458,164)       | 1,344,646,047        |
| <b>Total comprehensive income for the period</b>                                                                          | <b>1,838,744,738</b> | <b>3,233,692,929</b> | <b>738,466,240</b>  | <b>2,772,630,172</b> |

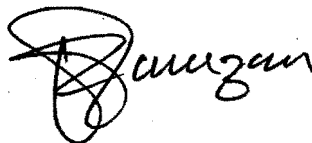
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Lahore

General Manager



Private Member



Chairman

Punjab Pension Fund  
Condensed Interim Cash Flow Statement (Un-Audited)  
For the half year and quarter ended 31 December 2015

|                                                                             | Half year ended     |                     | Quarter ended       |                     |
|-----------------------------------------------------------------------------|---------------------|---------------------|---------------------|---------------------|
|                                                                             | 31 December<br>2015 | 31 December<br>2014 | 31 December<br>2015 | 31 December<br>2014 |
| <i>Note</i> ----- Rupees -----                                              |                     |                     |                     |                     |
| <b><u>Cash flow from operating activities</u></b>                           |                     |                     |                     |                     |
| Net income for the period                                                   | 1,777,069,496       | 2,208,848,229       | 894,924,404         | 1,427,984,125       |
| <b>Adjustments for non cash items:</b>                                      |                     |                     |                     |                     |
| Premium / (discount) on Pakistan Investment Bonds                           | 161,470             | (19,346,249)        | (5,257,215)         | (5,460,609)         |
| Discount on Marketable Treasury Bills                                       | (4,552,717)         | (40,056,458)        | (158,992)           | (4,494,760)         |
| Discount on Term Finance Certificates                                       | (757,990)           | (757,990)           | (244,362)           | (380,643)           |
| Depreciation on operating fixed assets                                      | 109,884             | 104,211             | 54,942              | 53,133              |
|                                                                             | (5,039,353)         | (60,056,486)        | (5,605,627)         | (10,282,879)        |
| <b><u>Changes in working capital</u></b>                                    |                     |                     |                     |                     |
| <b>(Increase) / decrease in current assets:</b>                             |                     |                     |                     |                     |
| Accrued interest                                                            | (16,281,900)        | 295,767,622         | (59,989,381)        | (179,111,198)       |
| Advances deposits and prepayments                                           | (41,250)            | (1,135,420)         | 20,625              | -                   |
| <b>(Decrease) / increase in current liabilities:</b>                        |                     |                     |                     |                     |
| Trustee fee payable                                                         | 119,856             | 68,738              | (1,337,519)         | 51,083              |
| Accrued Expenses                                                            | (163,646)           | (355,509)           | (193,500)           | (490,539)           |
| Brokerage payable                                                           | 57,000              | (126,974)           | 57,000              | (254,415)           |
|                                                                             | (16,309,940)        | 294,218,457         | (61,442,775)        | (179,805,069)       |
| Net cash generated from operations                                          | 1,755,720,203       | 2,443,010,200       | 827,876,002         | 1,237,896,177       |
| <b><u>Cash flow from investing activities</u></b>                           |                     |                     |                     |                     |
| Investments - net                                                           | (322,276,466)       | (7,077,200,899)     | 42,287              | (5,509,591,476)     |
| Fixed capital expenditure                                                   | -                   | (121,500)           | -                   | (121,500)           |
| Net cash (used in) / generated from investing activities                    | (322,276,466)       | (7,077,322,399)     | 42,287              | (5,509,712,976)     |
| <b><u>Cash flow from financing activities</u></b>                           |                     |                     |                     |                     |
| Amount contributed by the Governmnet through<br>the Reserve Pension Fund    | -                   | 1,000,000,000       | -                   | 1,000,000,000       |
| Cash generated from financing activities                                    | -                   | 1,000,000,000       | -                   | 1,000,000,000       |
| Net increase / (decrease) in cash and cash equivalents<br>during the period | 1,433,443,737       | (3,634,312,199)     | 827,918,289         | (3,271,816,799)     |
| Cash and cash equivalents at beginning of the period                        | 7,324,730,962       | 5,518,659,051       | 7,930,256,410       | 5,156,163,651       |
| Cash and cash equivalents at end of the period                              | 6 8,758,174,699     | 1,884,346,852       | 8,758,174,699       | 1,884,346,852       |

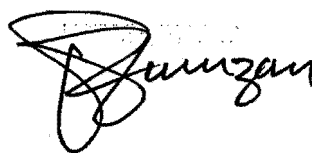
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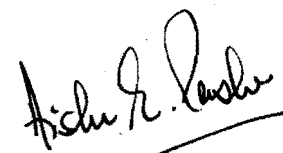


Lahore

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 2015

|                                                                                                                  | Half year ended     |                     | Quarter ended       |                     |
|------------------------------------------------------------------------------------------------------------------|---------------------|---------------------|---------------------|---------------------|
|                                                                                                                  | 31 December<br>2015 | 31 December<br>2014 | 31 December<br>2015 | 31 December<br>2014 |
|                                                                                                                  | ----- Rupees -----  |                     |                     |                     |
| Balance as at 30 June                                                                                            | 35,299,262,483      | 24,750,025,337      | 36,399,540,981      | 25,211,088,094      |
| Amount contributed by the Government through<br>the Reserve Pension Fund                                         | -                   | 1,000,000,000       | -                   | 1,000,000,000       |
| <b><i>Total comprehensive income for the period</i></b>                                                          |                     |                     |                     |                     |
| Net income for the period                                                                                        | 1,777,069,496       | 2,208,848,229       | 894,924,404         | 1,427,984,125       |
| Unrealised appreciation / (diminution) during the period<br>on remeasurement of 'available for sale' investments | 61,675,242          | 1,024,844,700       | (156,458,164)       | 1,344,646,047       |
|                                                                                                                  | 1,838,744,738       | 3,233,692,929       | 738,466,240         | 2,772,630,172       |
| Balance as at 31 December                                                                                        | 37,138,007,221      | 28,983,718,266      | 37,138,007,221      | 28,983,718,266      |

The annexed notes 1 to 11 form an integral part of these condensed interim financial information.

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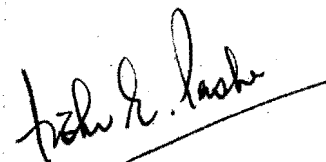


Lahore

General Manager



Private Member



Chairman



# Punjab Pension Fund

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

For the half year ended 31 December 2015

### 1 Reporting entity

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, debt securities and bank deposits.

This condensed interim financial information represent the merged position of the Fund. Condensed interim financial informations of the 'Trust' and 'Expense' accounts 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 Basis of preparation

#### 2.1 Statement of compliance

This condensed interim financial information has been presented in accordance with the requirements of the Act, the Rules and the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards ("IFRSs") as notified under the provisions of the Companies Ordinance, 1984. Wherever, the requirements of the Act and the Rules differ with the requirements of these standards, the requirements of the Act and the Rules 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 of the fund as at and for the year ended 30 June 2015.

#### 2.2 Significant estimates

The preparation of the 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 the 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 2015.

#### 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 these 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 2015.

### 3 Significant Accounting Policies

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial information are the same as those applied in the preparation of the audited annual financial statements of the fund as at and for the year end 30 June 2015.

3.1 There were certain other new standards and amendments to the approved accounting standards which became effective during the period but are considered not to be relevant or have any significant effect on the Fund's operations and are, therefore, not disclosed.

In addition to the above, following standards, amendments and interpretations of approved accounting standards will be effective for accounting periods beginning on or after 01 January 2016:

| Standard or Interpretation                 | Effective date<br>(accounting<br>periods<br>beginning on or<br>after) |
|--------------------------------------------|-----------------------------------------------------------------------|
| IAS 19 - Employee Benefits                 | 01 January 2016                                                       |
| IAS 38 - Intangible Assets                 | 01 January 2016                                                       |
| IAS 16 - Property, Plant and Equipment     | 01 January 2016                                                       |
| IFRS 7- Financial Instruments- Disclosures | 01 January 2016                                                       |
| IAS 34 - Interim Financial Reporting       | 01 January 2016                                                       |

|                                                   | Note  | (Un-Audited)<br>31 December<br>2015<br>Rupees | (Audited)<br>30 June<br>2015<br>Rupees |
|---------------------------------------------------|-------|-----------------------------------------------|----------------------------------------|
| <b>4 Investments</b>                              |       |                                               |                                        |
| - Held to maturity                                | 4.1   | 17,926,070,600                                | 17,285,700,000                         |
| - Available for sale                              | 4.2   | 9,776,338,920                                 | 10,027,608,575                         |
|                                                   |       | <u>27,702,409,520</u>                         | <u>27,313,308,575</u>                  |
| <b>4.1 Held to maturity</b>                       |       |                                               |                                        |
| Term deposit receipts                             | 4.1.1 | 1,000,000,000                                 | 1,000,000,000                          |
| National Savings Account - <i>Regular Income</i>  | 4.1.2 | 3,900,000,000                                 | 3,900,000,000                          |
| National Savings Account - <i>Special Savings</i> | 4.1.3 | 13,026,070,600                                | 12,385,700,000                         |
|                                                   |       | <u>17,926,070,600</u>                         | <u>17,285,700,000</u>                  |

4.1.1 Deposit has been placed with commercial bank and carries interest at the rate of 12.05% per annum (30 June 2015: 12.05%).

4.1.2 These carry interest at the rate of 12.30% per annum (30 June 2015 : 12.30%).

4.1.3 These carry interest at the rate of 7.60% to 11.60% per annum (30 June 2015 : 7.60% to 11.60%).

#### 4.2 Available for Sale

|                                               | Note  | Carrying value                                |                                        | Fair value                                    |                                        |
|-----------------------------------------------|-------|-----------------------------------------------|----------------------------------------|-----------------------------------------------|----------------------------------------|
|                                               |       | (Un-Audited)<br>31 December<br>2015<br>Rupees | (Audited)<br>30 June<br>2015<br>Rupees | (Un-Audited)<br>31 December<br>2015<br>Rupees | (Audited)<br>30 June<br>2015<br>Rupees |
| <i>Government securities</i>                  |       |                                               |                                        |                                               |                                        |
| - Pakistan Investment Bond                    | 4.2.1 | 7,510,020,266                                 | 7,788,251,404                          | 9,247,850,792                                 | 9,461,572,575                          |
| - Market Treasury Bills                       | 4.2.2 | -                                             | -                                      | -                                             | -                                      |
| Debt Securities- Term Finance<br>Certificates | 4.2.3 | 524,101,460                                   | 558,815,219                            | 528,488,128                                   | 566,036,000                            |
|                                               |       | <u>8,034,121,726</u>                          | <u>8,347,066,623</u>                   | <u>9,776,338,920</u>                          | <u>10,027,608,575</u>                  |
| Fair value adjustment                         |       | <u>1,742,217,194</u>                          | <u>1,680,541,952</u>                   |                                               |                                        |
|                                               |       | <u>9,776,338,920</u>                          | <u>10,027,608,575</u>                  |                                               |                                        |

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4.2.1 Government Securities - Pakistan Investment Bonds

| Issue date         | Tenure - Years | Face value           |                            |                                   | Balance as at 31 December 2015 |                      |                      | Fair value as percentage of net assets | Fair value as percentage of total investments |              |
|--------------------|----------------|----------------------|----------------------------|-----------------------------------|--------------------------------|----------------------|----------------------|----------------------------------------|-----------------------------------------------|--------------|
|                    |                | As at 1 July 2015    | Purchase during the period | Sales / Matured during the period | As at 31 December 2015         | Carrying value       | Fair value           |                                        |                                               | Appreciation |
| ----- Rupees ----- |                |                      |                            |                                   |                                |                      |                      |                                        |                                               |              |
| 31-Oct-06          | 20 - Years     | 25,000,000           | -                          | -                                 | 25,000,000                     | 21,464,597           | 26,629,484           | 5,164,887                              | 0.07                                          | 0.10         |
| 30-Aug-08          | 20 - Years     | 900,000,000          | -                          | -                                 | 900,000,000                    | 867,577,247          | 1,093,196,370        | 225,619,123                            | 2.94                                          | 3.95         |
| 30-Aug-08          | 30 - Years     | 750,000,000          | -                          | -                                 | 750,000,000                    | 743,016,486          | 919,852,736          | 176,836,250                            | 2.48                                          | 3.32         |
| 18-Aug-11          | 15 - Years     | 25,000,000           | -                          | -                                 | 25,000,000                     | 23,601,066           | 30,004,461           | 6,403,395                              | 0.08                                          | 0.11         |
| 18-Aug-11          | 20 - Years     | 6,075,000,000        | -                          | -                                 | 6,075,000,000                  | 5,854,360,870        | 7,178,167,741        | 1,323,806,871                          | 19.33                                         | 25.91        |
| 19-Jul-12          | 10 - Years     | 250,000,000          | -                          | 250,000,000                       | -                              | -                    | -                    | -                                      | -                                             | -            |
|                    |                | <b>8,025,000,000</b> | <b>-</b>                   | <b>250,000,000</b>                | <b>7,775,000,000</b>           | <b>7,510,020,266</b> | <b>9,247,850,792</b> | <b>1,737,830,526</b>                   |                                               |              |

- These bonds carry interest at the rate ranging from 10.50% to 13.75% per annum (30 June 2015 : 10.50 % to 13.75 % per annum).

4.2.2 Government Securities - Market Treasury Bills

| Issue date         | Tenure - Months | Face value        |                            |                                   | Balance as at 31 December 2015 |                |            | Fair value as percentage of net assets | Fair value as percentage of total investments |              |
|--------------------|-----------------|-------------------|----------------------------|-----------------------------------|--------------------------------|----------------|------------|----------------------------------------|-----------------------------------------------|--------------|
|                    |                 | As at 1 July 2015 | Purchase during the period | Sales / Matured during the period | As at 31 December 2015         | Carrying value | Fair value |                                        |                                               | Appreciation |
| ----- Rupees ----- |                 |                   |                            |                                   |                                |                |            |                                        |                                               |              |
| 20-Aug-15          | 3 Months        | -                 | 225,000,000                | 225,000,000                       | -                              | -              | -          | -                                      | -                                             | -            |
| 20-Aug-15          | 6 Months        | -                 | 225,000,000                | 225,000,000                       | -                              | -              | -          | -                                      | -                                             | -            |
|                    |                 | <b>-</b>          | <b>450,000,000</b>         | <b>450,000,000</b>                | <b>-</b>                       | <b>-</b>       | <b>-</b>   | <b>-</b>                               | <b>-</b>                                      | <b>-</b>     |

- These bills carried interest at the rate ranging from 7.07% to 7.12% per annum (30 June 2015 : 7.59% to 10.45% per annum).

4.2.3 Debt Securities - Term Finance Certificates

| Name of issuer     | Issue Date | Number of Certificates |                            |                         | Balance as at 31 December 2015 |                    |                    | Fair value as percentage of net assets | Fair value as percentage of total investments |              |
|--------------------|------------|------------------------|----------------------------|-------------------------|--------------------------------|--------------------|--------------------|----------------------------------------|-----------------------------------------------|--------------|
|                    |            | As at 1 July 2015      | Purchase during the period | Sales during the period | As at 31 December 2015         | Carrying value     | Fair value         |                                        |                                               | Appreciation |
| ----- Rupees ----- |            |                        |                            |                         |                                |                    |                    |                                        |                                               |              |
| Engro Perpetual I  | 18-Mar-08  | 20,000                 | -                          | -                       | 20,000                         | 95,530,032         | 99,916,700         | 4,386,668                              | 0.27                                          | 0.36         |
| WAPDA-TFC          | 8-Sep-13   | 100,000                | -                          | -                       | 100,000                        | 428,571,428        | 428,571,428        | -                                      | 1.15                                          | 1.55         |
|                    |            | <b>120,000</b>         | <b>-</b>                   | <b>-</b>                | <b>120,000</b>                 | <b>524,101,460</b> | <b>528,488,128</b> | <b>4,386,668</b>                       |                                               |              |

- These certificates carry interest at the rate ranging from 7.60% to 8.71% per annum (30 June 2015 : 8.94% to 10.34% per annum).

Grand Total

**8,034,121,726      9,776,338,920      1,742,217,194**

10/11/15

|          |                                  | (Un-Audited)<br>31 December<br>2015<br>Rupees | (Audited)<br>30 June<br>2015<br>Rupees |
|----------|----------------------------------|-----------------------------------------------|----------------------------------------|
| <b>5</b> | <b>Accrued interest</b>          |                                               |                                        |
|          | Term deposit receipts            | 11,930,740                                    | 7,043,835                              |
|          | National Savings Account         | 288,402,704                                   | 272,460,863                            |
|          | Pakistan Investment Bonds        | 365,501,954                                   | 367,147,995                            |
|          | Term Finance Certificates        | 11,065,513                                    | 13,966,318                             |
|          |                                  | <u>676,900,911</u>                            | <u>660,619,011</u>                     |
| <b>6</b> | <b>Cash and cash equivalents</b> |                                               |                                        |
|          | Cash in hand                     | 40,000                                        | 40,000                                 |
|          | <i>Cash at bank</i>              |                                               |                                        |
|          | Saving accounts                  | 6.1 197,604,216                               | 224,233,286                            |
|          | Current accounts                 | 19,866                                        | 457,676                                |
|          | Term deposit receipts            | 6.2 8,560,510,617                             | 7,100,000,000                          |
|          |                                  | <u>8,758,134,699</u>                          | <u>7,324,690,962</u>                   |
|          |                                  | <u>8,758,174,699</u>                          | <u>7,324,730,962</u>                   |

6.1 These saving accounts carry interest at the rate of 4.50% to 6.30% per annum (30 June 2015: 6.50% per annum).

6.2 Term deposit receipts placed with commercial bank carries interest at the rate of 7.15 to 7.25% per annum (30 June 2015: 7.25% to 7.50% per annum).

#### 7 Contingencies and commitments

There were no contingencies and commitments as at 31 December 2015.

|          | (Un-Audited)<br>31 December<br>2015<br>Rupees | (Un - Audited)<br>31 December<br>2014<br>Rupees |
|----------|-----------------------------------------------|-------------------------------------------------|
| <b>8</b> | <b>Operating expenses</b>                     |                                                 |
|          | Salaries and wages                            | 18,489,335                                      |
|          | Rent                                          | 1,732,500                                       |
|          | Utilities                                     | 452,409                                         |
|          | Repair and maintenance                        | 167,830                                         |
|          | Vehicle running expenses                      | 247,126                                         |
|          | Traveling, lodging and boarding               | 46,617                                          |
|          | Fee and subscription                          | 121,568                                         |
|          | Printing and stationery                       | 41,078                                          |
|          | Courier and postage                           | 1,934                                           |
|          | Legal and professional                        | 850,000                                         |
|          | Office and other expenses                     | 382,164                                         |
|          | Depreciation                                  | 109,884                                         |
|          | Auditors remuneration                         | 363,000                                         |
|          | Advertisement                                 | 59,928                                          |
|          | Training and development                      | -                                               |
|          | Bank charges                                  | 990                                             |
|          | Miscellaneous                                 | 31,134                                          |
|          |                                               | <u>23,097,497</u>                               |
|          |                                               | <u>13,680,486</u>                               |

9 **Transaction and balances with related parties**

The related parties comprise local associated companies, related group companies, Management Committee members of the Fund, 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 and amounts due to / (from) related parties are as follows:

|                                                                                          | (Un-Audited)<br>31 December<br>2015<br>Rupees | (Un-Audited)<br>31 December 2014<br>Rupees |
|------------------------------------------------------------------------------------------|-----------------------------------------------|--------------------------------------------|
| <b>Transactions with</b>                                                                 |                                               |                                            |
| <i>Central Depository Company</i>                                                        |                                               |                                            |
| - Trustee fee expense for the period                                                     | 4,097,435                                     | 2,963,173                                  |
| - Custody Fee - CDS Charges                                                              | 2,140                                         | 14,912                                     |
| <i>Bank of Punjab</i>                                                                    |                                               |                                            |
| - Term deposit receipts ("TDR") (matured) / placed during the period                     | (2,100,000,000)                               | 1,000,000,000                              |
| - Income on TDR realised during the period                                               | 97,690,411                                    | 62,958,904                                 |
| - Income on savings account realised during the period                                   | 5,853,690                                     | 16,539,643                                 |
| <i>Members of Management Committee</i>                                                   |                                               |                                            |
| - Salary and bonus paid to General Manager                                               | 10,500,000                                    | 5,250,000                                  |
| - Fee paid to members                                                                    | 80,000                                        | 4,000                                      |
|                                                                                          | (Un-Audited)<br>31 December<br>2015<br>Rupees | (Audited)<br>30 June<br>2015<br>Rupees     |
| <b>Balances with</b>                                                                     |                                               |                                            |
| <i>Central Depository Company</i>                                                        |                                               |                                            |
| - Trustee fee payable                                                                    | 697,225                                       | 577,369                                    |
| <i>Bank of Punjab</i>                                                                    |                                               |                                            |
| - Bank balances maintained                                                               | 86,391,095                                    | 168,864,385                                |
| - Investments (deposits)                                                                 | 1,000,000,000                                 | 1,000,000,000                              |
| - Accrued Interest receivable on term deposit receipts                                   | -                                             | 2,753,425                                  |
| - Term deposit receipts placed during the period classified in cash and cash equivalents | -                                             | 2,100,000,000                              |

10 **Date of authorization for issue**

The condensed interim financial informations were authorized for issue on ~~25 OCT 2016~~ by the Management Committee of the Fund.

11 **General**

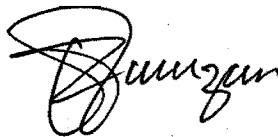
Figures have been rounded off to the nearest rupees.

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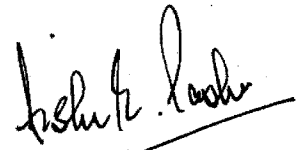


Lahore

General Manager



Private Member



Chairman