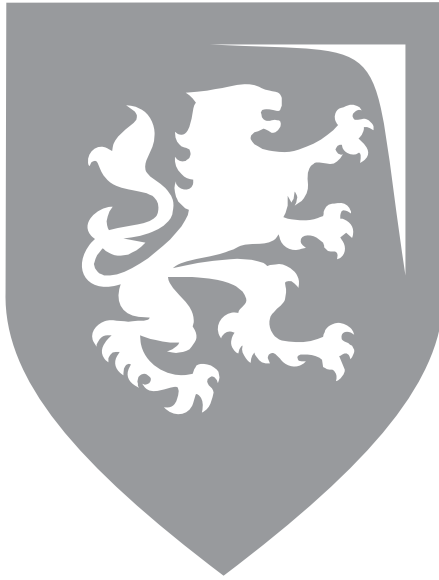


LAKSON MONEY MARKET FUND

Quarterly Report (March 31, 2015)



LAKSON INVESTMENTS
WE MANAGE YOUR MONEY, AS WE MANAGE OUR OWN

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Fund's Information

Management Company

Lakson Investments Limited
Head Office
Lakson Square, Building No.2,
Sarwar Shaheed Road,
Karachi-74200, Pakistan.
Phone: (9221) 3569.8000
Fax: (9221) 3568.1653
Web site: www.li.com.pk
E-mail: info@li.com.pk

Board of Directors of the Management Company

Mr. Iqbal Ali Lakhani - Chairman
Mr. Babar Ali Lakhani - Chief Executive Officer
Mr. A. Aziz H. Ebrahim
Mr. Mahomed J. Jaffer
Mr. Amin Mohammed Lakhani
Mr. Sher Afgan Malik
Mr. Daniel Scott Smaller
Mr. Zahid Zakiuddin

Chief Financial Officer & Company Secretary of the Management Company

Ms. Sana Quadri

Audit Committee

Mr. Zahid Zakiuddin - Chairman
Mr. A. Aziz H. Ebrahim
Mr. Iqbal Ali Lakhani
Mr. Sher Afgan Malik

Human Resource and Remuneration Committee

Mr. Iqbal Ali Lakhani - Chairman
Mr. Babar Ali Lakhani
Mr. Daniel Scott Smaller

Trustee

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

Auditors

BDO Ebrahim & Co.
Chartered Accountants
2nd Floor, Block C,
Lakson Square, Building No. 1,
Sarwar Shaheed Road,
Karachi - 74200.

Bankers to the Fund

Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
National Bank of Pakistan
United Bank Limited

Legal Adviser

Fazleghani Advocates
F-72/I, Block 8, KDA-5,
Kehkashan, Clifton,
Karachi, Pakistan.

Registrar

Lakson Investments Limited
Lakson Square Building No.2,
Sarwar Shaheed Road,
Karachi-74200, Pakistan

Distributors

Adam Securities
Amir Noorani
BMA Financial
Elixir Securities (Pvt.) Limited
Ismail Iqbal Securities
Metro Securities Pvt. Limited
Pearl Securities Pvt. Limited
Rabia Fida
Topline Securities (Pvt.) Limited
Vector Capital (Pvt.) Limited

Rating by PACRA

AA(f) : Fund Stability Rating
AM2- : Asset Manager Rating

Review Report of the Directors of the Management Company For the nine months period ended March 31, 2015

The Board of Directors of Lakson Investments Limited, the Management Company of the Lakson Money Market Fund ("LMMF") is pleased to submit its review report together with Condensed Interim Financial Information for the period ended March 31, 2015.

Fund Objective

The objective of the fund is to provide stable and competitive returns with low volatility that are in line with the money markets and consistent with capital preservation. Accordingly, the fund consists of a liquid portfolio of low risk, short-term investments.

Fund Profile

LMMF is an open end money market fund which invests in Government Securities, Certificate of Investments, Clean Placements, Term Deposit Receipts and other short term instruments. The weighted average maturity of the portfolio is kept below 3 months. LMMF invests in only those securities that have been assigned at least an "AA" rating by a rating agency in Pakistan and are of less than 6 months maturity. An in-depth credit analysis is conducted before taking any exposure to any counter party to mitigate the credit risk. Short maturity of the portfolio protects the Unit Holders against interest rate movements while enhancing the liquidity of the Fund. LMMF is allowed to borrow up to 15% of Net Assets to meet redemptions, however, LMMF did not utilize this facility during the period under review.

Fund performance

The LMMF yielded an annualized return of 8.67% during 9MFY15 compared to the Benchmark return of 8.88%. The LMMF underperformed the benchmark by 21 bps. As of March 31, 2015, the LMMF portfolio is invested 34% in T-Bills, 65% in Bank & DFIs, 1% cash while the weighted average maturity of the LMMF portfolio stands at 70 days. The fund size of the LMMF as of March 31, 2015 is PKR 6,049 million.

Earning per Unit (EPU)

EPU has not been disclosed as we feel the determination of weighted average units for calculating EPU is not practicable for open end funds.

Economic Review

While the first half of the year gripped the country with host of negatives, the third quarter surprised with a series of improvements in the country's macro environment. Pakistan's credit rating outlook was raised from Stable to Positive by Moody's Investors Service, as the economy steadily improved. Moreover, the rating agency's improved outlook has signaled that a rating upgrade has become a distinct possibility for the first time since 2006. The new outlook was based on a rapidly strengthening external liquidity position, continued efforts toward fiscal consolidation, and the government's steady progress in achieving structural reforms under the IMF program.

Declining international crude oil prices have brought windfall gains for the economy most notably in inflation which has declined to multi-year lows. CPI inflation further eased off during the quarter and averaged 3.2% YoY in 3QFY15 compared to 4.7% YoY witnessed during the previous quarter. Inflation started to abate after the government reduced the prices of petroleum products along with the electricity tariff; the effects of which were felt across the board. 9MFY15 average inflation has moderated to 5.2% YoY, compared to 8.6% during the corresponding period of last year. In line with

easing inflation, the State Bank of Pakistan ("SBP") reduced the discount rate by 150 bps to 8.0% during the two monetary policy meetings conducted in the quarter. The shift towards expansionary policy by the central bank came against the backdrop of a positive external account outlook. Interestingly, the SBP also toned down its inflation forecast for FY15 and now expects CPI to range between 4.0% to 5.0%.

On the fiscal side, the country was not able to meet the targets owing to some unforeseen reasons. According to provisional figures, the Federal Board of Revenue ("FBR") collected PKR 1,755 billion during 9MFY15, against PKR 1,575 billion in the corresponding period of last year, reflecting a YoY increase of 11.4%. Tax officials held tumbling petroleum product prices responsible for missing the revenue collection target during the 9M of current fiscal year. The current pace of tax collection indicates that government may not be able to achieve the twice-revised target of PKR 2,691 billion.

The most notable improvement in macro indicators was visible in the external account, as it improved on the back of a declining import bill along with financial inflows from multiple sources. The country received its sixth tranche of USD 550 million from IMF along with USD ~750 million on account of coalition support fund during 3QFY15. Meanwhile, the current account witnessed a surplus of USD 803 million during the first two months of the quarter, limiting the cumulative deficit for 8MFY15 to USD 1,614 million. The country topped up USD ~920 million to foreign exchange reserves during the quarter which have brought the reserves to USD 16.2 billion, providing an import cover of 5.5 months. With the secondary public offering of HBL a success FX reserves are expected to climb towards USD 18.0 billion. Despite a healthy reserve position the PKR depreciated by 1.3% against the greenback to close at 101.9, owing to strengthening of USD against global currencies.

Fixed Income Market Review

After keeping the discount rate steady at 10% in 1QFY15, the central bank cut the discount rate by 0.5% in 2QFY15. In the 3rd quarter of FY15, the central bank continued with its monetary easing stance and cut the discount rate by a further 1.5% to 8.0%. In the 19 t-bill auctions held so far during FY15, the government was able to raise over PKR 2.6 trillion. Yields have continued to decline across the board in this period as the 3-month yield has gone down from 9.48% in Dec '14 to 7.96% in the last auction held in March '15. Similarly, 6-month yields have gone down from 9.47% in Dec '14 to 7.94% in March '15 and 12-month yields have gone down from 9.42% to 7.84%. In the 9 PIB auctions held during FY15, approximately PKR 860 billion was realized and the yields on the 3 year, 5 year and 10 year bonds have declined by 3.89%, 3.89% and 3.50% respectively.

Real interest rates during 9MFY15 have averaged an astonishing 4.2% against the 1.5% average during FY10-FY14. With FX reserves projected to hit USD 18.0 billion by the end of FY15, there remains significant room for the SBP to continue cutting rates. There is now a very real possibility that the discount rate could drop below its all time low of 7.5% in the current year. In anticipation of this, market participants have built up historically high inventories of longer tenor bonds. This has resulted in a narrowing of the spread between these bonds and the discount rate which had been abnormally high at 2.2% over the last 3 years. Going forward this spread is expected to remain in line with the longer term trend of 1.0-1.5%.

Future Outlook

With the recovery in macroeconomic indicators on track the government should be able to continue its pro-growth fiscal and monetary policies. Energy reform will be instrumental in generating the desired level of GDP growth as it remains one of the main impediments to private investment. Recent developments on rationalizing gas and electricity tariffs, along with the injection of imported LNG into the system bode well in this regard. With yields on sovereign instruments projected to decline and capital adequacy ratios at comfortable levels, banks should begin lending to the private sector in order

to maintain profitability and fulfill their long neglected role as financial intermediaries. Capital markets, both debt and equity provide an excellent opportunity to capitalize on the higher growth trajectory.

Acknowledgement

The Board is thankful to its valued investors, the Securities and Exchange Commission of Pakistan, the State Bank of Pakistan, the Trustee of the Fund-Central Depository Company of Pakistan Limited and the management of the Lahore Stock Exchange for their continued cooperation and support. The Directors of the Management Company also acknowledge the efforts put in by the team of the Management Company for the growth and the prudent management of the Fund.

For and on Behalf of the Board

Dated: April 20, 2015

Babar Ali Lakhani
Chief Executive Officer

**Condensed Interim Statement of Assets and Liabilities
As at March 31, 2015**

Assets	Note	March 31, 2015 (Unaudited)	June 30, 2014 (Audited)
		(Rupees)	
Bank balances	5	3,069,751,684	4,909,444,639
Investments	6	2,067,711,498	1,186,711,533
Placements	7	1,000,000,000	1,390,000,000
Profit receivable	8	7,673,554	86,086,337
Prepayment		9,972	105,000
Deferred formation cost		-	148,731
Total assets		6,145,146,708	7,572,496,240
 Liabilities			
Remuneration payable to the Management Company	9	33,415,731	24,822,869
Remuneration payable to the Trustee		451,223	517,605
Annual fee payable to the Securities and Exchange Commission of Pakistan		3,890,890	5,946,531
Accrued expenses and other liabilities	10	58,811,300	50,963,067
Total liabilities		96,569,144	82,250,072
 Contingencies and commitments	 11		
 Net assets		6,048,577,564	7,490,246,168
 Unit holders' fund (as per the statement attached)		6,048,577,564	7,490,246,168
		(Number)	
 Number of units in issue		56,731,874	74,814,937
		(Rupees)	
 Net assets value per unit		106.6170	100.1170

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

**For Lakson Investments Limited
(Management Company)**

Chief Executive Officer

Director

Condensed Interim Income Statement (Unaudited)

For the nine months and quarter ended March 31, 2015

	Note	Nine months ended March 31,		Quarter ended March 31,	
		2015	2014	2015	2014
----- (Rupees) -----					
Income					
Mark-up income		516,931,156	561,807,830	144,215,691	196,528,985
Gain / (loss) on sale of held for trading investments - net		6,160,231	(688,080)	4,553,969	(646,363)
Unrealised appreciation / (diminution) in the fair value of investments - held for trading - net	6.1	989,863	(1,638,024)	49,398	(508,576)
		524,081,250	559,481,726	148,819,058	195,374,046
Expenses					
Remuneration to the Management Company		53,779,141	70,604,639	15,440,823	20,366,960
Sales tax on remuneration of Management Company		9,357,570	13,104,221	2,686,703	3,780,108
Federal Excise Duty on remuneration of Management Company	9.1	8,604,662	11,296,742	2,470,531	3,258,713
Remuneration to the Trustee		4,453,904	5,055,564	1,298,862	1,663,221
Annual fee to the Securities and Exchange Commission of Pakistan		3,890,890	4,492,552	1,113,930	1,478,291
Auditors' remuneration		257,757	243,273	43,977	85,563
Fees and subscription		186,387	105,096	61,222	34,521
Printing charges		25,120	27,486	7,397	14,361
Brokerage expenses		886,637	831,232	228,904	214,485
Amortisation of deferred formation cost		148,731	299,655	-	98,427
Bank charges		97,402	200,521	20,525	33,439
		81,688,201	106,260,981	23,372,874	31,028,089
Net income from operating activities		442,393,049	453,220,745	125,446,184	164,345,957
Element of (loss) / income and capital (losses) / gains in prices of units sold less those in units redeemed - net		(68,272,931)	(6,927,708)	(29,137,500)	2,653,533
Provision for Workers' Welfare Fund	10.1	(7,482,402)	(8,925,861)	(1,926,173)	(3,339,990)
Net income for the period before taxation		366,637,716	437,367,176	94,382,511	163,659,500
Taxation	12	-	-	-	-
Net income for the period after taxation		366,637,716	437,367,176	94,382,511	163,659,500

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

**For Lakson Investments Limited
(Management Company)**

Chief Executive Officer

Director

**Condensed Interim Statement of Comprehensive Income (Unaudited)
 For the nine months and quarter ended March 31, 2015**

	Nine months ended March 31,		Quarter ended March 31,	
	2015	2014	2015	2014
	------(Rupees)-----			
Net income for the period	366,637,716	437,367,176	94,382,511	163,659,500
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>366,637,716</u>	<u>437,367,176</u>	<u>94,382,511</u>	<u>163,659,500</u>

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

**For Lakson Investments Limited
 (Management Company)**

 Chief Executive Officer

 Director

**Condensed Interim Distribution Statement (Unaudited)
For the nine months and quarter ended March 31, 2015**

	Nine months ended March 31,		Quarter ended March 31,	
	2015	2014	2015	2014
------(Rupees)-----				
Undistributed income at beginning of the period - realised	9,033,582	72,728,740	280,067,241	9,973,124
(Accumulated loss) / undistributed income at beginning of the period - unrealised	(281,081)	293,994	940,465	(1,129,448)
Undistributed income at beginning of the period	8,752,501	73,022,734	281,007,706	8,843,676
Final distribution Nil (2013: Re. 0.7026 in units on 8 July 2013)				
- Issue of bonus units	-	(72,722,041)	-	-
Total comprehensive income for the period (profit for the period)	366,637,716	437,367,176	94,382,511	163,659,500
Interim distributions during the period				
- Issue of bonus units	-	(426,014,934)	-	(160,850,241)
	366,637,716	11,352,242	94,382,511	2,809,259
	375,390,217	11,652,935	375,390,217	11,652,935
Undistributed income at end of the period - realised	374,400,354	13,290,959	374,400,354	13,290,959
Undistributed income /(accumulated loss) at end of the period- unrealised	989,863	(1,638,024)	989,863	(1,638,024)
Undistributed income at end of the period	375,390,217	11,652,935	375,390,217	11,652,935

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

**For Lakson Investments Limited
(Management Company)**

Chief Executive Officer

Director

**Condensed Interim Statement of Movement in Unit Holders' Fund (Unaudited)
 For the nine months and quarter ended March 31, 2015**

	Nine months ended March 31,		Quarter ended March 31,	
	2015	2014	2015	2014
------(Rupees)-----				
Net assets at beginning of the period	7,490,246,168	10,423,441,276	6,591,548,146	7,846,639,811
Amount received on issue of 30,113,222 (2014: 59,552,603) units and 8,294,451 (2014: 19,821,091) units for the nine months and quarter respectively	3,104,468,987	5,972,668,478	876,031,221	1,987,858,994
Amount paid on redemption of 48,196,285 (2014: 85,851,121) units and 14,667,982 (2014: 17,614,725) units for the nine months and quarter respectively	(4,981,048,238)	(8,609,478,740)	(1,542,521,814)	(1,764,578,874)
	(1,876,579,251)	(2,636,810,262)	(666,490,593)	223,280,120
Element of loss / (income) and capital losses / (gains) in prices of units sold less those in units redeemed - net	68,272,931	6,927,708	29,137,500	(2,653,533)
Final distribution :nil (2013: Re 0.7026 per unit on 8 July 2013)	-	-	-	-
- Issue of bonus units	-	(72,722,041)	-	-
Issue of :nil (2013: 727,199) bonus units as final distribution	-	72,722,041	-	-
Total comprehensive income for the period	366,637,716	437,367,176	94,382,511	163,659,500
Interim distributions during the period - Issue of bonus units	-	(426,014,934)	-	(160,850,241)
	366,637,716	11,352,242	94,382,511	2,809,259
Issue of nil (2013: 2,651,461) bonus units as interim distribution	-	426,014,934	-	160,850,241
Net assets as at end of the period	6,048,577,564	8,230,925,898	6,048,577,564	8,230,925,898
Net assets value per unit at beginning of the period	100.1170	100.7055	104.4530	100.0985
Net assets value per unit at end of the period	106.6170	100.1418	106.6170	100.1418

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

**For Lakson Investments Limited
 (Management Company)**

Chief Executive Officer

Director

**Condensed Interim Cash Flow Statement (Unaudited)
For the nine months and quarter ended March 31, 2015**

	Nine months ended March 31,		Quarter ended March 31,	
	2015	2014	2015	2014
------(Rupees)-----				
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income for the period	366,637,716	437,367,176	94,382,511	163,659,500
Adjustments for:				
Amortisation of formation cost	148,731	299,655	-	98,427
Unrealised (appreciation) / diminution in the fair value of investments - held for trading - net	(989,863)	1,638,024	(49,398)	508,576
Element of loss / (income) and capital losses / (gains) in prices of units sold less those in units redeemed - net	68,272,931	6,927,708	29,137,500	(2,653,533)
	434,069,515	446,232,563	123,470,613	161,612,970
(Increase) / decrease in assets				
Investments	(880,010,102)	(4,123,978,469)	206,390,542	(3,680,910,631)
Placements	390,000,000	-	200,000,000	-
Mark-up receivable	78,412,783	11,921,422	31,451,139	(20,867,353)
Prepayment	95,028	65,095	9,864	34,520
	(411,502,291)	(4,111,991,952)	437,851,545	(3,701,743,464)
Increase / (decrease) in liabilities				
Remuneration payable to the Management Company	8,592,862	11,840,143	1,908,883	2,435,499
Remuneration payable to the Trustee	(66,382)	20,845	(50,970)	14,624
Annual fee payable to the Securities and Exchange Commission of Pakistan	(2,055,641)	(1,769,034)	1,113,930	1,478,290
Accrued expenses and other liabilities	7,848,233	8,857,031	994,469	3,310,278
	14,319,072	18,948,985	3,966,312	7,238,691
Net cash generated from/(used in) operating activities	36,886,296	(3,646,810,404)	565,288,470	(3,532,891,803)
CASH FLOWS FROM FINANCING ACTIVITIES				
Cash received from issuance of units	3,104,468,987	5,972,668,478	876,031,221	1,987,858,994
Cash paid against redemption of units	(4,981,048,238)	(8,609,478,740)	(1,542,521,814)	(1,764,578,874)
Net cash (used in) / generated from financing activities	(1,876,579,251)	(2,636,810,262)	(666,490,593)	223,280,120
Net decrease in cash and cash equivalents during the period	(1,839,692,955)	(6,283,620,666)	(101,202,123)	(3,309,611,683)
Cash and cash equivalents at beginning of the period	4,909,444,639	7,899,404,000	3,170,953,808	4,925,395,017
Cash and cash equivalents at end of the period	3,069,751,684	1,615,783,334	3,069,751,684	1,615,783,334

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

**For Lakson Investments Limited
(Management Company)**

Chief Executive Officer

Director

**Notes to and forming part of the Condensed Interim
Financial Information (Unaudited)
For the nine months and quarter ended March 31, 2015**

1. LEGAL STATUS AND NATURE OF BUSINESS

The Lakson Money Market Fund (the "Fund") was established under the Trust Deed executed on 2 September 2009 between the Lakson Investments Limited as its Management Company and the Central Depository Company of Pakistan Limited (CDC) as its Trustee. The Fund has been registered as a Notified Entity on 18 September 2009 by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations). The Management Company of the Fund has been licensed by SECP to undertake Asset Management and Investment Advisory Services as a Non-Banking Finance Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The registered office of the Management Company is located at 14 - Ali Block, New Garden Town, Lahore.

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

The Fund is categorised as "Money Market Scheme" as per the Circular 07 of 2009 issued by Securities and Exchange Commission of Pakistan (SECP) and Fund primarily invests in Government Securities, Certificates of Investment, Certificates of Deposits, Term Deposit Receipts, Commercial Papers, Reverse Repo, etc. subject to the guidelines issued by SECP from time to time.

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

The Pakistan Credit Rating Agency Limited (PACRA) has maintained 'AA(f)' (Fund Stability Rating) to the Fund.

Subsequent to the period ended March 31, 2015, the Pakistan Credit Rating Agency Limited (PACRA) has upgraded the Asset Manager Rating of the management company to 'AM2-1'.

2. BASIS OF PREPARATION

2.1 Statement of compliance

This condensed interim financial information of the Fund for the nine month period ended March 31, 2015 has been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting, provisions of and directives issued under the Companies Ordinance, 1984, requirements of Trust Deed, requirements of Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2008. In case where requirements differ, the provisions of or directives of Companies Ordinance, 1984, the requirements of Trust Deed, Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003, and Non-Banking Finance Companies and Notified Entities Regulations, 2008 have been followed.

The disclosures in this condensed interim financial information are presented in accordance with International Accounting Standard 34 "Interim Financial Reporting" and do not contain all the information required for full annual financial statements. Consequently, this condensed interim financial information should be read in conjunction with the financial statements of the Fund for the year ended June 30, 2014.

This condensed interim financial information comprise of condensed interim statement of assets and liabilities as at March 31, 2015 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of cash flows, condensed interim statement of movement in Unit Holder's Fund, and notes thereto, for the nine month period ended March 31, 2015.

- 2.2 This condensed interim financial information is being submitted to the unit holders as required under Regulation 38(g) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

The Directors of the Management Company declare that these condensed interim financial information gives a true and fair view of the the state of affairs of the fund.

2.3 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except for investments that are stated at fair values.

This Condensed interim financial information has been prepared following aarual basis of accounting except for cash flow information

2.5 Functional and presentation currency

This condensed interim financial statements is presented in Pak Rupees which is the functional and presentation currency of the Fund.

2.6 Use of estimates and judgments

The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amount of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that were applied to financial statements for the year ended June 30, 2014.

3. SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual audited financial statements as at and for the year ended June 30, 2014.

4. FINANCIAL RISK MANAGEMENT

The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements for the year ended June 30, 2014.

		March 31, 2015 (Unaudited)	June 30, 2014 (Audited)
	Note	(Rupees)	
5. BANK BALANCES			
local currency			
- In profit and loss sharing accounts	5.1	69,751,684	104,126,240
- In current accounts		-	2,805,318,399
- Term deposits receipts	5.2	3,000,000,000	2,000,000,000
		<u>3,069,751,684</u>	<u>4,909,444,639</u>

- 5.1 These represents profit and loss account maintained with banks carrying mark-up rates ranging from 6.50% to 7.60% (2014: 7% to 11.83%) per annum.

5.2 These represents term deposits receipts with banks carrying mark-up rates ranging from 8.30% to 8.50% (2014: 10.25% to 10.55%) per annum maturing from April 27, 2015 to April 30, 2015.

		March 31, 2015 (Unaudited)	June 30, 2014 (Audited)
6. INVESTMENTS - financial assets at fair value through profit or loss - held for trading	Note		(Rupees)
Government securities- Market Treasury Bills	6.1	2,067,711,498	158,144,872
Government securities- Pakistan Investment Bonds	6.2	-	1,028,566,661
		<u>2,067,711,498</u>	<u>1,186,711,533</u>

6.1 Held for Trading - Government securities

	Number of holdings				Balance as at March 31, 2015			Market value as a percentage of net assets	Market value as a percentage of total investments	
	Number of holdings at the beginning of the period	Acquired during the period	Sold / matured during the period	Number of holdings at the end of the period	Carrying value as at March 31, 2015	Market value as at March 31, 2015	Unrealised (diminution)			
										Rupees
Treasury Bills - 3 months (face value of Rs. 100,000 each)	-	104,040	104,040	-	-	-	-	-	-	
Treasury Bills - 6 months (face value of Rs. 100,000 each)	6.1.1	1,640	105,486	85,840	21,286	2,066,721,635	2,067,711,498	989,863	34.19	100.00
Treasury Bills - 12 months (face value of Rs. 100,000 each)	-	11,178	11,178	-	-	-	-	-	-	-
					March 31, 2015	2,066,721,635	2,067,711,498	989,863	34.19	100.00
					June 30, 2014	158,127,661	158,144,872	17,211	2.11	8.00

6.1.1 These represent 6 months Government Treasury bills carrying effective mark-up rate ranging from 7.83% to 9.80% (June 30, 2014: nil) maturing from May 14, 2015 to September 17, 2015. The face value of Treasury Bills held as at March 31, 2015 amounted to Rs. 2,129 million (June 30, 2014: nil).

6.2 Government securities- Pakistan Investment Bonds

	Number of holdings				Balance as at March 31, 2015			Market value as a percentage of net assets	Market value as a percentage of total investments	
	Number of holdings at the beginning of the period	Acquired during the period	Sold / matured during the period	Number of holdings at the end of the period	Carrying value as at March 31, 2015	Market value as at March 31, 2015	Unrealised (diminution)			
										Rupees
3 years Pakistan Investment Bond (face value of Rs. 100,000 each)	10,273	2,500	12,773	-	-	-	-	-	-	
					March 31, 2015	-	-	-	-	-
					June 30, 2014	1,028,864,953	1,028,566,661	(298,292)	13.73	86.67

		March 31, 2015 (Unaudited)	June 30, 2014 (Audited)
	Note	(Rupees)	
7. CERTIFICATE OF INVESTMENT AND LETTER OF PLACEMENT			
Certificate of Investment - unsecured			
- Pak Brunei Investments Company Limited	7.1	500,000,000	790,000,000
- Pak Oman Investments Company Limited	7.2	500,000,000	-
Letter of Placement - unsecured			
- Saudi Pak Agricultural and Industrial Company Limited		-	600,000,000
		<u>1,000,000,000</u>	<u>1,390,000,000</u>
7.1		This represents short term Certificate of investment carrying a effective mark-up rate of 8.90% (2014: 10.25%) per annum and maturing on May 26, 2015 . This is an unrated debt instrument.	
7.2		This represents short term Certificate of investment carrying a effective mark-up rate ranging from 8.25% (2014: 10.25%) per annum and maturing on May 28, 2015 This is an unrated debt instrument.	
8. PROFIT RECEIVABLE		March 31, 2015 (Unaudited)	June 30, 2014 (Audited)
	Note	(Rupees)	
Considered good			
Profit receivable on:			
- Profit and Loss Sharing Accounts		1,011,223	6,369,277
- Term Deposits Receipts with Banks		1,830,137	13,431,234
- Government Securities Pakistan Investment Bond		-	42,112,264
- Certificate of Investment		4,832,194	24,173,562
		<u>7,673,554</u>	<u>86,086,337</u>
9. REMUNERATION PAYABLE TO THE MANAGEMENT COMPANY			
Remuneration payable to the Management Company			
Sindh Sales Tax on Management remuneration		5,334,867	6,411,721
Federal Excise Duty on Management remuneration		4,488,899	3,423,845
	9.1	<u>23,591,965</u>	<u>14,987,303</u>
		<u>33,415,731</u>	<u>24,822,869</u>

- 9.1 The Finance Act, 2013 has enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from June 13, 2013. As the asset management services rendered by the Management Company of the Fund are already subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund, the Management Company is of the view that further levy of FED is not justified.

On September 4, 2013, a constitutional petition has been filed in Honorable Sindh High Court (SHC) jointly by various asset management companies, together with their representative collective investment schemes through their trustee, challenging the levy of FED. In this respect, the Honorable SHC has issued a stay order against recovery proceedings. The hearing of the petition is in progress.

In view of the pending decision, as a matter of abundant caution, the Management Company of the Fund has made a provision for FED in the books of account of the Fund with effect from June 13, 2013, aggregating to Rs. 23.592 million (June 30, 2014: Rs 14.987 million).

10. ACCRUED EXPENSES AND OTHER LIABILITIES

		March 31, 2015 (Unaudited)	June 30, 2014 (Audited)
	Note	(Rupees)	
Auditors' remuneration		149,762	207,480
Payable to Workers' Welfare Fund	10.1	58,091,375	50,608,973
Brokerage payable		496,285	115,414
Other liabilities		73,878	31,200
		<u>58,811,300</u>	<u>50,963,067</u>

- 10.1 The Finance Act 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance). As a result of this amendment it is alleged that all Collective Investment Schemes (CISs) / mutual funds whose income exceeds Rs.0.5 million in a tax year, have been brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever is higher. In this regard, a constitutional petition has been filed by certain CISs through their trustees in the Honourable High Court of Sindh, challenging the applicability of WWF to the CISs, which is pending adjudication.

During the year 2011, a single bench of the Lahore High Court (LHC) in a constitutional petition relating to the amendments brought in the WWF Ordinance, 1971 through the Finance Act, 2006, and the Finance Act 2008, has declared the said amendments as unlawful and unconstitutional and struck them down. However, in the month of March 2013, a larger bench of the Sindh High Court (SHC) in various constitutional petitions declared that amendments brought in the WWF Ordinance, 1971 through the Finance Act, 2006, and the Finance Act 2008, do not suffer from any constitutional or the Honourable Peshawar High Court on 29 May 2014 on a petition filed by certain aggrieved parties (other than the mutual funds) have adjudicated that the amendments introduced in the Workers Welfare Fund Ordinance, 1971 through the Finance Acts of 1996 and 2009 lacks the essential mandate to be introduced and passed through the money bill under the Constitution of Pakistan and hence have been declared as ultra vires the Constitution.

However, as per the advice of legal counsel of MUFAP, the stay granted to CIS (as mentioned in the first paragraph) remains intact and the constitution petitions filed by the CIS to challenge the Workers Welfare Fund contribution have not been affected by the SHC judgment.

As the matter relating to levy of WWF is currently pending in the Court, the Management Company, as a matter of prudence and abundant caution, has decided to make provision for WWF amounting to Rs. 58.09 million up to March 31, 2015.

Had the above recognition not been made, the net assets value per unit of the Fund would be higher by Rs. 1.02/ 1.02% (June 30, 2014: Re. 0.68 / 0.68%).

11. CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments as at March 31, 2015.

12. TAXATION

The Fund's income is exempt from Income Tax as per clause (99) of part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income other than unrealized capital gains to the unit holders. The management intends to distribute at least 90% of the income earned by the year end by this fund to the unit holders. The Fund is also exempt from the provisions of section 113 (minimum tax) under Clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Accordingly, no provision has been made in these condensed interim financial information.

13. TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

Related parties include Lakson Investments Limited being the Management Company, Central Depository Company of Pakistan Limited (CDC) being the Trustee, Habib Bank AG Zurich being the Custodian, SIZA Services (Private) Limited being the holding company of the Management Company, associated companies of the Management Company, key management personnel, other funds being managed by the Management Company, staff retirement benefits of related parties and other entities having more than 10% holding in the units of the Fund as at March 31, 2015.

Remuneration to the Management Company and the Trustee is determined in accordance with the provisions of NBFC Regulations and the Trust Deed respectively. Other transactions are in normal course of business, at contracted rates and terms determined in accordance with the market rates.

Transactions and balances with related parties other than those disclosed elsewhere are as follows:

	March 31, 2015 (Unaudited)	June 30, 2014 (Audited)
	(Rupees)	
13.1 Balance as at period / year end		
Lakson Investments Limited - Management Company of the Fund		
Remuneration payable	<u>33,415,731</u>	<u>24,822,869</u>
Central Depository Company of Pakistan Limited - Trustee of the fund		
Remuneration payable	<u>451,223</u>	<u>517,605</u>
Others - Connected Person due to holding more than 10% Outstanding Units		
Bank Deposits	<u>-</u>	<u>4,098,721</u>
Profit receivable	<u>-</u>	<u>108,185</u>

13.2 Unit Holders' Fund

		Nine months ended March 31, 2015									
		Number of Units			Rupees						
		Number of Units as at July 01, 2014	Units issued during the period	Bonus units issued during the period	Units redeemed during the period	Number of holdings at the end of the period	As at July 01, 2014	Units issued during the period	Bonus units issued during the period	Units redeemed during the period	Balance at the end of the period (Investment at current NAV)
Lakson Investments Limited - Management Company		3,522,244	58,495	-	963,918	2,616,821	357,636,603	6,000,000	-	100,000,000	278,987,608
Directors, Chief Executive & their Spouse and Minors		16,883,060	1,589,762	-	5,692,955	12,779,867	1,690,281,318	159,985,733	-	591,999,255	1,362,551,114
Key Management personnel, employees and connected persons of the Management company		2,442,563	-	-	2,032,504	410,059	1,439,189,584	-	-	204,053,751	43,719,273
Associated companies / undertakings of the Management Company											
SIZA Services (Private) Limited- Holding Company of the Management Company		2,743,471	2,043,210	-	4,672,162	114,519	274,668,086	209,000,000	-	488,600,000	12,209,733
Siza (Private) Limited		5,114,275	204,563	-	4,836,746	482,092	51,205,870	21,000,000	-	508,737,753	51,399,258
Hasanali & Gulbanoo Lakhani Foundation		1,440,477	5,633	-	1,329,965	116,145	144,216,236	565,000	-	133,206,712	12,383,044
Century Insurance Company Limited		1,474,239	-	-	879,149	595,090	147,596,386	-	-	90,415,432	63,446,728
Sybird (Private) Limited		-	47,380	-	-	47,380	-	5,000,000	-	-	5,051,492
Premier Fashions (Private) Limited		1,059,097	1,095,338	-	1,174,818	979,617	106,033,714	112,500,000	-	123,000,000	104,443,878
Century Enterprises (Private) Limited		23,462	-	-	-	23,462	3,348,945	-	-	-	2,501,427
Colgate Palmolive (Pakistan) Limited		12,687,574	8,594,461	-	7,249,104	14,032,931	1,270,241,846	950,000,000	-	750,000,000	1,496,149,105
Clover Pakistan Limited		3,086,867	109,325	-	581,232	2,614,960	309,047,863	11,500,000	-	62,000,000	278,799,217
Lakson Power Limited		4,317	-	-	243	4,074	432,205	-	-	25,000	434,347
Siza Commodities (Private) Limited		788,336	899,263	-	1,687,599	-	78,925,835	92,000,000	-	173,964,300	-
Baluchistan Polyproducts (Private) Limited		109,034	14,198	-	-	123,232	10,916,057	1,500,000	-	-	13,138,607
Others - Connected Person due to holding more than 10% Outstanding Units *		7,419,601	-	-	-	-	742,828,193	-	-	-	-

* holding reduced to below 10 % due to divestment of Unit holder (s) / investment from other Unit holders

Nine months ended March 31, 2014						
Number of Units			Rupees			
Number of Units as at July 01, 2013	Units issued during the period	Bonus units issued during the period	Units redeemed during the period	Number of holdings at the end of the period	As at July 01, 2013	Units issued during the period

2,115,305	1,233,699	160,569	29,936	3,479,637	213,022,798	124,000,000	16,057,890	3,000,000	348,457,162
46,612,571	9,198,277	1,589,499	34,770,125	22,630,222	4,694,142,219	921,071,798	158,959,218	3,487,059,604	2,266,231,135
27,466,971	17,783,082	424,248	42,489,412	3,184,889	2,766,075,009	1,782,829,272	42,427,448	4,265,037,046	318,940,538

Lakson Investments Limited - Management Company
Directors, Chief Executive & their Spouse and Minors
Key Management personnel, employees and connected
persons of the Management company

Associated companies / undertakings of the Management Company

SIZA Services (Private) Limited- Holding Company of the Management Company
Siza (Private) Limited
Hasanali & Gulbanoo Lakhaani Foundation
Century Insurance Company Limited
Premier Fashions (Private) Limited
Century Enterprises (Private) Limited
Collgate Palmolive (Pakistan) Limited
Clover Pakistan Limited
Lakson Power Limited
Siza Commodities (Private) Limited
Baluchistan Polyproducts (Private) Limited

526,678	3,288,080	113,088	614,451	3,313,395	53,039,370	330,000,000	11,309,502	61,700,000	331,809,312
3,580,254	3,785,499	283,693	2,915,303	4,734,143	360,551,316	380,100,000	28,371,112	292,500,000	474,085,621
746,817	167,489	15,638	816,185	113,759	75,208,585	16,776,000	1,563,882	81,762,203	11,391,988
2,641,450	787,078	155,322	1,790,161	1,793,689	266,008,591	79,000,000	15,533,221	179,499,192	179,623,195
21,420	1,640,209	30,827	831,421	861,035	2,157,088	164,500,000	3,082,845	83,500,000	86,225,555
21,613	-	1,367	22,980	22,980	2,176,564	-	136,664	-	2,301,230
5,735,900	7,482,122	514,102	3,743,664	9,988,460	577,636,723	750,000,000	51,413,420	375,000,000	1,000,262,319
3,380,127	-	195,999	537,888	3,038,238	340,397,370	-	19,601,149	54,121,583	304,254,593
4,269	-	258	299	4,228	429,881	-	25,840	30,000	423,449
44,794	1,424,196	29,492	547,853	950,629	4,510,952	143,000,000	2,949,402	55,000,000	95,197,660
83,575	35,877	5,335	24,871	99,916	8,416,507	3,600,000	533,547	2,500,000	10,005,786

Nine months period ended		Quarter ended	
March 31,		March 31,	
2015	2014	2015	2014
----- (Unaudited) -----			
----- (Rupees) -----			

13.3 Other transitions during the period

**Lakson Investments Limited -
Management Company of the Fund**

Remuneration for the period	53,779,141	70,604,639	15,440,823	20,366,960
Sindh sales tax on remuneration of Management Company	9,357,570	13,104,221	2,686,703	3,780,108
Federal Excise Duty on Remuneration of Management Company	8,604,662	11,296,742	2,470,531	3,258,713
	71,741,373	95,005,602	20,598,057	27,405,781

**Central Depository Company of
Pakistan Limited - Trustee of the
Fund**

Remuneration for the period	4,453,904	5,055,564	1,298,862	1,663,221
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14. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorised for issue on April 20, 2015 by the Board of Directors of the Management Company.

15. GENERAL

Figures have been rounded off to the nearest rupee.

**For Lakson Investments Limited
(Management Company)**

Chief Executive Officer

Director



A Lakson Group Company

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