



**INVESTMENTS**

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**786 INVESTMENTS LIMITED**

**FOR THE  
HALF YEAR ENDED  
DECEMBER 31, 2021  
(UN-AUDITED)**

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## CORPORATE INFORMATION

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<b>Management Company</b>	786 Investments Limited G-3 B.R.R. Tower, Hassan Ali Street, Off I.I. Chundrigar Road, Karachi - 74000 Pakistan Tel: (92-21) 32603751-54 Email: info@786investments.com Website: www.786investments.com	
<b>Board of Directors</b>	Mr. Ahmed Salman Munir Miss Tara Uzra Dawood Ms. Charmaine Hidayatullah Syed Shabahat Hussain Mr. Naveed Ahmed Syed Musharaf Ali Mr. Iqbal Shafiq	Chairperson Chief Executive Officer Director Director Director Director Director
<b>Chief Financial Officer &amp; Company Secretary</b>	Mr. Noman Shakir	
<b>Audit Committee</b>	Syed Shabahat Hussain Mr. Naveed Ahmed Syed Musharaf Ali	Chairman Member Member
<b>Human Resource Committee</b>	Mr. Ahmed Salman Munir Miss Tara Uzra Dawood Mr. Naveed Ahmed	Chairperson Member Member
<b>Auditors</b>	Grant Thornton Anjum Rahman Chartered Accountants	
<b>Legal Advisor</b>	Rauf & Ghaffar Law Associates (Advocates & Consultants) Suite # 65, 5th Floor, Fareed Chamber, Abdullah Haroon Road, Saddar – Karachi, Pakistan.	
<b>Registrars</b>	F.D. Registrar Services (SMC-Pvt.) Ltd. Office# 1705, 17th Floor Saima Trade Tower. A, I.I. Chundrigar Road, Karachi-74000, Pakistan.	
<b>Banker:</b>	Habib Metropolitan Bank Limited JS Bank Limited Al Baraka Bank (Pakistan) Limited	
<b>Rating:</b>	PACRA: AM3	

## DIRECTORS' REPORT FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2021

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It gives me immense pleasure to present on behalf of the Board of Directors of 786 Investments Limited. ("786" or the "Company") I am pleased to present the reviewed financial statements of 786 along with the auditors reviewed report for the half year ended December 31, 2021. Your Company continued its journey of success and composed for growth.

### ECONOMY, MARKET & STOCK REVIEW

#### Economy Review & Outlook:

The latest Omicron mutant of the coronavirus has clouded the world economy with uncertainty. The spread of omicron has forced economists across the globe to cast a shadow of doubt on the ongoing global economic growth recovery. Global energy prices for November 2021 declined by 6.4%, while non-energy prices fell by 0.2% as compared to October 2021. Pakistan's economy has recovered after better performance at coping with the Covid-19 pandemic and resulting constraints.

SBP raised the policy rate by 100 basis points to 9.75 percent on 14th December 2021 to counter inflationary pressures. During 1st July - 03rd December, FY2022 money supply (M2) shows negative growth of 0.2 percent (Rs. -41.8 billion) compared to the growth of 1.73 percent (Rs. 361.3 billion) in last year. Within M2, Net Foreign Assets (NFA) decreased by Rs. 147.0 billion as compared to an increase of Rs. 515.9 billion in last year. On the other hand, the NDA of the banking sector increased by Rs. 105.2 billion as compared to a decline of Rs. 154.6 billion last year. Private Sector has borrowed Rs. 454.3 billion against the retirement of Rs. 15.6 billion last year.

#### Money Market Review & Outlook

Unfortunately all the three markets ( stock market, money market, and exchange rate) are not reciprocating positively to the economic narrative being built by the economic managers, so downside continues at an accelerated pace. The situation did not change on the ground mainly because the government had become desperate borrowers and commercial banks started dictating to the government on pitching higher offered rates for investing in T-bills.

The government had raised a total of Rs. 1,285 billion against the target of Rs1, 400 billion and against the maturity of Rs. 1,500 billion. The cut-off yields on three months, six months, and one year remained unchanged at 10.79pc, 11.50pc, and 11.51pc respectively. The Ministry of Finance raised Rs.805 billion (almost 63%) through three-month treasury bills, Rs.385 billion (almost 30%) for six months, and Rs.95 billion (around 7%) from one-year bills.

#### Stock Market Review & Outlook:

The Pakistan Stock Exchange (PSX) witnessed a tumultuous 365 days in 2021 as on the one hand it was classified among the best Asian bourses but on the other hand, downgraded from emerging markets to frontier markets by Morgan Stanley Capital International (MSCI).

Share prices of the top 100 companies listed at the PSX improved by a net 2% during 2021, pushing the benchmark KSE-100 index to 44,596.07 points at the close of trading on the last day of the year. On the flip side, the market showed the worst performance in 21 months on December 2, 2021, when the benchmark index plunged 2,135 points or 4.7%. It came after the country's trade deficit soared to a record high of \$5 billion in November and yields on T-bills jumped suddenly, signaling an aggressive hike in the benchmark interest rate, which later proved to be true.

### **Auditors' Report:**

The Auditors in their review report on half-year ended December 31, 2021, concluded as under:

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

### **Company Performance Review:**

The Company's gross earnings during the period stood at PKR 9.28 million as compared to PKR 7.30 million in the same period last year. Total expenses were PKR 12.92 million as compared to PKR 11.47 million in the same period last year. Share of associates shows a Profit of PKR 8.54 million as compared to PKR 3.36 million the same period last year. Net Profit for the period was PKR 3.17 million as opposed to a profit of PKR 4.95 million in the same period last year.

### **Future plans:**

786IL is building a strategy focused on times of COVID-19, and in anticipation of post COVID-19, with a focus on ease of both operations and customer access to information and our team, during periods of lockdown and with an emphasis on virtual, safer communications and elimination of paper for reasons of health and safety, as well as to be a more sustainable, purpose-driven, eco-friendly role model among asset management companies.

Our objective for the year is to grow Asset under Managements (AUM) through an effective virtual, social media driven sales strategy.

### **Acknowledgement:**

The Directors wish to express their gratitude to the Securities & Exchange Commission of Pakistan (SECP) and other regulatory bodies for their valuable support, assistance, and guidance. The Board also thanks the employees of the Asset Management Company, the Trustee for their dedication and hard work, and the unitholders for their confidence in the Management.

----SD----

----SD----

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Director

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Ahmed Salman Munir  
Chairperson

**786 نوویسٹمنٹ لمیٹڈ**  
**ڈائریکٹرز کی رپورٹ**  
**برائے 31 دسمبر 2021 مختصر ششماہی**

786 نوویسٹمنٹ لمیٹڈ (786 پبلیک کمپنی) کے بورڈ آف ڈائریکٹرز کی جانب سے، میں 786 گروپ کی 31 دسمبر 2021 کو ختم ہونے والی ششماہی کے مالیاتی گوشوارے پیش کرتے ہوئے خوشی محسوس کرتا ہوں۔ آپ کی کمپنی نے کامیابی کا سفر جاری رکھا اور ترقی کے لئے تیار ہے۔

**اقتصادی، مارکیٹ اور اسٹاک کا جائزہ**

**اقتصادی جائزہ اور مستقبل کا نقطہ نظر:**

کورونا وائرس کے تازہ ترین اوبیکروں اور تھکات کے عالمی معیشت پر غیر یقینی کے باوجود چھانے ہوئے ہیں۔ اوبیکروں کے پھیلاؤ نے دنیا بھر کے ماہرین اقتصادیات کو جاری عالمی اقتصادی ترقی کی بحالی پر شکوک کے سامنے ڈالے پر مجبور کر دیا ہے۔ نومبر 2021 کے لیے توانائی کی عالمی قیمتوں میں 6.4 فیصد کمی واقع ہوئی، جبکہ اکتوبر 2021 کے مقابلے میں غیر توانائی کی قیمتوں میں 0.2 فیصد کمی واقع ہوئی۔ پاکستان کی معیشت کو یو۔19 کی وبا اور اس کے نتیجے میں آنے والی رکاوٹوں سے نمٹنے میں بہتر کارکردگی کے بعد بحال ہوئی ہے۔

اسٹاک ایکسچینج پاکستان نے افراط زر کا دباؤ کم کرنے کے لیے 14 دسمبر 2021 کو پالیسی ریٹ کو 100bps سے بڑھا کر 9.75 فیصد کر دیا۔ یکم جولائی سے 03 دسمبر کے دوران، مالی سال 2022 کی منی سہائی (M2) میں گزشتہ سال کی 1.73 فیصد (361.3 بلین روپے) کی نمو کے مقابلے میں 0.2 فیصد (41.8 بلین روپے) کی منفی نمو ظاہر ہوئی ہے۔ M2 کے اندر، خالص غیر ملکی اثاثوں (NFA) میں پچھلے سال 515.9 بلین روپے کے اضافے کے مقابلے میں 147.0 بلین روپے کی کمی واقع ہوئی، دوسری طرف، بینکنگ سیکٹور NDA میں پچھلے سال 154.6 بلین روپے کی کمی کے مقابلے میں 105.2 بلین روپے کا اضافہ ہوا۔ پرائیویٹ سیکٹور نے پچھلے سال 15.6 بلین روپے کی رینازمنٹ کے عوض 454.3 بلین روپے کا خریدا ہے۔

**منی مارکیٹ کا جائزہ اور مستقبل کا نقطہ نظر**

بدقسمتی سے تمام قیمتوں میں مذاہن (اسٹاک مارکیٹ، منی مارکیٹ، اور ایکسیجینج ریٹ) اقتصادی مینجمنٹ کے قیام کے لئے معاشی یابیے کا مثبت طور پر متاثر نہیں کر رہی ہیں، اس لیے متزنی تیز رفتاری سے جاری ہے۔ صورتحال بنیادی طور پر اس وجہ سے نہیں بدلی کہ حکومت مایوس کن قرضدار بن گئی اور کرنشل بینکوں نے حکومت کو نئی ملاز میں سرمایہ کاری کے لیے پیش کردہ زیادہ شرحوں پر حکم دینا شروع کر دیا تھا۔

حکومت نے مجموعی طور پر 1,400 بلین روپے کے ہدف اور 1,500 بلین روپے کی میچورٹی کے عوض کل 1,285 بلین روپے اکٹھے کئے۔ تین ماہ، چھ ماہ اور ایک سال کی کٹ آف پیداوار بالترتیب 10.79pc، 11.50pc اور 11.51pc پر کوئی تبدیلی نہیں ہوئی۔ وزارت خزانہ نے تین ماہ کے ٹریڈری بلوں کے ذریعے 805 بلین روپے (تقریباً 63%)، چھ ماہ کے لیے 385 بلین روپے (تقریباً 30%) اور ایک سال کے بلوں سے 95 بلین روپے (تقریباً 7%) اکٹھے کیے ہیں۔

**اسٹاک مارکیٹ کا جائزہ اور مستقبل کا نقطہ نظر:**

پاکستان اسٹاک ایکسیجینج (PSX) نے 2021 میں 365 دنوں میں ہنگامہ خیزی دیکھی کیونکہ ایک طرف اسے ایشیا کے بہترین بازاروں میں درج بندی کی گئی لیکن دوسری طرف مورگن اسٹینڈیل کیپٹل انٹرنیشنل (MSCI) کی جانب سے ابھرتی ہوئی مارکیٹوں سے فرنیئر مارکیٹس میں درج بندی کی گئی تھی۔

PSX میں درج سرگرم 100 کمپنیوں کے حصص کی قیمتوں میں 2021 کے دوران خالص 2 فیصد بہتری آئی، جس نے سال کے آخری دن ٹریڈنگ کے اختتام پر شیخ مارک KSE-100 انڈیکس کو 44,596.07 پوائنٹس پر پہنچا دیا۔ دوسری طرف، مارکیٹ نے 2 دسمبر 2021 کو 21 کمپنیوں میں بدترین کارکردگی دکھائی، جب شیخ مارک انڈیکس 1,135 پوائنٹس یا 4.7 فیصد گر گیا۔ یہ اس وقت ہوا جب ملک کا تجارتی خسارہ نومبر میں 5 بلین ڈالر کی سب سے زیادہ بلندی پر پہنچ گیا اور فی بلز پر پیداوار کا چاک بڑھ گئی، جو شیخ مارک سود کی شرح میں جارحانہ اضافے کا اشارہ ہے، جو بعد میں درست ثابت ہوا۔

**آڈیٹرز کی رپورٹ:**

آڈیٹرز نے 31 دسمبر 2021 کو ختم ہونے والے ششماہی پر اپنی جائزہ رپورٹ میں یہ نتیجہ اخذ کیا:

• ہمارے جائزے کی بنیاد پر، ہمارے علم میں ایسی کوئی چیز نہیں آئی ہے جس کی وجہ سے ہم یہ یقین کریں کہ منجملہ عبوری مالیاتی حسابات، تمام ماہی لحاظ سے، کا ڈیٹنگ اور پورنگ کے معیارات جو کہ پاکستان میں عبوری مالیاتی رپورٹنگ کے لیے لاگو ہوتے ہیں کے مطابق تیار نہیں کیے گئے ہیں۔

## کھیتی کی کارکردگی

گزشتہ سال کی اسی مدت میں 7.30 ملین روپے کے مقابلے موجودہ مدت میں کھیتی کی مجموعی آمدنی 9.28 ملین روپے رہی۔ گزشتہ سال کی اسی مدت میں 11.47 ملین روپے کے مقابلے کل اخراجات 12.92 ملین روپے ہوئے۔ گزشتہ سال کی اسی مدت میں 3.36 ملین روپے کے مقابلے ایبوسی ایٹس کے حصہ نے 8.54 ملین روپے کا منافع دکھایا ہے۔ گزشتہ سال اسی عرصہ میں 4.95 ملین روپے منافع کے خلاف موجودہ مدت کے لئے خالص منافع 3.17 ملین روپے ہوا۔

## مستقبل کے منصوبے:

1786IL ایک حکمت عملی تیار کر رہا ہے جس میں COVID-19 کے اوقات پر توجہ مرکوز کی گئی ہے، اور COVID-19 کے بعد کی توقع میں، لاک ڈاؤن کے دوران اور واپس چلنے پر زور دینے کے ساتھ، صحت اور حفاظت کی وجوہات کے لیے محفوظ مواصلات اور کاغذ کا خاتمہ، نیز اثاثہ منیجمنٹ کمپنیوں کے درمیان ایک زیادہ پائیدار، بااختصاص، ماحول دوست رول ماڈل ہونے کے لئے آپریشنز میں آسانی اور معلومات اور ہماری ٹیم تک صارفین کی رسائی سبھی پر توجہ مرکوز کی جا رہی ہے۔

سال کے لئے ہمارا مقصد بیلنس حکمت عملی کی بدولت مؤثر ورچوئل سوشل میڈیا کے ذریعے ایسٹ انٹرنیٹ منیجمنٹ (اے یو ایم) کو بڑھانا ہے۔

## اعتراف

ڈائریکٹرز سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) اور دیگر ریگولیٹری اداروں کے قابل قدر تعاون، مدد اور رہنمائی کے لیے ان کا شکریہ ادا کرتے ہیں۔ یورڈا اثاثہ منیجمنٹ کمپنی کے ملازمین، بڑی کا ان کی لگن اور محنت کے لیے، اور یونٹ ہولڈرز کا منیجمنٹ پر ان کے اعتماد کے لیے بھی شکریہ ادا کرتے ہیں۔

---SD---

ڈائریکٹر

---SD---

احمد سلمان منیر  
چیئر پرسن



## INDEPENDENT AUDITORS' REVIEW REPORT

To the members of 786 Investments Limited

Report on review of Condensed Interim Financial Statements

**Grant Thornton Anjum  
Rahman**  
1st & 3rd Floor,  
Modern Motors House,  
Beaumont Road,  
Karachi, Pakistan.

T +92 21 35672951-56

### Introduction

We have reviewed the accompanying condensed interim statement of financial position of 786 Investments Limited ("the Company") as at December 31, 2021 and the related condensed statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows and notes to the condensed interim financial statements for the six months period then ended (here-in-after referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements 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 statements 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 statements is not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.





**Other Matters**

The figures of the condensed interim statement of profit or loss and the condensed interim statement of comprehensive income for the three months period ended December 31, 2021 and December 31, 2020 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended December 31, 2021.

The condensed interim financial statements of the Company for the period ended December 31, 2020 and financial statements for the year June 30, 2021 were reviewed and audited by another firm of Chartered Accountants who had expressed an unmodified conclusion and opinion thereon dated February 25, 2021 and September 28, 2021 respectively

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

  
Chartered Accountants

Date: February 28, 2022  
Karachi  
UDIN: RR202110154naCVgSvI2



**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)  
AS AT DECEMBER 31, 2021**

		(Un-Audited) December 31, 2021	(Audited) June 30, 2021
	Note	-----Rupees-----	
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property and Equipment	6	1,274,867	2,052,245
Intangible Assets	7	900,315	969,570
Long-Term Investments	8	181,533,167	172,941,561
Long-Term Deposits		36,300	36,300
<b>Total Non-Current Assets</b>		<b>183,744,649</b>	<b>175,999,676</b>
<b>Current Assets</b>			
Short-Term Investments	9	40,885,263	42,305,175
Prepayments and Other Receivable	10	7,500,115	7,579,509
Receivable from Related Parties	11	3,015,066	1,938,496
Accrued Markup	12	2,102,353	2,431,517
Taxation-Net		6,673,364	6,664,825
Cash and Bank Balances	13	9,706,294	11,957,163
<b>Total Current Assets</b>		<b>69,882,455</b>	<b>72,876,685</b>
<b>TOTAL ASSETS</b>		<b>253,627,104</b>	<b>248,876,361</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Share Capital and Reserves</b>			
<b>Authorised Share Capital</b>			
20,000,000 (June 2021: 20,000,000) Ordinary Shares of Rs. 10 Each		<b>200,000,000</b>	200,000,000
<b>Issued, Subscribed and Paid Up Share Capital</b>			
Ordinary Shares 14,973,750 (June 30, 2020: 14,973,750) of Rs. 10 Each		149,737,500	149,737,500
General Reserves		33,630,264	33,630,264
Share of Other Comprehensive Income from Associate		232,605	182,232
Subordinated Loan Form Director	14	22,000,000	22,000,000
Unappropriated Profit		27,754,990	24,580,088
<b>Total Shareholders' Equity</b>		<b>233,355,359</b>	230,130,084
<b>Current Liabilities</b>			
Accrued and Other Liabilities	15	19,273,003	17,747,535
Unclaimed Dividend		998,742	998,742
<b>Total Current Liabilities</b>		<b>20,271,745</b>	18,746,277
<b>Total Liabilities</b>		<b>20,271,745</b>	18,746,277
<b>Contingencies and Commitments</b>	16		
<b>Total Equities and Liabilities</b>		<b>253,627,104</b>	<b>248,876,361</b>

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For 786 Investments Limited  
(Management Company)

----SD----  
Chief Executive Officer

----SD----  
Chief Financial Officer

----SD----  
Director

**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED)  
FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2021**

	Note	Six months period ended		Three months period ended	
		2021	2020	2021	2020
----- Rupees -----					
<b>Income</b>					
Remuneration from Funds Under Management		6,538,700	4,539,560	3,508,461	2,237,235
Advisory Fee		555,556	555,556	498,757	277,778
Income on Term Finance Certificates		1,182,470	1,314,787	600,992	568,672
Income on Pakistan Investment Bonds		1,008,219	899,227	504,109	366,162
		<b>9,284,945</b>	<b>7,309,130</b>	<b>5,112,319</b>	<b>3,449,847</b>
Reclassification of Surplus on Investments		-	5,454,357	-	-
Net Unrealized (Loss)/Gain on Revaluation of Investments Classified As At Fair Value Through Profit Or Loss		(1,417,411)	(1,880,929)	(1,026,529)	76,501
		<b>(1,417,411)</b>	<b>3,573,428</b>	<b>(1,026,529)</b>	<b>76,501</b>
<b>Expenses</b>					
Administrative and Operating Expenses		(11,833,551)	(10,865,610)	(6,087,776)	(5,501,485)
Financial Charges		(1,088,303)	(610,784)	(560,149)	(514,074)
		<b>(12,921,854)</b>	<b>(11,476,394)</b>	<b>(6,647,925)</b>	<b>(6,015,559)</b>
<b>Operating Loss</b>		<b>(5,054,320)</b>	<b>(593,836)</b>	<b>(2,562,135)</b>	<b>(2,489,211)</b>
Other Operating Income		348,587	2,805,050	180,487	451,353
Share of Profit from Associate		8,541,233	3,369,516	3,489,077	1,737,056
<b>Profit/(Loss) Before Taxation</b>		<b>3,835,500</b>	<b>5,580,730</b>	<b>1,107,429</b>	<b>(300,802)</b>
Taxation	17	(660,598)	(629,298)	(381,638)	(473,402)
<b>Net Profit/(Loss) for the Period</b>		<b>3,174,902</b>	<b>4,951,432</b>	<b>725,791</b>	<b>(774,204)</b>
<b>Earnings/(Loss) per Share for the Period - Basic and Diluted</b>	18	<b>0.21</b>	0.33	<b>0.05</b>	(0.05)

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For 786 Investments Limited  
(Management Company)

---SD---  
Chief Executive Officer

---SD---  
Chief Financial Officer

---SD---  
Director

**STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2021**

	Six months period ended		Three months period ended	
	December 31, 2021	2020	December 31, 2021	2020
	----- Rupees -----			
<b>Net Profit/(Loss) for the Period</b>	<b>3,174,902</b>	4,951,432	<b>725,791</b>	(774,204)
<b>Other Comprehensive Income/(Loss)</b>				
Reclassification of Surplus on Revaluation of Investments - At Fair Through Other Comprehensive Income	-	(5,454,357)	-	-
Share of Other Comprehensive Income From Associate	<b>50,373</b>	-	<b>50,373</b>	-
<b>Other Comprehensive Income/(Loss)</b>	<b>50,373</b>	(5,454,357)	<b>50,373</b>	-
<b>Total Comprehensive Income/(Loss) for the Period</b>	<b>3,225,275</b>	(502,925)	<b>776,164</b>	(774,204)

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For 786 Investments Limited  
(Management Company)

---SD---  
Chief Executive Officer

---SD---  
Chief Financial Officer

---SD---  
Director

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)  
FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2021**

	Share capital	---Capital Reserve---		-----Revenue Reserve-----			Total
	Issued, subscribed and paid-up share capital	General reserve	Sub-ordinated loan from director	Surplus on revaluation of Investments at other comprehensive income	Share of other comprehensive income from associate	Unappropriated profit	
	<b>-----Rupees-----</b>						
Balance as at July 1, 2020	149,737,500	33,630,264	-	5,454,357	236,114	21,311,258	210,369,493
Impact of Investment Advisory Fees	-	-	-	-	-	1,666,667	1,666,667
Balance as at July 1, 2020- Restated	149,737,500	33,630,264	-	5,454,357	236,114	22,977,925	212,036,160
Subordinated Lan from Director	-	-	22,000,000	-	-	-	22,000,000
Profit for the Period	-	-	-	-	-	4,951,432	4,951,432
Other Comprehensive Loss	-	-	-	(5,454,357)	-	-	(5,454,357)
Total Comprehensive Loss for the Period	-	-	-	(5,454,357)	-	4,951,432	(502,925)
Balance as at December 31, 2020	149,737,500	33,630,264	22,000,000	-	236,114	27,929,357	233,533,235
Balance as at July 1, 2021	149,737,500	33,630,264	22,000,000	-	182,232	24,580,088	230,130,084
Profit for the Period	-	-	-	-	-	3,174,902	3,174,902
Other Comprehensive Income	-	-	-	-	50,373	-	50,373
Total Comprehensive Income for the Period	-	-	-	-	50,373	3,174,902	3,225,275
Balance as at December 31, 2021	149,737,500	33,630,264	22,000,000	-	232,605	27,754,990	233,355,359

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

**For 786 Investments Limited  
(Management Company)**

-----SD-----  
Chief Executive Officer

-----SD-----  
Chief Financial Officer

-----SD-----  
Director

**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)  
FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2021**

	Six months period ended	
	December 31,	
	2021	2020
	-----Rupees-----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Profit Before Taxation</b>	<b>3,835,500</b>	5,580,730
<b>Adjustments for Non-Cash and Other Items:</b>		
Depreciation on Property and Equipment	823,655	964,738
Amortization	69,255	69,255
Financial Charges	1,088,303	610,784
Mark Up Earned on Saving Account	(348,587)	(729,314)
Income on Pakistan Investment Bond	(1,008,219)	-
Income on Term Finance Certificates	(1,182,470)	-
Revaluation Gain on Investments - Fair Value Through Profit and Loss	1,417,411	-
Share of Profit From Associates'	(8,541,233)	(3,369,516)
	(7,681,885)	(2,454,053)
<b>Working Capital Changes</b>		
<i>Changes in Current Assets:</i>		
Receivable From Related Parties	(1,076,570)	(867,415)
Prepayments and Other Receivable	79,394	(521,298)
	(997,176)	(1,388,713)
<i>Changes in Current Liabilities:</i>		
Accrued and Other Liabilities	441,833	(476,260)
<b>Cash (Used In)/Generated From Operations</b>	(4,401,728)	1,261,704
Taxes Paid	(669,137)	(739,888)
Finance Cost Paid	(4,667)	(610,784)
<b>Net Cash Used in Operating Activities</b>	(5,075,532)	(88,968)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Investment Made during the Period	-	(3,570,928)
Term Finance Certificate Redeemed	2,500	-
Long-Term Deposits and Prepayments	-	250,000
Receipt of Mark Up on Savings Account	702,674	1,375,758
Income Received on Term Finance Certificates	1,165,766	-
Income Received on Pakistan Investment Bond	1,000,000	-
Capital Expenditure Incurred	(46,277)	-
<b>Net Cash Generated From/(Used In) Investing Activities</b>	2,824,663	(1,945,170)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Subordinated Loan From Director	-	22,000,000
Net Cash Generated From Financing Activities	-	22,000,000
Net (Decrease)/Increase in Cash and Cash Equivalents	(2,250,869)	19,965,862
Cash and Cash Equivalents at Beginning of the Period	11,957,163	12,042,370
<b>Cash and Cash Equivalents at End of the Period</b>	<b>9,706,294</b>	<b>32,008,232</b>

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For 786 Investments Limited  
(Management Company)

-----SD-----  
Chief Executive Officer

-----SD-----  
Chief Financial Officer

-----SD-----  
Director

## NOTES TO THE FINANCIAL STATEMENT FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2021

### 1 STATUS AND NATURE OF BUSINESS

786 Investments Limited (the Company) was incorporated on September 18, 1990 as a public limited Company in Pakistan, under the repealed Companies Ordinance, 1984 with its registered office at G3, Ground Floor BRR Tower, Hassan Ali Street, Off I. I. Chundrigar Road, Karachi 74000. The Company is listed on the Pakistan Stock Exchange Limited. The Company has changed its name to 786 Investments Limited from Dawood Capital Management Limited with effect from 20 January, 2017 after completing regulatory formalities.

The Company is registered as a Non Banking Finance Company under the Non Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules). The Company has obtained the licenses to carry out investment advisory services and asset management services under the NBFC Rules and the Non Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

The license to carry out "Asset Management Service" has been successfully renewed dated May 28, 2019 under Rule 5 of the Non Banking Finance Companies (Establishment and Regulation) Rules, 2003 amended through S.R.O 1131(1) 2007, S.R.O 271(1) 2010, S.R.O 570(1)/2012 and S.R.O 1002(1)/2015 respectively.

The license to carry out "Investment Advisory Services" has been successfully renewed vide its letter No.SCD/AMCW/786IL/2020-109 dated November 12, 2020 with effect from May 26, 2019 and valid till May 25, 2022 . Licence shall further be renewable by the Commission for next three years, subject to the compliance of the NBFC Rules and the NBFC Regulations.

In accordance with the requirement of Rule 9, of the Non-Banking Finance Companies (Establishment and regulation) Rules, 2003, the Company has obtained sufficient insurance coverage from Jubilee General insurance Company Limited against any loss that against financial losses that may be incurred as a result of employee's fraud or gross negligence. The insurance company has been assigned a credit rating of AA+ by the Pakistan Credit Rating Agency limited (PACRA).

The Pakistan Credit rating Agency (PACRA) has assigned the asset manager rating of AM3 to the company on December 24, 2021 (June 30, 2021: AM3).

The Company is currently acting as an Asset Management Company for 786 Smart Fund (Collective investment scheme).

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provision of and directives issued under the Companies Act, 2017.
- The Non Banking Finance Companies (Establishment and Regulation) Rules, 2003 (The NBFC Rules), and the Non Banking Finance Companies and Notified Entities Regulations, 2008 (The NBFC Regulations); and
- Directives issued by the SECP.

Where provisions of and directives issued under the Companies Act, 2017, The NBFC Rules, The NBFC Regulations and by the SECP differ with the requirements of IFRS the provisions of and directives issued under the Companies Act, 2017, The NBFC Rules, The NBFC Regulations and SECP have been followed.

The Securities and Exchange Commission of Pakistan (SECP) vide SRO 56 (1)/2016 dated January 28, 2016, has notified that the requirements of IFRS 10 (Consolidated Financial Statements) and Section 237 of the repealed Companies Ordinance, 1984 are not applicable in case of investments made by companies in mutual funds established under Trust structure. Accordingly, the Company has not consolidated the financial position and result of operations of mutual funds managed by it in their condensed interim financial information.

This condensed interim financial information do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with annual financial statements at June 30, 2021.

The comparative condensed interim statement of financial position presented in these interim financial statements have been extracted from audited annual financial statements for the year ended June 30, 2021 whereas the comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from unaudited condensed interim financial statements for the period ended December 31, 2020.

These condensed interim financial statements are un-audited and are being submitted to the shareholders as required by listing regulations of Pakistan Stock Exchange vide section 237 of the Companies Act, 2017.

## **2.2 Basis of measurement**

These financial statements have been prepared under the historical cost convention, except for certain investments which are measured at fair value.

## **2.3 Functional and presentation currency**

These condensed interim financial statements are presented in Pakistani Rupees, which is the functional currency of the Company.

## **3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

### **3.1 The accounting policies and the method of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Company for the year ended June 30, 2021.**

The preparation of these condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including the expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

During the preparation of these condensed interim financial statements, the significant judgement made by management in applying the Company's accounting policies and key sources of estimations and uncertainty were the same as those that applied to audited annual financial statements of the Company for the year ended June 30, 2021.

### **3.2 Standards, amendments and interpretations to published standards that may be relevant to the Company.**

There are certain new and amended standards, interpretations and amendments that are mandatory for the company's accounting period beginning on or after July 01, 2021 but are considered not to be relevant or do not have any significant effect on the Company's operations and therefore are not detailed in these condensed interim financial information.

### **3.3 Standards, amendments and interpretations to the published standards that may be relevant but not yet effective and not early adopted by the company.**

In addition certain IFRS, amendments and interpretations to approved accounting standards are not yet effective. The Company is in the process of assessing the impact of these Standards, amendments and interpretations to the published standards on the financial statements of the Company.

### **3.4 Standards, amendments and interpretations to the published standards that are not yet notified by the Securities and Exchange Commission of Pakistan (SECP)**

Further, certain IFRS have been issued by the International Accounting Standards Board (IASB) which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

## **4 SUMMARY OF SIGNIFICANT EVENTS OR TRANSACTIONS**

There are no significant events or transactions during the period.

## **5 FINANCIAL RISK MANAGEMENT**

The Company's financial risk management objectives and policies are consistent with that disclosed in the annual audited financial statements for the year ended June 30, 2021.



	(Un-Audited) December 31, 2021	(Audited) June 30, 2021
	-----Rupees-----	
<b>6 PROPERTY AND EQUIPMENT</b>		
<b>Net book value</b>		
Furniture and fixtures	303,804	330,056
Vehicles	646,857	1,206,194
Office equipment	69,619	195,579
Computers	254,587	320,416
	<u>1,274,867</u>	<u>2,052,245</u>
<b>6.1</b> The following additions were made to property and equipment during the period		
Computers	<u>46,277</u>	<u>257,950</u>
<b>6.2</b> There is no disposal in property and equipments during the period.		
<b>7 INTANGIBLE ASSETS</b>		
Computer software	<u>900,315</u>	<u>969,570</u>
<b>8 LONG-TERM INVESTMENTS</b>		
<b>Investments in associates</b>		
786 Smart Fund	<b>8.1</b> <u>181,533,167</u>	<u>172,941,561</u>

**8.1** The abridged condensed interim financial information of 786 Smart Fund (the Fund) based on condensed interim financial statements as at December 31, 2021 is as follows:

	(Un-Audited) December 31, 2021	(Audited) June 30, 2021
	-----Rupees-----	
<b>Associate's statement of assets and liabilities</b>		
Total assets	968,091,955	764,657,218
Total liabilities	11,890,930	18,550,095
<b>Net assets</b>	<u>956,201,025</u>	<u>746,107,123</u>
<b>Number of units in issue</b>	11,220,923	9,190,455
<b>Net assets value per unit</b>	85.22	81.18
	(Un-Audited) December 31, 2021	(Un-Audited) December 31, 2020
	-----Rupees-----	
<b>Associate's income statement</b>		
Total income	41,929,973	21,038,827
Net income	40,452,525	14,216,745

**8.1.1** The Company exercises significant influence on 786 Smart Fund on the basis of percentage of shareholding in its units. This investment is accounted for using equity method in these interim financial statements as per IAS 28.

**8.1.2** For the purposes of applying the equity method of accounting, the financial statements of 786 Smart Fund for the six months period ended December 31, 2021 have been used to reflect the profit/(loss) for the six months period ended December 31, 2021.

		(Un-Audited) December 31, 2021	(Audited) June 30, 2021
<b>9 SHORT-TERM INVESTMENTS</b>	<b>Note</b>	-----Rupees-----	
<b>At fair value through -profit and loss</b>			
Term finance certificates - unlisted	9.1	22,437,461	22,138,642
Pakistan investment bonds	9.2	18,447,802	20,166,533
		<u>40,885,263</u>	<u>42,305,175</u>

#### 9.1 Term Finance Certificates - Unlisted

##### -Number of Certificates-

December 31, 2021	June 30, 2021	Name of Investee Company	Note	December 31, 2021		June 30, 2021	
				Carrying value	Fair Value	Carrying value	Fair Value
5,000	5,000	Silk Bank Limited	9.1.1	-----Rupees-----			
				<u>21,126,286</u>	<u>22,437,461</u>	<u>21,128,786</u>	<u>22,138,642</u>

9.1.1 Term finance certificates carry profit equal to 6 months KIBOR plus 1.85% (June 30, 2021: 6 months KIBOR plus 1.85%) receivable half yearly in arrears and will mature in August 2025. The instrument is structured to redeem 0.14% of the issue amount during the first 7 years and remaining 99.86% in last two (2) equal semi annual installments of 49.93%.

9.2 This Government securities - Pakistan investment bonds will mature latest by September 19, 2029 and carry interest at the rate of 12.14% (June 30, 2021: 12.14%).

		(Un-Audited) December 31, 2021	(Audited) June 30, 2021
<b>10 PREPAYMENTS AND OTHER RECEIVABLE</b>	<b>Note</b>	-----Rupees-----	
<b>Prepayments</b>			
Insurance		211,315	124,834
Rent		-	116,121
Prepaid license renewal fee		250,000	500,000
Others		525,121	324,875
		<u>986,436</u>	<u>1,065,830</u>
<b>Other receivable</b>			
Federal excise duty		6,513,679	6,513,679
		<u>7,500,115</u>	<u>7,579,509</u>

#### 11 RECEIVABLE FROM RELATED PARTIES

Receivable against management fees		2,415,066	1,638,496
Receivable on account of advisory fees		600,000	300,000
		<u>3,015,066</u>	<u>1,938,496</u>

#### 12 ACCRUED MARKUP

Saving accounts		347,886	701,973
Term finance certificates		924,842	908,138
Pakistan investment bonds		829,625	821,406
		<u>2,102,353</u>	<u>2,431,517</u>

#### 13 CASH AND BANK BALANCES

Cash in hand		27,154	1,315
Cash at bank-saving accounts	13.1	9,679,140	11,955,848
		<u>9,706,294</u>	<u>11,957,163</u>

13.1 The balance in savings accounts carry profit at rates of 5.5% per annum (June 30, 2021: 5.5% per annum).

#### 14 SUBORDINATED LOAN FROM DIRECTOR

This subordinated loan carries markup @ 3 Months KIBOR + 2 % (June 30, 2021: 3 Months KIBOR + 2%) and is repayable at the discretion of the Company. This loan has been classified as part of equity as per NBFC rules.

		(Un-Audited) December 31, 2021	(Audited) June 30, 2021
<b>15 ACCRUED AND OTHER LIABILITIES</b>	<b>Note</b>	-----Rupees-----	
Accrued expenses	15.1	9,786,466	9,422,153
Accrued mark-up on director loan		2,725,433	1,641,797
FED payable	15.2	6,513,677	6,513,677
Sales tax payable		246,238	165,570
Withholding tax payable		1,189	4,338
		<u>19,273,003</u>	<u>17,747,535</u>

15.1 This includes an amount of Rs. 7.718 million (June 30, 2021: Rs. 7.895 million) received from NCCPL being refund of tax amount with respect to funds under management. This amount will be disbursed to unit holders.

15.2 The legal status of applicability of Federal Excise Duty on the Company is same as disclosed in note 22.1.2 to the annual audited financial statements of the Company for the year ended June 30, 2021, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

#### 16 CONTINGENCIES AND COMMITMENTS

The current status of contingencies and commitments are same as disclosed in the annual audited financial statements as at June 30, 2021.

		(Un-Audited) December 31, 2021	(Un-Audited) December 31, 2020
<b>17 TAXATION</b>	<b>Note</b>	-----Rupees-----	
Current tax		660,598	629,298
Deferred tax	17.1	-	-
		<u>660,598</u>	<u>629,298</u>

17.1 Deferred tax asset amounting to Rs. 16.59 million (June 30, 2021: Rs. 17.29 million) has not been recognised in these financial statements as the Company is of the view that it is not probable that sufficient taxable profits will be available in the foreseeable future against which deductible temporary differences, unused tax losses and unused tax credits can be utilized. The accumulated tax losses, unabsorbed depreciation and amortization as at December 31, 2021 amounting to Rs. 57.56 million (June 30, 2021: Rs. 57.48 million).

		(Un-Audited)		(Un-Audited)	
		Six months period ended		Three months period ended	
		December 31, 2021	December 31, 2020	December 31, 2021	December 31, 2020
<b>18 EARNINGS/(LOSS) PER SHARE</b>		----- Rupees -----		----- Rupees -----	
Profit/(loss) for the period	Rupees	3,174,902	4,951,432	725,791	(774,204)
Weighted average number of ordinary shares outstanding during the period	Numbers:	14,973,750	14,973,750	14,973,750	14,973,750
Earning/(loss) per share	Rupees	0.21	0.33	0.05	(0.05)

18.1 Diluted earning/(loss) per share has not been presented as the Company does not have any convertible instruments in issue as at December 31, 2021 and December 31, 2020 which would have any effect on the earning per share if the option to convert is exercised.

## 19 FAIR VALUE ESTIMATION

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

### 19.1 Fair value hierarchy

Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

**Level - 1:** fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.

**Level - 2:** fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

**Level - 3:** fair value measurement are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of financial asset fall into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

For assets that are recognised in the financial statements at fair value on a recurring basis, the Modaraba recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred. There were no transfers between different levels of fair values mentioned below.

The table below shows the carrying amounts and fair values of a financial asset and financial liability including their fair value hierarchy for financial instruments measured at fair value.

	December 31, 2021 (Un-audited)					
	Carrying amount		Fair Value hierarchy			
	Amortized cost	Total	Level 1	Level 2	Level 3	Total
	-----Rupees-----					
<b>Financial asset measured at fair value</b>						
Term finance certificates (note 19.2.1)	21,126,286	-	-	22,437,461	-	22,437,461
Pakistan investment bonds (note 19.2.2)	20,166,533	20,166,533	-	18,447,802	-	18,447,802
	<b>41,292,819</b>	<b>20,166,533</b>	-	<b>40,885,263</b>	-	<b>40,885,263</b>
<b>Financial asset not measured at fair value</b>						
Long-term deposits (note 19.2.3)	36,300	36,300	-	-	-	-
Receivable from related parties (note 19.2.3)	3,015,066	3,015,066	-	-	-	-
Accrued markup (note 19.2.3)	2,102,353	2,102,353	-	-	-	-
Cash and bank balances (note 19.2.3)	9,706,294	9,706,294	-	-	-	-
	<b>14,860,013</b>	<b>14,860,013</b>	-	-	-	-
<b>Financial Liabilities not measured at fair value</b>						
Accrued and other liabilities (note 19.2.3)	12,511,899	12,511,899	-	-	-	-
	<b>12,511,899</b>	<b>12,511,899</b>	-	-	-	-

June 30, 2021 (Audited)

	Carrying amount		Fair Value hierarchy			
	Amortized cost	Total	Level 1	Level 2	Level 3	Total
-----Rupees-----						
Financial asset measured at fair value						
Term finance certificates (note 19.2.1)	21,128,786	21,128,786		22,138,642	-	22,138,642
Pakistan investment bonds (note 19.2.2)	21,719,545	21,719,545	-	20,166,533	-	20,166,533
	<u>42,848,331</u>	<u>42,848,331</u>	<u>-</u>	<u>42,305,175</u>	<u>-</u>	<u>42,305,175</u>
Financial asset not measured at fair value						
Long-term deposits (note 19.2.3)	36,300	36,300	-	-	-	-
Receivable from related parties (note 19.2.3)	1,938,496	1,938,496	-	-	-	-
Accrued markup (note 19.2.3)	2,431,517	2,431,517	-	-	-	-
Cash and bank balances (note 19.2.3)	11,957,163	11,957,163	-	-	-	-
	<u>16,363,476</u>	<u>16,363,476</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Financial Liabilities not measured at fair value						
Accrued and other liabilities (note 19.2.3)	11,063,950	11,063,950	-	-	-	-
	<u>11,063,950</u>	<u>11,063,950</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

## 19.2 Valuation techniques used in determination of fair values within level 2:

**19.2.1** Investment in sukuk, issued by Silk Bank limited are valued on the basis of the rates announced by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by the Securities and Exchange Commission of Pakistan (SECP).

**19.2.2** The valuation of Pakistan Investment bonds has been done on the based on PKRV valuation technique taken by MUFAP.

**19.2.3** The Company has not disclosed the fair values for these financial assets, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are a reasonable approximation of fair value.

## 20 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of related group companies, directors, their close family members, senior executives, retirement benefit plans, major shareholders of the Company and funds under management. Transactions with the related parties during the year are as follows:

Transactions with connected persons are carried out in normal course of business at contracted rates and thus determined in accordance with the market terms.

Remuneration of the Management Company is determined in accordance with the provisions of the Regulations and the Trust Deed.

The Company has not entered into any transaction with director and senior executives other than those provided under the Company's policies and terms of employment.

Relationship with the Company	Nature of transactions during the period	(Un-Audited)	(Un-Audited)
		December 31, 2021	December 31, 2020
-----Rupees-----			
Loan from director	Interest bearing subordinated loan	1,083,636	607,055
Mutual Funds managed by the Company (786 Smart fund - Associate)	Management Fee Charged - net of tax	6,538,701	4,539,560
	Sales tax on management Fee	850,032	590,143
	Accounting and operational charges	435,913	302,638
First Dawood Investment Bank Limited & Others Employees' Provident Fund	Provident fund contribution	344,535	311,994
	Other payables	2,562,547	2,562,547
B.R.R Guardian Modaraba	Rent charged during the period	740,430	749,172
Key Management Personnel	Remuneration	3,563,590	3,532,800
Dawood Family Takaful Limited	Insurance expense charged during the period	41,100	190,253
	Advisory fee	555,556	555,556
Relationship with the Company	Balances at period ended	(Un-Audited) 31 December 2021	(Audited) 30 June 2021
-----Rupees-----			
Mutual Funds managed by the company (786 Smart fund - Associate)	786 Smart Fund 2,130,273 (June 30, 2021: 2,130,273) Units	181,533,167	172,941,561
	Receivable against management fees	2,415,066	1,938,496
	Dawood Family Takaful Limited	Prepaid life insurance	28,508
	Advisory fee receivable	600,000	300,000
B.R.R Guardian Modaraba	Prepaid rent	-	116,121
	Rent payable	624,309	-
<b>ACCRUED AND OTHER LIABILITIES</b>			
First Dawood Investment Bank Limited	Capital gain tax -repayment by NCCPL	2,562,547	2,562,547
BRR Investment (Private) Limited	Capital gain tax -repayment by NCCPL	1,081,901	1,081,901
Dawood Global Foundation	Capital gain tax -repayment by NCCPL	500,739	500,739
B.R.R. Guardian Modaraba	Capital gain tax -repayment by NCCPL	349,664	349,664

## 22. GENERAL

22.1 Figures have been rounded off to the nearest rupee.

## 23. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorised for issue in Board of Directors of the management company on \_\_\_\_\_.

For 786 Investments Limited  
(Management Company)

\_\_\_\_SD\_\_\_\_  
Chief Executive Officer

\_\_\_\_SD\_\_\_\_  
Chief Financial Officer

\_\_\_\_SD\_\_\_\_  
Director



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## BOOK POST

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If undelivered, please return to:

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