



**Securities and Exchange Commission of Pakistan
Specialized Companies Division
Policy, Regulation and Development Department**

SCD/AMCW/RS/MUFAP/2017- 148

November 21, 2017

Ms. Mashmooma Zehra Majeed,
Chief Executive Officer,
Mutual Funds Association of Pakistan,
207-209, 2nd Floor, Kassam Court,
Block – 5, Clifton,
Karachi.

SUBJECT: IMPAIRMENT REQUIREMENTS OF IFRS 9 FOR MUTUAL FUNDS

Dear Madam,

I am directed to refer to your letter dated November 3, 2017 wherein certain issues relating to impairment requirements of IFRS 9 “Financial Instruments” on mutual funds have been highlighted.

In this context, the competent authority has acceded to your request of relaxation from the applicability of provisions relating to impairment under IFRS 9 “Financial Instruments” on the mutual funds.

The applicability of said impairment requirements for debt securities on mutual funds is hereby deferred till further instructions. Meanwhile, asset management companies shall continue to follow the requirements of Circular 33 of 2012.

Yours truly,

(Muhammad Jahangir)
Joint Director