



**Al Meezan**  
Investment Management Ltd.

# MEEZAN

## CASH FUND (MCF)

Meezan Cash Fund is Pakistan's first Shariah Compliant Money Market Fund. MCF aims to seek maximum possible preservation of capital and a reasonable rate of return via investing primarily in liquid Shariah Compliant money market and debt securities.



# ROSHAN DIGITAL ACCOUNT INFLOW SURPASSES



**BILLION**

# FUND INFORMATION

## MANAGEMENT COMPANY

Al Meezan Investment Management Limited  
Ground Floor, Block "B", Finance & Trade Centre, Shahrah-e-Faisal Karachi 74400, Pakistan.  
Phone (+9221) 35630722-6, 111-MEEZAN  
Fax: (+9221) 35676143, 35630808  
Website: [www.almeezangroup.com](http://www.almeezangroup.com)  
E-mail: [info@almeezangroup.com](mailto:info@almeezangroup.com)

## BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah Ahmed	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan R Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director – PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naeem Sattar	Nominee Director - PKIC
Mr. Feroz Rizvi	Independent Director
Ms. Danish Zuberi	Independent Director
Mr. Mohammad Shoaib, CFA	Chief Executive Officer

## COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Salman Muslim

## CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Shahid Ojha

## AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Tariq Mairaj	Member
Mr. Naeem Sattar	Member

## RISK MANAGEMENT COMMITTEE

Mr. Mubashar Maqbool	Chairman
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member

## HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ariful Islam	Chairman
Mr. Mubashar Maqbool	Member
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member
Mr. Mohammad Shoaib, CFA	Member

## TRUSTEE

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

## AUDITORS

A. F. Ferguson & Co.  
Chartered Accountants  
State Life Building# 1-C,  
I.I. Chundrigar Road , Karachi-74000

## SHARIAH ADVISER

Meezan Bank Limited

## BANKERS TO THE FUND

Allied Bank Limited	MCB Bank Limited
Askari Bank Limited - Islamic Banking	MCB Islamic Bank Limited
Bank Al Habib Limited - Islamic Banking	Meezan Bank Limited
Bank Alfalah Limited	National Bank of Pakistan - Islamic Banking
Dubai Islamic Bank Pakistan Limited	Sindh Bank Limited
Faysal Bank Limited - Islamic Banking	The Bank of Punjab
Habib Bank Limited -Islamic Banking	UBL Ameen - Islamic Banking
Habib Metropolitan Bank Limited - Islamic Banking	

## LEGAL ADVISER

Bawaney & Partners  
3rd & 4th Floor, 68-C, Lane-13, Bokhari Commercial Area,  
Phase VI, DHA, Karachi.  
Phone (+9221) 35156191-94 Fax: (9221) 35156195  
E-mail: [bawaney@cyber.net.pk](mailto:bawaney@cyber.net.pk)

## TRANSFER AGENT

Al Meezan Investment Management Limited  
Ground Floor, Block "B", Finance & Trade Centre, Shahrah-e-Faisal Karachi 74400, Pakistan.  
Phone (+9221) 35630722-6, 111-MEEZAN  
Fax: (+9221) 35676143, 35630808  
Website: [www.almeezangroup.com](http://www.almeezangroup.com)  
E-mail: [info@almeezangroup.com](mailto:info@almeezangroup.com)

## DISTRIBUTORS

Al Meezan Investment Management Limited  
Meezan Bank Limited



**MEEZAN CASH FUND**  
**CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES**  
**AS AT MARCH 31, 2022**

		<b>March 31, 2022 (Unaudited) (Rupees in '000)</b>	<b>June 30, 2021 (Audited)</b>
	<b>Note</b>		
<b>Assets</b>			
Balances with banks	5	12,146,026	10,670,565
Investments	6	880,000	2,724,517
Receivable against conversion of units		142,246	448,896
Profit receivable		80,091	56,718
Deposits and prepayments		531	589
<b>Total assets</b>		<b>13,248,894</b>	<b>13,901,285</b>
<b>Liabilities</b>			
Payable to AI Meezan Investment Management Limited - Management Company	7	16,946	13,765
Payable to Central Depository Company of Pakistan Limited - Trustee		716	829
Payable to the Securities and Exchange Commission of Pakistan		2,012	2,964
Payable against conversion and redemption of units		83,847	135,383
Accrued expenses and other liabilities	8	34,696	191,330
<b>Total liabilities</b>		<b>138,217</b>	<b>344,271</b>
<b>Net assets</b>		<b>13,110,677</b>	<b>13,557,014</b>
<b>Contingencies and commitments</b>	9		
<b>Unit holders' fund (as per statement attached)</b>		<b>13,110,677</b>	<b>13,557,014</b>
		<b>(Number of units)</b>	
<b>Number of units in issue</b>		<b>244,900,325</b>	<b>268,254,374</b>
		<b>(Rupees)</b>	
<b>Net asset value per unit</b>		<b>53.5347</b>	<b>50.5379</b>

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

**For AI Meezan Investment Management Limited**  
**(Management Company)**

\_\_\_\_\_  
Chief Executive

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

\_\_\_\_\_  
Director

**MEEZAN CASH FUND**  
**CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)**  
**FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2022**

		Nine months period ended		Quarter ended	
		March 31,		March 31,	
	Note	2022	2021	2022	2021
		(Rupees in '000)		(Rupees in '000)	
<b>Income</b>					
Net realised loss on sale of investments		-	(193)	-	-
Profit on term deposit receipts		112,990	54,004	43,616	20,233
Profit on commercial papers and sukuk certificates		44,173	159,711	6,646	50,515
Profit on Bai Muajjal		-	43,693	-	-
Profit on saving accounts with banks		659,042	531,792	269,339	172,316
<b>Total income</b>		<b>816,205</b>	<b>789,007</b>	<b>319,601</b>	<b>243,064</b>
<b>Expenses</b>					
Remuneration of Al Meezan Investment Management Limited					
- Management Company	7.1	50,306	56,637	16,538	17,638
Sindh Sales Tax on remuneration of the Management Company		6,540	7,363	2,150	2,293
Allocated expenses	7.2	15,092	16,991	4,962	5,291
Selling and marketing expenses	7.3	30,184	44,444	9,923	13,245
Remuneration of Central Depository Company of Pakistan Limited - Trustee		5,880	7,363	1,819	2,293
Sindh Sales Tax on remuneration of the Trustee		764	957	236	298
Annual fee to the Securities and Exchange Commission of Pakistan		2,012	2,265	661	705
Auditors' remuneration		417	426	81	107
Fees and subscription		1,068	1,092	349	362
Legal and professional charges		356	215	164	215
Brokerage expense		-	30	-	-
Bank and settlement charges		426	873	138	152
(Reversal of provision) / provision for Sindh Workers' Welfare Fund (SWWF)	8.1	(72,854)	13,007	-	4,009
<b>Total expenses</b>		<b>40,191</b>	<b>151,663</b>	<b>37,021</b>	<b>46,608</b>
<b>Net income for the period before taxation</b>		<b>776,014</b>	<b>637,344</b>	<b>282,580</b>	<b>196,456</b>
Taxation	12	-	-	-	-
<b>Net income for the period after taxation</b>		<b>776,014</b>	<b>637,344</b>	<b>282,580</b>	<b>196,456</b>
<b>Allocation of net income for the period</b>					
Net income for the period after taxation		776,014	637,344		
Income already paid on units redeemed		(273,363)	(253,850)		
		<b>502,651</b>	<b>383,494</b>		
<b>Accounting income available for distribution</b>					
- Relating to capital gains		-	-		
- Excluding capital gains		502,651	383,494		
		<b>502,651</b>	<b>383,494</b>		

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

**For Al Meezan Investment Management Limited**  
**(Management Company)**

\_\_\_\_\_  
**Chief Executive**

\_\_\_\_\_  
**Chief Financial Officer**

\_\_\_\_\_  
**Director**



**MEEZAN CASH FUND**  
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)**  
**FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2022**

	Nine months period ended, March 31,		Quarter ended, March 31,	
	2022	2021	2022	2021
	(Rupees in '000)		(Rupees in '000)	
Net income for the period after taxation	776,014	637,344	282,580	196,456
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	<u>776,014</u>	<u>637,344</u>	<u>282,580</u>	<u>196,456</u>

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

**For Al Meezan Investment Management Limited**  
**(Management Company)**

\_\_\_\_\_  
Chief Executive

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

\_\_\_\_\_  
Director

**MEEZAN CASH FUND**  
**CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)**  
**FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022**

	Nine months period ended March 31, 2022			Nine months period ended March 31, 2021		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees in '000)			(Rupees in '000)		
<b>Net assets at the beginning of the period</b>	13,448,645	108,369	13,557,014	13,928,564	97,875	14,026,439
Issuance of 501,340,553 units (March 31, 2021: 567,023,349 units)						
- Capital value (at net asset value per unit at the beginning of the period)	25,336,699	-	25,336,699	28,631,958	-	28,631,958
- Element of income	753,343	-	753,343	594,384	-	594,384
Total proceeds on issuance of units	26,090,042	-	26,090,042	29,226,342	-	29,226,342
Redemption of 524,694,602 units (March 31, 2021: 579,038,558 units)						
- Capital value (at net asset value per unit at the beginning of the period)	26,516,963	-	26,516,963	29,238,668	-	29,238,668
- Element of loss	522,067	273,363	795,430	400,241	253,850	654,091
Total payments on redemption of units	27,039,030	273,363	27,312,393	29,638,909	253,850	29,892,759
Total comprehensive income for the period	-	776,014	776,014	-	637,344	637,344
Distribution during the period	-	-	-	-	-	-
Net income for the period less distribution	-	776,014	776,014	-	637,344	637,344
<b>Net assets at the end of the period</b>	<b>12,499,657</b>	<b>611,020</b>	<b>13,110,677</b>	<b>13,515,997</b>	<b>481,369</b>	<b>13,997,366</b>
Undistributed income brought forward						
- Realised income		108,369			97,875	
- Unrealised income		-			-	
		<u>108,369</u>			<u>97,875</u>	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		502,651			383,494	
		<u>502,651</u>			<u>383,494</u>	
Undistributed income carried forward		<u>611,020</u>			<u>481,369</u>	
Undistributed income carried forward						
- Realised income		611,020			481,369	
- Unrealised income		-			-	
		<u>611,020</u>			<u>481,369</u>	
		(Rupees)			(Rupees)	
Net asset value per unit at the beginning of the period		<u>50.5379</u>			<u>50.4952</u>	
Net asset value per unit at the end of the period		<u>53.5347</u>			<u>52.6687</u>	

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

**For AI Meezan Investment Management Limited**  
**(Management Company)**

Chief Executive

Chief Financial Officer

Director





**MEEZAN CASH FUND**  
**CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)**  
**FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022**

	Nine months period ended March 31,	
Note	2022	2021
	(Rupees in '000)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period before taxation	776,014	637,344
<b>Decrease / (increase) in assets</b>		
Investments - net	544,517	1,598,307
Deposits and prepayments	58	222
Profit receivable	(23,373)	(13,798)
	521,202	1,584,731
<b>(Decrease) / increase in liabilities</b>		
Payable to Al Meezan Investment Management Limited - Management Company	3,181	3,909
Payable to Central Depository Company of Pakistan Limited - Trustee	(113)	(67)
Payable to the Securities and Exchange Commission of Pakistan	(952)	(135)
Accrued expenses and other liabilities	(156,634)	(118,716)
	(154,518)	(115,009)
<b>Net cash generated from operating activities</b>	1,142,698	2,107,066
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Receipts against issuance and conversion of units	26,396,692	29,320,094
Payments against redemption and conversion of units	(27,363,929)	(30,073,214)
<b>Net cash used in financing activities</b>	(967,237)	(753,120)
<b>Net increase in cash and cash equivalents during the period</b>	175,461	1,353,946
Cash and cash equivalents at the beginning of the period	11,970,565	10,404,710
<b>Cash and cash equivalents at the end of the period</b>	12,146,026	11,758,656

5.2

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

**For Al Meezan Investment Management Limited**  
**(Management Company)**

\_\_\_\_\_  
Chief Executive

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

\_\_\_\_\_  
Director



**MEEZAN CASH FUND**  
**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)**  
**FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022**

**1. LEGAL STATUS AND NATURE OF BUSINESS**

- 1.1** Meezan Cash Fund (the Fund) was established under a trust deed executed under the Trust Act, 1882 between Al Meezan Investment Management Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The trust deed was executed on May 14, 2009 and was approved by the Securities and Exchange Commission of Pakistan (SECP) under 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). The Management Company has been licensed by the SECP to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi 74400, Pakistan.

During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Consequently, the Fund is required to be registered under the Sindh Trust Act. Accordingly, on September 9, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

- 1.2** The Fund has been formed to provide the unit holders with stable stream of halal income on their investments and to generate long term risk adjusted returns. The Fund shall also keep exposure in short-term instruments for the purpose of maintaining liquidity and to capitalise on exceptional returns if available at any given point in time. The Fund shall seek to maximise preservation of capital and a reasonable rate of return via investing primarily in liquid Shariah compliant money market and Shariah compliant debt securities. Under the trust deed, all the conducts and acts of the Fund are based on Shariah principles. Meezan Bank Limited acts as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.
- 1.3** The Fund is categorized as an open-end Shariah Compliant (Islamic) Money Market Scheme listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.
- 1.4** The Management Company has been assigned a quality rating of AM1 by VIS Credit Rating Company Limited dated December 27, 2021 (2020: AM1 dated December 31, 2020) and by PACRA dated June 23, 2021 (2020: AM1 dated June 26, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes. The Fund has been given a stability rating of AA(f) by VIS Credit Rating Company Limited dated December 27, 2021.
- 1.5** Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

**2. BASIS OF PRESENTATION**

The transactions undertaken by the Fund are in accordance with the process prescribed under the Shariah guidelines issued by the Shariah Advisor and are accounted for on substance rather than the form prescribed by the earlier referred guidelines. This practice is being followed to comply with the requirements of the accounting and reporting standards as applicable in Pakistan.

**3. BASIS OF PREPARATION**

**3.1 Statement of compliance**

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting 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;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of repealed Companies Ordinance, 1984; and
- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, (the NBFC Regulations) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2021.

These condensed interim financial statements are unaudited. However, in compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at March 31, 2022.

#### **4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGEMENTS AND RISK MANAGEMENT POLICIES**

**4.1** The accounting policies adopted and the methods 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 Fund for the year ended June 30, 2021.

**4.2** The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2021. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2021.

#### **4.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period**

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2021. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

#### **4.4 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective**

There are certain new standards and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

<b>5. BALANCES WITH BANKS</b>	<b>Note</b>	<b>March 31, 2022 (Unaudited)</b>	<b>June 30, 2021 (Audited)</b>
		<b>(Rupees in '000)</b>	
In savings accounts	5.1	12,145,851	10,670,379
In current accounts		175	186
		<u>12,146,026</u>	<u>10,670,565</u>

**5.1** This includes balance maintained with Meezan Bank Limited (a related party) that has an expected profit rate of 4.5% (June 30, 2021: 2.5%) per annum. Other saving accounts have expected profit rates ranging from 2.60% to 11.00% per annum (June 30, 2021: 1.50% to 7.00% per annum).

<b>5.2 Cash and cash equivalents</b>	<b>Note</b>	<b>March 31, 2022 (Unaudited)</b>	<b>June 30, 2021 (Audited)</b>
		<b>(Rupees in '000)</b>	
Balances with banks	5	12,146,026	10,670,565
Term deposit receipts - having original maturity of 3 months or less	6	-	1,300,000
		<u>12,146,026</u>	<u>11,970,565</u>

## 6. INVESTMENTS

### At fair value through profit or loss

Commercial papers	6.1	-	1,424,517
Corporate sukuk certificates	6.2	880,000	-
Term deposit receipts	6.3	-	1,300,000
		<u>880,000</u>	<u>2,724,517</u>

### 6.1 Commercial papers

Name of the security	Maturity date	Profit rate	As at July 1, 2021	Purchases during the period	Sales / redemptions / maturity during the period	As at March 31, 2022	Carrying value as at March 31, 2022	Market value as at March 31, 2022	Unrealised appreciation/ (diminution) as at March 31, 2022	Percentage in relation to	
			(Number of certificates)				(Rupees in '000)			Net assets of the fund	Total market value of investments
K-Electric Limited CP XV (A-1+, PACRA) (note 6.1.1)	September 2, 2021	6 month KIBOR plus base rate of 0.60%	625	-	625	-	-	-	-	-	-
K-Electric Limited CP XVI (A-1+, PACRA) (note 6.1.1)	September 16, 2021	6 month KIBOR plus base rate of 0.60%	300	-	300	-	-	-	-	-	-
K-Electric Limited CP XVII (A-1+, VIS) (note 6.1.1)	October 6, 2021	6 month KIBOR plus base rate of 0.55%	325	-	325	-	-	-	-	-	-
K-Electric Limited CP XVIII (A-1+, VIS) (note 6.1.1)	October 19, 2021	6 month KIBOR plus base rate of 0.55%	200	-	200	-	-	-	-	-	-
K-Electric Limited CP XIX (A-1+, VIS) (note 6.1.1)	January 12, 2022	6 month KIBOR plus base rate of 0.45%	-	325	325	-	-	-	-	-	-
<b>Total as at March 31, 2021</b>							-	-			
<b>Total as at June 30, 2021</b>							1,424,517	1,424,517			

6.1.1 The nominal value of these commercial papers is Rs 1,000,000 each and these are redeemable at maturity.

6.1.2 The securities are valued on the basis of amortisation to its face value as per the requirements of Circular 33 of 2012 with respect to thinly and non traded debt securities with residual maturity of upto six months.

### 6.2 Corporate sukuk certificates

Name of the security	Maturity date	Profit rate	As at July 1, 2021	Purchased during the period	Sold / redeemed during the period	As at March 31, 2022	Carrying value as at March 31, 2022	Market value as at March 31, 2022	Unrealised appreciation/ (diminution) as at March 31, 2022	Percentage in relation to	
			(Number of certificates)				(Rupees in '000)			Net assets of the Fund	Total market value of investments
K-Electric Limited - III (A-1+, PACRA)	September 01, 2022	6 months KIBOR plus base rate of 0.85%	-	450	-	450	450,000	450,000	-	3.4%	51%
K-Electric Limited - IV (A-1+, PACRA)	September 23, 2022	6 months KIBOR plus base rate of 0.85%	-	430	-	430	430,000	430,000	-	3.3%	49%
<b>Total as at March 31, 2022</b>							880,000	880,000		6.71%	100.00%
<b>Total as at June 30, 2021</b>							-	-		-	-

6.2.1 The nominal value of these sukuk certificates is Rs 1,000,000 each. The profit payments and principal redemptions of these sukuk certificates are receivable at maturity.

## 6.2 Term deposit receipts

Name of the bank	Maturity	Profit rate	As at July 1, 2021	Term deposit receipts placed during the period	Matured during the period	Carrying value as at March 31, 2022	Market value as at March 31, 2022	Unrealised appreciation/ (diminution) as at March 31, 2022	Percentage in relation to	
									Net assets of the fund	Total market value of investment
		%								
(Rupees in '000)										(%)
United Bank Limited - Ameen	July 5, 2021	7.00%	1,300,000	-	1,300,000	-	-	-	-	-
United Bank Limited - Ameen	August 9, 2021	6.80%	-	1,300,000	1,300,000	-	-	-	-	-
United Bank Limited - Ameen	September 9, 2021	6.80%	-	1,300,000	1,300,000	-	-	-	-	-
United Bank Limited - Ameen	October 8, 2021	7.00%	-	1,300,000	1,300,000	-	-	-	-	-
United Bank Limited - Ameen	November, 8 2021	7.00%	-	1,300,000	1,300,000	-	-	-	-	-
Askari Bank Limited	December 1, 2021	7.15%	-	1,100,000	1,100,000	-	-	-	-	-
United Bank Limited - Ameen	December 2, 2021	8.35%	-	1,100,000	1,100,000	-	-	-	-	-
Meezan Bank Limited	December 3, 2021	7.46%	-	1,100,000	1,100,000	-	-	-	-	-
The Bank of Punjab	March 15, 2022	11.25%	-	1,300,000	1,300,000	-	-	-	-	-
Meezan Bank Limited	February 21, 2022	10.05%	-	500,000	500,000	-	-	-	-	-
Meezan Bank Limited	March 21, 2022	9.85%	-	1,300,000	1,300,000	-	-	-	-	-
<b>Total as at March 31, 2022</b>				<b>11,600,000</b>	<b>12,900,000</b>	<b>-</b>	<b>-</b>	<b>-</b>		
<b>Total as at June 30, 2021</b>						<b>1,300,000</b>	<b>1,300,000</b>	<b>-</b>		

6.2.1 The profit and principal of term deposit receipts is receivable at maturity.

Note	March 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited) (Rupees in '000)
<b>7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY</b>		
Management fee payable	7.1	1,104
Sindh Sales Tax payable on remuneration of the Management Company		144
Allocated expenses payable	7.2	1,699
Selling and marketing expenses payable	7.3	13,999
		<b>16,946</b>
		<b>13,765</b>

7.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at the rate of 0.5% (2021: 0.5%) per annum of average annual net assets of the Fund. The remuneration is payable to the Management Company monthly in arrears.

7.2 In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

The Management Company based on its own discretion charged 0.15% (2021: 0.15%) per annum of the average annual net assets of the scheme for allocation of such expenses to the Fund during the period subject to the total expense charged being lower than actual expense incurred.

7.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company based on its own discretion has charged selling and marketing expense at the rate of 0.3% (2021: 0.3%) per annum of average annual net assets of the Fund during the period subject to the total expense charged being lower than actual expense incurred.

		March 31, 2022 (Unaudited)	June 30, 2021 (Audited)
	Note	(Rupees in '000)	
<b>8. ACCRUED EXPENSES AND OTHER LIABILITIES</b>			
Provision for Sindh Workers' Welfare Fund (SWWF)	8.1	-	72,854
Withholding tax payable		472	73,530
Capital gain tax payable		5,221	15,532
Provision for Federal Excise Duty and related Sindh Sales tax on remuneration of the management company	8.2	27,018	27,018
Shariah advisor fee payable		930	653
Brokerage expense payable		49	49
Auditors' remuneration payable		369	335
Printing expense payable		111	111
Other expenses payable		266	463
Zakat payable		260	785
		<u>34,696</u>	<u>191,330</u>

- 8.1** SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also been taken up with the SECP. All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its circular dated August 30, 2021.

Provisioning against SWWF amounting to Rs. 74.69 million has been reversed and it has contributed towards an increase in NAV of the fund by Rs. 0.27 (0.54%) per unit. This was one-off event and is not likely to be repeated in the future.

- 8.2** The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2021. Had the provision of Federal Excise Duty not being made, the net asset value per unit as at March 31, 2022 would have been higher by Re. 0.11 (June 30, 2021: Rs. 0.10) per unit.

## **9. CONTINGENCIES AND COMMITMENTS**

There were no contingencies and commitments outstanding as at March 31, 2022 and June 30, 2021.

## **10. TOTAL EXPENSE RATIO**

The annualised total expense ratio (TER) of the Fund based on the current period results is 1.12% (March 31, 2021: 1.31%) which includes 0.09% (March 31, 2021: 0.18%) representing levies such as Sales taxes, annual fee to the SECP etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as a Money Market scheme.

## **11. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES**

- 11.1** Connected persons include Al Meezan Investment Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, Meezan Bank Limited being the holding company of the Management Company, Directors and Executives of the Management Company, other Funds under the common management of the Management Company, Pakistan Kuwait Investment Company (Private) Limited being the associated company of the Management Company, Al Meezan Investment Management Limited - Employees Gratuity Fund and unit holders holding 10 percent or more of the Fund's net assets.
- 11.2** Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.
- 11.3** Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, and the Trust Deed.
- 11.4** Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.

**11.5** Details of transactions with connected persons and balances with them are as follows:

**Balances**

	March 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited) (Rupees in '000)
<b>Al Meezan Investment Management Limited - the Management Company</b>		
Management fee payable	1,104	449
Sindh Sales Tax payable on remuneration of the Management Company	144	57
Selling and marketing expenses payable	13,999	10,478
Allocated expenses payable	1,699	2,781
<b>Meezan Bank Limited</b>		
Balance with bank	50,714	321,188
Profit receivable on saving accounts	363	159
Shariah advisor fee payable	930	653
<b>Central Depository Company of Pakistan Limited - the Trustee</b>		
Trustee fee payable	634	734
Sindh Sales Tax on trustee fee payable	82	95
Security deposit	100	100
<b>Directors and executives of the Management Company</b>		
Investment of units 7,052,242 (June 30, 2021: 8,454,024 units)	377,540	427,248

**Transactions during the period**

	Nine months period ended March 31,	
	2022 (Unaudited) (Rupees in '000)	2021 (Unaudited) (Rupees in '000)
<b>Al Meezan Investment Management Limited - the Management Company</b>		
Remuneration of Al Meezan Investment Management Limited - Management Company	50,306	56,637
Sindh Sales Tax on remuneration of the Management Company	6,540	7,363
Allocated expenses	15,092	16,991
Selling and marketing expenses	30,184	44,444
<b>Meezan Bank Limited</b>		
Profit on saving accounts	2,412	2,120
Shariah advisor fee	817	843
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration of Central Depository Company of Pakistan Limited - Trustee	5,880	7,363
Sindh Sales Tax on remuneration of the Management Company	764	957
CDS charges	5	368
<b>Meezan Strategic Allocation Fund II- MCPP - IV</b>		
Units issued: nil (2021: 3,239,124 units)	-	165,000
Units redeemed: nil (2021: 3,239,124 units)	-	165,077
<b>Meezan Strategic Allocation Fund II- MCPP - V</b>		
Units issued: nil (2021: 569,301 units)	-	29,000
Units redeemed: nil (2021: 569,301 units)	-	29,014
<b>Directors and Executives of the Management Company</b>		
Units issued: 3,676,928 units (2021: 4,748,321 units)	191,092	247,088
Units redeemed: 4,928,069 units (2021: 5,710,967 units)	255,152	296,127

**12. TAXATION**

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to 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 as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the Management Company intends to distribute at least 90% of the Fund's accounting income for the year ending June 30, 2022 as reduced by capital gains (whether realised or unrealised) to its unit holders, therefore no provision for taxation has been made in these condensed interim financial statements.

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.

### 13. FAIR VALUE MEASUREMENT

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 Fund 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.

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the statement of assets and liabilities date. The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

#### Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: 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); and
- Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at March 31, 2022 and June 30, 2021, the Fund held the following financial instruments measured at fair value:

As at March 31, 2022			
Level 1	Level 2	Level 3	Total
(Rupees in '000)			
<b>ASSETS</b>			
<b>Financial assets 'at fair value through profit or loss'</b>			
Corporate sukuk *	-	880,000	-
	-	880,000	-
			880,000
<b>ASSETS</b>			
<b>Financial assets 'at fair value through profit or loss'</b>			
Term deposit receipts *	-	1,300,000	-
Commercial papers **	-	1,424,517	-
	-	2,724,517	-
			2,724,517

\* The carrying value of these securities approximate their fair value since these are short term in nature and are placed with counter parties which have high credit ratings.

\*\* The valuation of commercial papers have been carried out based on amortisation of commercial papers as per the guidelines given in Circular 33 of 2012 since the residual maturity of these investments is less than six months and they are placed with counterparties which have high credit rating.

### 14. GENERAL

Figures have been rounded off to the nearest thousand Rupees unless otherwise stated.

### 15. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on April 18, 2022 by the Board of Directors of the Management Company.

For Al Meezan Investment Management Limited  
(Management Company)

Chief Executive

Chief Financial Officer

Director





**Al Meezan**  
Investment Management Ltd.

# MEEZAN

## ROZANA AMDANI FUND (MRAF)

The objective of the Fund is to meet liquidity needs of investors by providing investors a daily payout through investment in Shariah Compliant money market instruments.

The Fund shall be subject to such exposure limits as are specified in the Rules, the Regulations and directives issued by SECP from time to time. The Fund will make daily payout to the unit holders, which will be reinvested.



A QUANTUM LEAP  
FROM  
**136<sup>TH</sup> POSITION**  
TO

**108**

FOR  
**"EASE OF  
DOING  
BUSINESS"**

# FUND INFORMATION

## MANAGEMENT COMPANY

Al Meezan Investment Management Limited  
Ground Floor, Block "B", Finance & Trade Centre, Shahrah-e-Faisal Karachi 74400, Pakistan.  
Phone (+9221) 35630722-6, 111-MEEZAN  
Fax: (+9221) 35676143, 35630808  
Website: [www.almeezangroup.com](http://www.almeezangroup.com)  
E-mail: [info@almeezangroup.com](mailto:info@almeezangroup.com)

## BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah Ahmed	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan R Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director – PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naeem Sattar	Nominee Director - PKIC
Mr. Feroz Rizvi	Independent Director
Ms. Danish Zuberi	Independent Director
Mr. Mohammad Shoaib, CFA	Chief Executive Officer

## COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Salman Muslim

## CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Shahid Ojha

## AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Tariq Mairaj	Member
Mr. Naeem Sattar	Member

## RISK MANAGEMENT COMMITTEE

Mr. Mubashar Maqbool	Chairman
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member

## HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ariful Islam	Chairman
Mr. Mubashar Maqbool	Member
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member
Mr. Mohammad Shoaib, CFA	Member

## TRUSTEE

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

## AUDITORS

A. F. Ferguson & Co.  
Chartered Accountants  
State Life Building# 1-C,  
I.I. Chundrigar Road , Karachi-74000

## SHARIAH ADVISER

Meezan Bank Limited

## BANKERS TO THE FUND

Allied Bank Limited - Islamic Banking	Dubai Islamic Bank Pakistan Limited
Askari Bank Limited - Islamic Banking	Faysal Bank Limited - Islamic Banking
Bank Al Habib Limited - Islamic Banking	Habib Bank Limited -Islamic Banking
Bank Of Punjab – Islamic Banking	Meezan Bank Limited
Bank Alfalah Limited - Islamic Banking	UBL Ameen - Islamic Banking

## LEGAL ADVISER

Bawaney & Partners  
3rd & 4th Floor, 68-C, Lane-13, Bokhari Commercial Area,  
Phase VI, DHA, Karachi.  
Phone (+9221) 35156191-94 Fax: (+9221) 35156195  
E-mail: [bawaney@cyber.net.pk](mailto:bawaney@cyber.net.pk)

## TRANSFER AGENT

Al Meezan Investment Management Limited  
Ground Floor, Block "B", Finance & Trade Centre, Shahrah-e-Faisal Karachi 74400, Pakistan.  
Phone (+9221) 35630722-6, 111-MEEZAN  
Fax: (+9221) 35676143, 35630808  
Website: [www.almeezangroup.com](http://www.almeezangroup.com)  
E-mail: [info@almeezangroup.com](mailto:info@almeezangroup.com)

## DISTRIBUTORS

Al Meezan Investment Management Limited  
Meezan Bank Limited



**MEEZAN ROZANA AMDANI FUND**  
**CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES**  
**AS AT MARCH 31, 2022**

		<b>March 31, 2022 (Unaudited) (Rupees in '000)</b>	<b>June 30, 2021 (Audited)</b>
	<b>Note</b>		
<b>Assets</b>			
Balances with banks	5	50,491,733	56,743,167
Investments	6	5,012,350	17,726,099
Receivable against conversion of units		102,349	436,029
Profit receivable		366,149	257,354
Preliminary expenses and floatation costs		350	500
Deposits and prepayments		1,140	294
<b>Total assets</b>		<b>55,974,071</b>	<b>75,163,443</b>
<b>Liabilities</b>			
Payable to AI Meezan Investment Management Limited - Management Company	7	5,942	-
Payable to Central Depository Company of Pakistan Limited - Trustee	8	2,565	3,554
Payable to the Securities and Exchange Commission of Pakistan		7,618	9,092
Payable against conversion and redemption of units		9,483	280,124
Dividend payable		14,787	-
Accrued expenses and other liabilities	9	55,916	166,376
<b>Total liabilities</b>		<b>96,311</b>	<b>459,146</b>
<b>Net assets</b>		<b>55,877,760</b>	<b>74,704,297</b>
<b>Unit holders' fund (as per statement attached)</b>		<b>55,877,760</b>	<b>74,704,297</b>
<b>Contingencies and commitments</b>	10		
		<b>----- (Number of units) -----</b>	
<b>Number of units in issue</b>		<b>1,117,555,166</b>	<b>1,494,085,918</b>
		<b>----- (Rupees) -----</b>	
<b>Net asset value per unit</b>		<b>50.0000</b>	<b>50.0000</b>

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

**For AI Meezan Investment Management Limited**  
**(Management Company)**

\_\_\_\_\_  
Chief Executive

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

\_\_\_\_\_  
Director

**MEEZAN ROZANA AMDANI FUND**  
**CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)**  
**FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2022**

		Nine months period ended March 31,		Quarter ended March 31,	
		2022	2021	2022	2021
	Note	(Rupees in '000)		(Rupees in '000)	
<b>Income</b>					
Profit on commercial papers and sukuk certificates		227,280	234,348	88,320	72,636
Profit on term deposit receipts		450,466	250,536	187,473	122,020
Profit on Bai muajjal	6.4	321,850	479,398	-	118,822
Profit on savings accounts with banks		2,197,665	1,333,134	941,914	403,817
Net realised loss on sale of investments		(1,685)	(2,968)	-	(1,691)
<b>Total income</b>		<b>3,195,576</b>	<b>2,294,448</b>	<b>1,217,707</b>	<b>715,604</b>
<b>Expenses</b>					
Remuneration of Al Meezan Investment Management Limited - Management Company	7.1	61,539	65,410	17,842	20,414
Sindh Sales Tax on remuneration of the Management Company		8,000	8,503	2,319	2,654
Selling and marketing expenses	7.2	14,106	87,004	3,568	18,720
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8	22,421	21,258	6,542	6,634
Sindh Sales Tax on remuneration of the Trustee		2,915	2,764	851	863
Annual fee to the Securities and Exchange Commission of Pakistan		7,618	6,541	2,379	2,041
Auditors' remuneration		405	384	80	144
Amortisation of preliminary expenses and floatation costs		150	150	49	49
Fees and subscription		989	978	325	321
Legal and professional charges		184	22	-	22
Brokerage expense		362	704	-	416
Bank and settlement charges		2,832	3,853	978	1,026
(Reversal of provision) / provision for Sindh Workers' Welfare Fund (SWWF)	9.1	(141,199)	41,938	-	13,246
<b>Total expenses</b>		<b>(19,678)</b>	<b>239,509</b>	<b>34,933</b>	<b>66,550</b>
<b>Net income for the period before taxation</b>		<b>3,215,254</b>	<b>2,054,939</b>	<b>1,182,774</b>	<b>649,054</b>
Taxation	13	-	-	-	-
<b>Net income for the period after taxation</b>		<b>3,215,254</b>	<b>2,054,939</b>	<b>1,182,774</b>	<b>649,054</b>
<b>Allocation of net income for the period</b>					
Net income for the period after taxation		3,215,254	2,054,939		
Income already paid on units redeemed		-	-		
		<b>3,215,254</b>	<b>2,054,939</b>		
<b>Accounting income available for distribution</b>					
- Relating to capital gains		-	-		
- Excluding capital gains		3,215,254	2,054,939		
		<b>3,215,254</b>	<b>2,054,939</b>		

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

**For Al Meezan Investment Management Limited**  
**(Management Company)**

Chief Executive

Chief Financial Officer

Director



**MEEZAN ROZANA AMDANI FUND**  
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)**  
**FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2022**

	Nine months period ended March 31,		Quarter ended March 31,	
	2022	2021	2022	2021
	(Rupees in '000)		(Rupees in '000)	
<b>Net income for the period after taxation</b>	3,215,254	2,054,939	1,182,774	649,054
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<u>3,215,254</u>	<u>2,054,939</u>	<u>1,182,774</u>	<u>649,054</u>

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

**For AI Meezan Investment Management Limited**  
**(Management Company)**

\_\_\_\_\_  
Chief Executive

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

\_\_\_\_\_  
Director

**MEEZAN ROZANA AMDANI FUND**  
**CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)**  
**FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022**

	Nine months period ended March 31, 2022			Nine months period ended March 31, 2021		
	Capital value	Undistribut ed income	Total	Capital value	Undistributed income	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period	74,704,297	-	74,704,297	53,350,947	-	53,350,947
Issuance of 1,672,724,238 units (2021: 1,428,972,226 units)						
- Capital value (at net asset value per unit at the beginning of the period)	83,636,212	-	83,636,212	71,448,611	-	71,448,611
- Element of income	-	-	-	-	-	-
Total proceeds on issuance of units	83,636,212	-	83,636,212	71,448,611	-	71,448,611
Redemption of 2,049,254,990 units (2021: 1,585,526,821 units)						
- Capital value (at net asset value per unit at the beginning of the period)	102,462,749	-	102,462,749	79,276,341	-	79,276,341
- Element of loss	-	-	-	-	-	-
Total payments on redemption of units	102,462,749	-	102,462,749	79,276,341	-	79,276,341
Total comprehensive income for the period	-	3,215,254	3,215,254	-	2,054,939	2,054,939
Distribution during the period *	-	(3,215,254)	(3,215,254)	-	(2,054,939)	(2,054,939)
Net income for the period less distribution	-	-	-	-	-	-
<b>Net assets at the end of the period</b>	<b>55,877,760</b>	<b>-</b>	<b>55,877,760</b>	<b>45,523,217</b>	<b>-</b>	<b>45,523,217</b>
<b>Undistributed income brought forward</b>						
- Realised income	-			-		
- Unrealised income	-			-		
<b>Accounting income available for distribution</b>						
- Relating to capital gains	-			-		
- Excluding capital gains	3,215,254			2,054,939		
Distribution during the period *	(3,215,254)			(2,054,939)		
Undistributed income carried forward	-			-		
<b>Undistributed income carried forward</b>						
- Realised income	-			-		
- Unrealised income	-			-		
	(Rupees)			(Rupees)		
Net asset value per unit at the beginning of the period	50.0000			50.0000		
Net asset value per unit at the end of the period	50.0000			50.0000		

\* Meezan Rozana Amdani Fund is required to distribute dividend on a daily basis on each business day. The cumulative distribution per unit for the nine months period ended March 31, 2022 amounted to Rs. 3.1932 (March 31, 2021: Rs. 2.3558) per unit.

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

**For AI Meezan Investment Management Limited**  
**(Management Company)**

Chief Executive

Chief Financial Officer

Director



**MEEZAN ROZANA AMDANI FUND**  
**CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)**  
**FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022**



**Meezan**  
Rozana Amdani Fund

	Note	Nine months period ended March 31	
		2022	2021
		(Rupees in '000)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net income for the period before taxation		3,215,254	2,054,939
<b>Adjustments for:</b>			
Amortisation of preliminary expenses and floatation costs		150	150
		3,215,404	2,055,089
<b>Decrease / (increase) in assets</b>			
Investments - net		843,749	9,430,988
Deposits and prepayments		(846)	141
Accrued profit		(108,795)	(2,369)
		734,108	9,428,760
<b>Increase / (decrease) in liabilities</b>			
Payable to Al Meezan Investment Management Limited - Management Company		5,942	(9,309)
Payable to Central Depository Company of Pakistan Limited - Trustee		(989)	(532)
Payable to the Securities and Exchange Commission of Pakistan		(1,474)	(116)
Accrued expenses and other liabilities		(110,460)	33,654
		(106,981)	23,697
<b>Net cash generated from operating activities</b>		3,842,531	11,507,546
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Receipts against issuance and conversion of units		83,969,892	71,334,129
Payments against redemption and conversion of units		(102,733,390)	(79,757,428)
Dividend paid		(3,200,467)	(2,058,986)
<b>Net cash used in financing activities</b>		(21,963,965)	(10,482,285)
<b>Net (decrease) / increase in cash and cash equivalents during the period</b>		(18,121,434)	1,025,261
Cash and cash equivalents at the beginning of the period		68,613,167	41,346,317
<b>Cash and cash equivalents at the end of the period</b>	5.2	50,491,733	42,371,578

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

**For AI Meezan Investment Management Limited**  
**(Management Company)**

\_\_\_\_\_  
Chief Executive

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

\_\_\_\_\_  
Director

**MEEZAN ROZANA AMDANI FUND**  
**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)**  
**FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022**

**1. LEGAL STATUS AND NATURE OF BUSINESS**

- 1.1** Meezan Rozana Amdani Fund (the Fund) was established under a Trust Deed executed between Al Meezan Investment Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed under the Trust Act, 1882 on October 29, 2018 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on October 18, 2018 under 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). The Management Company has been granted license by the SECP to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi 74400, Pakistan.

During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on August 16, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

- 1.2** The investment objective of the Fund is to meet liquidity needs of investors by providing investors a daily payout through investment in Shariah Compliant money market instruments. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah principles. Meezan Bank Limited (MBL) acts as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah. The investment objectives and policies are explained in the Fund's offering document.

- 1.3** The Fund is an open-end Shariah Compliant Money Market Scheme and has the following specific features:

- (a) Dividend will be distributed to the entitled unit holders on a daily basis (i.e. each business day); and
- (b) Daily dividend received by the unit holders shall be reinvested.

By distributing dividend on a daily basis, the Management Company is required to ensure that total distribution in an accounting period accumulates to an amount that is required under the tax laws and other regulations in force.

- 1.4** 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 listed on the Pakistan Stock Exchange Limited.
- 1.5** The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 27, 2021 (2020: 'AM1' dated December 31, 2020) and by PACRA dated June 23, 2021 (2020: 'AM1' dated June 26, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes. The Fund has been given a stability rating of AA+(f) by VIS Credit Rating Company Limited dated December 27, 2021 (2020: AA+(f) dated January 12, 2021).
- 1.6** The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

**2. BASIS OF PRESENTATION**

The transactions undertaken by the Fund are in accordance with the process prescribed under the Shariah guidelines issued by the Shariah Advisor and are accounted for on substance rather than the form prescribed by the earlier referred guidelines. This practice is being followed to comply with the requirements of the accounting and reporting standards as applicable in Pakistan.

**3. BASIS OF PREPARATION**

**3.1 Statement of compliance**

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting 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;
- Provisions of and directives issued under the Companies Act, 2017, along with part VIIIA of the repealed Companies Ordinance, 1984; and

- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the International Accounting Standard (IAS) 34, Interim Financial Reporting, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2021.

These condensed interim financial statements are unaudited. However, in compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at March 31, 2022.

#### **4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGEMENTS AND RISK MANAGEMENT POLICIES**

**4.1** The accounting policies adopted and the methods 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 Fund for the year ended June 30, 2021.

**4.2** The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2021. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2021.

#### **4.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period**

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2021. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

#### **4.4 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective**

There are certain new standards and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

<b>5. BALANCES WITH BANKS</b>	<b>Note</b>	<b>March 31, 2022 (Unaudited)</b>	<b>June 30, 2021 (Audited)</b>
		<b>(Rupees in '000)</b>	
Balances with banks in:			
Savings accounts	5.1	50,491,689	56,743,123
Current accounts		44	44
		<u>50,491,733</u>	<u>56,743,167</u>

- 5.1** This includes balances maintained with Meezan Bank Limited (a related party) that has an expected profit rate of 4.50% (June 30, 2021: 2.50%) per annum. Other savings accounts of the Fund have expected profit rates ranging from 2.60% to 11.60% (June 30, 2021: 2.05% to 7.60%) per annum.

	Note	March 31, 2022 (Unaudited) (Rupees in '000)	March 31, 2021 (Unaudited) (Rupees in '000)
<b>5.2 Cash and cash equivalents</b>			
Balances with banks	5	50,491,733	27,204,529
Term deposit receipts having original maturity of three months or less	6.3	-	6,800,000
Bai Muajjal receivable	6.4	-	8,367,049
		<u>50,491,733</u>	<u>42,371,578</u>

		March 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited) (Rupees in '000)
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## 6. INVESTMENTS

### At fair value through profit or loss

Commercial papers	6.1	1,912,350	2,281,052
Corporate sukuk certificates	6.2	3,100,000	675,000
Term deposit receipts	6.3	-	11,870,000
Bai Muajjal receivable	6.4	-	2,900,047
		<u>5,012,350</u>	<u>17,726,099</u>

### 6.1 Commercial papers

Name of the security	Maturity date	Profit rate	As at July 1, 2021	Purchased during the period	Sold / matured during the period	As at March 31, 2022	Carrying value as at March 31, 2022	Market value as at March 31, 2022	Unrealised appreciation/ (diminution) as at March 31, 2022	Percentage in relation to	
			(Number of certificates)			(Rupees in '000)				Net assets of the Fund	Total market value of investments
K-Electric Limited CP-15 (A-1+, PACRA)	September 02, 2021	6 months KIBOR plus base rate of 0.60%	675	-	675	-	-	-	-	-	-
K-Electric Limited CP-16 (A-1+, PACRA)	September 16, 2021	6 months KIBOR plus base rate of 0.60%	525	-	525	-	-	-	-	-	-
K-Electric Limited CP-17 (A-1+, VIS)	October 06, 2021	6 months KIBOR plus base rate of 0.55%	525	-	525	-	-	-	-	-	-
K-Electric Limited CP-18 (A-1+, VIS)	October 19, 2021	6 months KIBOR plus base rate of 0.55%	600	-	600	-	-	-	-	-	-
K-Electric Limited CP-19 (A-1+, VIS)	January 12, 2022	6 months KIBOR plus base rate of 0.45%	-	375	375	-	-	-	-	-	-
K-Electric Limited CP-20 (A-1+, VIS)	January 27, 2022	6 months KIBOR plus base rate of 0.45%	-	675	675	-	-	-	-	-	-
K-Electric Limited CP-22 (A-1+, PACRA)	April 07, 2022	6 months KIBOR plus base rate of 0.50%	-	675	-	675	674,079	674,079	-	1.21%	13.45%

Name of the security	Maturity date	Profit rate	As at July 1, 2021	Purchased during the period	Sold / redeemed during the period	As at March 31, 2022	Carrying value as at March 31, 2022	Market value as at March 31, 2022	Unrealised appreciation/ (diminution) as at March 31, 2022	Percentage in relation to	
			(Number of certificates)			(Rupees in '000)				Net assets of the Fund	Total market value of investments
K-Electric Limited CP-23 (A-1+, VIS)	May 04, 2022	6 months KIBOR plus base rate of 0.6%	-	750	-	750	743,904	743,904	-	1.33%	14.84%
K-Electric Limited CP-24 (A-1+, VIS)	May 16, 2022	6 months KIBOR plus base rate of 0.6%	-	500	-	500	494,368	494,368	-	0.88%	9.86%
<b>Total as at March 31, 2022</b>							<b>1,912,350</b>	<b>1,912,350</b>		<b>3.42%</b>	<b>38.14%</b>
<b>Total as at June 30, 2021</b>							<b>2,281,052</b>	<b>2,281,052</b>		<b>3.05%</b>	<b>12.87%</b>

**6.1.1** The nominal value of these commercial papers is Rs 1,000,000 each and these are redeemable at maturity.

## 6.2 Corporate sukuk certificates

Name of the security	Maturity date	Profit rate	As at July 1, 2021	Purchased during the period	Sold / redeemed during the period	As at March 31, 2022	Carrying value as at March 31, 2022	Market value as at March 31, 2022	Unrealised appreciation/ (diminution) as at March 31, 2022	Percentage in relation to	
			(Number of certificates)			(Rupees in '000)				Net assets of the Fund	Total market value of investments
The Hub Power Company Limited IV (A-1+, PACRA)*	November 05, 2021	6 months KIBOR plus base rate of 1.10%	6,750	-	6,750	-	-	-	-	-	-
The Hub Power Company Limited VII (AA+, PACRA)*	May 02, 2022	6 months KIBOR plus base rate of 0.80%	-	5,250	-	5,250	525,000	525,000	-	0.94%	10.47%
K-Electric Limited - I (A-1+, PACRA)*	August 04, 2022	6 months KIBOR plus base rate of 0.85%	-	6,750	-	6,750	675,000	675,000	-	1.21%	13.47%
K-Electric Limited - II (A-1+, PACRA)*	August 15, 2022	6 months KIBOR plus base rate of 0.85%	-	6,250	-	6,250	625,000	625,000	-	1.12%	12.47%
K-Electric Limited - III (A-1+, PACRA)*	September 01, 2022	6 months KIBOR plus base rate of 0.85%	-	675	-	675	675,000	675,000	-	1.21%	13.47%
K-Electric Limited - IV (A-1+, PACRA)*	September 23, 2022	6 months KIBOR plus base rate of 0.85%	-	600	-	600	600,000	600,000	-	1.07%	11.97%
<b>Total as at March 31, 2022</b>							<b>3,100,000</b>	<b>3,100,000</b>		<b>5.55%</b>	<b>61.85%</b>
<b>Total as at June 30, 2021</b>							<b>675,000</b>	<b>675,000</b>		<b>0.90%</b>	<b>3.81%</b>

**6.2.1** \* The nominal value of these sukuk certificates is Rs 100,000 each, except K-Electric Limited Sukuk III & IV having the nominal value of Rs. 1,000,000 each. The profit payments and principal redemptions of these sukuk certificates are receivable at maturity.

## 6.3 Term deposit receipts

Name of the bank	Maturity date	Profit rate	As at July 1, 2021	Placed during the period	Matured during the period	Carrying value as at March 31, 2022	Market value as at March 31, 2022	Unrealised appreciation/ (diminution) as at March 31, 2022	Percentage in relation to	
									Net assets of the Fund	Total market value of investments
			(Rupees in '000)							
United Bank Limited - Ameen	July 5, 2021	7.00%	4,300,000	-	4,300,000	-	-	-	-	-
Meezan Bank Limited (related party)	August 2, 2021	7.10%	2,800,000	-	2,800,000	-	-	-	-	-
Meezan Bank Limited (related party)	August 2, 2021	7.10%	750,000	-	750,000	-	-	-	-	-
Meezan Bank Limited (related party)	August 2, 2021	7.10%	500,000	-	500,000	-	-	-	-	-
Meezan Bank Limited (related party)	August 2, 2021	7.10%	950,000	-	950,000	-	-	-	-	-
Askari Bank Limited	September 1, 2021	7.15%	2,570,000	-	2,570,000	-	-	-	-	-
United Bank Limited - Ameen	August 9, 2021	6.80%	-	4,300,000	4,300,000	-	-	-	-	-
United Bank Limited - Ameen	September 9, 2021	6.80%	-	4,300,000	4,300,000	-	-	-	-	-
Askari Bank Limited	December 1, 2021	7.15%	-	1,500,000	1,500,000	-	-	-	-	-
United Bank Limited - Ameen	December 2, 2021	8.35%	-	4,500,000	4,500,000	-	-	-	-	-
Meezan Bank Limited (related party)	December 3, 2021	7.46%	-	4,500,000	4,500,000	-	-	-	-	-
United Bank Limited - Ameen	October 8, 2021	7.00%	-	4,300,000	4,300,000	-	-	-	-	-
United Bank Limited - Ameen	November 8, 2021	7.00%	-	4,300,000	4,300,000	-	-	-	-	-
The Bank of Punjab	March 15, 2022	11.25%	-	4,200,000	4,200,000	-	-	-	-	-
United Bank Limited - Ameen	January 31, 2022	11.00%	-	2,000,000	2,000,000	-	-	-	-	-
Meezan Bank Limited (related party)	February 21, 2022	10.05%	-	4,500,000	4,500,000	-	-	-	-	-
Meezan Bank Limited (related party)	March 21, 2022	9.85%	-	4,500,000	4,500,000	-	-	-	-	-
Total as at March 31, 2022						-	-		0.00%	0.00%
Total as at June 30, 2021						11,870,000	11,870,000		15.89%	66.97%

6.3.1 The profit payments and principal redemptions of these term deposit receipts are receivable at maturity.

#### 6.4 Bai Muajjal receivable

Name of the counterparty	Maturity date	Profit rate	Total transaction Price	Total deferred income	Accrued profit for the period	Carrying value as at March 31, 2022	Percentage in relation to	
							Net assets of the Fund	Total market value of investments
			----- (Rupees in '000) -----					
Samba Bank Limited (AA, VIS)	December 15, 2021	7.25%	444,735	14,046	14,046	-	-	-
Samba Bank Limited (AA, VIS)	December 15, 2021	7.25%	281,653	8,895	8,895	-	-	-
Samba Bank Limited (AA, VIS)	December 15, 2021	7.25%	445,118	13,704	13,704	-	-	-
Samba Bank Limited (AA, VIS)	December 15, 2021	7.25%	281,910	8,679	8,679	-	-	-
Samba Bank Limited (AA, VIS)	December 15, 2021	7.25%	445,208	13,618	13,618	-	-	-
Samba Bank Limited (AA, VIS)	December 15, 2021	7.25%	281,982	8,626	8,626	-	-	-
Samba Bank Limited (AA, VIS)	December 15, 2021	7.25%	445,298	13,533	13,533	-	-	-
Samba Bank Limited (AA, VIS)	December 15, 2021	7.25%	282,039	8,571	8,571	-	-	-
Samba Bank Limited (AA, VIS)	December 15, 2021	7.25%	445,410	13,448	13,448	-	-	-
Samba Bank Limited (AA, VIS)	December 15, 2021	7.25%	282,110	8,517	8,517	-	-	-
Samba Bank Limited (AA, VIS)	December 15, 2021	7.25%	247,988	6,995	6,995	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	December 17, 2021	7.60%	442,969	16,510	15,588	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	December 17, 2021	7.60%	280,520	10,455	9,871	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	December 17, 2021	7.60%	443,067	16,421	15,591	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	December 17, 2021	7.60%	280,584	10,399	9,873	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	December 17, 2021	7.60%	443,165	16,333	15,595	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	December 17, 2021	7.60%	280,647	10,343	9,876	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	December 17, 2021	7.60%	443,262	16,244	15,598	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	December 17, 2021	7.60%	280,711	10,287	9,878	-	-	-
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 15, 2021	7.15%	447,154	11,737	11,737	-	-	-
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 15, 2021	7.15%	447,244	11,652	11,652	-	-	-
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 15, 2021	7.15%	283,304	7,381	7,381	-	-	-
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 15, 2021	7.15%	447,334	11,567	11,567	-	-	-
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 15, 2021	7.15%	283,362	7,327	7,327	-	-	-
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 15, 2021	7.15%	447,424	11,482	11,482	-	-	-
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 15, 2021	7.15%	283,447	7,274	7,274	-	-	-
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 15, 2021	7.15%	447,840	11,141	11,141	-	-	-
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 15, 2021	7.15%	283,676	7,057	7,057	-	-	-
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 15, 2021	7.15%	447,919	11,056	11,056	-	-	-
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 15, 2021	7.15%	148,826	3,673	3,673	-	-	-
Total as at March 31, 2022					321,850	-	-	-
Total as at June 30, 2021					605,383	2,900,047	3.88%	16.36%

		March 31, 2022 (Unaudited)	June 30, 2021 (Audited)
		(Rupees in '000)	
7.	PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	
	Remuneration payable	7.1	1,318
	Sindh Sales Tax payable on remuneration of the Management Company		171
	Selling and marketing expenses payable	7.2	4,453
			5,942
			-

7.1 As per Regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit.

Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the following rates during the period ended March 31, 2022:

Rate applicable from July 6, 2021 to September 16, 2021	Rate applicable from September 17, 2021 to March 31, 2022
0.20% of the average annual net assets	0.15% of the average annual net assets

However, no remuneration was charged for the period from July 1, 2021 to July 5, 2021. The remuneration is payable to the Management Company monthly in arrears.

- 7.2 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at the following rates during the period ended March 31, 2022, subject to total expense charged being lower than actual expense incurred:

Rate applicable from August 1, 2021 to September 16, 2021	Rate applicable from October 1, 2021 to March 31, 2022
0.10% of the average annual net assets	0.03% of the average annual net assets

However, no expense was charged to the Fund for the period from July 1, 2021 to July 31, 2021 and for the period from September 17, 2021 to September 30, 2021.

## 8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. During the period, Trustee has revised its tariff as follows:

Previous Tariff (Flat Rate)	Revised Tariff (Flat Rate)
0.065% per annum of net assets	0.055% per annum of net assets

Accordingly, the Fund has charged trustee fee at the rate 0.055 percent per annum of net assets during the period with effect from October 1, 2021.

9. ACCRUED EXPENSES AND OTHER LIABILITIES	Note	March 31, 2022 (Unaudited)	June 30, 2021 (Audited)
		(Rupees in '000)	
Auditors' remuneration payable		364	280
Brokerage payable		1	163
Shariah advisor fee payable		805	538
Withholding tax payable		52,119	21,675
Provision for Sindh Workers' Welfare Fund (SWWF)	9.1	-	141,199
CDS charges payable		2,512	1,679
Other payable		41	310
Zakat payable		74	532
		<u>55,916</u>	<u>166,376</u>

- 9.1 SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also been taken up with the SECP. All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its circular dated August 30, 2021.

Provisioning against SWWF amounting to Rs. 151 million has been reversed and it has contributed towards an increase in Pay out of the fund by Rs. 0.13 (0.27%) per unit. This was one-off event and is not likely to be repeated in

## 10. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2022 and June 30, 2021.



## 11. TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund as at March 31, 2022 based on current period results is 0.32% (March 31, 2021: 0.70%) which includes 0.05% (March 31, 2021: 0.15%) representing government levies on the Fund such as Sales Taxes, Federal Excise Duties, annual fee to the SECP etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as a 'Money Market Scheme'.

## 12. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons include Al Meezan Investment Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, Meezan Bank Limited being the holding company of the Management Company, Directors and Executives of the Management Company, other Funds under the common management of the Management Company, Pakistan Kuwait Investment Company (Private) Limited being the associated company of the Management Company, Al Meezan Investment Management Limited - Employees Gratuity Fund and unit holders holding 10 percent or more of the Fund's net assets.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

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

Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.

The details of transactions carried out by the Fund with connected persons during the period and balances with them as at period end are as follows:

	March 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
<b>Al Meezan Investment Management Limited - Management Company</b>		
Remuneration payable	1,318	-
Sindh Sales Tax payable on remuneration of the Management Company	171	-
Selling and marketing expenses payable	4,453	-
Investment of nil units (June 30, 2021: 19,269,396 units)	-	9,634,670
<b>Meezan Bank Limited</b>		
Balances with bank	166,131	72,245
Profit receivable on savings accounts	536	312
Term deposit receipt outstanding	-	5,000,000
Profit receivable on term deposit receipts	-	4,085
Shariah advisor fee payable	805	538
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration payable	2,270	3,145
Sindh Sales Tax payable on remuneration of the Trustee	295	409
Security deposit	100	100
CDS charges payable	2,512	1,679
Investment of 2,003,102 units (June 30, 2021: nil units)	100,155	-
<b>Meezan Strategic Allocation Fund - MSAP - I</b>		
Investment of nil units (June 30, 2021: 3,548,805 units)	-	177,440



	<b>March 31, 2022 (Unaudited)</b>	<b>June 30, 2021 (Audited)</b>
	<b>(Rupees in '000)</b>	
<b>Meezan Strategic Allocation Fund - MSAP - II</b>		
Investment of nil units (June 30, 2021: 2,266,119 units)	-	113,306
<b>Meezan Strategic Allocation Fund - MSAP - III</b>		
Investment of nil units (June 30, 2021: 2,609,764 units)	-	130,488
<b>Meezan Strategic Allocation Fund - MSAP - IV</b>		
Investment of nil units (June 30, 2021: 1,081,951 units)	-	54,098
<b>Meezan Strategic Allocation Fund - MSAP - V</b>		
Investment of nil units (June 30, 2021: 302,398 units)	-	15,120
<b>Meezan Strategic Asset Allocation Fund - MCPP - III</b>		
Investment of 1,778,361 units (June 30, 2021: 4,314,182 units)	58,918	215,709
<b>Meezan Strategic Allocation Fund -II - MCPP - IV</b>		
Investment of 1,107,751 units (June 30, 2021: 8,383,770 units)	55,388	419,189
<b>Meezan Strategic Allocation Fund-II - MCPP - V</b>		
Investment of 1,020,553 units (June 30, 2021: 1,583,794 units)	51,028	79,190
<b>Meezan Strategic Allocation Fund II- MCPP - VI</b>		
Investment of 965,180 units (June 30, 2021: 1,863,801 units)	48,259	93,190
<b>Meezan Strategic Allocation Fund II- MCPP - VII</b>		
Investment of 1,095,803 units (June 30, 2021: 1,916,378 units)	54,790	95,819
<b>Meezan Strategic Allocation Fund II- MCPP - VIII</b>		
Investment of nil units (June 30, 2021: 694,122 units)	-	34,706
<b>Meezan Strategic Allocation Fund III- MCPP - IX</b>		
Investment of 9,463,424 units (June 30, 2021: 1,096,628 units)	473,171	54,831
<b>Unit holders holding 10 percent or more of the Fund</b>		
Investment of nil units (June 30, 2021: 161,063,788 units)	-	8,053,189
<b>AI Meezan Investment Management Limited - Employees' Gratuity Fund</b>		
Investment of 741,478 units (June 30, 2021: 426,440 units)	37,074	21,322
<b>Directors and Executives of the Management Company</b>		
Investment of 561,233 units (June 30, 2021: 540,520 units)	28,062	27,026

	For the nine months period ended	
	March 31, 2022	March 31, 2021
	(Unaudited)	
	(Rupees in '000)	
Transactions during the period		
AI Meezan Investment Management Company Limited - Management Company		
Remuneration of the Management Company	61,539	65,410
Sindh Sales Tax on remuneration of the Management Company	8,000	8,503
Selling and marketing expenses	14,106	87,004
Units issued: 55,648,386 units March 31, 2021: 36,095,586 units)	2,782,419	1,804,779
Units redeemed: 74,917,782 units (March 31, 2021: 38,050,000 units)	3,745,889	1,902,500
Dividend paid	33,943	80,221
Meezan Bank Limited		
Profit on savings accounts	3,889	5,350
Term deposit receipt placed	13,500,000	2,400,000
Term deposit receipt matured	18,500,000	2,400,000
Shariah advisor fee	807	809
Profit on term deposit receipts	128,088	15,426
Central Depository Company of Pakistan Limited - The Trustee		
Remuneration of the Trustee	22,421	21,258
Sindh Sales Tax on remuneration of the Trustee	2,915	2,764
CDS charges	1,821	3,294
Units issued: 2,000,000 units (March 31, 2021: nil units)	100,000	-
Dividend paid	155	-
Meezan Strategic Allocation Fund - MSAP - I		
Units issued: 65,728 units (March 31, 2021: nil units)	3,286	-
Units redeemed: 3,614,533 units (March 31, 2021: nil units)	180,727	-
Dividend paid	3,286	-
Meezan Strategic Allocation Fund - MSAP - II		
Units issued: 41,413 units (March 31, 2021: nil units)	2,071	-
Units redeemed: 2,307,532 units (March 31, 2021: nil units)	115,377	-
Dividend paid	2,071	-
Meezan Strategic Allocation Fund - MSAP - III		
Units issued: 48,418 units (March 31, 2021: nil units)	2,421	-
Units redeemed: 2,658,182 units (March 31, 2021: nil units)	132,909	-
Dividend paid	2,421	-
Meezan Strategic Allocation Fund - MSAP - IV		
Units issued: 17,598 units (March 31, 2021: nil units)	880	-
Units redeemed: 1,099,549 units (March 31, 2021: nil units)	54,977	-
Dividend paid	880	-
Meezan Strategic Allocation Fund - MSAP - V		
Units issued: 5,753 units (March 31, 2021: nil units)	288	-
Units redeemed: 308,151 units (March 31, 2021: nil units)	15,408	-
Dividend paid	288	-
Meezan Strategic Asset Allocation Fund - MCPP-III		
Units issued: 1,862,999 units (March 31, 2021: 5,283,600 units)	93,150	264,180
Units redeemed: 4,998,820 units (March 31, 2021: 989,086 units)	249,941	49,454
Dividend paid	8,150	1,180



	Nine months period ended	
	March	March
	31, 2022	31, 2021
	(Unaudited) (Rupees in '000)	
<b>Transactions during the period</b>		
<b>Meezan Strategic Allocation Fund II- MCPP - IV</b>		
Units issued: 2,428,009 units (March 31, 2021: 13,609,110 units)	121,400	680,456
Units redeemed: 9,704,028 units (March 31, 2021: 6,391,496 units)	485,201	319,575
Dividend paid	15,900	3,978
<b>Meezan Strategic Allocation Fund II- MCPP - V</b>		
Units issued: 1,371,249 units (March 31, 2021: 5,443,295 units)	68,562	272,165
Units redeemed: 1,934,490 units (March 31, 2021: 3,939,625 units)	485,201	196,981
Dividend paid	3,562	4,412
<b>Meezan Strategic Allocation Fund II- MCPP - VI</b>		
Units issued: 1,077,068 units (March 31, 2021: 505,549 units)	53,853	123,654
Units redeemed: 1,975,689 units (March 31, 2021: 508,276 units)	98,784	25,414
Dividend paid	3,853	654
<b>Meezan Strategic Allocation Fund II- MCPP - VII</b>		
Units issued: 1,333,667 units (March 31, 2021: 2,170,927 units)	66,683	108,546
Units redeemed: 2,154,242 units (March 31, 2021: 406,621 units)	107,712	20,331
Dividend paid	4,149	546
<b>Meezan Strategic Allocation Fund II- MCPP - VIII</b>		
Units issued: 8,804 units (March 31, 2021: 804,778 units)	440	40,239
Units redeemed: 702,926 units (March 31, 2021: 203,311 units)	35,146	10,166
Dividend paid	440	239
<b>Meezan Strategic Allocation Fund III- MCPP - IX</b>		
Units issued: 9,861,332 units (March 31, 2021: 365,584 units)	493,067	56,455
Units redeemed: 1,494,536 units (March 31, 2021: 60,109 units)	74,727	18,362
Dividend paid	6,828	355
<b>Al Meezan Investment Management Limited - Employees' Gratuity Fund</b>		
Units issued: 315,038 units (March 31, 2021: 419,295 units)	15,752	20,965
Dividend paid	1,752	765
<b>Unit holders holding 10 percent or more of the Fund</b>		
Units issued: nil units (March 31, 2021: 66,000,000 units)	-	3,300,000
Dividend paid	-	206,662
<b>Directors and Executives of the Management Company</b>		
Units issued: 1,560,727 units (March 31, 2021: 357,434 units)	78,036	17,872
Units redeemed: 1,540,016 units (March 31, 2021: 336,482 units)	77,001	16,824
Dividend paid	1,672	408

### 13. TAXATION

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to 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 as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the Management Company intends to distribute at least 90% of the Fund's accounting income for the year ending June 30, 2022 as reduced by capital gains (whether realised or unrealised) to its unit holders, therefore no provision for taxation has been made in these condensed interim financial statements.

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.

#### 14. FAIR VALUE MEASUREMENT

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 Fund 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.

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the statement of assets and liabilities date. The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

##### 14.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1: quoted market price (unadjusted) in active markets for an identical assets or liabilities;
- Level 2: 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); and
- Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at March 31, 2022 and June 30, 2021, the Fund held the following financial instruments measured at fair value:

ASSETS	As at March 31, 2022			
	Level 1	Level 2	Level 3	Total
(Rupees in '000)				
<b>Financial assets 'at fair value through profit or loss'</b>				
Corporate sukuk certificates *	-	3,100,000	-	3,100,000
Commercial papers **	-	1,912,350	-	1,912,350
Term deposit receipts *	-	-	-	-
	-	5,012,350	-	5,012,350

ASSETS	As at June 30, 2021			
	Level 1	Level 2	Level 3	Total
(Rupees in '000)				
<b>Financial assets 'at fair value through profit or loss'</b>				
Corporate sukuk certificates *	-	675,000	-	675,000
Commercial papers **	-	2,281,052	-	2,281,052
Term deposit receipts *	-	11,870,000	-	11,870,000
Bai Muajjal receivable **	-	2,900,047	-	2,900,047
	-	17,726,099	-	17,726,099

\* The carrying value of these securities approximate their fair value since these are short term in nature and are placed with counterparties which have high credit rating.

\*\* The valuation of commercial papers and bai muajjal receivable has been carried out based on amortisation to their fair value / sale price as per the guidelines given in Circular 33 of 2012 since the residual maturity of these investments is less than six months and are placed with counterparties which have high credit rating.



**15. GENERAL**

**15.1** Figures have been rounded off to the nearest thousand Rupees unless otherwise stated.

**16. DATE OF AUTHORISATION**

These condensed interim financial statements were authorised for issue on April 18, 2022 by the Board of Directors of the Management Company.

**For Al Meezan Investment Management Limited  
(Management Company)**

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**Chief Executive**

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**Chief Financial Officer**

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**Director**