



**Al Meezan**  
Investment Management Ltd.

# MEEZAN ENERGY FUND (MEF)

Meezan Energy Fund is a Shariah Compliant Energy Sector (Equity) Scheme. It is an actively managed fund offering a simple way to take exposure to Shariah Compliant equity stocks, primarily from the energy sector/segment/industry available at Pakistan Stock Exchange (PSX).



# CURRENT ACCOUNT DEFICIT LOWEST IN



# 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  
Al Baraka Islamic Bank B.S.C (E.C)  
Bank Al Habib Limited - Islamic Banking  
Habib Metropolitan Bank Limited - Islamic Banking  
Meezan Bank Limited

## 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 ENERGY FUND**  
**CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES**  
**AS AT MARCH 31, 2022**

		<b>March 31, 2022 (Unaudited)</b>	<b>June 30, 2021 (Audited)</b>
	<b>Note</b>	<b>(Rupees in '000)</b>	
<b>Assets</b>			
Balances with banks	5	11,111	18,782
Investments	6	454,804	578,360
Receivable against conversion of units		3,467	8,251
Dividend receivable		197	1,764
Advances, deposit and other receivables		16,526	4,094
Preliminary expenses and floatation costs		-	83
<b>Total assets</b>		<b>486,105</b>	<b>611,334</b>
<b>Liabilities</b>			
Payable to AI Meezan Investment Management Limited - Management Company	7	899	761
Payable to Central Depository Company of Pakistan Limited - Trustee		96	113
Payable to Meezan Bank Limited		15	33
Payable to the Securities and Exchange Commission of Pakistan		79	105
Payable against conversion and redemption of units		15,480	20,927
Accrued expenses and other liabilities	8	3,788	5,085
<b>Total liabilities</b>		<b>20,357</b>	<b>27,024</b>
<b>Net assets</b>		<b>465,748</b>	<b>584,310</b>
<b>Contingencies and commitments</b>	9		
<b>Unit holders' funds (as per statement attached)</b>		<b>465,748</b>	<b>584,310</b>
		<b>(Number of units)</b>	
<b>Number of units in issue</b>		<b>14,540,332</b>	<b>17,035,689</b>
		<b>(Rupees)</b>	
<b>Net asset value per unit</b>		<b>32.0315</b>	<b>34.2992</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 ENERGY 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,	
	Note	2022 (Rupees in '000)	2021 (Rupees in '000)	2022 (Rupees in '000)	2021 (Rupees in '000)
<b>Income</b>					
Net realised (loss) / gain on sale of investments		(14,524)	53,694	(11,324)	25,007
Dividend income		42,602	17,467	17,754	5,408
Profit on savings accounts with banks		400	522	134	188
		<u>28,478</u>	<u>71,683</u>	<u>6,564</u>	<u>30,603</u>
Net unrealised diminution on re-measurement re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1	<u>(51,246)</u>	<u>(3,391)</u>	<u>(1,308)</u>	<u>(26,711)</u>
<b>Total (loss) / income</b>		<u>(22,768)</u>	<u>68,292</u>	<u>5,256</u>	<u>3,892</u>
<b>Expenses</b>					
Remuneration of Al Meezan Investment Management Limited - Management Company	7.1	7,855	7,520	2,537	2,736
Sindh Sales Tax on remuneration of the Management Company		1,021	977	330	355
Allocated expenses	7.2	432	380	139	141
Selling and marketing expenses	7.3	1,571	1,504	507	547
Remuneration of Central Depository Company of Pakistan Limited - Trustee		785	752	253	274
Sindh Sales Tax on remuneration of the Trustee		102	98	33	36
Annual fee to the Securities and Exchange Commission of Pakistan		79	75	26	27
Auditors' remuneration		245	236	48	63
Charity expense		1,693	641	669	94
Fees and subscription		424	423	139	140
Brokerage expense		948	2,727	443	1,466
Bank and settlement charges		297	351	99	119
Legal and professional charges		184	-	-	-
Amortisation of preliminary expenses and floatation costs		83	149	-	49
(Reversal of provision) / provision for Sindh Workers' Welfare Fund (SWWF)	8.1	<u>(2,709)</u>	<u>1,049</u>	<u>-</u>	<u>(43)</u>
<b>Total expenses</b>		<u>13,010</u>	<u>16,882</u>	<u>5,223</u>	<u>6,004</u>
<b>Net (loss) / income for the period before taxation</b>		<u>(35,778)</u>	<u>51,410</u>	<u>33</u>	<u>(2,112)</u>
Taxation	12	-	-	-	-
<b>Net (loss) / income for the period after taxation</b>		<u>(35,778)</u>	<u>51,410</u>	<u>33</u>	<u>(2,112)</u>
<b>Allocation of net income for the period</b>					
Net income for the period after taxation		-	51,410		
Income already paid on units redeemed		-	(30,269)		
		<u>-</u>	<u>21,141</u>		
<b>Accounting income available for distribution</b>					
- Relating to capital gains		-	21,141		
- Excluding capital gains		-	-		
		-	21,141		

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

	<b>Nine months period</b>		<b>Quarter ended</b>	
	<b>March 31,</b>		<b>March 31,</b>	
	<b>2022</b>	<b>2021</b>	<b>2022</b>	<b>2021</b>
	<b>(Rupees in '000)</b>		<b>(Rupees in '000)</b>	
<b>Net (loss) / income for the period after taxation</b>	(35,778)	51,410	33	(2,112)
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive (loss) / income for the period</b>	<u>(35,778)</u>	<u>51,410</u>	<u>33</u>	<u>(2,112)</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 ENERGY 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	Accumulated loss	Total	Capital value	Accumulated loss	Total
	(Rupees in '000)			(Rupees in '000)		
<b>Net assets at the beginning of the period</b>	974,734	(390,424)	584,310	964,237	(422,371)	541,866
Issuance of 22,431,208 units (2021: 60,311,156 units)						
- Capital value (at net asset value per unit at the beginning of the period)	769,373	-	769,373	1,810,541	-	1,810,541
- Element of (loss) / income	(30,274)	-	(30,274)	241,213	-	241,213
Total proceeds on issuance of units	739,099	-	739,099	2,051,754	-	2,051,754
Redemption of 24,926,565 units (2021: 60,713,276 units)						
- Capital value (at net asset value per unit at the beginning of the period)	854,961	-	854,961	1,822,613	-	1,822,613
- Element of (income) / loss	(33,078)	-	(33,078)	193,315	30,269	223,584
Total payments on redemption of units	821,883	-	821,883	2,015,928	30,269	2,046,197
Total comprehensive (loss) / income for the period	-	(35,778)	(35,778)	-	51,410	51,410
Distribution during the period	-	-	-	-	-	-
Net (loss) / income for the period less distribution	-	(35,778)	(35,778)	-	51,410	51,410
<b>Net assets at the end of the period</b>	<b>891,950</b>	<b>(426,202)</b>	<b>465,748</b>	<b>1,000,063</b>	<b>(401,230)</b>	<b>598,833</b>
<b>Accumulated loss brought forward</b>						
- Realised loss		(390,627)			(422,342)	
- Unrealised income / (loss)		203			(29)	
		(390,424)			(422,371)	
<b>Accounting income available for distribution</b>						
- Relating to capital gains	-			21,141		
- Excluding capital gains	-			-		
				21,141		
Net loss for the period after taxation		(35,778)			-	
Accumulated loss carried forward		(426,202)			(401,230)	
<b>Accumulated loss carried forward</b>						
- Realised loss		(374,956)			(397,839)	
- Unrealised (loss) / income		(51,246)			(3,391)	
		(426,202)			(401,230)	
		(Rupees)			(Rupees)	
Net asset value per unit at the beginning of the period		34.2992			30.0200	
Net asset value per unit at the end of the period		32.0315			33.9320	

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

Note	Nine months period ended March 31,	
	2022	2021
	(Rupees in '000)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
	(35,778)	51,410
Net (loss) / income for the period before taxation		
<b>Adjustments for:</b>		
	83	149
Amortisation of preliminary expenses and floatation costs		
	51,246	3,391
Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		
6.1	15,551	54,950
<b>Decrease / (increase) in assets</b>		
	72,310	(47,642)
Investments - net		
	1,567	(5,408)
Dividend receivable		
	-	16,537
Receivable against sale of investments		
	(12,432)	(115)
Advances, deposits and other receivables		
	61,445	(36,628)
<b>Increase / (decrease) in liabilities</b>		
	138	177
Payable to AI Meezan Investment Management Limited - Management Company		
	(17)	226
Payable to Central Depository Company of Pakistan Limited - Trustee		
	(18)	(335)
Payable to Meezan Bank Limited		
	(26)	(34)
Payable to the Securities and Exchange Commission of Pakistan		
	-	(2,776)
Payable against purchase of investments - net		
	(1,297)	1,016
Accrued expenses and other liabilities		
	(1,220)	(1,726)
<b>Net cash generated from operating activities</b>		
	75,776	16,596
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
	743,883	2,048,325
Receipts against issuance and conversion of units		
	(827,330)	(2,052,320)
Payment against redemption and conversion of units		
	(83,447)	(3,995)
<b>Net cash used in financing activities</b>		
	(7,671)	12,601
<b>Net (decrease) / increase in cash and cash equivalents during the period</b>		
	18,782	3,214
Cash and cash equivalents at the beginning of the period		
5	11,111	15,815
<b>Cash and cash equivalents at the end of the period</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 ENERGY 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 Energy Fund (the Fund) was established under a trust deed executed between Al Meezan Investment Management Company as the Management Company and Central Depository Company of Pakistan Limited as the Trustee. The Trust Deed was executed under the Trust Act, 1882 on September 09, 2016 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on August 26, 2016 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 Securities and Exchange Commission of Pakistan (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, Shariah-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 objective of the Fund is to seek long term capital appreciation through investments in Shariah compliant equity stocks, primarily from the energy sector / segment / industry, as defined in the constitutive documents. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah principles. The Management Company has appointed Meezan Bank Limited 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** 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. The Fund is categorised as an Open End Shariah Compliant (Islamic) Equity Scheme in accordance with Circular 7 of 2009 issued by the SECP.
- 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.
- 1.5** 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 are accounted for on substance rather than the form prescribed by the aforementioned 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, 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 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, JUDGMENTS 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 these condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan require 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 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.

		March 31, 2022 (Unaudited)	June 30, 2021 (Audited)
	Note	(Rupees in '000)	
<b>5. BALANCES WITH BANKS</b>			
Balances with banks in:			
Savings accounts	5.1	8,977	17,738
Current accounts		2,134	1,044
		<u>11,111</u>	<u>18,782</u>

5.1 This includes a balance 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 rates of profit ranging from 3.25% to 11.00% (June 30, 2021: 2.24% to 7.20%) per annum.

		March 31, 2022 (Unaudited)	June 30, 2021 (Audited)
	Note	(Rupees in '000)	
<b>6. INVESTMENTS</b>			
<b>At fair value through profit or loss</b>			
Shares of listed companies - 'ordinary shares'	6.1	<u>454,804</u>	<u>578,360</u>

## 6.1 Shares of listed companies - 'ordinary shares'

Name of the investee company	As at July 1, 2021	Purchased during the period	Bonus / right shares	Sold 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		
									Net assets of the Fund	Total market value of invest- ments	Paid-up capital of investee company (with face value of investment)
-----Number of shares-----						(Rupees in '000)			-----%-----		
<b>Oil and Gas Exploration Companies</b>											
Mari Petroleum Company Limited (note 6.1.2)	57,143	16,840	-	23,759	50,224	78,460	88,872	10,412	19.08	19.54	0.04
Oil and Gas Development Company Limited	903,016	425,000	-	396,000	932,016	86,581	77,478	(9,103)	16.64	17.04	0.02
Pakistan Oilfields Limited (note 6.1.2)	226,280	81,137	-	91,700	215,717	84,370	80,393	(3,977)	17.26	17.68	0.08
Pakistan Petroleum Limited (note 6.1.2)	1,214,418	310,000	-	544,382	980,036	82,841	71,347	(11,494)	15.32	15.69	0.04
									<b>68.30</b>	<b>69.95</b>	<b>0.18</b>
<b>Oil and Gas Marketing Companies</b>											
Attock Petroleum Limited	31,500	-	-	-	31,500	10,112	9,502	(610)	2.04	2.09	0.03
Hascol Petroleum Limited *	4,011	-	-	4,011	-	-	-	-	-	-	-
Hi-Tech Lubricants Limited	86,000	-	17,200	50,000	53,200	3,144	2,254	(890)	0.48	0.50	0.04
Pakistan State Oil Company Limited (note 6.1.2 & 6.1.3)	363,878	75,000	-	267,000	171,878	36,109	28,647	(7,462)	6.15	6.30	0.04
Shell Pakistan Limited	23,800	-	-	23,800	-	-	-	-	-	-	-
Sui Northern Gas Pipelines Limited	487,300	280,000	-	265,000	502,300	23,226	15,963	(7,263)	3.43	3.51	0.08
Sui Southern Gas Company Limited	400,000	-	-	400,000	-	-	-	-	-	-	-
									<b>12.10</b>	<b>12.40</b>	<b>0.19</b>
<b>Power Generation and Distribution</b>											
The Hub Power Company Limited	526,444	465,000	-	170,000	821,444	64,471	58,799	(5,672)	12.62	12.93	0.06
K- Electric Limited (note 6.1.1)	2,953,500	1,300,000	-	1,700,000	2,553,500	9,992	8,018	(1,974)	1.72	1.76	0.01
									<b>14.34</b>	<b>14.69</b>	<b>0.07</b>
<b>Refinery</b>											
Attock Refinery Limited	39,500	-	-	39,500	-	-	-	-	-	-	-
Cnergyco PK Limited (Formerly Byco Petroleum Pakistan Limited)	1,330,000	1,800,000	-	533,000	2,597,000	26,744	13,531	(13,213)	2.91	2.98	0.05
Pakistan Refinery Limited	-	330,000	-	330,000	-	-	-	-	-	-	-
									<b>2.91</b>	<b>2.98</b>	<b>0.05</b>
<b>Total as at March 31, 2022</b>						<b>506,050</b>	<b>454,804</b>	<b>(51,246)</b>	<b>97.65</b>	<b>100.02</b>	
<b>Total as at June 30, 2021</b>						<b>578,157</b>	<b>578,360</b>	<b>203</b>	<b>98.98</b>	<b>100.00</b>	

\* Nil figures due to rounding off difference.

- 6.1.1** All shares have a nominal value of Rs 10 each except for the shares of K-Electric Limited which has face value of Rs 3.5 each.
- 6.1.2** Investments include 65,000 shares of Pakistan Petroleum Limited, 26,500 shares of Pakistan Oilfields Limited, 4,000 shares of Mari Petroleum Limited and 5,000 shares of Pakistan State Oil Company Limited, having market value of Rs 4.732 million, Rs. 9.876 million, Rs. 7.078 million and Rs. 0.833 million respectively as at March 31, 2022 (June 30, 2021: 65,000 shares of Pakistan Petroleum Limited, 26,500 shares of Pakistan Oilfields Limited, 4,000 shares of Mari Petroleum Limited and 5,000 shares of Pakistan State Oil Company Limited, having market value of Rs 5.644 million, Rs. 10.437 million, Rs. 6.098 million and Rs. 1.121 million respectively) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.
- 6.1.3** The status of bonus shares already withheld prior to the introduction of Finance Act, 2018 is the same as that disclosed in the audited financial statements of the Fund for the year ended June 30, 2021. As at March 31, 2022, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 0.972 million (June 30, 2021: Rs. 1.308 million).



		March 31, 2022 (Unaudited)	June 30, 2021 (Audited)
	Note	(Rupees in '000)	
<b>7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY</b>			
Remuneration payable	7.1	158	67
Sindh Sales Tax payable on remuneration of the Management Company		20	9
Allocated expenses payable	7.2	47	55
Selling and marketing expenses payable	7.3	630	601
Sales load payable		40	26
Sindh Sales Tax payable on sales load		4	3
		<u>899</u>	<u>761</u>

**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 rate of 2% (March 31, 2021: 2%) per annum of the average annual net assets of the Fund during the period ended March 31, 2022. 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, has charged such expenses at the rate of 0.11% (March 31, 2021: 0.11%) of the average annual net assets of the Fund during the period ended March 31, 2022, subject to 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 expenses at the rate of 0.4% (March 31, 2021: 0.4%) per annum of the average annual net assets of the Fund during the period ended March 31, 2022, subject to 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	8.1	-	2,709
Auditors' remuneration payable		216	195
Brokerage payable		533	624
Shariah advisor fee payable		400	266
Charity payable		2,535	1,041
Capital gain tax payable		65	186
Zakat payable		-	30
Printing charges payable		39	34
		<u>3,788</u>	<u>5,085</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. 2.7 million has been reversed and it has contributed towards an increase in NAV of the fund by Rs. 0.17 (0.51%) per unit. This was one-off event and is not likely to be repeated in the future.

## 9. CONTINGENCIES AND COMMITMENTS

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

## 10. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include Al Meezan Investment Management Limited being the Management Company, the Central Depository Company of Pakistan Limited being the Trustee, Meezan Bank Limited being the holding company of the Management Company, other collective investment schemes managed by the Management Company, Pakistan Kuwait Investment Company (Private) Limited being the associated company of the Management Company, any entity in which the Management Company, its CISs or their connected persons have material interest, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

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:

<b>Balances</b>	<b>March 31, 2022 (Unaudited)</b>	<b>June 30, 2021 (Audited)</b>
	<b>(Rupees in '000)</b>	
<b>Al Meezan Investment Management Limited - Management Company</b>		
Remuneration payable	158	67
Sindh Sales Tax payable on remuneration of the Management Company	20	9
Sales load payable	40	26
Sindh Sales Tax payable on sales load	4	3
Allocated expenses payable	47	55
Selling and marketing expenses payable	630	601
Investment of 2,669,213 units (June 30, 2021: 3,263,145 units)	85,499	111,923
<b>Meezan Bank Limited</b>		
Balances with bank	2,612	17,265
Profit receivable on savings account	14	72
Sales load payable	13	29
Sindh Sales Tax on sales load payable	2	4
Shariah advisor fee payable	400	266
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration payable	85	100
Sindh Sales Tax payable on remuneration of the Trustee	11	13
Security deposit	100	100
<b>Directors and executives of the Management Company</b>		
Investment of 490,167 units (June 30, 2021: 219,868 units)	15,701	7,541
<b>Unit holders holding 10% or more of units of the Fund</b>		
Investment of 4,134,635 units (June 30, 2021: 4,298,505 units)	132,439	147,435



**Transactions during the period**

**Nine months period ended**  
**March 31,**  
**2022                      2021**  
**(Unaudited)**  
**(Rupees in '000)**

**Al Meezan Investment Management Limited - Management Company**

Remuneration of the Management Company	7,855	7,520
Sindh Sales Tax on remuneration of the Management Company	1,021	977
Allocated expenses	432	380
Selling and marketing expenses	1,571	1,504
Units issued: 147,284 units (March 31, 2021: 431,954 units)	5,000	15,000
Units redeemed: 741,216 units (March 31, 2021: 2,548,000 units)	25,000	85,000

**Meezan Bank Limited**

Profit on savings account	136	213
Shariah advisor fee	403	402

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

Remuneration of the Trustee	785	752
Sindh Sales Tax on remuneration of the Trustee	102	98
CDS charges	26	77

**Directors and executives of the Management Company**

Units issued: 658,509 units (March 31, 2021: 700,672 units)	21,984	22,279
Units redeemed: 388,213 units (March 31, 2021: 356,527 units)	12,693	12,223

**Unit holders holding 10% or more of units of the Fund**

Units redeemed: 163,870 units (March 31, 2021: Nil)	5,367	-
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**11. TOTAL EXPENSE RATIO**

The annualised total expense ratio (TER) of the Fund as at March 31, 2022 based on current period results is 4.00% (March 31, 2021: 4.42%) which includes 0.33% (March 31, 2021: 0.60%) 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 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Equity Scheme'.

**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 Fund has incurred net loss during the current period, 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.



### 13.1 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: Fair value measurements using quoted price (unadjusted) in active markets for identical assets or liabilities;
- Level 2: Fair value measurements using 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: Fair value measurements using 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>				
Shares of listed companies - 'ordinary shares'	454,804	-	-	454,804

  

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>				
Shares of listed companies - 'ordinary shares'	578,360	-	-	578,360

### 14. GENERAL

14.1 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