



**Al Meezan**  
Investment Management Ltd.

# MEEZAN

## ASSET ALLOCATION FUND (MAAF)

Meezan Asset Allocation Fund is a Shariah Compliant Asset Allocation Scheme. It is designed to help investors build wealth by long-term capital appreciation, diversification across asset classes and the flexibility to change investment portfolio exposure as per the outlook.



# AGRICULTURE SECTOR RECORDED A REMARKABLE GROWTH OF



Source: Economic Survey 2020-21

# 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

Al Baraka Islamic Bank B.S.C (E.C)  
Bank Al Habib Limited - Islamic Banking  
Bank Islami Pakistan Limited  
Habib Metropolitan Bank Limited - Islamic Banking  
Meezan Bank Limited  
Dubai Islamic Bank Pakistan 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 ASSET ALLOCATION 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	141,269	249,862
Investments	6	1,026,026	1,423,402
Receivable against conversion of units		110	3,675
Receivable against sale of investments		1,652	8,132
Dividend receivable		3,649	640
Advances, deposits and other receivables		5,995	27,962
<b>Total assets</b>		<b>1,178,701</b>	<b>1,713,673</b>
<b>Liabilities</b>			
Payable to Al Meezan Investment Management Limited - Management Company	7	4,917	4,504
Payable to Central Depository Company of Pakistan Limited - Trustee		209	241
Payable to the Securities and Exchange Commission of Pakistan		220	310
Payable to Meezan Bank Limited		3	49
Payable against redemption and conversion of units		169	8,790
Payable against purchase of investments		7,145	128
Accrued expenses and other liabilities	8	4,528	27,420
<b>Total liabilities</b>		<b>17,191</b>	<b>41,442</b>
<b>Net assets</b>		<b>1,161,510</b>	<b>1,672,231</b>
<b>Contingencies and commitments</b>	9		
<b>Unit holders' fund (as per statement attached)</b>		<b>1,161,510</b>	<b>1,672,231</b>
		<b>(Number of units)</b>	
<b>Number of units in issue</b>		<b>26,604,038</b>	<b>33,809,750</b>
		<b>(Rupees)</b>	
<b>Net asset value per unit</b>		<b>43.6592</b>	<b>49.4600</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 ASSET ALLOCATION 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>					
Net realised (loss) / gain on sale of investments		(94,089)	191,738	(33,157)	134,749
Dividend income		61,055	41,441	20,848	13,418
Profit on savings accounts with banks		8,640	10,341	2,649	2,575
		(24,394)	243,520	(9,660)	150,742
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1	(136,817)	143,824	(47,529)	(107,890)
<b>Total (loss) / income</b>		(161,211)	387,344	(57,189)	42,852
<b>Expenses</b>					
Remuneration of Al Meezan Investment Management Limited - Management Company	7.1	16,510	17,284	4,838	6,055
Sindh Sales Tax on remuneration of the Management Company		2,146	2,247	629	787
Allocated expenses	7.2	1,211	1,162	355	413
Selling and marketing expenses	7.3	11,006	5,185	3,225	2,191
Remuneration of Central Depository Company of Pakistan Limited - Trustee		1,851	1,903	569	650
Sindh Sales Tax on remuneration of the Trustee		241	247	74	84
Annual fee to the Securities and Exchange Commission of Pakistan		220	230	64	80
Auditors' remuneration		270	263	47	60
Brokerage expense		3,771	5,869	655	3,247
Charity expense		1,284	947	426	109
Bank and settlement charges		463	514	119	296
Amortisation of preliminary expenses and floatation costs		-	135	-	44
Fees and subscription		428	451	131	151
Legal and professional charges		184	-	-	-
(Reversal of provision) / provision for Sindh Workers' Welfare Fund (SWWF)	8.1	(21,839)	7,018	-	574
<b>Total expenses</b>		17,746	43,455	11,132	14,741
<b>Net (loss) / income for the period before taxation</b>		(178,957)	343,889	(68,321)	28,111
Taxation	11	-	-	-	-
<b>Net (loss) / income for the period after taxation</b>		(178,957)	343,889	(68,321)	28,111
<b>Allocation of net income for the period</b>					
Net income for the period after taxation		-	343,889		
Income already paid on units redeemed		-	(65,045)		
		-	278,844		
<b>Accounting income available for distribution</b>					
- Relating to capital gains		-	278,844		
- Excluding capital gains		-	-		
		-	278,844		

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

	Nine months period March 31,		Quarter ended, March 31,	
	2022	2021	2022	2021
	(Rupees in '000)		(Rupees in '000)	
Net (loss) / income for the period after taxation	(178,957)	343,889	(68,321)	28,111
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive (loss) / income for the period</b>	<b>(178,957)</b>	<b>343,889</b>	<b>(68,321)</b>	<b>28,111</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 ASSET ALLOCATION 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>	2,243,280	(571,049)	1,672,231	2,270,614	(931,312)	1,339,302
Issuance of 9,789,539 units (2021: 21,917,384 units)						
- Capital value (at net asset value per unit at the beginning of the period)	484,191	-	484,191	802,045	-	802,045
- Element of (loss) / income	(13,453)	-	(13,453)	177,860	-	177,860
Total proceeds on issuance of units	470,738	-	470,738	979,905	-	979,905
Redemption of 16,995,251 units (2021: 22,840,489 units)						
- Capital value (at net asset value per unit at the beginning of the period)	840,585	-	840,585	835,825	-	835,825
- Element of (income) / loss	(38,083)	-	(38,083)	116,735	65,045	181,780
Total payments on redemption of units	802,502	-	802,502	952,560	65,045	1,017,605
Total comprehensive (loss) / income for the period	-	(178,957)	(178,957)	-	343,889	343,889
Distribution during the period	-	-	-	-	-	-
Net (loss) / Income for the period less distribution	-	(178,957)	(178,957)	-	343,889	343,889
<b>Net assets at the end of the period</b>	<u>1,911,516</u>	<u>(750,006)</u>	<u>1,161,510</u>	<u>2,297,959</u>	<u>(652,468)</u>	<u>1,645,491</u>
<b>Accumulated loss brought forward</b>						
- Realised loss		(768,055)			(982,342)	
- Unrealised income		197,006			51,030	
		<u>(571,049)</u>			<u>(931,312)</u>	
<b>Accounting income available for distribution</b>						
- Relating to capital gains	-			278,844		
- Excluding capital gains	-			-		
				<u>278,844</u>		
Net loss for the period after taxation		(178,957)			-	
Accumulated loss carried forward		<u>(750,006)</u>			<u>(652,468)</u>	
<b>Accumulated loss carried forward</b>						
- Realised loss		(613,189)			(796,292)	
- Unrealised (loss) / income		(136,817)			143,824	
		<u>(750,006)</u>			<u>(652,468)</u>	
		(Rupees)			(Rupees)	
Net asset value per unit at the beginning of the period		<u>49.4600</u>			<u>36.5940</u>	
Net asset value per unit at the end of the period		<u>43.6592</u>			<u>46.1234</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 ASSET ALLOCATION FUND**  
**CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)**  
**FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022**

		Nine months period ended March 31,	
		2022	2021
	Note	(Rupees in '000)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net (loss) / income for the period before taxation		(178,957)	343,889
<b>Adjustments for:</b>			
Amortisation of preliminary expenses and floatation costs		-	135
Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1	136,817	(143,824)
		(42,140)	200,200
<b>Decrease / (increase) in assets</b>			
Investments - net		260,559	(145,623)
Receivable against sale of investments		6,480	(21,440)
Dividend receivable		(3,009)	(718)
Advances, deposits and other receivables		21,967	317
		285,997	(167,463)
<b>Increase / (decrease) in liabilities</b>			
Payable to Al Meezan Investment Management Limited - Management Company		413	1,416
Payable to Central Depository Company of Pakistan Limited - Trustee		(32)	35
Payable to the Securities and Exchange Commission of Pakistan		(90)	(81)
Payable to Meezan Bank Limited		(46)	(29)
Dividend payable		-	(4,236)
Payable against purchase of investments		7,017	14,343
Accrued expenses and other liabilities		(22,892)	1,217
		(15,630)	12,665
<b>Net cash generated from operating activities</b>		228,226	45,401
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Receipts against issuance and conversion of units		474,304	981,697
Payment against redemption and conversion of units		(811,123)	(1,021,448)
<b>Net cash used in financing activities</b>		(336,819)	(39,751)
<b>Net decrease in cash and cash equivalents during the period</b>		(108,593)	5,650
Cash and cash equivalents at the beginning of the period		249,862	245,253
<b>Cash and cash equivalents at the end of the period</b>	5	141,269	250,903

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 ASSET ALLOCATION 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 Asset Allocation Fund (the Fund) was established under a Trust Deed executed 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 under the Trust Act, 1882 on November 25, 2015 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on November 16, 2015 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. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on September 3, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

- 1.2** The objective of the Fund is to earn potentially high return through asset allocation between Shariah Compliant equity instruments, Shariah Compliant fixed income instruments, Shariah Compliant money market instruments and any other Shariah Compliant instruments as permitted by the SECP and the Shariah Advisor. Meezan Bank Limited 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 Asset Allocation Scheme. 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.
- 1.4** The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 27, 2021 (2021: 'AM1' dated December 31, 2020) and by PACRA dated June 23, 2021 (2021: '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 and 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, 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, 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 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.

		March 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
5.	<b>BALANCE WITH BANKS</b>	<b>Note</b>	
	Balances with banks in :		
	Savings accounts	5.1	139,565
	Current accounts		247,213
			1,704
			249,862

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 rates of profit ranging from 3.82% to 11.30% (June 30, 2021: 2.24% to 7.32%) per annum.

		March 31, 2022 (Un-audited) (Rupees in '000)	June 30, 2021 (Audited)
6.	<b>INVESTMENTS</b>	<b>Note</b>	
	<b>At fair value through profit or loss</b>		
	Shares of listed companies - 'ordinary shares'	6.1	1,026,026
			1,423,402

## 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 (diminution) / appreciation as at March 31, 2022	Percentage in relation to		
									Net	Paid-up capital	Total
									assets of the Fund	of investee company (with face value of investment)	market value of invest- ments
----- (Number of shares) -----						----- (Rupees in '000) -----			----- % -----		
<b>Automobile Assembler</b>											
Ghandhara Nissan Limited	-	225,000	-	225,000	-	-	-	-	-	-	-
Milat Tractors Limited	22,612	-	4,522	27,134	-	-	-	-	-	-	-
Pak Suzuki Motor Company Limited	99,500	-	-	99,500	-	-	-	-	-	-	-
									-	-	-
<b>Automobile Parts and Accessories</b>											
Panther Tyres Limited	236,345	345,000	91,269	672,614	-	-	-	-	-	-	-
									-	-	-
<b>Cable &amp; Electrical Goods</b>											
Waves Singer Pakistan Limited	67,500	-	-	67,500	-	-	-	-	-	-	-
									-	-	-
<b>Cement</b>											
Attock Cement Pakistan Limited *	4,900	-	-	1,800	3,100	557	392	(165)	0.03	-	0.04
Cherat Cement Company Limited	284,700	55,000	-	240,100	99,600	17,004	14,032	(2,972)	1.21	0.05	1.37
D.G. Khan Cement Company Limited	459,000	470,384	-	847,433	81,951	6,857	6,232	(625)	0.54	0.02	0.61
Fauji Cement Company Limited	320,000	-	-	75,000	245,000	5,635	4,439	(1,196)	0.38	0.02	0.43
Gharibw al Cement Limited	196,000	250,000	-	-	446,000	15,155	11,440	(3,715)	0.98	0.11	1.11
Kohat Cement Company Limited	125,300	7,500	-	7,000	125,800	26,080	21,625	(4,455)	1.86	0.06	2.11
Lucky Cement Limited	132,049	49,000	-	110,018	71,031	60,550	45,201	(15,350)	3.89	0.02	4.41
Maple Leaf Cement Factory Limited	677,707	1,557,000	-	1,290,000	944,707	33,828	34,057	228	2.93	0.09	3.32
									11.82	0.37	13.40
<b>Chemicals</b>											
Dynea Pakistan Limited (note 6.1.1)	80,900	-	-	15,000	65,900	14,564	11,977	(2,587)	1.03	0.35	1.17
Engro Polymer and Chemicals Limited	432,261	660,000	-	587,500	504,761	25,812	33,546	7,735	2.89	0.06	3.27
Ghani Global Holdings Limited	162,450	-	-	162,450	-	-	-	-	-	-	-
ICI Pakistan Limited	26,550	-	-	14,150	12,400	10,773	9,657	(1,116)	0.83	0.01	0.94
Nimir Resins Limited (note 6.1.1)	78,000	-	-	78,000	-	-	-	-	-	-	-
Sitara Chemical Industries Limited	19,500	-	-	19,500	-	-	-	-	-	-	-
									4.75	0.42	5.38
<b>Commercial Banks</b>											
BankIslami Pakistan Limited	857,500	2,353,000	-	2,108,000	1,102,500	13,599	13,969	370	1.20	0.10	1.36
Meezan Bank Limited (a related party of the Fund	327,825	271,234	71,108	51,000	619,167	68,692	81,086	12,394	6.98	0.04	7.90
									8.18	0.14	9.26
<b>Engineering</b>											
Agha Steel Industries Limited	261,000	-	13,050	274,050	-	-	-	-	-	-	-
Aisha Steel Mills Limited	285,000	760,000	-	1,045,000	-	-	-	-	-	-	-
Amreli Steels Limited	-	680,000	-	251,000	429,000	20,458	14,024	(6,434)	1.21	0.14	1.37
International Industries Limited	201,200	-	-	201,200	-	-	-	-	-	-	-
International Steels Limited	297,000	-	-	297,000	-	-	-	-	-	-	-
Ittefaq Iron Industries Limited	915,000	717,500	-	42,500	1,590,000	26,591	16,457	(10,134)	1.42	1.10	1.60
Mughal Iron and Steel Industries Limited	404,020	648,400	134,613	576,893	610,140	54,910	55,645	735	4.79	0.18	5.42
									7.42	1.42	8.39
<b>Fertilizer</b>											
Engro Corporation Limited (note 6.1.2)	105,487	-	-	68,897	36,590	10,780	9,791	(988)	0.84	0.01	0.95
Engro Fertilizers Limited	228,348	295,000	-	100,000	423,348	32,142	38,851	6,709	3.34	0.03	3.79
Fauji Fertilizer Bin Qasim Limited	-	910,000	-	910,000	-	-	-	-	-	-	-
									4.18	0.04	4.74
<b>Food And Personal Care Products</b>											
Al-Shaheer Corporation Limited * (note 6.1.3)	7,704	-	-	-	7,704	154	86	(68)	0.01	-	0.01
At-Tahir Limited	-	485,000	34,200	350,000	169,200	4,034	4,061	27	0.35	0.09	0.40
Unity Foods Limited	511,000	635,000	25,354	1,019,980	151,374	5,233	3,971	(1,262)	0.34	0.02	0.39
									0.70	0.11	0.80
<b>Glass and Ceramics</b>											
Shabbir Tiles and Ceramics Limited (note 6.1.1)	1,753,000	340,000	-	-	2,093,000	68,792	36,711	(32,081)	3.16	0.87	3.58
Tariq Glass Industries Limited	76,500	-	-	76,500	-	-	-	-	-	-	-
									3.16	0.87	3.58

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 (diminution) / appreciation as at March 31, 2022	Percentage in relation to		
									Net assets of the Fund	Paid-up capital of investee company (with face value of investment)	Total market value of invest- ments
(Number of shares)						(Rupees in '000)			%		
<b>Leather &amp; Tanneries</b>											
Service GlobalFootw ear Limited	79,505	-	-	64,500	15,005	868	709	(159)	0.06	0.01	0.07
									<b>0.06</b>	<b>0.01</b>	<b>0.07</b>
<b>Miscellaneous</b>											
Pakistan Aluminum Beverage Cans Limited	-	223,601	-	223,601	-	-	-	-	-	-	-
									-	-	-
<b>Oil And Gas Exploration Companies</b>											
Mari Petroleum Company Limited	21,692	54,080	-	8,836	66,936	111,416	118,445	7,028	10.20	0.05	11.54
Oil and Gas Development Company Limited (note 6.1.2)	356,650	680,000	-	140,000	896,650	82,005	74,539	(7,467)	6.42	0.02	7.26
Pakistan Oilfields Limited	66,667	-	-	26,000	40,667	16,017	15,156	(861)	1.30	0.01	1.48
Pakistan Petroleum Limited	580,428	762,413	-	190,000	1,152,841	96,977	83,927	(13,050)	7.23	0.04	8.18
									<b>25.15</b>	<b>0.12</b>	<b>28.46</b>
<b>Oil And Gas Marketing Companies</b>											
Pakistan State Oil Company Limited (note 6.1.3)	193,861	62,000	-	120,000	135,861	29,189	22,644	(6,545)	1.95	0.03	2.21
Sui Northern Gas Pipelines Limited	641,400	485,000	-	694,064	432,336	19,650	13,740	(5,910)	1.18	0.07	1.34
									<b>3.13</b>	<b>0.10</b>	<b>3.55</b>
<b>Paper and Board</b>											
Century Paper and Board Mills Limited	304,100	-	32,100	95,100	241,100	25,592	16,961	(8,631)	1.46	0.12	1.65
Packages Limited	45,100	-	-	4,850	40,250	21,944	17,723	(4,221)	1.53	0.05	1.73
Roshan Packages Limited	200,000	-	-	-	200,000	6,588	3,674	(2,914)	0.32	0.14	0.36
Security Papers Limited	90,500	-	-	90,500	-	-	-	-	-	-	-
									<b>3.31</b>	<b>0.31</b>	<b>3.74</b>
<b>Pharmaceuticals</b>											
Abbott Laboratories (Pakistan) Limited	50	-	-	50	-	-	-	-	-	-	-
AGP Limited	136,100	-	-	136,100	-	-	-	-	-	-	-
Ferozsons Laboratories Limited	38,300	-	-	38,300	-	-	-	-	-	-	-
GlaxoSmithKline Consumer Healthcare Pakistan	22,100	-	-	2,300	19,800	4,952	5,018	66	0.43	0.02	0.49
IBL Healthcare Limited	444,000	6,500	78,800	56,000	473,300	43,702	26,287	(17,415)	2.26	0.73	2.56
The Searle Company Limited (note 6.1.3)	142,661	1,145	31,248	171,372	3,682	687	457	(231)	0.04	-	0.04
									<b>2.73</b>	<b>0.75</b>	<b>3.09</b>
<b>Power Generation And Distribution</b>											
The Hub Power Company Limited	797	200,000	-	50,000	150,797	11,742	10,794	(948)	0.93	0.01	1.05
K-Electric Limited (note 6.1.1)	2,579,500	1,000,000	-	800,000	2,779,500	11,032	8,728	(2,305)	0.75	0.01	0.85
									<b>1.68</b>	<b>0.02</b>	<b>1.90</b>
<b>Refinery</b>											
Attock Refinery Limited	90,000	-	-	90,000	-	-	-	-	-	-	-
Cnergyiko PK Limited	-	-	-	-	-	-	-	-	-	-	-
(Formerly Byco Petroleum Pakistan Limited)	2,590,000	3,920,000	-	3,562,000	2,948,000	28,142	15,359	(12,783)	1.32	0.06	1.50
Pakistan Refinery Limited	-	540,000	-	540,000	-	-	-	-	-	-	-
									<b>1.32</b>	<b>0.06</b>	<b>1.50</b>
<b>Technology and Communication</b>											
Air Link Communication Limited	-	318,500	10,237	282,000	46,737	3,109	2,521	(588)	0.22	0.01	0.25
Avanceon Limited	424,400	110,000	-	500,000	34,400	3,335	3,045	(290)	0.26	0.01	0.30
Netsol Technologies Limited	-	65,000	-	65,000	-	-	-	-	-	-	-
Octopus Digital Limited	-	75,524	-	50,000	25,524	1,036	1,928	892	0.17	0.02	0.19
Systems Limited	69,630	10,000	72,630	7,000	145,260	42,231	55,035	12,804	4.74	0.11	5.36
Worldcall Telecom Limited	3,050,000	5,000,000	-	-	8,050,000	27,684	14,410	(13,275)	1.24	0.45	1.40
									<b>6.63</b>	<b>0.60</b>	<b>7.50</b>
<b>Textile Composite</b>											
Feroze1888 Mills Limited	60,000	3,600	-	-	63,600	6,283	4,166	(2,116)	0.36	0.02	0.41
Interloop Limited	397,712	-	11,931	128,017	281,626	19,148	20,812	1,664	1.79	0.03	2.03
Kohinoor Textile Mills Limited	214,000	61,500	-	15,000	260,500	20,202	16,216	(3,985)	1.40	0.09	1.58
Nishat Mills Limited	197,500	50,000	-	171,800	75,700	7,113	6,486	(627)	0.56	0.02	0.63
									<b>4.11</b>	<b>0.16</b>	<b>4.65</b>
<b>Total as at March 31, 2022</b>						<b>1,162,843</b>	<b>1,026,026</b>	<b>(136,817)</b>	<b>88.33</b>		
<b>Total as at June 30, 2021</b>						<b>1,226,396</b>	<b>1,423,402</b>	<b>197,006</b>	<b>85.12</b>		

\* Nil figures due to rounding off

- 6.1.1** All shares have a nominal value of Rs 10 each except for the shares of K-Electric Limited which have a nominal value of Rs 3.5 each and Shabbir Tiles and Ceramics Limited, Nimir Resins Limited and Dynea Pakistan Limited which have a nominal value of Rs 5 each.
- 6.1.2** Investments include 34,000 shares (June 30, 2021: 60,000 shares) of Engro Corporation Limited and 100,000 shares (June 30, 2021: 100,000 shares) of Oil and Gas Development Company Limited having market value of Rs 9.098 million and Rs 8.313 million (June 30, 2021: Rs 17.676 million and Rs. 9.503 million) respectively as at March 31, 2022, 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. 1.39 million (June 30, 2021: Rs. 1.99 million).

	Note	March 31, 2022 (Unaudited)	June 30, 2021 (Audited)
<b>7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY</b>			
(Rupees in '000)			
Remuneration payable	7.1	280	137
Sindh Sales Tax payable on remuneration of the Management Company		36	18
Allocated expenses payable	7.2	111	152
Selling and marketing expenses payable	7.3	4,100	3,991
Sales load payable		345	182
Sindh Sales Tax payable on sales load		45	24
		<u>4,917</u>	<u>4,504</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 1.5% (2021: 1.5%) 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% (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 1% (2021: 1%) 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.

	Note	March 31, 2022 (Unaudited)	June 30, 2021 (Audited)
<b>8. ACCRUED EXPENSES AND OTHER LIABILITIES</b>			
(Rupees in '000)			
Auditors' remuneration payable		242	195
Brokerage payable		1,663	1,675
Shariah advisor fee payable		399	269
Charity payable		1,481	1,997
Provision for Sindh Workers' Welfare Fund (SWWF)	8.1	-	21,839
Provision for Federal Excise Duty and related Sindh Sales Tax on remuneration of the Management Company	8.2	482	482
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	8.2	145	145
Withholding tax payable		103	177
Capital gain tax payable		13	595
Zakat payable		-	46
		<u>4,528</u>	<u>27,420</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. 22 million has been reversed and it has contributed towards an increase in NAV of the fund by Rs. 0.68 (1.36%) 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 for Federal Excise Duty not being made, the Net Asset Value per unit of the Fund as at March 31, 2022 would have been higher by Re 0.02 (June 30, 2021: Re 0.02) per unit.

## 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 management considers that the transactions between the related parties 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. 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.

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:

### Balances

	March 31, 2022 (Unaudited)	June 30, 2021 (Audited)
	(Rupees in '000)	
<b>Al Meezan Investment Management Limited - Management Company</b>		
Remuneration payable	280	137
Sindh Sales Tax payable on remuneration of the Management Company	36	18
Allocated expenses payable	111	152
Selling and marketing expenses payable	4,100	3,991
Sales load payable	345	182
Sindh Sales Tax payable on sales load	45	24
<b>Meezan Bank Limited</b>		
Sales load payable	3	43
Sindh Sales Tax on sales load payable	-	6
Bank balances	16,702	56,325
Profit receivable on savings account	56	84
Investment of 619,167 shares (June 30, 2021: 327,825 shares)	81,086	37,834
Dividend receivable	929	-
Shariah advisor fee payable	399	269



**Balances**

	March 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration payable	185	213
Sindh Sales Tax payable on remuneration of the Trustee	24	28
Security deposit	100	100
<b>Directors and Executives of the Management Company</b>		
Investment of 417,801 units (June 30, 2021: 991,743 units)	18,241	49,052
<b>Unit holders holding 10% or more of units of the Fund</b>		
Investment of 3,520,814 units (June 30, 2021: 3,520,814 units)	153,716	174,140

**For the nine months period  
ended March 31,**

	2022 (Unaudited)	2021
<b>Transactions during the period</b>		
<b>Al Meezan Investment Management Limited - Management Company</b>		
Remuneration of the Management Company	16,510	17,284
Sindh Sales Tax on remuneration of the Management Company	2,146	2,247
Allocated expenses	1,211	1,162
Selling and marketing expenses	11,006	5,185
<b>Meezan Bank Limited</b>		
Profit on savings account	759	656
Shares purchased: 271,234 shares March 31, 2021: 117,017 shares)	36,646	12,835
Shares sold: 51,000 shares (March 31, 2021: 184,000 shares)	7,496	19,900
Bonus shares received: 71,108 shares (March 31, 2021: 55,344 shares)	-	-
Shariah advisor fee	400	425
Dividend income	2,525	3,547
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration of the Trustee	1,851	1,903
Sindh Sales Tax on remuneration of the Trustee	241	247
CDS charges	100	129
<b>Directors and Executives of the Management Company</b>		
Units issued: 581,115 units (March 31, 2021: 3,674,206 units)	27,608	167,651
Units redeemed: 1,155,058 units (March 31, 2021: 805,863 units)	56,523	34,574

**11. 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.

**12. TOTAL EXPENSE RATIO**

The annualised total expense ratio (TER) of the Fund as at March 31, 2022 based on current period results is 3.60% (2021: 3.62%) which includes 0.28% (2021: 0.75%) 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 'Asset Allocation Scheme'.

### 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: 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>				
Shares of listed companies - 'ordinary shares'	1,026,026	-	-	1,026,026
	<u>1,026,026</u>	<u>-</u>	<u>-</u>	<u>1,026,026</u>
As at June 30, 2021				
	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----				
<b>ASSETS</b>				
<b>Financial assets 'at fair value through profit or loss'</b>				
Shares of listed companies - 'ordinary shares'	1,423,402	-	-	1,423,402
	<u>1,423,402</u>	<u>-</u>	<u>-</u>	<u>1,423,402</u>

### 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