



Al Meezan
Investment Management Ltd.

NANGA PARBAT

Any peak can be conquered if you
just keep climbing.

Height 8,126 meters,
belongs to the range Himalaya



MEEZAN ISLAMIC FUND (MIF)

Meezan Islamic Fund seeks to optimize total investor returns by investing in Shariah Compliant equities focusing on both capital gains and dividend income.



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
E-mail: 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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Allied Bank Limited
Al Baraka Islamic Bank B.S.C (E.C)
Askari Bank Limited - Islamic Banking
Bank Al Habib Limited - Islamic Banking
Bank Alfalah Limited
Bank Islami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited - Islamic Banking
Habib Bank Limited -Islamic Banking

Habib Metropolitan Bank Limited - Islamic Banking
MCB Bank Limited
MCB Islamic Bank Limited
Meezan Bank Limited
National Bank of Pakistan - Islamic Banking
Samba Bank Limited
Sindh Bank Limited
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

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

**MEEZAN ISLAMIC FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2022**



Meezan
Islamic Fund

		September 30, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Assets			
Balances with banks	5	604,500	1,208,150
Investments	6	22,385,706	23,278,367
Receivable against sale of investments		44,750	33,457
Receivable against conversion of units		35,550	57,085
Receivable against Issuance of units		14,690	-
Dividend receivable		231,841	7,762
Advances, deposits and other receivables		11,807	14,009
Total assets		<u>23,328,844</u>	<u>24,598,830</u>
Liabilities			
Payable to AI Meezan Investment Management Limited - Management Company	7	94,429	31,021
Payable to Central Depository Company of Pakistan Limited - Trustee		2,263	2,326
Payable to Meezan Bank Limited		38	6,039
Payable to the Securities and Exchange Commission of Pakistan		1,190	416,758
Payable against redemption and conversion of units		73,272	186
Payable against purchase of investments		18,097	214
Accrued expenses and other liabilities	8	283,597	320,762
Total liabilities		<u>472,886</u>	<u>777,306</u>
Net assets		<u>22,855,958</u>	<u>23,821,524</u>
Unit holders' funds (as per statement attached)		<u>22,855,958</u>	<u>23,821,524</u>
Contingencies and commitments	9		
		(Number of units)	
Number of units in issue		<u>408,482,596</u>	<u>423,632,865</u>
		(Rupees)	
Net asset value per unit		<u>55.9533</u>	<u>56.2315</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 ISLAMIC FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2022**

	Note	September 30,	
		2022	2021
		(Rupees in '000)	
Income			
Dividend income		343,635	451,573
Profit on saving accounts with banks		26,847	32,477
Net realised (loss) / gain on sale of investments		(120,886)	71,188
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)		-	525,426
		<u>249,596</u>	<u>1,080,664</u>
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1	(139,950)	(1,619,165)
Total income / (loss)		<u>109,646</u>	<u>(538,501)</u>
Expenses			
Remuneration of AI Meezan Investment Management Limited - Management Company	7	118,967	173,411
Sindh Sales Tax on remuneration of the Management Company		15,466	22,543
Allocated expenses		6,543	9,538
Selling and marketing expenses		59,484	86,705
Remuneration of Central Depository Company of Pakistan Limited - Trustee		6,200	8,923
Sindh Sales Tax on remuneration of the Trustee		806	1,160
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)		1,190	1,734
Auditors' remuneration		212	266
Fees and subscription		656	936
Legal and professional charges		-	184
Brokerage expense		6,454	12,608
Bank and settlement charges		544	1,077
Printing expense		23	-
Charity expense		8,390	13,355
Total expenses		<u>224,935</u>	<u>332,440</u>
Net loss for the quarter before taxation		<u>(115,289)</u>	<u>(870,941)</u>
Taxation	13	-	-
Net loss for the quarter after taxation		<u>(115,289)</u>	<u>(870,941)</u>
Allocation of net income for the quarter			
Net income for the quarter after taxation		-	-
Income already paid on units redeemed		-	-
		<u>-</u>	<u>-</u>
Accounting income available for distribution			
- Relating to capital gains		-	-
- Excluding capital gains		-	-
		<u>-</u>	<u>-</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 ISLAMIC FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2022**

	September 30,	
	2022	2021
	(Rupees in '000)	
Net loss for the quarter after taxation	(115,289)	(870,941)
Other comprehensive income for the quarter	-	-
Total comprehensive loss for the quarter	<u>(115,289)</u>	<u>(870,941)</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 ISLAMIC FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2022

	September 30,					
	2022			2021		
	Capital Value	Accumulated loss / Undistributed income	Total	Capital Value	Accumulated loss / Undistributed income	Total
	Rupees in '000			Rupees in '000		
Net assets at the beginning of the quarter as previously reported (Audited)	23,419,662	401,862	23,821,524	30,603,590	3,670,433	34,274,023
Issue of 80,965,394 units (September 30, 2021: 140,484,396 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	4,552,806	-	4,552,806	8,903,353	-	8,903,353
- Element of income	73,272	-	73,272	108,568	-	108,568
Total proceeds on issuance of units	4,626,078	-	4,626,078	9,011,921	-	9,011,921
Redemption of 96,115,663 units (September 30, 2021: 158,067,811 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	5,404,728	-	5,404,728	10,017,721	-	10,017,721
- Element of loss	71,627	-	71,627	133,713	-	133,713
Total payments on redemption of units	5,476,355	-	5,476,355	10,151,434	-	10,151,434
Total comprehensive (loss) / income for the quarter		(115,289)	(115,289)		(870,941)	(870,941)
Adjustment of over distribution	-	-	-	-	-	-
Net (loss) / income for the quarter less distribution	-	(115,289)	(115,289)	-	(870,941)	(870,941)
Net assets at the end of the quarter	22,569,385	286,573	22,855,958	29,464,077	2,799,492	32,263,569
(Accumulated loss) / Undistributed income brought forward as previously reported (Audited)						
- Realised income / (loss)		4,127,791			(2,652,037)	
- Unrealised (loss) / income		(3,725,929)			6,322,470	
		401,862			3,670,433	
Accounting income available for distribution (after adjusting income already paid on units redeemed)						
- Relating to capital gains	-			-		
- Excluding capital gains	-			-		
Net loss for the quarter after taxation		(115,289)			(870,941)	
Undistributed income carried forward		286,573			2,799,492	
Undistributed income carried forward						
- Realised income		426,523			4,418,657	
- Unrealised loss		(139,950)			(1,619,165)	
		286,573			2,799,492	
Net assets value per unit at the beginning of the quarter			(Rupees) 56,2315			(Rupees) 63,3761
Net assets value per unit at the end of the quarter			55,9533			61,6634

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 ISLAMIC FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2022**

	September 30,	
	2022	2021
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the quarter before taxation	(115,289)	(870,941)
Adjustments for:		
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	139,950	1,619,165
	<u>24,661</u>	<u>748,224</u>
Decrease in assets		
Investments - net	752,711	628,893
Receivable against sale of investments	(11,293)	34,569
Dividend receivable	(224,079)	(155,924)
Advances, deposits and other receivables	2,202	177,919
	<u>519,541</u>	<u>685,457</u>
Decrease in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	63,408	61,326
Payable to Central Depository Company of Pakistan Limited - Trustee	(63)	(99)
Payable to Meezan Bank Limited	(6,001)	(610)
Payable to the Securities and Exchange Commission of Pakistan	(415,568)	(4,467)
Payable against purchase of investments	17,883	69,322
Accrued expenses and other liabilities	(37,165)	(549,538)
	<u>(377,506)</u>	<u>(424,066)</u>
Net cash generated from operating activities	<u>166,696</u>	<u>1,009,615</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	4,632,923	8,630,792
Dividend Paid	-	-
Payment against redemption and conversion of units	(5,403,269)	(10,126,203)
Net cash used in financing activities	<u>(770,346)</u>	<u>(1,495,411)</u>
Net decrease in cash and cash equivalents during the quarter	<u>(603,650)</u>	<u>(485,796)</u>
Cash and cash equivalents at the beginning of the quarter	1,208,150	2,061,391
Cash and cash equivalents at the end of the quarter	<u><u>604,500</u></u>	<u><u>1,575,595</u></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 ISLAMIC FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Meezan Islamic Fund (the Fund) was established under a Trust Deed executed under the Trust Act, 1882 between Al Meezan Investment Management Limited, as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed on June 16, 2003 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on June 4, 2003 under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003, (NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008, (NBFC Regulations, 2008). 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, Shahrah e Faisal, Karachi, 74400, Pakistan.
- 1.2** The Fund has been formed to enable the unit holders to participate in a diversified portfolio of securities, which are Shariah compliant. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah. 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** The Fund is an open-end fund 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. The Fund is categorized as a Equity Scheme in accordance with Circular 7 of 2009 issued by Securities and Exchange Commission of Pakistan (SECP).
- 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, 2022 (2021: AM1 dated June 23, 2021). 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, (the NBFC Regulations) and the requirements of

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 have, however, been 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, 2022.

These condensed interim financial statements are unaudited. 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 September 30, 2022.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT

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, 2022.

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, 2022.

4.3 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, 2022. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

5. BALANCES WITH BANKS	Note	September 30, 2022	June 30, 2022
		(Unaudited)	(Audited)
		(Rupees in '000)	
In current accounts		6,319	1,201,534
In saving accounts	5.1	598,181	6,616
		604,500	1,208,150

5.1 The balance in saving accounts have an expected profit ranging from 3.00 % to 16.30% per annum (June 30, 2022: 3.00% to 16.40% per annum).

6. INVESTMENTS	Note	September 30, 2022	June 30, 2022
		(Unaudited)	(Audited)
		(Rupees in '000)	
Shares of listed companies - 'ordinary shares'	6.1	22,385,706	23,278,367

6.1 Shares of listed companies - 'ordinary shares'

Name of the investee company	As at July 1, 2022	Purchases during the quarter	Bonus / Right issue	Sales during the quarter	As at Sep 30, 2022	Carrying value as at Sep 30, 2022	Market value as at Sep 30, 2022	Unrealised appreciation/ (diminution) as at Sep 30, 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-----											
Sectors / companies											
Automobile assembler											
Gandhara Industries Limited	123,000	-	-	-	123,000	19,430	18,001	(1,429)	0.08	0.08	0.29
Gandhara Nissan Limited	223,800	-	-	-	223,800	13,289	12,580	(709)	0.06	0.06	0.39
Millat Tractors Limited	789,228	-	-	15,002	774,226	675,582	637,993	(37,589)	2.79	2.85	0.80
									2.93	2.99	1.48
Automobile parts and accessories											
Agriauto Industries Limited (note 6.1.1)	140,700	-	-	52,200	88,500	11,859	10,932	(927)	0.05	0.05	0.31
Panther Tyres Limited	513,508	-	-	25,000	488,508	15,828	15,114	(713)	0.07	0.07	0.29
									0.12	0.12	0.60
Chemicals											
Engro Polymer & Chemicals Limited	6,708,221	-	-	5,176,006	1,532,215	122,010	84,011	(37,999)	0.37	0.38	0.17
Dyneak Pakistan Limited (Note 6.1.1)	303,000	-	-	-	303,000	52,710	55,601	2,891	0.24	0.25	1.61
ICI Pakistan Limited	828,885	5,000	-	26,600	807,285	585,059	537,587	(47,472)	2.35	2.40	0.87
Sitara Chemicals Industries Limited	45,500	-	-	-	45,500	14,105	10,920	(3,185)	0.05	0.05	0.21
									3.01	3.08	2.86

Name of the investee company	As at July 1, 2022	Purchases during the quarter	Bonus / Right issue	Sales during the quarter	As at Sep 30, 2022	Carrying value as at Sep 30, 2022	Market value as at Sep 30, 2022	Unrealised appreciation/ (diminution) as at Sep 30, 2022	Percentage in relation to		
									Net assets of the Fund	Total market value of investments	Paid-up capital of investee company (with face value of investment)
						-----Number of shares-----		------(Rupees in '000)-----		-----%	
Cement											
Attock Cement Pakistan Limited	523,300	-	-	-	523,300	34,799	42,686	7,886	0.19	0.19	0.38
Cherat Cement Company Limited	3,545,000	355,304	-	-	3,900,304	368,320	450,758	82,438	1.97	2.01	2.01
D.G. Khan Cement Company Limited	454,440	1,000,000	-	258,799	1,195,641	72,397	72,480	83	0.32	0.32	0.27
Fauji Cement Company Limited	5,322,500	1,700,000	-	1,116,000	5,906,500	85,808	88,538	2,731	0.39	0.40	0.27
Kohat Cement Company Limited	5,732,850	266,700	-	10,000	5,989,550	787,386	958,328	170,942	4.19	4.28	2.98
Lucky Cement Limited	2,350,144	528,680	-	197,270	2,681,554	1,248,522	1,331,552	83,031	5.83	5.95	0.83
Pioneer Cement Limited	650,000	-	-	210,000	440,000	26,545	29,814	3,269	0.13	0.13	0.19
Maple Leaf Cement Factory Limited	13,568,850	6,790,000	-	1,750,000	18,608,850	519,123	518,443	(681)	2.27	2.32	1.73
									15.29	15.60	8.67
Paper and Board											
Cherat Packaging Limited (note 6.2)	161,847	-	16,184	-	178,031	18,276	19,129	854	0.08	0.09	0.38
Century Paper & Board Mills Limited (note 6.2)	4,454,840	60,000	451,484	-	4,966,324	279,399	331,303	51,905	1.45	1.48	2.23
Roshan Packages Limited	3,332,500	-	-	-	3,332,500	49,521	53,153	3,632	0.23	0.24	2.35
Packages Limited	1,379,715	-	-	236,800	1,142,915	455,863	466,355	10,492	2.04	2.08	1.28
									3.80	3.89	6.23
Technology and communication											
Avanceon Limited	1,380,820	-	-	100,000	1,280,820	99,789	95,344	(4,444)	0.42	0.43	0.39
Airlink communication Limited	1,632,712	-	-	1,500	1,631,212	65,885	59,001	(6,884)	0.26	0.26	0.41
Octopus Digital Limited	65,207	-	-	-	65,207	4,650	4,196	(454)	0.02	0.02	0.05
Systems Limited	4,513,040	25,000	-	196,123	4,341,917	1,432,979	1,638,987	206,008	7.17	7.32	1.56
									7.87	8.03	2.41
Refinery											
Cnergyco PK Limited (Formerly Byco petroleum Limited)	44,462,500	-	-	6,588,813	37,873,687	202,245	185,581	(16,664)	0.81	0.83	0.71
									0.81	0.83	0.71
Commercial Banks											
Meezan Bank Limited (a related party of the Fund) (note 6.2)	13,762,144	848,199	1,428,074	992,970	15,045,447	1,549,477	1,651,238	101,761	7.22	7.38	0.84
BankIslami Pakistan Limited	17,401,000	1,870,000	-	-	19,271,000	231,945	206,392	(25,552)	0.90	0.92	1.74
									8.12	8.30	2.58
Oil and Gas Marketing Companies											
Attock Petroleum Limited (note 6.2)	798,334	25,000	198,333	30,000	991,667	256,617	276,566	19,949	1.21	1.24	0.80
Hascol Petroleum Limited	39,192	-	-	-	39,192	165	248	83	-	-	0.00
Pakistan State Oil Company Limited	3,327,669	630,711	-	288,000	3,670,380	639,090	596,180	(42,910)	2.61	2.66	0.78
Sui Northern Gas Pipelines Limited	6,009,512	400,000	-	30,697	6,378,815	217,448	214,456	(2,992)	0.94	0.96	1.01
									4.76	4.86	2.59
Oil and Gas Exploration Companies											
Oil and Gas Development Company Limited	19,446,871	450,000	-	1,250,872	18,645,999	1,465,938	1,411,875	(54,063)	6.18	6.31	0.43
Pakistan Oilfields Limited	1,447,011	-	-	157,129	1,289,882	523,447	450,324	(73,123)	1.97	2.01	0.45
Pakistan Petroleum Limited	19,390,644	100,000	-	304,500	19,186,144	1,294,454	1,178,989	(115,466)	5.16	5.27	0.71
Mari Petroleum Company Limited	1,888,097	-	-	88,599	1,799,498	3,130,659	2,815,872	(314,786)	12.32	12.58	1.35
									25.63	26.17	2.94
Pharmaceuticals											
Abbott Laboratories (Pakistan) Limited	60,050	-	-	-	60,050	39,311	35,004	(4,307)	0.15	0.16	0.06
GlaxoSmithkline Consumer Healthcare Products Limited	279,156	-	-	-	279,156	66,531	60,884	(5,647)	0.27	0.27	0.24
IBL Healthcare Limited	306,840	-	-	-	306,840	15,953	14,115	(1,838)	0.06	0.06	0.47
Highnoon Laboratories Limited	144,934	-	-	-	144,934	76,796	76,701	(96)	0.34	0.34	0.35
The Searle Company Limited	1,612,069	-	-	315,000	1,297,069	141,406	131,860	(9,546)	0.58	0.59	0.42
									1.40	1.42	1.53
Power Generation and Distribution											
The Hub Power Company Limited	17,993,008	2,577,933	-	100,000	20,470,941	1,389,796	1,431,123	41,327	6.26	6.39	1.58
K - Electric Limited (6.1.1)	103,014,000	6,000,000	-	1,000,000	108,014,000	329,386	321,882	(7,504)	1.41	1.44	0.39
									7.67	7.83	1.97

Name of the investee company	As at July 1, 2022	Purchases during the quarter	Bonus / Right issue	Sales during the quarter	As at Sep 30, 2022	Carrying value as at Sep 30, 2022	Market value as at Sep 30, 2022	Unrealised appreciation/ (diminution) as at Sep 30, 2022	Percentage in relation to		
									Net assets of the Fund	Total market value of investments	Paid-up capital of investee company (with face value of investment)
						-----Number of shares-----		----- (Rupees in '000) -----		----- % -----	
Fertilizer											
Fauji Fertilizer Bin Qasim Limited	2,518,000	-	-	2,055,000	463,000	9,371	8,991	(380)	0.04	0.04	0.04
Engro Corporation Limited (note 6.1.2)	4,933,090	75,000	-	792,761	4,215,329	1,082,333	975,933	(106,400)	4.27	4.36	0.73
Engro Fertilizers Limited	11,301,107	100,000	-	4,070,000	7,331,107	649,271	571,973	(77,298)	2.50	2.56	0.55
									6.81	6.96	1.32
Engineering											
International Industries Limited	685,572	-	-	-	685,572	71,114	68,996	(2,118)	0.30	0.31	0.52
Mughal Iron & Steel Industries Limited	6,444,318	-	-	313,000	6,131,318	353,409	399,639	46,230	1.75	1.79	1.83
KSB Pumps Company Limited	37,900	-	-	-	37,900	5,012	4,209	(802)	0.02	0.02	0.29
									2.07	2.12	2.63
Food and Personal Care Products											
Al-Shaheer Corporation Limited	62,711	-	-	-	62,711	567	711	144	-	-	0.02
At-Tahir Limited	2,236,854	-	-	-	2,236,854	42,657	49,770	7,113	0.22	0.22	1.13
National Foods Limited (note 6.1.1)	317,687	-	-	-	317,687	45,995	43,317	(2,678)	0.19	0.19	0.14
Unity Foods Limited	265,683	-	-	49,504	216,179	4,339	4,877	538	0.02	0.02	0.02
									0.43	0.43	1.30
Glass and Ceramics											
Shabbir Tiles and Ceramics Limited (Note 6.1.1)	3,295,000	-	-	-	3,295,000	48,206	45,010	(3,196)	0.20	0.20	1.38
Tariq Glass Industries Limited	248,393	1,676,504	-	83,150	1,841,747	214,820	211,543	(3,277)	0.93	0.94	0.67
Ghani Glass Limited	1,253,200	-	-	-	1,253,200	51,168	50,391	(777)	0.22	0.23	0.15
									1.35	1.37	2.19
Textile Composite											
Feroze1888 Mills Limited	1,474,086	-	-	-	1,474,086	92,027	100,223	8,196	0.44	0.45	0.37
Interloop Limited	13,443,118	575,000	-	884,956	13,133,162	803,129	826,733	23,604	3.62	3.69	1.46
Kohinoor Textile Mills Limited	2,756,514	-	-	1,000	2,755,514	137,776	147,999	10,223	0.65	0.66	0.92
Nishat Mills Limited	2,488,299	-	-	620,000	1,868,299	138,086	127,269	(10,817)	0.56	0.57	0.53
									5.27	5.37	3.28
Leather & Tanneries											
Service Global Footwear Limited	816,325	-	-	-	816,325	32,800	31,396	(1,404)	0.14	0.14	0.40
									0.14	0.14	0.40
PROPERTY & REAL ESTATE											
TPL Properties Limited		3,250,000	-	-	3,250,000	71,105	67,730	(3,375)	0.30	0.30	0.64
									0.30	0.30	0.64
Miscellaneous											
Pakistan Aluminum Beverage Cans Limited	349,000	-	-	-	349,000	11,004	15,412	4,408	0.07	0.07	0.10
Synthetic Products Enterprises Limited (note 6.1.1)	2,247,534	-	-	-	2,247,534	31,668	31,488	(180)	0.14	0.14	2.25
									0.21	0.21	2.35
Total as at September 30, 2022					369,316,884	22,525,656	22,385,706	(139,950)			
Total as at June 30, 2022					367,753,029	27,004,296	23,278,367	(3,725,929)			

6.1.1 All shares have a nominal value of Rs 10 each except for the shares of Agriauto Industries Limited, Dynea Pakistan Limited, Shabbir Tiles and Ceramics Limited, Synthetic Products Enterprise Limited and National Foods Limited which have a nominal value of Rs 5 each and K-Electric Limited which have a nominal value of Rs 3.5 each.

6.1.2 Investments include 1,060,000 shares of Engro Corporation Limited, having market value of Rs 245.4112 million as at Sep 30, 2022 (June 30, 2022: Rs. 272.52 million) 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.

6.2 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 September 30, 2022, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 45.497 million (June 30, 2022: Rs. 48.964 million).

7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	September 30,	June 30,
		2022 (Unaudited)	2022 (Audited)
		(Rupees in '000)	
Management fee payable	7.1	9,945	7,906
Sindh Sales Tax payable on remuneration of the Management Company		1,292	1,027
Allocated expenses payable	7.2	2,113	144
Selling and marketing expenses payable	7.3	80,732	21,249
Sales load payable		307	615
Sindh Sales Tax on sales load payable		40	80
		94,429	31,021

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% per annum of the average net assets of the Fund during the quarter. 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 currently charged 0.11% (September 30, 2021: 0.11%) of the average annual net assets of the scheme for allocation of such expenses to the Fund for the period.

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 during the period selling and marketing expense at 1% (September 30, 2021: 1%) per annum of average annual net assets of the Fund.

8. ACCRUED EXPENSES AND OTHER LIABILITIES	Note	September 30,	June 30,
		2022 (Unaudited)	2022 (Audited)
		(Rupees in '000)	
Charity payable		9,061	48,320
Capital gain tax payable		1,658	3,768
Provision for Federal Excise Duty and related Sindh Sales Tax on management fee		231,867	231,867
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load		32,607	32,607
Auditors' remuneration		727	515
Zakat payable		49	129
Shariah advisory fee payable		2,489	1,840
Brokerage payable		5,139	1,716
		283,597	320,762

8.1. The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2022. Had the provision of Federal Excise Duty not being made, the net asset value per unit as at September 30, 2022 would have been higher by Re. 0.65 (June 30, 2022: Re. 0.62) per unit.

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2022 and June 30, 2022.

10. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons 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, 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 unitholders holding 10 percent or more of the Fund's net assets.

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

Remuneration payable to the Management Company and the Trustee is determined in accordance with the provisions of the NBFC Rules, the NBFC Regulations and the Trust Deed respectively.

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

	September 30, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
AI Meezan Investment Management Limited - the Management Company		
Remuneration payable	9,945	7,906
Sindh Sales Tax on management fee payable	1,292	1,027
Sales load payable	307	615
Sindh Sales Tax and on sales load payable	40	80
Allocated expenses	2,113	144
Selling and marketing expense payable	80,732	21,249
Investment of 3,035,412 units (June 30, 2022: 437,592 units)	169,841	24,606
Meezan Bank Limited		
Balance with bank	44,379	132,143
Profit receivable on saving accounts	200	303
Sales load payable	34	190
Sindh Sales Tax on sales load payable	4	24
Shariah advisor fee payable	2,489	1,840
Investment in 15,045,447 shares (June 30, 2022: 13,762,144 shares)	1,651,238	1,554,847
Investment of 12,475,049 units (June 30, 2022: 12,475,049 units)	698,020	701,491
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee payable	2,003	2,058
Sindh Sales Tax on trustee fee payable	260	268
Security deposit	100	100
Investment of 2,125,742 units (June 30, 2022: 2,125,742 units)	118,942	119,534
AI Meezan Investment Management Limited - Employees' Gratuity Fund		
Investment of 189,837 units (June 30, 2022: 189,837 units)	10,622	10,675
Meezan Financial Planning Fund of Funds - Aggressive Allocation Plan		
Investment of 3,812,600 units (June 30, 2022: 3,876,672 units)	213,328	217,991
Meezan Financial Planning Fund of Funds - Moderate Allocation Plan		
Investment of 742,062 units (June 30, 2022: 853,646 units)	41,521	48,002
Meezan Financial Planning Fund of Funds - Conservative Allocation Plan		
Investment of 603,903 units (June 30, 2022: 631,840 units)	33,790	35,529
Meezan Strategic Allocation Fund - MSAP - I		
Investment of 286,876 units (June 30, 2022: 840,906 units)	16,052	47,285
Meezan Strategic Allocation Fund - MSAP - II		
Investment of 360,853 units (June 30, 2022: 2,283,025 units)	20,191	128,378
Meezan Strategic Allocation Fund - MSAP - III		
Investment of 333,930 units (June 30, 2022: 324,453 units)	18,684	18,244
Meezan Strategic Allocation Fund - MSAP - IV		
Investment of 15,663 units (June 30, 2022: nil units)	876	-
Meezan Strategic Allocation Fund - MSAP - V		
Investment of 46,929 units (June 30, 2022: 14,424 units)	2,626	811
Directors and executives of the Management Company		
Investment of 13,934,150 units (June 30, 2022: 3,751,087 units)	779,662	210,929

Transactions during the period	September 30,	
	2022	2021
	(Unaudited)	
	(Rupees in '000)	
AI Meezan Investment Management Limited - the Management Company		
Remuneration for the period	118,967	173,411
Sindh Sales Tax on management fee	15,466	22,543
Allocated expenses	6,543	9,538
Selling and marketing expense	59,484	86,705
Units issued: 2,597,821 units (September 30, 2021: 779,935 units)	146,000	50,000
Units redeemed: nil units (September 30, 2021: 2,461,992 units)	-	160,000
Meezan Bank Limited		
Profit on saving accounts	842	270
Shares purchased: 848,199 shares (September 30, 2021: 750,000 shares)	99,183	103,447
Shares sold: 992,970 shares (September 30, 2021: 895,939 shares)	123,625	127,908
Bonus issue: 1,428,074 shares (September 30, 2021: 2,113,106 shares)	-	-
Dividend Income	24,991	21,131
Shariah advisory fee expense	649	929
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee	6,200	8,923
Sindh Sales Tax on trustee fee	806	1,160
CDS charges	127	346
Meezan Financial Planning Fund of Funds - Aggressive Allocation Plan		
Units issued: 34,254 units (September 30, 2021: 175,971 units)	1,925	10,878
Units redeemed: 98,326 units (September 30, 2021: 123,311 units)	5,625	7,875
Meezan Financial Planning Fund of Funds - Moderate Allocation Plan		
Units issued: 49,853 units (September 30, 202: 211,865 units)	2,785	13,490
Units redeemed: 161,437 units (September 30, 2021: 34,877 units)	9,150	2,250
Meezan Financial Planning Fund of Funds - Conservative Allocation Plan		
Units issued: 16,380 units (September 30, 202: 76,843 units)	921	4,771
Units redeemed: 44,316 units (September 30, 2021: 31,520 units)	2,500	2,000
Meezan Strategic Allocation Fund - MSAP - I		
Units redeemed: 554,030 units (September 30, 2021: 444,707 units)	30,000	28,550
Meezan Strategic Allocation Fund - MSAP - II		
Units issued: 87,437 units (September 30, 2021: nil units)	4,972	-
Units redeemed: 2,009,609 units (September 30, 2021: 300,033 units)	109,500	19,480
Meezan Strategic Allocation Fund - MSAP - III		
Units issued: 122,059 units (September 30, 2021: nil units)	6,941	-
Units redeemed: 112,583 units (September 30, 2021: 965,010 units)	6,500	61,850
Meezan Strategic Allocation Fund - MSAP - IV		
Units issued: 15,663 units (September 30, 2021: nil units)	891	-
Units redeemed: nil units (September 30, 2021: 5,766 units)	-	370
Meezan Strategic Allocation Fund - MSAP - V		
Units issued: 32,505 units (September 30, 2021: nil units)	1,848	-
Directors and executives of the Management Company		
Units issued: 10,318,597 units (September 30, 2021: 976,276 units)	591,621	60,819
Units redeemed: 135,538 units (September 30, 2021: 873,642 units)	7,715	54,629

11. FAIR VALUE OF FINANCIAL INSTRUMENTS

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 tradeable in an open market are revalued at 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.

11.1 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 an active market 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).
- Level 3: Fair value measurement using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

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

As at September 30, 2022			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			
ASSETS			
Financial assets 'at fair value through profit or loss'			
Shares of listed companies - 'ordinary shares'	22,385,706	-	22,385,706
----- (Rupees in '000) -----			
As at June 30, 2022			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			
ASSETS			
Financial assets 'at fair value through profit or loss'			
Shares of listed companies - 'ordinary shares'	23,278,367	-	23,278,367

12. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2022 is 3.78% (June 30, 2022: 3.79%) which includes 0.31% (June 30, 2022: 0.31%) 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.

13. TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute atleast 90 percent of the net accounting income other than capital gains to the unit holders. The Fund has not recorded any tax liability as the Fund has incurred a net loss during the quarter.

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. 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 October 13, 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.

GASHERBRUM I HIDDEN PEAK, K5

A wise investor needs to be as resilient as a mountain climber to reach new heights.

Height 8,080 meters,
belongs to the range Baltoro Karakoram



AL MEEZAN MUTUAL FUND (AMMF)

Al Meezan Mutual Fund aims to optimize the total investment returns in the form of capital gains & dividend income, through prudent investment management.



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
E-mail: 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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Allied Bank Limited	Habib Metropolitan Bank Limited - Islamic Banking
Al Baraka Islamic Bank B.S.C (E.C)	MCB Islamic Bank Limited
Askari Bank Limited - Islamic Banking	Meezan Bank Limited
Bank Alfalah Limited	National Bank of Pakistan - Islamic Banking
Bank Islami Pakistan Limited	Sindh Bank Limited
Dubai Islamic Bank Pakistan Limited	UBL Ameen - Islamic Banking
Faysal 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

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited



**AL MEEZAN MUTUAL FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2022**

		September 30, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Assets			
Balances with banks	5	72,195	124,935
Investments	6	4,205,528	4,357,083
Receivable against sale of investments		7,476	24,807
Receivable against conversion of units		6,844	14,127
Dividend receivable		24,847	1,276
Advances, deposits, prepayments and other receivable		4,113	4,747
Total assets		4,321,003	4,526,975
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	16,706	5,622
Payable to Central Depository Company of Pakistan Limited - Trustee		497	510
Payable to Securities and Exchange Commission of Pakistan		222	967
Payable to Meezan Bank Limited		15	10
Payable against purchase of investments		557	1,788
Payable against conversion and redemption of units		1,155	12,318
Dividend payable		4,917	4,917
Accrued expenses and other liabilities	9	45,018	50,300
Total liabilities		69,088	76,432
Net assets		4,251,915	4,450,543
Unitholders' fund (as per statement attached)		4,251,915	4,450,543
Contingencies And Commitments	8		
Number of units in issue		272,542,246	283,099,100
		(Rupees)	
Net assets value per unit		15.6009	15.7208

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

AL MEEZAN MUTUAL FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2022

	Note	September 30,	
		2022	2021
		(Rupees in '000)	
Income			
Net realised loss on sale of investments		(20,332)	(2,216)
Dividend income		76,576	58,810
Profit on saving accounts with banks		3,161	4,114
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)		-	77,692
		59,406	138,400
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1	(47,258)	(211,395)
Total income / (loss)		12,148	(72,995)
Expenses			
Remuneration to Al Meezan Investment Management Limited - Management Company	7.1	22,229	24,198
Sindh Sales Tax on management fee		2,890	3,146
Allocated expenses	7.2	1,223	1,331
Selling and marketing expenses	7.3	11,114	12,099
Remuneration to Central Depository Company of Pakistan Limited - Trustee		1,363	1,462
Sindh Sales Tax on trustee fee		177	190
Annual fee to Securities and Exchange Commission of Pakistan		222	242
Auditors' remuneration		228	246
Legal and professional charges		-	184
Charity expense		2,009	1,848
Fees and subscription		163	108
Brokerage expense		1,501	2,638
Printing expenses		3	-
Bank and settlement charges		205	280
Total expenses		43,327	47,972
Net loss for the quarter before taxation		(31,179)	(120,967)
Taxation	12	-	-
Net loss for the quarter after taxation		(31,179)	(120,967)
Allocation of net income for the quarter			
Net income for the quarter after taxation		-	-
Income already paid on units redeemed		-	-
Accounting income available for distribution		-	-
- Relating to capital gains		-	-
- Excluding capital gains		-	-
		-	-

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 Officer

Chief Financial Officer

Director



**AL MEEZAN MUTUAL FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2022**

	<u>September 30,</u>	
	<u>2022</u>	<u>2021</u>
	(Rupees in '000)	
Net loss for the quarter after taxation	(31,179)	(120,967)
Other comprehensive income for the quarter	-	-
Total comprehensive loss for the quarter	<u>(31,179)</u>	<u>(120,967)</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 Officer

Chief Financial Officer

Director

**AL MEEZAN MUTUAL FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2022**

	September 30, 2022			September 30, 2021		
	Capital Value	Accumulated losses	Total	Capital Value	(Undistributed income)	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the quarter	4,250,146	200,397	4,450,543	4,144,037	773,804	4,917,841
Issuance of 28,392,632 units (2021: 35,597,638 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	446,355	-	446,355	628,177	-	628,177
- Element of Income	4,592	-	4,592	9,579	-	9,579
Total proceeds on issuance of units	450,946	-	450,946	637,756	-	637,756
Redemption of 38,949,486 units (2021: 53,792,647 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	612,317	-	612,317	949,257	-	949,257
- Element of loss	6,078	-	6,078	14,652	-	14,652
Total payments on redemption of units	618,395	-	618,395	963,909	-	963,909
Total comprehensive loss for the quarter	-	(31,179)	(31,179)	-	(120,967)	(120,967)
Loss for the quarter after adjustment		(31,179)	-		(120,967)	-
Net assets at end of the quarter	4,082,697	169,218	4,251,915	3,817,884	652,837	4,470,721
Undistributed income / (Accumulated loss) brought forward						
- Realised (loss)		771,954			(27,472)	
- Unrealised gain / (loss)		(571,557)			801,276	
		200,397			773,804	
Adjustment of over-distribution		-			-	
Accounting income available for distribution(after adjusting income already paid on units redeemed)						
- Relating to capital gains		-			-	
- Excluding capital gains		-			-	
Net loss for the quarter after taxation		(31,179)			(120,967)	
Undistributed income carried forward		169,218			652,837	
Undistributed income carried forward						
-Realised gain		216,475			864,233	
-Unrealised loss		(47,258)			(211,395)	
		169,218			652,837	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the quarter		15.7208			17.6466	
Net assets value per unit at end of the quarter		15.6009			17.1627	

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



**AL MEEZAN MUTUAL FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2022**

	September 30,	
	2022	2021
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the quarter before taxation	(31,179)	(120,967)
Adjustments for:		
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	47,258	211,395
	<u>16,078</u>	<u>90,429</u>
Decrease / (increase) in assets		
Investments - net	104,298	184,197
Receivable against sale of investments	17,331	(14,871)
Dividend receivable	(23,571)	(9,747)
Deposits, prepayments, profit accrued and other receivables	634	67,028
	<u>98,691</u>	<u>226,607</u>
(Decrease) / increase in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	11,084	8,308
Payable to Central Depository Company of Pakistan Limited - Trustee	(13)	(28)
Payable to Meezan Bank Limited	5	(28)
Payable to Securities and Exchange Commission of Pakistan	(745)	(695)
Payable against purchase of investments - net	(1,231)	15,365
Accrued expenses and other liabilities	(5,282)	(80,174)
	<u>3,820</u>	<u>(57,252)</u>
Net cash generated from operating activities	<u>118,589</u>	<u>259,784</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	458,230	664,719
Payment against redemption and conversion of units	(629,559)	(957,994)
Dividend Paid	-	-
Net cash used in financing activities	<u>(171,329)</u>	<u>(293,275)</u>
Net decrease in cash and cash equivalents during the quarter	<u>(52,740)</u>	<u>(33,492)</u>
Cash and cash equivalents at the beginning of the quarter	124,935	296,501
Cash and cash equivalents at the end of the quarter	<u><u>72,195</u></u>	<u><u>263,009</u></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 Officer

Chief Financial Officer

Director

**AL MEEZAN MUTUAL FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2022**

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Al Meezan Mutual Fund (the Fund) was constituted by virtue of a scheme of arrangement for conversion of Al Meezan Mutual Fund Limited (AMMFL) into an Open End Scheme 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 on June 17, 2011 in accordance with the provisions of 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 Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (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.
- 1.2 The objective of the Fund is to provide the maximum total return to the unit holders from investment in "Shariah Compliant" equity investments for the given level of risk, while abiding by the regulations and any other prevailing rules and regulations. The Fund shall also keep an exposure in short-term instruments for the purpose of maintaining liquidity and to capitalise on exceptional returns, if available, at any given point of time. At least seventy percent of its net assets shall remain invested in listed equity securities during the year based on quarterly average investment calculated on daily basis. The remaining net assets shall be invested in cash and near cash instruments. Under the Trust Deed, all conducts and acts of the Fund are based on Shariah. 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.
- 1.3 The Fund is an open-end fund listed on the Pakistan Stock Exchange Limited. Units of the Fund 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 categorized as an Equity Scheme.
- 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, 2022 (2021: AM1 dated June 23, 2021). 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 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 VIII A 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 VIII A 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 VIII A 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 have, however, been 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, 2022.

These condensed interim financial statements are unaudited. 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 September 30, 2022.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT

- 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, 2022

- 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, 2022. 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, 2022.
- 4.3** 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, 2022. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

5. BALANCES WITH BANKS	Note	September 30, 2022	June 30, 2022
		(Unaudited) (Rupees in '000)	(Audited)
In saving accounts	5.1	67,136	114,745
In current accounts		5,059	10,190
		72,195	124,935

- 5.1** The balance in saving accounts have an expected profit ranging from 3.00% to 16.00% per annum (June 30, 2022: 3.00% to 16.25% per annum).

6. INVESTMENTS	Note	September 30, 2022	June 30, 2022
		(Unaudited) (Rupees in '000)	(Audited)
Investments - 'at fair value through profit or loss'	6.1	4,205,528	4,357,083
		4,205,528	4,357,083

6.1 Investments - 'at fair value through profit or loss'

Name of the investee company	As at July 1, 2022	Purchased during the quarter	Bonus / right shares	Sold during the quarter	As at September 30, 2022	Carrying value as at September 30, 2022	Market Value as at September 30, 2022	Unrealised (diminution) / appreciation as at September 30, 2022	Percentage in relation to		
									Net assets of the Fund	Market value of total investments	Paid-up capital of investee company (with face value of investment)
				(Number of shares)	(Rupees in '000)			%			
Automobile Assembler											
Ghandhara Industries Limited	29,700	-	-	29,700	-	-	-	-	-	-	-
Milatt Tractors Limited	130,694	-	-	6,000	124,694	108,807	102,753	(6,054)	2.42	2.44	0.22
									2.42	2.44	0.22
Cement											
Attock Cement Pakistan Limited **	400	-	-	-	400	27	33	6	0.0	0.00	-
Cherat Cement Company Limited	855,000	367,500	-	30,000	1,192,500	118,035	137,817	19,782	3.24	3.28	0.61
Kohat Cement Company Limited	739,320	25,000	-	10,500	753,820	98,842	120,611	21,770	2.84	2.87	0.38
Lucky Cement Limited	411,130	208,090	-	58,000	561,220	261,586	278,679	17,094	6.55	6.63	0.17
Maple Leaf Cement Factory Limited	2,702,082	575,000	-	300,000	2,977,082	81,066	82,942	1,876	1.95	1.97	0.27
									14.58	14.74	1.43
Chemicals											
Dynea Pakistan Limited (note 6.1.1)	119,500	-	-	-	119,500	20,788	21,928	1,140	0.52	0.52	0.63
Engro Polymer and Chemicals Limited	823,041	-	-	823,041	-	-	-	-	-	-	-
ICI Pakistan Limited	129,829	6,000	-	-	135,829	98,606	90,451	(8,155)	2.13	2.15	0.15
Sitara Chemical Industries Limited	93,100	-	-	-	93,100	28,861	22,344	(6,517)	0.53	0.53	0.43
									3.17	3.20	1.21
Commercial Banks											
BankIslami Pakistan Limited	8,154,000	990,000	-	255,000	8,899,000	106,164	95,201	(10,963)	2.24	2.26	0.80
Meezan Bank Limited (an associate of the Fund) (note 6.1.3)	2,732,907	-	263,290	225,000	2,771,197	284,627	304,139	19,512	7.15	7.23	0.15
									9.39	9.50	0.95
Engineering											
International Industries Limited	-	51,332	-	50,000	1,332	141	134	(7)	0.00	0.00	-
International Steels Limited	-	100,000	-	100,000	-	-	-	-	-	-	-
Mughal Iron & Steel Industries Limited	1,116,300	397,491	-	-	1,513,791	88,487	98,669	10,182	2.32	2.35	0.60
									2.32	2.35	0.60
Fertilizer											
Engro Corporation Limited (note 6.1.2)	971,629	25,000	-	55,000	941,629	241,611	218,006	(23,605)	5.13	5.18	0.16
Engro Fertilizers Limited	2,088,300	-	-	1,050,000	1,038,300	92,035	81,008	(11,027)	1.91	1.93	0.08
									7.03	7.11	0.24
Food and Personal Care Products											
At-Tahir Limited	1,534,840	100,000	-	-	1,634,840	31,066	36,375	5,309	0.86	0.86	0.92
Al-Shaheer Corporation Limited **	12,997	-	-	-	12,997	117	147	30	0.00	0.00	0.01
National Foods Limited (note 6.1.1 & 6.1.3)	7,687	-	-	7,687	-	-	-	-	-	-	-
									0.86	0.87	0.93
Glass and Ceramics											
Ghani Glass Limited	498,125	-	-	-	498,125	20,338	20,030	(309)	0.47	0.48	0.09
Miscellaneous											
Pakistan Aluminium Beverage Cans Limited	141,500	14,000	-	-	155,500	4,881	6,867	1,985	0.16	0.16	0.04

Name of the investee company	As at July 1, 2022	Purchased during the quarter	Bonus / right shares	Sold during the quarter	As at September 30, 2022	Carrying value as at September 30, 2022	Market Value as at September 30, 2022	Unrealised (diminution) / appreciation as at September 30, 2022	Percentage in relation to		
									Net assets of the Fund	Market value of total investments	Paid-up capital of investee company (with face value of investment)
									(Number of shares)	(Rupees in '000)	%
Oil and Gas Exploration Companies											
Mari Petroleum Company Limited	331,178	-	-	4,000	327,178	569,205	511,971	(57,233)	12.04	12.17	0.25
Oil and Gas Development Company Ltd	3,996,888	50,000	-	125,000	3,921,888	308,549	296,965	(11,584)	6.98	7.06	0.09
Pakistan Oilfields Limited	428,409	-	-	10,000	418,409	169,795	146,075	(23,720)	3.44	3.47	0.15
Pakistan Petroleum Limited	3,528,271	255,000	-	125,000	3,658,271	247,293	224,801	(22,492)	5.29	5.35	0.13
									27.75	28.05	0.62
Oil and Gas Marketing Companies											
Attock Petroleum Limited	66,238	-	16,559	-	82,797	21,283	23,091	1,808	0.54	0.55	0.07
Hascol Petroleum Limited	7,946	-	-	-	7,946	34	50	17	0.00	0.00	-
Pakistan State Oil Company Limited	1,093,913	-	-	30,000	1,063,913	182,823	172,811	(10,011)	4.06	4.11	0.23
Sui Northern Gas Pipelines Limited	2,367,000	400,000	-	-	2,767,000	95,848	93,027	(2,821)	2.19	2.21	0.44
									6.80	6.87	0.74
Paper and Board											
Century Paper & Board Mills Limited (note 6.1.3)	802,650	315,000	110,115	16,500	1,211,265	70,642	80,803	10,162	1.90	1.92	0.54
Packages Limited	238,678	3,000	-	35,000	206,678	82,453	84,333	1,880	1.98	2.01	0.23
									3.88	3.93	0.77
Pharmaceuticals											
GlaxoSmithKline Consumer Healthcare Limited	130,500	-	-	-	130,500	31,102	28,462	(2,640)	0.67	0.68	0.11
Highnoon Laboratories Limited	2,118	-	-	-	2,118	1,122	1,121	(1)	0.03	0.03	0.01
The Searle Company Limited	173,146	-	-	-	173,146	18,876	17,602	(1,274)	0.41	0.42	0.08
									1.11	1.12	0.20
Power Generation and Distribution											
K-Electric Limited (note 6.1.1)	17,973,000	5,000,000	-	2,000,000	20,973,000	64,295	62,500	(1,796)	1.47	1.49	0.22
The Hub Power Company Limited	3,026,409	450,000	-	-	3,476,409	235,774	243,036	7,262	5.72	5.78	0.27
									7.19	7.27	0.49
Refinery											
Chengyico Pk Limited (formerly Byco Petroleum Pakistan Limited)	9,370,000	1,000,000	-	-	10,370,000	55,750	50,813	(4,937)	1.20	1.21	0.19
National Refinery Limited	112,000	-	-	112,000	-	-	-	-	-	-	-
									1.20	1.21	0.19
Technology and Communication											
Air Link Communication Limited	329,025	-	-	70,500	258,525	10,442	9,351	(1,091)	0.22	0.22	0.07
Systems Limited (note 6.1.3)	752,550	-	-	45,000	707,550	233,392	267,086	33,694	6.28	6.35	0.52
									6.50	6.57	0.59
Textile Composite											
Interloop Limited	2,251,189	-	-	140,084	2,111,105	128,777	132,894	4,117	3.13	3.16	0.24
Kohinoor Textile Mills Limited	306,500	-	-	15,500	291,000	14,550	15,630	1,080	0.37	0.37	0.10
Nishat Mills Limited	355,300	-	-	200,000	155,300	11,478	10,579	(899)	0.25	0.25	0.04
Feroze1888 Mills Limited	211,682	-	-	-	211,682	13,215	14,392	1,177	0.34	0.34	0.06
									4.08	4.13	0.44
Total as at September 30, 2022						4,252,785	4,205,528	(47,258)	98.91	100.00	
Total as at June 30, 2022						4,928,640	4,357,083	(571,557)	97.90	100.00	

6.1.1 All shares have a nominal value of Rs 10 each except for the shares of Dynea Pakistan Limited, National Foods Limited and Shabbir Tiles & Ceramics Limited which have a nominal value of Rs 5 each and K-Electric Limited which have a nominal value of Rs 3.5 each.

6.1.2 Investments include 202,000 shares (June 30, 2022: 202,000 shares) of Engro Corporation Limited, having market value of Rs 46.77 million (June 30, 2022: Rs 51.93 million) as at September 30, 2022, have been pledged as collateral in favour of National Clearing Company Pakistan Limited against exposure margins and mark to market losses.

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, 2022. As at September 30, 2022, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 6.976 million (June 30, 2022: Rs. 8.409 million).

7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - THE MANAGEMENT COMPANY	Note	September 30, 2022	June 30, 2022
		(Unaudited)	(Audited)
		(Rupees in '000)	
Management fee payable	7.1	1,167	1,463
Sindh Sales Tax on Management fee payable		152	190
Allocated expenses payable	7.2	394	29
Sales load payable		33	86
Sindh Sales Tax on sales load		4	11
Selling and marketing expenses payable	7.3	14,957	3,843
		16,707	5,622

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. The Management Company has charged the rate of remuneration at 2% 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 0.11% of the average annual net assets of the scheme for allocation of such expenses to the Fund.

- 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 charged selling and marketing expense at 1% per annum of the average annual net assets of the Fund.

8. CONTINGENCIES AND COMMITMENTS

There were no other contingencies and commitments outstanding as at September 30, 2022 and June 30, 2022.

9. ACCRUED EXPENSES AND OTHER LIABILITIES	Note	September 30,	June 30,
		2022 (Unaudited)	2022 (Audited)
		(Rupees in '000)	
Auditors' remuneration payable		804	577
Brokerage payable		514	710
Shariah advisor fee payable		331	196
Charity payable		2,009	7,251
Capital gain tax payable		42	302
Provision for Federal Excise Duty and related Sindh Sales Tax on management fee	9.1	37,524	37,524
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	9.1	3,732	3,732
Zakat payable		62	8
		45,018	50,300

- 9.1** The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2022. Had the provision for FED not been made, the Net Asset Value of the Fund as at September 30, 2022 would have been higher by Re 0.15 (June 30, 2022 : Rs. 0.15) per unit.

10. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons include AI Meezan Investment Management Limited being the Management Company, Central Depository Company of Pakistan Limited (CDC) being the Trustee, Meezan Bank Limited being the holding company of the Management Company, Directors and Executives 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, AI Meezan Investment Management Limited Employees' Gratuity Fund and unitholders 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 payable to the Management Company and the Trustee is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed, respectively.

Detail of transactions with connected persons and balances with them are as follows:

AI Meezan Investment Management Limited - Management Company	September 30,	June 30,
	2022 (Unaudited)	2022 (Audited)
	(Rupees in '000)	
Remuneration payable to the Management Company	1,167	1,463
Sindh Sales Tax payable on remuneration of the Management Company	152	190
Sales load payable	33	86
Sindh Sales Tax on sales load payable	4	11
Selling and marketing expense payable	14,957	3,843
Allocated expenses payable	394	29
Investment of 17,879,458 units (June 30, 2022: 17,879,458 units)	278,936	281,079

	September 30, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Meezan Bank Limited		
Balance with bank	27,212	51,710
Profit receivable on saving account	100	136
Sales load payable	13	9
Sindh Sales Tax on sales load	2	1
Investment of 2,771,197 shares (June 30, 2022: 2,732,907 shares)	304,139	308,764
Investment of 22,984,581 units (June 30, 2022: 22,984,581 units)	358,581	361,336
Shariah Advisor fee payable	331	196
Central Depository Company of Pakistan Limited - Trustee		
Security deposit	238	238
Remuneration payable	440	452
Sindh Sales Tax on trustee fee payable	57	58
MSAF- Meezan Strategic Allocation Plan- I		
Investment of 4,589,239 units (June 30, 2022: 7,821,802 units)	71,596	122,965
MSAF - Meezan Strategic Allocation Plan II		
Investment of 4,710,004 units (June 30, 2022: 3,453,209 units)	73,480	54,287
MSAF- Meezan Strategic Allocation Plan IV		
Investment of 518,354 units (June 30, 2022: 518,354 units)	8,087	8,149
Meezan Financial Planning Fund of Funds - MAAF - I		
Investment of 1,248,377 units (June 30, 2022: 1,280,478 units)	19,476	20,130
MSAF - Meezan Strategic Allocation Plan - III		
Investment of 2,372,731 units (June 30,2022: 2,682,179 units)	37,017	42,166
MSAF - Meezan Strategic Allocation Plan - V		
Investment of 1,084,304 (June 30,2022: 1,273,912 units)	16,916	20,027
Pakistan Kuwait Investment Company (Private) Limited		
Investment of 16,895,690 units (June 30, 2022: 16,895,690 units)	263,588	265,614
Directors and executives of the Management Company		
Investment of 7,853,837 units (June 30 2022: 8,216,880 units)	122,527	129,176
Al Meezan Investment Management Limited - Employees Gratuity Fund		
Investment of 438,459 units (June 30 2022: 438,459 units)	6,840	6,893
For the quarter ended September		
	2022	2021
	(Unaudited)	
	(Rupees in '000)	
Al Meezan Investment Management Limited - Management Company		
Remuneration for the quarter	22,229	24,198
Sindh Sales Tax on management fee	2,890	3,146
Allocated expenses	1,223	1,331
Selling and marketing expense	11,114	12,099
Units issued: Nil units (September 30, 2021: Nil units)	-	-
Units redeemed: Nil units (September 30, 2021: 3,963,250 units)	-	70,000
Meezan Bank Limited		
Profit on saving accounts with banks	452	82
Shariah Advisor fee	135	103
Shares purchased : Nil shares (September 30, 2021: 50,000 shares)	-	6,400
Shares sold: 225,000 shares (September 30, 2021: 200,000 shares)	28,434	29,587
Bonus share received: 263,290 shares (September 30, 2021: 291,593 shares)	-	-
Dividend income from shares	4,608	2,916
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee for the quarter	1,363	1,462
Sindh Sales Tax on trustee fee	177	190
CDS charges for the quarter	37	91


For the quarter ended
September
MSAF- Meezan Strategic Allocation Plan IV

Redemption of Nil units (September 30, 2021: 877,764 units)

2022	2021
(Unaudited)	
(Rupees in '000)	

-	15,930
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MSAF- Meezan Strategic Allocation Plan - I

Units issued: Nil units (September 30, 2021: Nil units)

Redemption of 3,232,563 units (September 30, 2021: Nil units)

-	-
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49,000	-
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MSAF -Meezan Strategic Allocation Plan - II

Units issued: 1,256,795 units (September 30, 2021: 611,135 units)

Redemption of Nil units (September 30, 2021: 834,098 units)

20,000	11,000
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-	15,000
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MSAF - Meezan Strategic Allocation Plan - III

Units issued: Nil (September 30, 2021: 611,135 units)

Redemption of 309,448 units (September 30, 2021: 388,462 units)

-	11,000
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5,000	7,000
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MSAF - Meezan Strategic Allocation Plan - V

Units issued: Nil (September 30, 2021: Nil units)

Redemption of 189,607 units (September 30, 2021: Nil units)

-	-
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2,990	-
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Meezan Financial Planning Fund of Funds - MAAP - I

Units issued: Nil (September 30, 2021: Nil units)

Redemption of 32,101 units (September 30, 2021: Nil units)

-	-
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500	-
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Directors and executives of the Management Company

Units issued: 120,511 units (September 30, 2021: 144,193 units)

Units redeemed: 483,554 units (September 30, 2021: 92,172 units)

1,853	2,581
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7,865	1,660
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11. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2022 is 3.90% which includes 0.31% representing government levies on the Fund such as Sales Taxes and annual fee to the SECP. 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 Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute atleast 90 percent of the net accounting income other than capital gains to the unit holders. The Fund has not recorded any tax liability as the Fund has incurred a net loss during the quarter.

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 VALUES OF FINANCIAL INSTRUMENTS

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 an active market 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).
- Level 3: Fair value measurement using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at September 30, 2022 the Fund held the following financial instruments measured at fair value:

As at September 30, 2022			
Level 1	Level 2	Level 3	Total
(Rupees in '000)			

ASSETS

Financial assets 'at fair value through profit or loss'

Shares of listed companies 'ordinary shares'	4,205,528	-	-	4,205,528
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As at June 30, 2022			
Level 1	Level 2	Level 3	Total
(Rupees in '000)			

ASSETS

Financial assets 'at fair value through profit or loss'

Shares of listed companies 'ordinary shares'	4,357,083	-	-	4,357,083
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14. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on October 13, 2022 by the Board of Directors of the Management Company.

15. GENERAL

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

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

Chief Executive

Chief Financial Officer

Director



Al Meezan
Investment Management Ltd.

BROAD PEAK

Just like an able mountaineer, an investor
needs to be consistent.

Height 8,051 meters,
belongs to the range Baltoro Karakoram



KSE-MEEZAN INDEX FUND (KMIF)

KSE Meezan Index Fund is a Shariah Compliant Index Fund that aims to provide investors an opportunity to closely track the performance of the KSE-Meezan Index 30 (KMI 30) by investing in companies of the Index in proportion to their weightages.



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
E-mail: 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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Habib Metropolitan Bank Limited - Islamic Banking
Meezan Bank Limited
National Bank of Pakistan - 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

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited



**KSE MEEZAN INDEX FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2022**

	September 30, 2022 (Unaudited)	June 30, 2022 (Audited)
Note	----- (Rupees in '000) -----	
Assets		
Balances with banks	5 11,749	16,481
Investments	6 2,659,629	2,609,402
Receivable against conversion of units	633	368
Dividend receivable	22,611	260
Receivable against sale of investments	-	3,048
Deposits and other receivables	2,638	2,695
Total assets	<u>2,697,260</u>	<u>2,632,254</u>
Liabilities		
Payable to AI Meezan Investment Management Limited -Management Company	7 723	569
Payable to Central Depository Company of Pakistan Limited -Trustee	339	337
Payable to the Securities and Exchange Commission of Pakistan	132	559
Payable to Meezan Bank Limited	8	6
Payable against redemption and conversion of units	162	1,138
Payable against purchase of investments	9,159	-
Accrued expenses and other liabilities	9 9,187	19,549
Total liabilities	<u>19,710</u>	<u>22,158</u>
Net assets	<u>2,677,550</u>	<u>2,610,096</u>
Contingencies and commitments	8	
Unit holders' fund (as per statement attached)	<u>2,677,550</u>	<u>2,610,096</u>
	(Number of units)	
Number of units in issue	<u>42,162,117</u>	<u>40,106,278</u>
	(Rupees)	
Net asset value per unit	<u>63.5061</u>	<u>65.0795</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

**KSE MEEZAN INDEX FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2022**

	Note	For the quarter ended, September 30,	
		2022	2021
(Rupees in '000)			
Income			
Net realised loss on sale of investments		(6,151)	(1,169)
Dividend income		54,623	51,410
Profit on saving accounts with banks		260	180
Reversal of Sindh Workers' Welfare Fund (SWWF)		-	23,931
Other income		732	1,028
		<u>49,464</u>	<u>75,380</u>
Net unrealised diminution on re-measurement of investments at 'fair value through profit or loss'	6.1	(100,001)	(219,396)
Total loss		<u>(50,537)</u>	<u>(144,016)</u>
Expenses			
Remuneration of AI Meezan Investment Management Limited - the Management Company	7.1	6,622	7,370
Sindh Sales Tax on remuneration of the Management Company		861	958
Allocated expenses	7.2	728	811
Remuneration to Central Depository Company of Pakistan Limited - the Trustee		914	989
Sindh Sales Tax on remuneration of the trustee		119	129
Annual fee to the Securities and Exchange Commission of Pakistan		132	147
Auditors' remuneration		114	40
Brokerage fees		1,215	772
Charity expense		1,755	2,063
Bank and settlement charges		116	221
Printing Charges		2	-
Fees and subscription		167	124
Legal & Professional Charges		-	276
Total expenses		<u>12,745</u>	<u>13,900</u>
Net loss for the quarter before taxation		<u>(63,282)</u>	<u>(157,916)</u>
Taxation	12	-	-
Net loss for the quarter after taxation		<u>(63,282)</u>	<u>(157,916)</u>
Allocation of net income for the quarter			
Net income for the quarter after taxation		-	-
Income already paid on units redeemed		-	-
		<u>-</u>	<u>-</u>
Accounting income available for distribution			
- Relating to capital gains		-	-
- Excluding capital gains		-	-
		<u>-</u>	<u>-</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



**KSE MEEZAN INDEX FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2022**

	For the quarter ended, September 30,	
	2022	2021
	(Rupees in '000)	
Net loss for the quarter after taxation	(63,282)	(157,916)
Other comprehensive income for the quarter	-	-
Total comprehensive loss for the quarter	<u>(63,282)</u>	<u>(157,916)</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



**KSE MEEZAN INDEX FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2022**

	For the quarter ended September 30,	
	2022	2021
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the quarter before taxation	(63,282)	(157,916)
Adjustments for:		
Net unrealised diminution on re-measurement of investments at 'fair value through profit or loss'	100,001	219,396
	<u>36,719</u>	<u>61,480</u>
Increase in assets		
Investments	(150,228)	(309,838)
Receivable against sale of investments	3,048	24,234
Dividend receivable	(22,351)	(27,937)
Deposits and other receivables	57	8
	<u>(169,474)</u>	<u>(313,533)</u>
(Decrease) / increase in liabilities		
Payable to AI Meezan Investment Management Limited - the Management Company	154	2,413
Payable to Central Depository Company of Pakistan Limited - the Trustee	2	11
Payable to the Securities and Exchange Commission of Pakistan	(427)	(342)
Payable to Meezan Bank Limited	2	(211)
Payable against purchase of investments	9,159	28,380
Accrued expenses and other liabilities	(10,363)	(26,023)
	<u>(1,473)</u>	<u>4,229</u>
Net cash used in operating activities	<u>(134,228)</u>	<u>(247,825)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipt against issuance of units	293,120	413,000
Payment against redemption of units	(163,624)	(173,363)
Net cash generated from financing activities	<u>129,496</u>	<u>239,637</u>
Net decrease in cash and cash equivalents during the quarter	<u>(4,732)</u>	<u>(8,188)</u>
Cash and cash equivalents at beginning of the quarter	16,481	22,649
Cash and cash equivalents at the end of the quarter	<u><u>11,749</u></u>	<u><u>14,462</u></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

KSE MEEZAN INDEX FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** KSE Meezan Index Fund (the Fund) was established under a Trust Deed executed under Trust Act, 1882 between Al Meezan Investment Management Limited as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed on March 13, 2012 and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003, (NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008, (NBFC Regulations, 2008). 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 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.
- 1.2** The Fund is a Shariah Compliant Index Fund that aims to provide investors an opportunity to track closely the performance of the KSE-Meezan Index 30 (KMI 30) by investing in companies of the index in proportion to their weightages. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah. The Management Company has appointed Meezan Bank Limited (MBL) 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 an open-end fund listed on Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and be redeemed by surrendering them to the Fund. The Fund is categorized as a Shariah Compliant Index Fund.
- 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, 2022 (2021: 'AM1' dated June 23, 2021). 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 (CDC) 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 VIII A 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 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 have, however, been 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, 2022.

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 September 30, 2022.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT

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, 2022.

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, 2022. 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, 2022.

4.4 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.

5	BALANCES WITH BANKS	Note	September 30,	June 30,
			2022	2022
			(Unaudited)	(Audited)
			(Rupees in '000)	
	In saving accounts	5.1	11,382	11,044
	In current accounts		368	5,437
			<u>11,749</u>	<u>16,481</u>

5.1 The balance in saving accounts have an expected profit ranging from 4.60% to 15.25% per annum (June 30, 2022: 4.10% to 6.01% per annum).

6	INVESTMENTS	Note	September 30,	June 30,
			2022	2022
			(Unaudited)	(Audited)
			(Rupees in '000)	
Investments at 'fair value through profit or loss'				
	Shares of listed companies - 'ordinary shares'	6.1	<u>2,659,629</u>	<u>2,609,402</u>

6.1 Shares of listed companies - 'ordinary shares'

Name of the investee company	As at July 1, 2022	Purchases during the quarter	Rights / Bonus issue	Sales during the quarter	As at September 30, 2022	Carrying value as at September 30, 2022	Market value as at September 30, 2022	Unrealised gain / (loss) as at September 30, 2022	Percentage in relation to		
									Net assets of the Fund	Paid-up capital of investee company (with face value of investme	Total market value of investments
----- Number of shares -----						----- (Rupees in '000) -----		----- % -----			
Sectors / companies											
Automobile Assembler											
Ghandhara Industries Limited	39,300	-	-	39,300	-	-	-	-	-	-	-
Millat Tractors Limited	157,269	14,323	-	8,983	162,609	141,557	133,996	(7,561)	5.00	0.17	5.04
									5.00	0.17	5.04
Bank											
Meezan Bank Limited (an associate of the Fu	1,319,812	130,486	130,781	77,453	1,503,626	156,098	165,023	8,925	6.16	0.08	6.20
									6.16	0.08	6.20
Investment Banks / Investment Companies / Securities Companies											
Dawood Hercules Corporation	-	1,142,000	-	8,000	1,134,000	107,169	102,729	(4,440)	3.84	0.24	3.86
									3.84	0.24	3.86
Cable And Electrical Goods											
Pak Elektron Limited	804,101	-	-	804,101	-	-	-	-	-	-	-
									-	-	-
Cement											
Cherat Cement Company Limited	379,904	37,390	-	27,661	389,633	36,594	45,030	8,436	1.68	0.20	1.69
D.G. Khan Cement Company Limited	709,402	71,020	-	41,680	738,742	45,881	44,783	(1,098)	1.67	0.17	1.68
Fauji Cement Company Limited	2,467,875	-	-	2,467,875	-	-	-	-	-	-	-
Pioneer Cement	370,432	38,096	-	27,130	381,398	23,157	25,844	2,687	0.97	0.17	0.97
Lucky Cement Limited	367,420	37,934	-	25,326	380,028	175,040	188,707	13,667	7.05	0.12	7.10
Maple Leaf Cement Factory Limited	1,606,164	142,192	-	120,808	1,627,548	44,529	45,343	814	1.69	0.15	1.70
									13.06	0.81	13.14
Chemical											
Engro Polymer & Chemicals Limited	1,032,116	95,277	-	59,165	1,068,228	83,699	58,571	(25,128)	2.19	0.12	2.20
Ghani Global holdings limited	-	554,730	-	21,599	533,131	8,826	8,749	(77)	0.33	0.17	0.33
									2.52	0.29	2.53
Engineering											
International Industries Limited	236,536	22,483	-	13,820	245,199	25,369	24,677	(693)	0.92	0.19	0.93
International Steels Limited	495,154	-	-	495,154	-	-	-	-	-	-	-
									0.92	0.19	0.93
Fertilizer											
Engro Corporation Limited	1,028,196	98,717	-	60,954	1,065,959	272,511	246,791	(25,720)	9.22	0.19	9.28
Engro Fertilizers Limited	1,950,056	188,858	-	120,479	2,018,435	177,983	157,478	(20,504)	5.88	0.15	5.92
									15.10	0.34	15.20
Oil And Gas Exploration Companies											
Mari Petroleum Company Limited	86,602	7,282	-	4,167	89,717	155,580	140,390	(15,190)	5.24	0.07	5.28
Oil & Gas Development Company Limited	2,092,962	205,980	-	127,921	2,171,021	170,816	164,390	(6,426)	6.14	0.05	6.18
Pakistan Oilfields Limited	421,153	41,731	-	27,292	435,592	175,820	152,074	(23,747)	5.68	0.15	5.72
Pakistan Petroleum Limited	2,161,329	209,045	-	127,142	2,243,232	150,944	137,847	(13,098)	5.15	0.08	5.18
									22.21	0.35	22.36
Oil And Gas Marketing Companies											
Hascol Petroleum Limited	471	-	-	-	471	2	3	1	-	-	-
Pakistan State Oil Company Limited	685,048	66,144	-	41,502	709,690	121,918	115,275	(6,643)	4.31	0.15	4.33
Sui Northern Gas Pipelines Limited	-	992,705	-	34,843	957,862	35,083	32,203	(2,880)	1.20	0.15	1.21
									5.51	0.30	5.54
Pharmaceuticals											
The Searle Company Limited	456,824	42,744	-	29,198	470,370	50,984	47,818	(3,166)	1.79	0.15	1.80
									1.79	0.15	1.80
Power Generation & Distribution											
The Hub Power Company Limited	3,154,004	302,720	-	186,182	3,270,542	222,437	228,644	6,206	8.54	0.25	8.60
									8.54	0.25	8.60
Refinery											
Attock Refinery Ltd	138,055	12,050	-	6,626	143,479	24,886	21,123	(3,763)	0.79	0.13	0.79
Cnergyco PK Limited	5,168,936	509,285	-	294,405	5,383,816	28,658	26,381	(2,278)	0.99	0.10	0.99
National Refinery Limited	84,737	7,255	-	4,060	87,932	22,093	21,408	(685)	0.80	0.11	0.80
									2.58	0.34	2.58
Technology & Communication											
Avanceon Limited	432,391	30,178	-	133,471	329,098	25,603	24,498	(1,105)	0.91	0.10	0.92
Systems Limited	537,272	48,958	-	30,649	555,581	185,096	209,721	24,624	7.83	0.20	7.89
Telecard Limited	-	1,059,000	-	41,000	1,018,000	10,959	10,567	(392)	0.39	0.32	0.40
									9.13	0.62	9.21
Textile Composite											
Nishat Mills Limited	511,877	50,099	-	30,075	531,901	39,136	36,233	(2,903)	1.35	0.15	1.36
Azgard Nine Limited	1,189,500	-	-	1,189,500	-	-	-	-	-	-	-
									1.35	0.15	1.36
Vanaspati & Allied Industries											
TREET CORP	-	325,500	-	15,000	310,500	8,786	7,045	(1,741)	0.26	0.17	0.26
Unity Foods Limited	1,607,437	155,439	-	154,257	1,608,619	32,413	36,290	3,877	1.36	0.13	1.36
									1.62	0.30	1.62
Total as at September 30, 2022						2,759,630	2,659,629	(100,001)			100
Total as at June 30, 2022						3,024,220	2,609,402	(414,818)			

- 6.1.1** All shares have a nominal value of Rs 10 each.
- 6.1.2** Investments include 80,000 shares of Oil & Gas Development Company Limited, 682,000 shares of Pakistan Petroleum Limited and 100,000 shares of Systems Limited, having market value of Rs 6.058 million, Rs. 41.909 million and Rs. 37.748 million respectively as at September 30, 2022 (June 30, 2022: 80,000 shares of Oil & Gas Development Company Limited, 682,000 shares of Pakistan Petroleum Limited and 100,000 shares of Systems Limited, having market value of Rs. 6.294 million, Rs. 46.042 million and Rs. 32.986 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.
- 6.2** As at September 30, 2022, the market value of bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 1.066 million (June 30, 2022: Rs. 1.166 million).

7	PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY	September 30, 2022 (Unaudited)	June 30, 2022 (Audited)
		(Rupees in '000)	
	Remuneration of Al Meezan Investment Management Limited - Management Company	366	427
	Sindh Sales Tax payable on remuneration of the Management Company	48	56
	Allocated expenses payable	240	16
	Sales load payable	61	62
	Sindh Sales Tax payable on sales load	8	8
		<u>723</u>	<u>569</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% (2021: 1%) per annum of the average net assets of the Fund during the period. 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 charges allocated expense at a rate of 0.11% (September 30, 2021: 0.11%) per annum of the average annual net assets of the scheme for allocation of such expenses to the Fund subject to the total expense charged being lower than actual expense incurred.

8 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2022 and June 30, 2022.

9	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	September 30, 2022 (Unaudited)	June 30, 2022 (Audited)
			(Rupees in '000)	
	Auditor's remuneration payable		344	230
	Provision for Federal Excise Duty and related Sindh Sales Tax on remuneration of the Management Company	9.1	5,741	5,741
	Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	9.1	497	497
	Withholding tax and capital gain tax payable		128	6,501
	Charity payable		1,756	5,949
	Brokerage payable		234	365
	Shariah advisory fee payable		399	259
	Zakat payable		88	7
			<u>9,187</u>	<u>19,549</u>

- 9.1 The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2022. Had the provision not been made, the NAV per unit of the Fund as at September 30, 2022 would have been higher by Re 0.15 (June 30, 2022: Re 0.16) per unit.

10 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 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.

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

	September 30, 2022 (Unaudited)	June 30, 2022 (Audited)
	(Rupees in '000)	
Balances		
Al Meezan Investment Management Limited - the Management Company		
Remuneration payable	366	427
Sindh Sales Tax on management fee payable	48	56
Sales load payable	61	62
Sindh Sales Tax on sales load payable	8	8
Allocated expenses payable	240	16
Investment of 18,536,051 units (June 30, 2022: 16,134,283 units)	1,177,152	1,050,011
Meezan Bank Limited		
Sales load payable	7	5
Sindh Sale Tax on sales load payable	1	1
Bank balance	4,147	9,994
Profit receivable on savings account	21	13
Shariah advisor fee payable	399	259
Investment of 2,113,224 units (June 30, 2022: 2,113,224 units)	134,203	137,528
Investment in 1,503,626 shares (June 30, 2022: 1,319,812 shares)	165,023	149,112
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee payable	300	298
Sindh Sales Tax on trustee fee payable	39	39
Security deposit	103	103
Directors and their close family members and key management		
Outstanding 531,582 units (June 30, 2022: 532,186 units)	33,759	34,634
Unit holders holding 10% or more units of the Fund		
Investment of 9,725,888 units (June 30, 2022: 13,929,284 units)	617,653	906,511

**Al Meezan Investment Management Limited (Gratuity Fund)**

Investment of 133,559 units (June 30, 2022: 133,559 units)

8,482 8,692

Meezan Strategic Allocation Fund MSAP-II

Investment of 304,432 units (June 30, 2022: 382,268 units)

19,333 24,878

Meezan Strategic Allocation Fund MSAP-III

Investment of nil units (June 30, 2022: 106,250 units)

- 6,915

Meezan Strategic Allocation Fund MSAP-IV

Investment of nil units (June 30, 2022: 13,634 units)

- 887

Meezan Strategic Allocation Fund MSAP-V

Investment of nil units (June 30, 2022: 28,295 units)

- 1,841

**For the quarter ended
September 30,****Transactions during the quarter****2022 2021****(Unaudited)****(Rupees in '000)****Al Meezan Investment Management Limited - the Management Company**

Remuneration for the quarter

6,622 7,370

Sindh Sales Tax on remuneration of the Management Company

861 958

Allocated expenses

728 811

Units issued: 3,105,928 units (September 30, 2021: nil units)

200,000 -

Units redeemed: 704,160 units (Sep 30, 2021: nil units)

46,000 -

Meezan Bank Limited

Profit on savings account

104 32

Dividend income

2,289 1,640

Shares purchased: 130,486 shares (September 30, 2021: 139,041 shares)

15,642 17,640

Bonus Share Received : 130,781 shares (September 30, 2021: 164,017 shares)

- -

Shariah advisor fee

398 122

Shares sold: 77,453 shares (September 30, 2021: 25,042 shares)

9,173 3,444

Central Depository Company of Pakistan Limited - the Trustee

Trustee fee

914 989

Sindh Sales Tax on trustee fee for the period

119 129

CDS charges

34 68

Directors and their close family members and key management

Units issued: nil (September 30, 2021: 2995 units)

- 221

Units redeemed: 604 units (September 30, 2021: nil units)

40 -

Meezan Strategic Allocation Fund MSAP-II

Units issued: 304,432 units (September 30, 2021: 136,326 units)

19,500 10,000

Units redeemed: 382,268 units (September 30, 2021: 148,295 units)

24,972 11,000

Meezan Strategic Allocation Fund MSAP-III

Units issued: nil (September 30, 2021: 95,507 units)

- 7,000

Units redeemed: 106,250 units (September 30, 2021: 148,295 units)

6,941 11,000

Meezan Strategic Allocation Fund MSAP-IV

Units redeemed: 13,634 units (September 30, 2021: nil units)

891 -

Meezan Strategic Allocation Fund MSAP-V

Units redeemed: 28,295 units (September 30, 2021: nil units)

1,848 -

11 TOTAL EXPENSE RATIO

The annualised Total Expense Ratio (TER) of the Fund as at September 30, 2022 is 1.92% (2021: 1.89%) which includes 0.19% (2021: 0.18%) representing government levies on the Fund such as Sales Taxes, annual fee to the SECP etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an Index Scheme.

12 TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute atleast 90 percent of the net accounting income other than capital gains to the unitholders. The Fund has not recorded any tax liability as the Fund has incurred a net loss during the period.

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 OF FINANCIAL INSTRUMENTS

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 tradeable in an open market are revalued at 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 an active market 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).
- Level 3: Fair value measurement using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

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

	As at September 30, 2022			
	Level 1	Level 2	Level 3	Total
ASSETS	----- (Rupees in '000) -----			
Financial assets 'at fair value through profit or loss'				
Shares of listed companies - 'ordinary shares'	2,659,629	-	-	2,659,629
	----- (Rupees in '000) -----			
ASSETS	----- (Rupees in '000) -----			
Financial assets 'at fair value through profit or loss'				
Shares of listed companies - 'ordinary shares'	2,609,402	-	-	2,609,402

**14 GENERAL**

14.1 Figures have been rounded off to the nearest thousand rupees.

14.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

15 DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on October 13, 2022 by the Board of Directors of the Management Company.

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

Chief Executive

Chief Financial Officer

Director

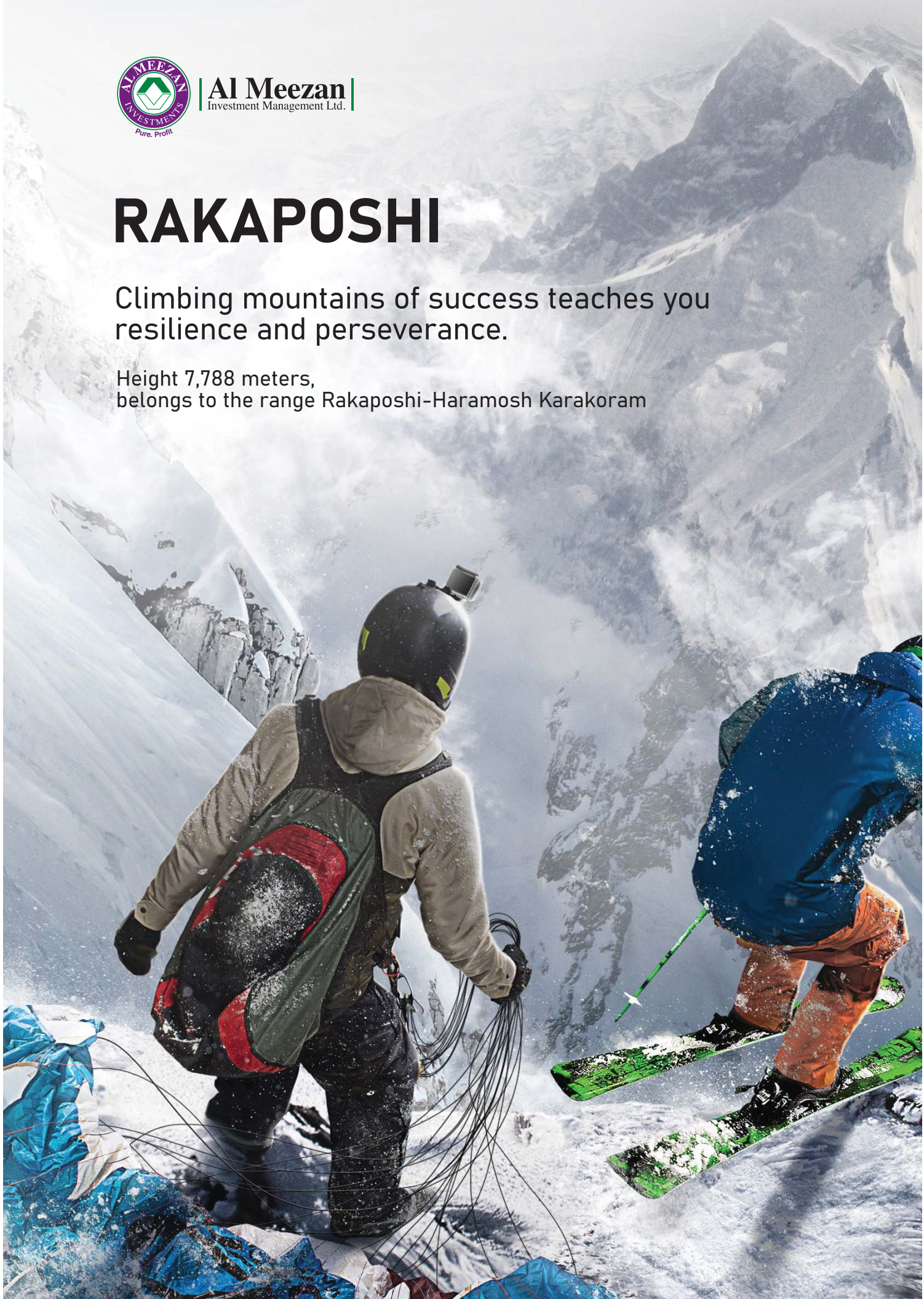


Al Meezan
Investment Management Ltd.

RAKAPOSHI

Climbing mountains of success teaches you resilience and perseverance.

Height 7,788 meters,
belongs to the range Rakaposhi-Haramosh Karakoram



MEEZAN DEDICATED EQUITY FUND (MDEF)

Meezan Dedicated Equity Fund aims to provide Fund of Funds scheme a dedicated platform to seek long term capital appreciation.



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
E-mail: 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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Al Baraka Islamic Bank B.S.C (E.C)
Dubai Islamic Bank Pakistan Limited
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

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited



**MEEZAN DEDICATED EQUITY FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2022**

		September 30, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Assets			
Balances with banks	5	13,896	29,399
Investments	6	726,415	722,383
Receivable against sale of investments		-	1,991
Dividend receivable		3,452	55
Deposits and other receivables		3,146	3,172
Total assets		<u>746,909</u>	<u>757,000</u>
Liabilities			
Payable to AI Meezan Investment Management Limited - Management Company	8	1,370	596
Payable to Central Depository Company of Pakistan Limited -Trustee		141	141
Payable to the Securities and Exchange Commission of Pakistan		38	176
Payable against purchase of investments		2,273	1,377
Accrued expenses and other liabilities	9	1,142	1,879
Total liabilities		<u>4,964</u>	<u>4,169</u>
Net assets		<u>741,945</u>	<u>752,831</u>
Contingencies and commitments	7		
Unit holders' fund (as per statement attached)		<u>741,945</u>	<u>752,831</u>
		(Number of units)	
Number of units in issue		<u>18,571,792</u>	<u>18,719,626</u>
		(Rupees)	
Net asset value per unit		<u>39.9501</u>	<u>40.2161</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 DEDICATED EQUITY FUND
CONDENSED INTERIM INCOME STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2022 (UNAUDITED)**

Note	September 30,	
	2022	2021
	(Rupees in '000)	
Income		
Net realised loss on sale of investments	(4,560)	(3,336)
Dividend income	12,526	12,580
Profit on saving accounts with banks	693	243
Reversal of Sindh Workers' Welfare Fund (SWWF)	-	4,997
	8,659	14,484
Net unrealised diminution on re-measurement of investments 'at fair value through profit or loss'	6.1 (8,176)	(49,767)
Total Income / (loss)	483	(35,283)
Expenses		
Remuneration to AI Meezan Investment Management Limited - Management Company	8.1 3,808	4,982
Sindh Sales Tax on management fee	495	648
Allocated expenses	8.3 209	274
Selling and marketing expenses	8.3 762	996
Remuneration to Central Depository Company of Pakistan Limited - Trustee	381	497
Sindh Sales Tax on trustee fee	50	65
Annual fee to Securities and Exchange Commission of Pakistan	38	50
Auditors' remuneration	83	103
Brokerage expenses	278	463
Charity expense	308	409
Bank and settlement charges	120	103
Fees and subscription	156	141
Legal & Professional Charges	-	184
Printing Charges	1	-
Total expenses	6,689	8,915
Net loss for the quarter before taxation	(6,206)	(44,198)
Taxation	12 -	-
Net loss for the quarter after taxation	(6,206)	(44,198)
Allocation of net income for the quarter		
Net income for the quarter after taxation	-	-
Income already paid on units redeemed	-	-
Accounting income available for distribution		
- Relating to capital gains	-	-
- Excluding capital gains	-	-

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 DEDICATED EQUITY FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED SEPTEMBER 30, 2022 (UNAUDITED)**



Meezan
Dedicated Equity
Fund

	September 30,	
	2022	2021
	(Rupees in '000)	
Net loss for the quarter after taxation	(6,206)	(44,198)
Other comprehensive income for the quarter	-	-
Total comprehensive loss for the quarter	<u>(6,206)</u>	<u>(44,198)</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 DEDICATED EQUITY FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDER'S FUND
FOR THE QUARTER ENDED SEPTEMBER 30, 2022 (UNAUDITED)

	Quarter Ended September 30, 2022			Quarter Ended September 30, 2021		
	Capital Value	Accumulated losses	Total	Capital Value	Undistributed income / Accumulated (losses)	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the quarter	1,492,954	(740,123)	752,831	1,621,443	(606,099)	1,015,344
Issue of 803,448 units (2021: nil units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	32,312	-	32,312	-	-	-
- Element of income	688	-	688	-	-	-
Total proceeds on issuance of units	33,000	-	33,000	-	-	-
Redemption of 951,283 units (2021: 1,866,374 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	38,257	-	38,257	87,545	-	87,545
- Element of (loss) / income	(577)	-	(577)	(1,094)	-	(1,094)
Total payments on redemption of units	37,680	-	37,680	86,451	-	86,451
Total comprehensive loss for the quarter	-	(6,206)	(6,206)	-	(44,198)	(44,198)
Distribution during the quarter	-	-	-	-	-	-
Net loss for the quarter less distribution	-	(6,206)	(6,206)	-	(44,198)	(44,198)
Net assets at the end of the quarter	1,488,274	(746,329)	741,945	1,534,992	(650,297)	884,695
Accumulated loss brought forward						
- Realised loss		(616,727)			(757,234)	
- Unrealised gain		-123,396			151,135	
		(740,123)			(606,099)	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		-			-	
		(6,206)			(44,198)	
Net loss for the quarter after taxation		(6,206)			(44,198)	
Distribution during the quarter		-			-	
Accumulated loss carried forward		(746,329)			(650,297)	
Accumulated loss carried forward						
- Realised loss		(738,153)			(600,530)	
- Unrealised loss		(8,176)			(49,767)	
		(746,329)			(650,297)	
			(Rupees)			(Rupees)
Net assets value per unit at the beginning of the quarter			<u>40.2161</u>			<u>46.9066</u>
Net assets value per unit at the end of the quarter			<u>39.9501</u>			<u>44.7274</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 DEDICATED EQUITY FUND
CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2022 (UNAUDITED)**



Meezan
Dedicated Equity
Fund

	September 30 ,	
	2022	2021
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the quarter before taxation	(6,206)	(44,198)
Adjustments for		
Net unrealised diminution on re-measurement of investments 'at fair value through profit or loss'	8,176	49,767
	<u>1,970</u>	<u>5,569</u>
Decrease / (Increase) in assets		
Investments - net	(12,208)	84,889
Dividend receivable	(3,397)	(2,482)
Receivable against sale of investments	1,991	(8,050)
Advances, prepayments and other receivables	26	13,851
	<u>(13,588)</u>	<u>88,208</u>
(Decrease) / Increase in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	774	1,662
Payable to Central Depository Company of Pakistan Limited - Trustee	-	(5)
Payable to Securities and Exchange Commission of Pakistan	(138)	(127)
Payable against purchase of investments	896	(8)
Accrued expenses and other liabilities	(737)	(4,955)
	<u>795</u>	<u>(3,433)</u>
Net cash generated (used in) / from operating activities	<u>(10,823)</u>	<u>90,344</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	33,000	-
Payment against redemption and conversion of units	(37,680)	(79,951)
Net cash used in from financing activities	<u>(4,680)</u>	<u>(79,951)</u>
Net (decrease) / increase in cash and cash equivalents during the quarter	<u>(15,503)</u>	<u>10,393</u>
Cash and cash equivalents at the beginning of the quarter	29,399	10,265
Cash and cash equivalents at the end of the quarter	<u><u>13,896</u></u>	<u><u>20,658</u></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 DEDICATED EQUITY FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED SEPTEMBER 30, 2022 (UNAUDITED)

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Meezan Dedicated Equity 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 October 9, 2017 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on May 18, 2017 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.
- 1.2 The Fund has been formed to enable the unit holders to participate in a diversified portfolio of securities, which are Shariah compliant. 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 The Fund is an open-end Shariah Compliant Equity 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.
- 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, 2022 (2021: AM1 dated June 23, 2021). 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

2. BASIS OF PRESENTATION

The transactions undertaken by the Fund 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. The accounting and reporting standards applicable in Pakistan comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- 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 have, however, been 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, 2022.

These condensed interim financial statements are unaudited. 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 September 30, 2022.

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

- 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, 2022.
- 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, 2022. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements of the Fund for the year ended June 30, 2022.
- 4.3 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, 2022. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

		September 30, 2022 (Unaudited)	June 30, 2022 (Audited)
	Note	(Rupees in '000)	
5. BALANCES WITH BANKS			
In saving accounts	5.1	13,506	27,616
In current accounts		390	1,783
		<u>13,896</u>	<u>29,399</u>

- 5.1 The balances in saving accounts have an expected profit ranging from 4.75% to 16.00% per annum. (June 30, 2022: 4.00% to 15.5% per annum).

		September 30, 2022 (Unaudited)	June 30, 2022 (Audited)
	Note	(Rupees in '000)	
6. INVESTMENTS			
Investments - 'at fair value through profit or loss'	6.1	726,415	722,383
		<u>726,415</u>	<u>722,383</u>

6.1 Investments - 'at fair value through profit or loss'

Name of the investee company	As at July 1, 2022	Purchases during the quarter	Bonus issue / Right shares	Sales during the quarter	As at September 30, 2022	Carrying value as at September 30, 2022	Market value as at September 30, 2022	Unrealised gain / (loss) as at September 30, 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 investment
Number of shares								(Rupees in '000)			
Sectors / companies											
Automobile Assembler											
Millat Tractors Limited	17,390	-	-	-	17,390	15,174	14,330	(844)	1.93	0.02	1.97
									1.93	0.02	1.97
Commercial Bank											
Bankislami Pakistan Limited	612,000	-	-	-	612,000	7,368	6,555	(814)	0.88	0.06	0.90
Meezan Bank Limited (an associate)	417,934	35,000	45,293	-	498,227	51,317	54,680	3,364	7.37	0.03	7.53
									8.25	0.09	8.43
Cement											
Cherat Cement Company Limited	62,889	20,000	-	-	82,889	8,124	9,579	1,456	1.29	0.04	1.32
Fauji Cement Company Limited	230,000	-	-	-	230,000	3,259	3,448	189	0.46	0.02	0.47
Kohat Cement Company Limited	159,670	-	-	-	159,670	20,778	25,547	4,769	3.44	0.08	3.52
Lucky Cement Limited	77,900	20,000	-	-	97,900	44,963	48,613	3,650	6.55	0.03	6.69
Maple Leaf Cement Factory Limited	416,000	150,000	-	-	566,000	15,751	15,769	17	2.13	0.05	2.17
									13.87	0.22	14.17
Chemical											
Dynea Pakistan Limited (note 6.1.1)	19,400	6,000	-	-	25,400	4,658	4,661	3	0.63	0.27	0.64
Engro Polymer & Chemicals Limited	242,141	-	-	242,141	-	-	-	-	-	-	-
ICI Pakistan Limited	15,700	-	-	-	15,700	11,375	10,455	(920)	1.41	0.02	1.44
									2.04	0.29	2.08
Engineering											
International Steels Limited	-	50,000	-	-	50,000	2,844	2,757	(88)	0.37	0.01	0.38
Mughal Iron & Steel Industries Limited	190,943	100,000	-	-	290,943	17,156	18,964	1,808	2.56	0.09	2.61
									2.93	0.10	2.99
Fertilizer											
Engro Corporation Limited	157,534	-	-	-	157,534	40,500	36,472	(4,028)	4.92	0.03	5.02
Engro Fertilizers Limited	414,387	-	-	163,605	250,782	22,229	19,566	(2,663)	2.64	0.02	2.69
Food & Personal Care Product											
Al-Tahur Limited	179,200	-	-	-	179,200	3,417	3,987	570	0.54	0.09	0.55
									0.54	0.09	0.55
Glass & Ceramics											
Shabbir Tiles And Ceramics Limited (Note 6.1.1)	522,500	-	-	270,000	252,500	3,694	3,449	(245)	0.46	0.15	0.47
									0.46	0.15	0.47
Leather & Tanneries											
Service Global Footwear Limited	24,113	-	-	-	24,113	969	927	(41)	0.12	0.01	0.13
									0.12	0.01	0.13
Miscellaneous											
Pakistan Aluminium Beverage Cans Limited	30,000	-	-	-	30,000	946	1,325	379	0.18	0.01	0.18
									0.18	0.01	0.18
Oil and Gas Exploration Companies											
Mari Petroleum Company Limited	53,588	-	-	-	53,588	93,229	83,855	(9,374)	11.30	0.04	11.54
Oil & Gas Development Company Limited	679,295	50,000	-	-	729,295	57,731	55,222	(2,508)	7.44	0.02	7.60
Pakistan Oilfields Limited	58,721	-	-	5,000	53,721	21,801	18,755	(3,045)	2.53	0.02	2.58
Pakistan Petroleum Limited	702,452	50,000	-	-	752,452	51,092	46,238	(4,854)	6.23	0.03	6.37
									27.50	0.11	28.09
Oil and Gas Marketing Companies											
Attock Petroleum Limited	-	16,000	4,000	-	20,000	6,011	5,578	(433)	0.75	0.02	0.77
Pakistan State Oil Company Limited (Note 6.1.2)	191,072	-	-	15,000	176,072	30,256	28,599	(1,657)	3.85	0.04	3.94
Sui Northern Gas Pipelines Limited	442,150	50,000	-	-	492,150	17,021	16,546	(475)	2.23	0.08	2.28
									6.83	0.14	6.99
Paper and Board											
Century Paper Limited	126,500	-	12,650	-	139,150	7,818	9,283	1,465	1.25	0.06	1.28
Packages Limited	34,750	-	-	5,000	29,750	11,866	12,139	273	1.64	0.03	1.67
Roshan Packages Limited	56,500	-	-	-	56,500	840	901	62	0.12	0.04	0.12
									3.01	0.13	3.07
Pharmaceuticals											
Glaxosmithkline Consumer Healthcare Limited	9,200	-	-	-	9,200	2,193	2,007	(186)	0.27	0.01	0.28
IBC HealthCare Limited	101,600	500	-	-	102,100	5,307	4,697	(610)	0.63	0.16	0.65
The Searle Company Limited	76,193	-	-	-	76,193	8,307	7,746	(561)	1.04	0.02	1.07
									1.94	0.19	2.00
Power Generation and Distribution											
The Hub Power Company Limited	436,655	150,000	-	-	586,655	39,724	41,013	1,289	5.53	0.02	5.65
K-Electric Limited (note 6.1.1)	2,998,500	1,000,000	-	-	3,998,500	12,068	11,916	(152)	1.61	0.04	1.64
									7.14	0.06	7.29
Refinery											
Attock Refinery Limited	3,500	-	-	3,500	-	-	-	-	-	-	-
Cnergyco PK Limited	1,162,000	700,000	-	1,162,000	700,000	4,120	3,430	(690)	0.46	0.01	0.47
National Refinery Limited	6,000	-	-	6,000	-	-	-	-	-	-	-
									0.46	0.01	0.47
Technology & Communication											
Air Link Communication Limited	23,493	-	-	500	22,993	929	832	(97)	0.11	0.01	0.11
Avanceon Limited	31,250	-	-	-	31,250	2,435	2,326	(108)	0.31	0.01	0.32
Supernet Limited	-	14,000	-	-	14,000	201	224	22	0.03	0.01	0.03
Octopus Digital Limited	25,001	-	-	-	25,001	1,783	1,609	(174)	0.22	0.01	0.22
Systems Limited	138,940	-	-	-	138,940	45,831	52,447	6,616	7.07	0.05	7.22
World Call Telecom Limited	650,000	-	-	-	650,000	865	722	(143)	0.10	0.04	0.10
									7.84	0.13	8.00
Textile Composite											
Feroze1888 Mills Limited	45,898	-	-	-	45,898	2,865	3,121	255	0.42	0.01	0.43
Kohinoor Textile Mills Limited	146,500	-	-	-	146,500	7,325	7,869	544	1.06	0.05	1.08
Interloop Limited	300,208	50,000	-	-	350,208	21,712	22,046	334	2.97	0.04	3.03
Nishat Mills Limited	116,200	-	-	25,000	91,200	6,741	6,213	(528)	0.84	0.03	0.86
									5.29	0.13	5.40
Total as at September 30, 2022						734,591	726,415	(8,176)			
Total as at June 30, 2022						845,779	722,383	(123,396)			

- 6.1.1** All shares have a nominal value of Rs 10 each except for the shares of Dynea Pakistan Limited and Shabbir Tiles and Ceramics Limited which have a nominal value of Rs 5 each and K-Electric Limited which have a nominal value of Rs 3.5 each.
- 6.1.2** Investments include 103,000 shares (2022: 100,000 shares) of Engro Corporation Limited and 120,000 shares (2022: 120,000 shares) of Oil and Gas Development Company Limited having market value of Rs. 23.8466 million and Rs. 9.0864 million (2022: Rs. 9.0864 million and Rs. 10.056 million) respectively as at June 30, 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.
- 6.2** 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, 2022. As at September 30, 2022, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 0.264 million (June 30, 2022: Rs. 0.280 million).

7. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2022 and June 30, 2022.

		September 30, 2022 (Unaudited)	June 30, 2022 (Audited)
(Rupees in '000)			
8. PAYABLE TO AL MEEZAN MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note		
Management fee payable	8.1	202	247
Sindh Sales Tax on Management fee payable		26	32
Allocated expenses payable	8.3	118	54
Selling and marketing expenses payable	8.3	1,024	263
		<u>1,370</u>	<u>596</u>

- 8.1** 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% (June 2022: 2%) per annum of the average net assets of the Fund during the quarter ended September 30, 2022. The remuneration is payable to the Management Company monthly in arrears.
- 8.2** During the quarter, an amount of Rs. 0.495 million (June 30, 2022: Rs 2.294 million) was charged on account of sales tax on Management fee levied through the Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 0.501 million (June 30, 2022: Rs. 2.278 million) has been paid to the Management Company which acts as a collecting agent.
- 8.3** 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 0.4% (June 30, 2022: 0.4%) of the average annual net assets of the Fund during the quarter. These expenses have also been approved by the Board of Directors of the Management Company.

The Management Company based on its own discretion has charged allocated expenses at the rate of 0.11% (June 30, 2022: 0.11%) of the average annual net assets.

		September 30, 2022 (Unaudited)	June 30, 2022 (Audited)
(Rupees in '000)			
9. ACCRUED EXPENSES AND OTHER LIABILITIES			
Withholding tax payable		45	46
Auditors' remuneration payable		284	201
Brokerage payable		103	9
Charity payable		309	1,351
Shariah advisor fee payable		401	272
		<u>1,142</u>	<u>1,879</u>

10. 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 unitholders holding 10 percent or more of the Fund's net assets.

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

Remuneration payable to the management company and the trustee is determined in accordance with the provisions of the NBFC Rules, the NBFC Regulations and the Trust Deed respectively.

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

Balances	September 30, 2022 (Unaudited)	June 30, 2022 (Audited)
	(Rupees in '000)	
Al Meezan Investment Management Limited - the Management Company		
Remuneration payable	202	247
Sindh Sales Tax payable on management fee	26	32
Selling and marketing expenses payable	1,024	263
Allocated expense payable	118	54
Meezan Bank Limited		
Balances with bank	487	2,105
Profit receivable on saving accounts	18	2
Shariah Advisor fee payable	401	272
Investment in shares: 498,227 shares (June 30, 2022: 417,934 shares)	54,680	47,218
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee payable	125	125
Sindh Sales Tax on trustee fee payable	16	16
Security deposit	103	103
Meezan Financial Planning Fund of Funds MAAP I		
Investment of 1,109,585 units (June 30, 2022: 1,223,499 units)	44,328	49,204
Meezan Strategic Allocation Fund MSAP - I		
Investment of 2,753,978 units (June 30, 2022: 3,203,303 units)	110,022	128,824
Meezan Strategic Allocation Fund MSAP - II		
Investment of 918,504 units (June 30, 2022: 918,504 units)	36,694	36,939
Meezan Strategic Allocation Fund MSAP - III		
Investment of 2,439,439 units (June 30, 2022: 2,439,439 units)	97,456	98,105
Meezan Strategic Allocation Fund MSAP - IV		
Investment of 1,697,767 units (June 30, 2021: 1,864,866 units)	67,826	74,998
Meezan Strategic Allocation Fund MSAP - V		
Investment of 368,711 units (June 30, 2022: 368,711 units)	14,730	14,828
Meezan Strategic Allocation Fund MCPP-III		
Investment of 1,169,683 units (2022: 585,643 units)	46,729	23,552
Meezan Strategic Allocation Fund - II MCPP-IV		
Investment of 5,450,705 units (June 30, 2021: 5,553,294 units)	217,756	223,332
Meezan Strategic Allocation Fund - II MCPP-V		
Investment of 392,698 units (June 30, 2022: 173,290 units)	15,688	6,969
Meezan Strategic Allocation Fund - II MCPP-VII		
Investment of 23,579 units (June 30, 2022: 64,125 units)	942	2,579
Meezan Strategic Allocation Fund - III MCPP-IX		
Investment of 2,247,143 units (June 30, 2022: 2,324,953 units)	89,774	93,501



September 30 ,

Transactions during the quarter**Al Meezan Investment Management Limited - the Management Company**

	2022 (Unaudited) (Rupees in '000)	2021
Remuneration for the quarter	3,808	4,982
Sindh Sales Tax on management fee for the quarter	495	648
Allocated expenses	209	274
Selling and marketing expense	762	996

Meezan Bank Limited

Profit on saving account	25	19
Shares purchased during the quarter: 35,000 shares (September 30, 2021: 25,000 shares)	4,099	3,200
Bonus shares received: 45,293 shares (September 30, 2021: 61,575 shares)	-	-
Shares sold during the quarter: nil shares (September 30, 2021: 30,000 shares)	-	4,726
Shariah Advisor fee	128	135
Dividend income	793	616

Central Depository Company of Pakistan Limited - the Trustee

Remuneration for the quarter	381	497
Sindh Sales Tax on trustee fee	50	65
CDS charges	6	15

Meezan Financial Planning Fund of Funds - MAAP - I

Units redeemed: 113,914 units (September 30, 2021: nil units)	4,740	-
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Meezan Strategic Allocation Fund MSAP - I

Units redeemed: 449,325 units (September 30, 2021: 83,453 units)	17,460	4,000
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Meezan Strategic Allocation Fund MSAP - IV

Units redeemed: 167,099 units (September 30, 2021: 258,201 units)	6,670	12,250
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Meezan Strategic Allocation Fund MCPP-III

Units issued: 584,040 units (September 30, 2021: nil units)	24,000	-
Units redeemed: nil units (September 30, 2021: 338,577 units)	-	15,350

Meezan Strategic Allocation Fund -II MCPP-IV

Units redeemed: 102,588 units (September 30, 2021: 924,920 units)	4,000	42,800
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Meezan Strategic Allocation Fund -II MCPP-V

Units issued: 219,408 units (September 30, 2021: nil units)	9,000	-
Units redeemed: nil units (September 30, 2021: 110,056 units)	-	5,000

Meezan Strategic Allocation Fund-II MCPP-VII

Units redeemed: 40,546 units (September 30, 2021: 57,625 units)	1,710	2,700
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Meezan Strategic Allocation Fund-III MCPP-IX

Units redeemed: 77,810 units (September 30, 2021: 93,542 units)	3,100	4,350
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11. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2022 is 3.51% (June 30, 2022: 3.47%) which includes 0.32% (June 30, 2022: 0.32%) 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 Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute atleast 90 percent of the net accounting income other than capital gains to the unit holders. The Fund has not recorded any tax liability as the Fund has incurred a net loss during the quarter.

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. Moreover, super tax introduced in Finance Act, 2015 is also not applicable on Funds as per Section 4B of the Income Tax Ordinance, 2001.

13. FINANCIAL INSTRUMENTS - FAIR VALUES

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 tradeable in an open market are revalued at 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 an active market 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).
- Level 3: Fair value measurement using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

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

As at September 30, 2022				
	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----				
ASSETS				
Financial assets 'at fair value through profit or loss'	726,415	-	-	726,415
----- (Rupees in '000) -----				
As at June 30, 2022				
	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----				
ASSETS				
Financial assets 'at fair value through profit or loss'	722,383	-	-	722,383

14. GENERAL

Figures have been rounded off to the nearest thousand rupees.

15. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on October 13, 2022 by the Board of Directors of the Management Company.

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

Chief Executive

Chief Financial Officer

Director