



Al Meezan
Investment Management Ltd.

GASHERBRUM III-K3A

An investor's pursuit to scale the mountain of financial freedom requires unyielding determination.

Height 7,946 meters,
belongs to the range Baltoro Karakoram



MEEZAN PAKISTAN EXCHANGE TRADED FUND (MPETF)

Meezan Pakistan Exchange Traded Fund is a Shariah Compliant Exchange Traded Fund that aims to provide investors an opportunity to track the performance of Meezan Pakistan Index that has been constituted and is maintained by Al Meezan, and comprises of Shariah Compliant equity securities selected with high consideration towards market capitalization and traded value.



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

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

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.

Tel : (92-21) 111-111-500

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TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN PAKISTAN EXCHANGE TRADED FUND

Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Pakistan Exchange Traded Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 23, 2023

INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Meezan Pakistan Exchange Traded Fund

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Meezan Pakistan Exchange Traded Fund** (the Fund) as at **31 December 2022**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

-: 2 :-

Other matter

The condensed interim financial statements for the half year ended 31 December 2021 and the annual financial statements for the year ended 30 June 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2022 and audit report dated 21 September 2022 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 27 February 2023

Place: Karachi

UDIN Number: RR202210076b3RLoiZea



**MEEZAN PAKISTAN EXCHANGE TRADED FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022**

		December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
	Note		
Assets			
Balances with banks	5	4,343	2,621
Investments	6	74,722	91,324
Other receivables		25	13
Total assets		79,090	93,958
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	8	9
Payable to Central Depository Company of Pakistan Limited - Trustee		8	8
Payable to the Securities and Exchange Commission of Pakistan		9	17
Accrued expenses and other liabilities	8	332	244
Total liabilities		357	278
Net assets		78,733	93,680
Unit holders' fund (as per statement attached)		78,733	93,680
Contingencies and commitments	9		
		(Number of units)	
Number of units in issue		9,890,000	11,830,000
		(Rupees)	
Net asset value per unit		7.9608	7.9189

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 PAKISTAN EXCHANGE TRADED FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

		Six months period		Quarter ended	
		December 31,		December 31,	
	Note	2022	2021	2022	2021
		(Rupees in '000)		(Rupees in '000)	
Income					
Profit on balances with banks		74	35	55	23
Dividend income		5,318	2,396	4,464	1,648
Net realised (loss) / gain on sale of investments		(1,770)	34	152	-
		3,622	2,465	4,671	1,671
Net unrealised diminution on re-measurement of investments - 'at fair value through profit or loss'	6.1	(1,593)	(13,667)	(1,188)	(2,795)
Total income / (loss)		2,029	(11,202)	3,483	(1,124)
Expenses					
Remuneration to Al Meezan Investment Management Limited - Management Company	7.1	225	190	109	106
Sindh Sales Tax on remuneration of the Management Company		29	25	14	14
Remuneration to Central Depository Company of Pakistan Limited - Trustee		45	38	22	21
Sindh Sales Tax on Remuneration of the Trustee		6	5	3	3
Annual fee to the Securities and Exchange Commission of Pakistan		9	8	4	5
Auditors' remuneration		84	62	43	34
Charity expense		229	95	203	41
Fees and subscription		-	12	-	-
Legal and professional charges		-	184	-	-
Brokerage expense		117	50	-	-
Bank and settlement charges		28	4	2	2
Reversal of provision for Sindh Workers' Welfare Fund		-	(123)	-	-
Total expenses		772	550	400	226
Net income / (loss) from operating activities during the period		1,257	(11,752)	3,083	(1,350)
Element of loss and capital losses included in prices of units issued less those in units redeemed - net		(842)	(3,733)	(396)	(1,482)
Net income / (loss) for the period before taxation		415	(15,485)	2,687	(2,832)
Taxation	13	-	-	-	-
Net income / (loss) for the period after taxation		415	(15,485)	2,687	(2,832)
Accounting income available for distribution					
- Relating to capital gains		-	-	-	-
- Excluding capital gains		415	-	-	-
		415	-	-	-

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 PAKISTAN EXCHANGE TRADED FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	Six months period ended, December 31,		Quarter ended, December 31,	
	2022	2021	2022	2021
	(Rupees in '000)		(Rupees in '000)	
Net income / (loss) for the period after taxation	415	(15,485)	2,687	(2,832)
Other comprehensive income	-	-	-	-
Total comprehensive income / (loss) for the period	415	(15,485)	2,687	(2,832)

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 PAKISTAN EXCHANGE TRADED FUND
STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended December 31, 2022			Six months period ended December 31, 2021		
	Capital value	(Accumulated losses) / Undistributed income	Total	Capital Value	Undistributed income / (accumulated Losses)	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period	121,019	(27,339)	93,680	38,000	1,287	39,287
Issue of 770,000 units (December 31, 2021: 6,670,000 units)						
- Capital value (at par value)	6,098	-	6,098	68,959	-	68,959
- Element of loss	(266)	-	(266)	(3,722)	-	(3,722)
Total proceeds on issuance of units	5,832	-	5,832	65,237	-	65,237
Redemption of 2,710,000 units (December 31, 2021: 430,000 units)						
- Capital value (at par value)	21,460	-	21,460	4,446	-	4,446
- Element of loss	576	-	576	10	-	10
Total payments on redemption of units	22,036	-	22,036	4,456	-	4,456
Element of loss and capital losses included in prices of units issued less those in units redeemed - net	842	-	842	3,733	-	3,733
Total comprehensive income / (loss) for the period	-	415	415	-	(15,485)	(15,485)
Net assets at end of the period	105,657	(26,924)	78,733	102,514	(14,198)	88,316
(Accumulated loss) / undistributed income brought forward						
- Realised (loss) / Income		(7,263)			101	
- Unrealised (loss) / Income		(20,076)			1,186	
		(27,339)			1,287	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		415			-	
		415			-	
Net loss for the period after taxation		-			(15,485)	
Accumulated loss carried forward		(26,924)			(14,198)	
Accounted loss carried forward						
- Realised loss		(25,331)			(531)	
- Unrealised loss		(1,593)			(13,667)	
		(26,924)			(14,198)	
		(Rupees)			(Rupees)	
Net assets value per unit at the beginning of the period		7.9189			10.3387	
Net assets value per unit at the end of the period		7.9608			8.7964	

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 PAKISTAN EXCHANGE TRADED FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022**

	Six months period ended December 31,	
	2022	2021
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income / (loss) for the period before taxation	415	(15,485)
Adjustments for:		
Net unrealised diminution on re-measurement of investments - 'at fair value through profit or loss'	1,593	13,667
Element of loss and capital losses included in prices of units issued less those in units redeemed - net	842	3,733
	2,850	1,915
Decrease / (increase) in assets		
Investments	15,009	(58,584)
Dividend receivable	-	295
Other receivables	(12)	-
	14,997	(58,289)
Increase / (decrease) in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	(1)	7
Payable to Central Depository Company of Pakistan Limited - Trustee	-	3
Payable to the Securities and Exchange Commission of Pakistan	(8)	3
Accrued expenses and other liabilities	88	(825)
	79	(812)
Net cash generated from / (used in) operating activities	17,926	(57,186)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance of units	5,832	65,237
Payment against redemption of units	(22,036)	(4,456)
Net cash (used in) / generated from financing activities	(16,204)	60,781
Net increase in cash and cash equivalents during the period	1,722	3,595
Cash and cash equivalents at beginning of the period	2,621	1,208
Cash and cash equivalents at end of the period	4,343	4,803

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 PAKISTAN EXCHANGE TRADED FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Meezan Pakistan Exchange Traded 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 on January 09, 2020 and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, (the NBFC Regulations), 2008. The Trust Deed was previously registered under the "Trust Act, 1882" and now has been registered under "The Sindh Trusts Act, 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act. 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 is a Shariah Compliant Exchange Traded Fund that aims to provide investors an opportunity to track the performance of Meezan Pakistan Index (MZNPI) that has been constituted and is maintained by the Management Company, and comprises of 12 shariah compliant equity securities selected with high consideration towards market capitalisation and traded value. 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 a hybrid type of fund having features of both open and closed end funds. A new concept of "Authorised Participants "APs" has been introduced who will act as market makers. The Management Company will only have contact with the APs for issuance and redemption of units. The units of the Fund are tradeable in the Pakistan Stock Exchange Limited (PSX). The APs to whom the units are issued may either keep the units with themselves or trade in the PSX. Consequently, upon trading, the holder of the units keeps on changing. Moreover, on issuance and redemption of units, the basket of shares will be exchanged between AP and Management Company and cash will be paid / received if there is a difference in the applicable net asset value of a creation unit and the market value of the portfolio deposit.
- 1.4** The Fund is an Open Ended Exchange Traded Mutual Fund categorised as "Listed Index Tracking Fund" and is listed on Pakistan Stock Exchange (PSX) Limited.
- 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.
- 1.6** The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 30, 2022 (2021: 'AM1' dated December 27, 2021) 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.

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. 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.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declared that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 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, 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 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 01, 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.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date (annual periods beginning on or after)
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized
The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.	

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

		December 31, 2022	June 30, 2022
		(Unaudited)	(Audited)
		(Rupees in '000)	
5	BALANCES WITH BANKS		
	Balances with banks in:		
	Savings accounts	4,318	2,505
	Current account	25	116
		<u>4,343</u>	<u>2,621</u>
		5.1	
5.1	This represents a balance maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 6.50% per annum (June 30, 2022: 6.01% per annum).		
		December 31, 2022	June 30, 2022
		(Unaudited)	(Audited)
		(Rupees in '000)	
6	INVESTMENTS		
	At fair value through profit or loss		
	Shares of listed companies - 'ordinary shares'	6.1	
		<u>74,722</u>	<u>91,324</u>

6.1 Shares of listed companies - 'ordinary shares'

Name of the investee company	As at July 1, 2022	Unaudited							Percentage in relation to		
		Purchases during the period	Bonus / Right issue	Sales during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised gain / (loss) as at December 31, 2022	Net Assets of the Fund	Total Market Value of Investment	Paid-up capital of investee company (with face value of investment)
		Number of shares				(Rupees in '000)			---%---		
Commercial Bank											
Meezan Bank Limited	-	76,079	7,240	17,056	66,263	7,068	6,596	(472)	8.38	8.83	-
	-								8.38	8.83	-
Cement											
DG Khan Cement Company Limited	50,869	602	-	51,471	-	-	-	-	-	-	-
Lucky Cement Limited	22,477	1,337	-	7,001	16,813	7,687	7,508	(179)	9.54	10.05	0.01
Maple Leaf Cement Factory Limited	114,751	1,358	-	116,109	-	-	-	-	-	-	-
									9.54	10.05	0.01
Chemical											
Engro Polymer and Chemicals Limited	-	59,760	-	12,288	47,472	3,092	2,009	(1,083)	2.55	2.69	0.01
Ghani Global holdings limited	-	205,159	16,977	41,973	180,163	2,477	2,027	(450)	2.57	2.71	0.06
									5.12	5.40	0.07
Fertilizer											
Engro Fertilizers Limited	-	112,050	-	23,040	89,010	7,612	6,844	(768)	8.69	9.16	0.01
Engro Corporation Limited	56,784	7,038	-	15,361	48,461	12,333	12,697	364	16.13	16.99	0.01
									24.82	26.15	0.02
Foods and Personal Care Products											
Unity Foods limited	161,583	11,804	-	52,729	120,658	2,410	1,704	(706)	2.16	2.28	0.01
									2.16	2.28	0.01
Oil and Gas Exploration Companies											
Oil and Gas Development Company Limited	150,241	7,926	-	63,223	94,944	7,469	7,563	94	9.61	10.12	-
Pakistan Petroleum Limited	154,973	1,834	-	156,807	-	-	-	-	-	-	-
	-								9.61	10.12	-
Oil and Gas Marketing Companies											
Pakistan State Oil Company Limited	48,503	2,578	-	20,422	30,659	5,260	4,415	(845)	5.61	5.91	0.01
									5.61	5.91	0.01
Power Generation & Distribution											
The Hub Power Company Limited	216,489	11,860	-	83,955	144,394	9,815	9,108	(707)	11.57	12.19	0.01
									11.57	12.19	0.01
Technology and Communication											
Avanceon Limited	46,344	3,746	-	15,475	34,615	2,692	2,286	(406)	2.90	3.06	0.01
Systems Limited	-	31,125	-	6,400	24,725	8,400	11,965	3,565	15.20	16.01	0.01
	-								18.10	19.07	0.02
Refinery											
Attock Refinery Limited	26,026	308	-	26,334	-	-	-	-	-	-	-
National Refinery Limited	13,013	154	-	13,167	-	-	-	-	-	-	-
									-	-	-
Total as at December 31, 2022									76,315	74,722	(1,593)
Total as at June 30, 2022									111,400	91,324	(20,076)

6.1.1 All shares have a nominal value of Rs.10 each.

7	PAYABLE TO AI MEEZAN MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
	Management fee payable	7.1	7	8
	Sindh Sales Tax payable on remuneration of the Management Company		1	1
			8	9

- 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 0.5% (2021: 0.5%) per annum of the average annual net assets of the Fund during the period ended December 31, 2022. The remuneration is payable to the Management Company monthly in arrears.

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
8 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration payable	103	100
Charity payable	229	144
	332	244

9 CONTINGENCIES AND COMMITMENTS

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

10 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons include Al Meezan Investment Management Limited being the Management Company, the 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, 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 are executed on an arm's length basis and 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 in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

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

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

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
Balances		
Al Meezan Investment Management Limited - Management Company		
Remuneration payable	7	8
Sindh Sales Tax on management fee payable	1	1
Investment of 1,000,000 units (June 30, 2022: 1,000,000 units)	7,961	7,919
Meezan Bank Limited		
Bank balance	4,343	2,621
Profit receivable on saving accounts	25	13
Investment of 66,263 shares (June 30, 2022: Nil)	6,596	-
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee payable	7	7
Sindh Sales Tax on trustee fee payable	1	1



**Six months period ended
December 31,**
2022 2021
(Unaudited)
(Rupees in '000)

Transactions during the period

Al Meezan Investment Management Limited - Management Company

Remuneration for the period	225	190
Sindh Sales Tax on remuneration of the Management Company	29	25

Meezan Bank Limited

Profit on saving accounts	74	35
Shares purchased: 76,079 shares (December 31, 2021: Nil)	8,909	-
Shares Sold: 17,056 shares (December 31, 2021: Nil)	1,962	-
Bonus Issue: 7,240 shares (December 31, 2021: Nil)	-	-

Central Depository Company of Pakistan Limited - Trustee

Remuneration of the Trustee	45	38
Sindh Sales Tax on Remuneration of the Trustee	6	5
CDS charges	4	3

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 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.

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: quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

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

	As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			
Financial assets 'at fair value through profit or loss'				
Shares of listed companies	74,722	-	-	74,722
- 'ordinary shares'				
	As at June 30 2022			
	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			
Financial assets 'at fair value through profit or loss'				
Shares of listed companies - 'ordinary shares'	91,324	-	-	91,324

12 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund as at December 31, 2022 based on current period results is 1.71% (December 31, 2021: 1.77%) which includes 0.13% (December 31, 2021: 0.11%) representing government levies on the Fund such as Sales Taxes, Federal Excise Duties, annual fee to the SECP etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Index Scheme'.

13 TAXATION

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the Management Company intends to distribute at least 90% of the Fund's accounting income for the year ending June 30, 2023 as reduced by capital gains (whether realised or unrealised) to its unit holders, therefore no provision for taxation has been made in these condensed interim financial statements.

The Fund is also exempt from the provisions of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

14 GENERAL

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

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 FOR ISSUE

These condensed interim financial statements were authorised for issue on February 13, 2023 by the Board of Directors of the Management Company.

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director



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Disclaimer: All investments in Mutual Funds and Pension Fund are subject to market risks. Past Performance is not necessarily indicative of future results. Please read the offering document to understand the investment policies, risks and tax implication involved.

Use of the name and logo of Meezan Bank Limited as given above does not mean that it is responsible for the liabilities/obligations of Al Meezan Investment Management Limited or any investment scheme managed by it.

Note: The role of Meezan Bank Limited (MBL) is restricted to distribution of Mutual Funds only.