



Al Meezan
Investment Management Ltd.

DISTAGHIL SAR

It is paramount to have smart investment plans to sustain the heights of an adventure-filled life.

Height 7,884 meters,
belongs to the range Hispar Karakoram



MEEZAN BALANCED FUND (MBF)

Meezan Balanced Fund seeks to generate long term capital appreciation as well as current income by creating a balanced portfolio that is invested in both high quality equity securities and Islamic Income Instruments such as TFCs, COIs, Certificates of Musharika, Islamic Sukuks, Ready-future hedges and other Shariah Compliant instruments.

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	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director - PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naeem	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	Member

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan 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 Metropolitan Bank Limited - Islamic Banking
MCB Islamic Bank
Meezan Bank Limited
National Bank of Pakistan - Islamic Banking
Samba Bank Limited
Sindh Bank Limited
The Bank Of Khyber - Islamic Banking
UBL Ameen - Islamic Banking

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited



**MEEZAN BALANCED FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 2023**

		March 31, 2023 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
	Note		
Assets			
Balances with banks	5	299,837	314,974
Investments	6	1,894,365	2,356,901
Receivables against conversion of units		0	91
Dividend receivable		11,363	694
Receivable against sale of investments		227,978	1,991
Advances, deposits and other receivables		64,528	25,094
Total assets		<u>2,498,072</u>	<u>2,699,745</u>
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	8	6,551	3,432
Payable to Central Depository Company of Pakistan Limited - Trustee		311	339
Payable to the Securities and Exchange Commission of Pakistan		371	798
Payable to Meezan Bank Limited		15	50
Payable against purchase of investments - net		230,309	2,579
Payable against redemption and conversion of units		8,078	770
Dividend payable		7,498	7,498
Accrued expenses and other liabilities	9	42,819	43,458
Total liabilities		<u>295,952</u>	<u>58,924</u>
Net assets		<u>2,202,120</u>	<u>2,640,821</u>
Contingencies and commitments	7		
Unit holders' fund (as per statement attached)		<u>2,202,120</u>	<u>2,640,821</u>
		(Number of units)	
Number of units in issue		<u>137,502,947</u>	<u>169,117,750</u>
		(Rupees)	
Net asset value per unit		<u>16.0151</u>	<u>15.6153</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 BALANCED FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2023

	Note	Nine months period ended March 31,		Quarter ended March 31,	
		2023	2022	2023	2022
		(Rupees in '000)		(Rupees in '000)	
Income					
Net realised loss on sale of investments		(49,356)	(118,129)	(31,021)	(77,135)
Dividend income		78,405	116,208	21,511	41,447
Profit on sukuk certificates		101,778	78,417	39,022	21,539
Profit on commercial papers		-	31,697	(2,369)	20,164
Other Income		500	-	500	-
Profit on saving accounts with banks		48,985	39,556	12,499	8,982
		180,312	147,749	40,142	14,997
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6	(46,089)	(90,460)	(16,948)	29,403
Total income		134,223	57,289	23,194	44,400
Expenses					
Remuneration of Al Meezan Investment Management Limited - Management Company	8.1	37,115	65,742	11,331	18,955
Sindh Sales Tax on remuneration of the Management Company		4,825	8,547	1,473	2,465
Allocated expenses	8.2	2,041	3,616	623	1,043
Selling and marketing expenses	8.3	18,558	32,871	5,666	9,478
Remuneration of Central Depository Company of Pakistan Limited - Trustee		2,606	4,038	813	1,195
Sindh Sales Tax on remuneration of the Trustee		339	525	106	155
Annual fee to the Securities and Exchange Commission of Pakistan		371	657	113	189
Auditors' remuneration		482	492	92	95
Charity expense		2,731	3,002	793	1,063
Fees and subscription		407	428	111	131
Legal and professional charges		-	184	-	-
Printing expense		5	-	2	-
Brokerage expense		1,343	3,360	444	1,300
Bank and settlement charges		299	447	83	111
Provision against sukuk		-	28,125	-	-
(Reversal of provision) / provision for Sindh Workers' Welfare Fund (SWWF)		-	(60,542)	-	-
Total expenses		71,122	91,492	21,650	36,180
Net Income / (loss) for the period before taxation		63,101	(34,203)	1,544	8,220
Taxation	12	-	-	-	-
Net income / (loss) for the period after taxation		63,101	(34,203)	1,544	8,220
Allocation of net income for the period					
Net income for the period after taxation		63,101	-	-	-
Income already paid on units redeemed		(8,648)	-	-	-
		54,453	-	-	-
Accounting income available for distribution					
- Relating to capital gains		-	-	-	-
- Excluding capital gains		54,453	-	-	-
		54,453	-	-	-

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 BALANCED FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2023

	<u>Nine months period</u>		<u>Quarter ended,</u>	
	<u>March 31,</u>		<u>March 31,</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
	<u>(Rupees in '000)</u>		<u>(Rupees in '000)</u>	
Net Income / (loss) for the period before taxation	63,101	(34,203)	1,544	8,220
Other comprehensive income for the period	-	-	-	-
Total comprehensive income / (loss) for the period	<u>63,101</u>	<u>(34,203)</u>	<u>1,544</u>	<u>8,220</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 BALANCED FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

	Nine months period ended March 31, 2022			Nine months period ended March 31, 2023		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period	2,104,770	536,051	2,640,821	4,059,835	653,302	4,713,137
Issue of 6,220,154 units (2022: 35,121,610 units)						
- Capital value (at net asset value per unit at the beginning of the period)	97,129	-	97,129	568,977	-	568,977
- Element of income	2,733	-	2,733	849	-	849
Total proceeds on issuance of units	99,862	-	99,862	569,826	-	569,826
Redemption of 37,834,956 units (2022: 126,011,468 units)						
- Capital value (at net asset value per unit at the beginning of the period)	590,804	-	590,804	2,041,411	-	2,041,411
- Element of loss/ (income)	2,212	8,648	10,860	(13,925)	-	(13,925)
Total payments on redemption of units	593,016	8,648	601,664	2,027,486	-	2,027,486
Total comprehensive income / (loss) for the period	-	63,101	63,101	-	(34,203)	(34,203)
Distribution during the period	-	-	-	-	-	-
Net income/(loss) for the period less distribution	-	63,101	63,101	-	(34,203)	(34,203)
Net assets at the end of the period	1,611,616	590,504	2,202,120	2,602,175	619,099	3,221,274
Undistributed income brought forward						
- Realised income		720,037			218,892	
- Unrealised (loss) / income		(183,986)			434,410	
		536,051			653,302	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		54,453			-	
		54,453			-	
Net loss for the period after taxation		-			(34,203)	
Distribution during the period		-			-	
Undistributed income carried forward		590,504			619,099	
Undistributed income carried forward						
- Realised income		636,593			709,559	
- Unrealised loss		(46,089)			(90,460)	
		590,504			619,099	
			(Rupees)			(Rupees)
Net assets value per unit at the beginning of the period			<u>15.6153</u>			<u>16.2002</u>
Net assets value per unit at the end of the period			<u>16.0151</u>			<u>16.1030</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 BALANCED FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023**

	Nine months period ended March 31,	
	2023	2022
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income / (loss) for the period before taxation	63,101	(34,203)
Adjustments for:		
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	46,089	90,460
	<u>109,190</u>	<u>56,257</u>
(Increase) / decrease in assets		
Investments - net	416,447	645,261
Dividend receivable	(10,669)	2,956
Receivable against sale of investments - net	(225,987)	2,153
Deposits and other receivables	(39,434)	57,658
	<u>140,357</u>	<u>708,028</u>
Increase / (decrease) in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	3,119	1,136
Payable to Central Depository Company of Pakistan Limited - Trustee	(28)	(96)
Payable to the Securities and Exchange Commission of Pakistan	(427)	(219)
Payable to Meezan Bank Limited	(35)	19
Payable against purchase of investments - net	227,730	(14,269)
Accrued expenses and other liabilities	(639)	(60,246)
	<u>229,720</u>	<u>(73,675)</u>
Net cash generated from operating activities	<u>479,267</u>	<u>690,610</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	99,953	577,604
Payment against redemption and conversion of units	(594,357)	(2,027,225)
Dividend paid	-	-
Net cash used in financing activities	<u>(494,404)</u>	<u>(1,449,621)</u>
Net decrease in cash and cash equivalents during the period	<u>(15,137)</u>	<u>(759,011)</u>
Cash and cash equivalents at the beginning of the period	314,974	1,116,066
Cash and cash equivalents at the end of the period	<u><u>299,837</u></u>	<u><u>357,055</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 BALANCED FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 Meezan Balanced Fund (the Fund) was initially established as a closed-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 15, 2004 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on September 8, 2004 under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The registered office of the Management Company is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi 74400, Pakistan.

Subsequently, on May 3, 2013, SECP vide its letter No. SCD/AMCW/MBF /512/2013 had approved the conversion of the closed end structure into an open end scheme through the establishment of the Unit Trust Scheme under the name of Meezan Balanced Fund (MBF). On June 27, 2013, SECP vide its letter No SCD/AMCW/MBF/613/2013 registered MBF (the open-end scheme) as a notified entity and had withdrawn the registration of MBF as a closed end scheme with effect from the effective date i.e. July 1, 2013 and therefore from July 1, 2013, the Fund had been converted into an open end scheme and, accordingly, the certificate holders of the closed end scheme at June 30, 2013 were converted to unitholders of the open end scheme.

During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Consequently, the Fund is now required to be registered under the Sindh Trust Act. Accordingly, on September 3, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The Management Company has been licensed by the SECP to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP.

1.3 The investment objective of the Fund is to generate long-term capital appreciation as well as current income by creating a balanced portfolio that is invested both in high quality Shariah compliant equity securities and Islamic income instruments such as Islamic Sukuks (certificates of Islamic investment), musharaka certificates, Government Securities, cash in bank accounts, Money Market Placements, Deposits, Certificates of Deposits, Term Deposits Receipts, Commercial Papers, Islamic alternatives of Reverse Repos, Spread Transactions, and other Shariah compliant instruments as indicated by the SECP. 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.

1.4 The Fund is an open-end fund listed on the Pakistan Stock Exchange Limited. The Fund is categorised as a Shariah Compliant Balanced Fund in accordance with Circular 7 of 2009 issued by the SECP.

1.5 Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan (CDC) as the Trustee of the Fund.

1.6 The Management Company has been assigned a Asset Manager Quality rating of AM1 by VIS Credit Rating Company Limited dated December 27, 2021 (2020: AM1 dated December 31, 2020) and by PACRA dated June 23, 2021 (2020: AM1 dated June 26, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

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 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 from the International Accounting Standard (IAS) 34, Interim Financial Reporting, 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. However, in compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at March 31, 2023.

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

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 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 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 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.

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

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

5	BALANCES WITH BANKS	Note	March 31, 2023 (Unaudited)	June 30, 2022 (Audited)
			(Rupees in '000)	
	In saving accounts	5.1	290,765	306,713
	In current accounts		<u>9,072</u>	<u>8,261</u>
			<u>299,837</u>	<u>314,974</u>

5.1 This includes balances maintained with Meezan Bank Limited (a related party) that has an expected profit rate of 6.96% (June 30, 2022: 6.01%) per annum. Other savings accounts of the Fund have expected rates of profit ranging from 5.25% to 18.18% (June 30, 2022: 3.00% to 16.25%) per annum.

March 31, 2023
(Unaudited)
(Rupees in '000)

June 30, 2022
(Audited)

Note

6 INVESTMENTS

Investments - 'at fair value through profit or loss'

Shares of listed companies - 'ordinary shares'	6.1	1,050,602	1,241,797
Sukuk certificates	6.1.2.1 & 6.1.2.2	843,764	699,588
Commercial papers		-	415,516
		<u>1,894,365</u>	<u>2,356,901</u>

6.1 Shares of listed companies 'ordinary shares'

Name of the investee company	As at July 1, 2022	Purchases during the period	Right / Bonus issue	Sales during the period	As at March 31, 2023	Carrying value as at March 31, 2023	Market value as at March 31, 2023	Unrealised gain / (loss) as at March 31, 2023	Percentage in relation to				
									Net Assets of the Fund	Paid-up Capital of the investee company (with face value of investments)	Total market value of investments		
					Number of shares			Rupees in '000			%		
Sectors / companies													
Commercial Banks													
Bank Islami Pakistan Limited	436,962	821,000	-	-	1,257,962	16,165	12,177	(3,988)	0.55	0.11	0.64		
Meezan Bank Limited (note 6.2.1.2) (an associate company of the Fund)	822,816	109,934	74,274	140,000	867,024	88,853	82,541	(6,312)	3.75	0.05	4.36		
									4.30	0.16	5.00		
Automobile assemblers													
Ghandhara Industries Limited	2,100	-	-	2,100	-	-	-	-	-	-	-		
Ghandhara Nissan Limited	39,600	-	-	39,600	-	-	-	-	-	-	-		
Millat Tractor Limited	26,052	4,461	-	30,513	-	-	-	-	-	-	-		
Chemicals													
Dynea Pakistan Limited (note 6.1.1.1)	28,000	12,300	-	25,000	15,300	2,651	1,836	(815)	0.08	0.08	0.10		
Engro Polymer and Chemicals Limited	365,954	-	-	365,954	-	-	-	-	-	-	-		
ICI Pakistan Limited	29,616	-	-	29,616	-	-	-	-	-	-	-		
Haleon Pakistan Limited	-	42,900	-	-	42,900	10,224	5,620	(4,604)	0.26	0.03	-		
Lucky Core Industries Limited	29,616	9,400	-	10,000	29,016	20,193	15,403	(4,789)	0.70	0.14	0.81		
									1.04	0.25	0.91		
Cement													
Attock Cement Limited	4,527	-	-	4,528	(1)	-	-	-	-	-	-		
Cherat Cement Company Limited	137,400	59,959	-	-	197,359	19,758	22,219	2,461	1.01	0.10	1.17		
Fauji Cement Limited	200,000	306,250	-	300,000	206,250	2,708	2,467	(241)	0.11	0.01	0.13		
Kohat Cement Limited	324,320	15,000	-	45,000	294,320	38,724	41,037	2,313	1.86	0.15	2.17		
Lucky Cement Limited	119,947	49,824	-	57,500	112,271	52,213	45,182	(7,030)	2.05	0.03	2.39		
Maple Leaf Cement Limited	570,987	290,000	-	150,000	710,987	19,872	18,471	(1,401)	0.84	0.06	0.98		
Pioneer Cement	-	50,000	-	-	50,000	3,600	3,508	(92)	0.16	0.02	0.19		
									6.03	0.37	7.01		

Name of the investee company	As at July 1, 2022	Purchases during the period	Right / Bonus issue	Sales during the period	As at March 31, 2023	Carrying value as at March 31, 2023	Market value as at March 31, 2023	Unrealised gain / (loss) as at March 31, 2023	Percentage in relation to				
									Net Assets of the Fund	Paid-up Capital of the investee company (with face value of investments)	Total market value of investments		
					Number of shares			Rupees in '000			%		
Fertilizers													
Engro Corporation Limited (note 6.1.1.2)	268,014	80,000	-	27,415	320,599	84,536	88,735	4,200	4.03	0.04	4.68		
Engro Fertilizer Limited	676,924	-	-	596,905	80,019	7,093	6,787	(306)	0.31	0.01	0.36		
									4.34	0.05	5.04		
Technology & Communication													
Air Link Communication Limited	80,156	-	-	80,156	-	-	-	-	-	-	-		
Avanceon Limited	126,875	-	-	-	126,875	9,885	8,123	(1,762)	0.37	0.05	0.43		
Octopus Digital Limited	24,836	-	-	24,836	-	-	-	-	-	-	-		
Systems Limited	249,230	28,000	-	-	277,230	95,073	128,097	33,024	5.82	0.20	6.76		
									6.19	0.25	7.19		
Paper & Board													
Century Paper & Board Mills Limited	328,345	42,835	-	-	371,180	20,786	17,497	(3,289)	0.79	0.18	0.92		
Cherat Packaging Limited	40	4	-	-	44	5	4	(1)	-	-	-		
Packages Limited	74,773	16,600	-	35,000	56,373	22,067	19,150	19,150	0.87	0.06	1.01		
Roshan Packages Limited	42,500	-	-	42,500	-	-	-	-	-	-	-		
									1.66	0.24	1.93		
Oil & Gas Exploration													
Mari Petroleum Company Limited	77,554	5,872	-	9,435	73,991	127,934	111,971	(15,964)	5.08	0.06	5.91		
Oil and Gas Developed Company Limited	1,292,931	75,000	-	50,000	1,317,931	103,682	109,863	6,181	4.99	0.03	5.80		
Pakistan Oilfield Limited	85,007	-	-	48,925	36,082	14,642	14,393	(250)	0.65	0.01	0.76		
Pakistan Petroleum Limited	1,386,997	155,170	-	50,000	1,492,167	101,945	95,439	(6,506)	4.33	0.05	5.04		
									15.06	0.15	17.51		
Oil and Gas Marketing													
Attock Petroleum Company Limited	-	39,391	-	5,000	34,391	10,661	10,098	(563)	-	0.03	-		
Hascol Petroleum Limited	1,901	-	-	-	1,901	8	11	3	-	-	-		
Pakistan State Oil Company Limited	297,066	50,000	-	75,000	272,066	46,844	32,074	(14,770)	1.46	0.06	1.69		
Sui Northern Gas Pipeline Limited	410,888	450,000	-	50,000	810,888	29,687	31,698	2,011	1.44	0.13	1.67		
									2.90	0.19	3.37		

									Percentage in relation to		
Name of the investee company	As at July 1, 2022	Purchases during the period	Right / Bonus issue	Sales during the period	As at March 31, 2023	Carrying value as at March 31, 2023	Market value as at March 31, 2023	Unrealised gain / (loss) as at March 31, 2023	Net Assets of the Fund	Paid-up-Capital of the investee company (with face value of investments)	Total market value of investments
Pharmaceuticals											
Abbott Laboratories Pakistan Limited	2,250	-	-	2,250	-	-	-	-	-	-	-
AGP Limited	500	-	-	-	500	44	27	(17)	0.00	-	0.00
GlaxoSmithKline Consumer Healthcare Limited	42,900	-	-	42,900	-	-	-	-	-	-	-
Hignoon Laboratories Limited	529	-	-	-	529	280	249	(31)	0.01	-	0.01
IBL Health Care Limited	247,520	40,152	-	254,000	33,672	1,582	1,145	(437)	0.05	0.05	0.06
The Searle Company Limited	15,369	53,842	-	50,000	19,211	1,713	989	(724)	0.04	0.01	0.05
									0.11	0.06	0.13
Food & Personal Care Products											
Al-Shaheer Corporation Limited	8,546	-	-	2,511	6,035	55	58	3	-	-	-
Al Tahir Limited	312,880	31,288	-	8,500	335,668	5,820	5,102	(718)	0.23	0.17	0.27
The Organic Meat Company Limited	-	204,875	-	-	204,875	4,919	3,964	(955)	0.18	0.02	0.21
									0.41	0.19	0.48
Power Generation & Distribution											
K-Electric Limited (note 6.1.1.1)	3,578,500	2,200,000	-	-	5,778,500	17,798	11,961	(5,836)	0.54	0.02	0.63
The Hub Power Company Limited	760,291	420,000	-	634,969	545,322	37,764	36,826	(938)	1.67	0.04	1.94
									2.22	0.06	2.58
Real Estate Investment Trust											
Dolmen City REIT	1,909,000	-	-	-	1,909,000	25,294	26,020	725	1.18	0.09	1.37
Refinery											
Attock Refinery Limited	6,000	-	-	6,000	-	-	-	-	-	-	-
National Refinery Limited	13,500	-	-	13,500	-	-	-	-	-	-	-
Cnergyco PK Limited (Formerly Byco Petroleum Pakistan)	2,075,978	600,000	-	2,675,978	-	-	-	-	-	-	-
									-	-	-
Textile composite											
Feroze1888 Mills Limited	82,468	-	-	82,468	-	-	-	-	-	-	-
Interloop Limited	761,700	60,548	-	373,005	449,243	26,429	21,514	(4,915)	0.98	0.05	1.14
Kohinoor Textile Mills Limited	100,000	-	-	-	100,000	5,000	5,241	241	0.24	0.03	0.28
Nishat Mills Limited	86,427	-	-	86,427	-	-	-	-	-	-	-
									1.21	0.08	1.41

Name of the investee company	As at July 1, 2022	Purchases during the period	Right / Bonus issue	Sales during the period	As at March 31, 2023	Carrying value as at March 31, 2023	Market value as at March 31, 2023	Unrealised gain / (loss) as at March 31, 2023	Percentage in relation to		
									Net Assets of the Fund	Paid-up-Capital of the investee company (with face value of investments)	Total market value of investments
									%		
Engineering											
Mughal Iron and Steel Industries Limited	245,098	237,049	-	322,296	159,851	9,505	7,853	(1,651)	0.36	0.05	0.41
									0.36	0.05	0.41
Glass & Ceramics											
Shabbir Tiles and Ceramics Limited (note 6.1.1.1)	807,500	-	-	807,500	-	-	-	-	-	-	-
									-	-	-
Leather & Tanneries											
Service GlobalFootwear Limited	40,430	-	-	17,500	22,930	921	670	(251)	0.02	0.01	0.01
									0.02	0.01	0.01
MISCELLANEOUS											
Supernet Limited	-	189,600	-	-	189,600	2,565	2,239	(326)	0.06	0.15	0.15
TPL Properties Limited	-	165,000	-	-	165,000	3,383	2,343	(1,040)	0.06	0.03	0.03
									0.06	0.03	0.03
March 31, 2023						1,092,879	1,050,602	(20,209)			
June 30, 2022						1,432,337	1,241,797	(190,540)			

- 6.1.1.1** 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.
- 6.1.1.2** Investments include 150,000 shares of Engro Corporation Limited, having market value of Rs 40.140 million as at March 31, 2022 (June 30, 2021: Rs. 44.192 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.
- 6.1.1.3** As at March 31, 2022, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 4.556 million (June 30, 2021: 6.102 million).

6.1.2 Sukuk certificates
6.1.2.1 Corporate sukuks

Name of the investee company	Maturity	Profit rate	As at July 1, 2022	Purchases during the period	Sales / Redemptions / matured during the period	As at March 31, 2023	Carrying value as at March 31, 2023*	Market value as at March 31, 2023*	Unrealised gain / (loss) as at March 31, 2023	Percentage in relation to		
			Number of certificates						(Rupees in '000)			Net Assets of the Fund
											%	
Secured												
NON-PERFORMING ASSETS												
Security Leasing Corporation Limited II * (non-traded)	January 19, 2022	N/A	1,540	-	-	1,540	-	-	-	-	-	-
Eden Housing Limited * (note 6.1.2.1.1) (non-traded)	September 29, 2014	N/A	5,000	-	-	5,000	-	-	-	-	-	-
Arzoo Textile Mills Limited * (non-traded)	April 15, 2014	N/A	5,000	-	-	5,000	-	-	-	-	-	-
Plascol Petroleum Limited - Sukuk (D, VIS, non-traded)	January 7, 2022	3 months KIBOR plus base rate of 1.50%	50,000	-	-	50,000	-	-	-	-	-	-
Meezan Bank Limited (AA, VIS, non-traded) (note 6.1.2.1.1)	September 22, 2026	6 months KIBOR plus base rate of 0.5%	80	-	80	-	-	-	-	-	-	-
PERFORMING ASSETS												
Shakarganj Food Products Limited (BBB+, VIS, non-traded) (note 6.1.2.1.1)	July 10, 2025	3 months KIBOR plus base rate of 1.75%	82	-	-	82	42,824	41,006	(1,818)	0.93	2.16	
Agha Steel Industries Limited (A, VIS, non-traded) (note 6.1.2.1.1)	October 9, 2025	3 months KIBOR plus base rate of 0.80%	100	-	-	100	71,262	67,374	(3,888)	1.52	3.56	
Hub Power Company Limited (AA+, PACRA, non-traded)	November 12, 2025	6 months KIBOR plus base rate of 2.50%	2,000	-	500	1,500	150,000	152,985	2,985	3.46	8.08	
Neelum Jhelum Hydropower Company (Private) Limited (AAA, VIS, non-traded)	June 29, 2026	6 months KIBOR plus base rate of 1.13%	230	-	-	230	9,300	8,748	(552)	0.20	0.46	
Lucky Electric Power Co Ltd (III)6			-	250	-	250	250,000	250,000	-	5.66	13.20	
Dubai Islamic Bank Tier Sukuk			-	100	-	100	100,000	100,000	-	2.26	5.28	
Total		March 31, 2023					623,387	620,114	(3,273)		32.73	
Total		June 30, 2022					493,214	500,228	7,014			

* In case of debt securities against which provision has been made, these are carried at carrying value less provision.

6.1.2.1.1 The nominal value of these sukuk certificates is Rs 5,000 each except for the sukuk certificates of Eden Housing Limited having nominal value of Rs 984.375, International Brands Limited, AGP Limited, OBS AGP (Private) Limited, Javedan Corporation Limited, Hub Power Holdings Limited, Neelum Jhelum Hydropower Company (Private) Limited and Hub Power Company Limited having nominal value of Rs. 100,000 each and Dubai Islamic Bank Pakistan Limited, Meezan Bank Limited, Shakarganj Food Products Limited and Agha Steel Industries Limited having nominal value of Rs 1,000,000 each respectively.

6.1.2.1.2 Details of non-compliant investments with the investment criteria of the assigned category

The Securities and Exchange Commission of Pakistan (SECP), vide its circular No. 16 dated July 07, 2010, prescribed certain disclosures for the schemes holding investments that were non-compliant either with the minimum investment criteria specified for the category assigned to such schemes or with the investment requirement of their constitutive documents. The Securities and Exchange Commission of Pakistan vide circular 7 of 2009 dated March 6, 2009 required all Asset Management Companies to classify funds under their management on the basis of categorisation criteria laid down in the circular. Al Meezan Investment Management Limited (the Management Company) classified Meezan Balanced Fund (the Fund) as a 'Balanced Scheme' in accordance with the said circular. As at December 31, 2021. Following investments of the Funds are in sukuks which are non compliant securities. At the time of investment, these were compliant as per SECP criteria and the investment policy of the Fund.

6.1.2.1.2.1 On April 1, 2021, sukuk certificates of Hascol Petroleum Limited have been classified as non-performing by Mutual Funds Association of Pakistan (MUFAP). Therefore, in accordance with the requirement of SECP's Circular No.33 of 2012, the sukuk certificates have been classified as non-performing asset and no further profit has been accrued thereafter. Further, in accordance with the said Circular, an amount of Rs. 62.037 million (June 30, 2021: Rs. 33.912 million) have also been held as provision. The face value of sukuk certificates is Rs. 62.5 million as at March 31, 2022.

6.1.2.2 Government securities - GOP Ijarah Sukuk

Name of the Security	Maturity date	Profit rate	As at July 1, 2022	Purchases during the period	Sales / matured during the period	As at March 31, 2023	Carrying value as at March 31, 2023	Market value as at March 31, 2023	Unrealised gain / (loss) as at March 31, 2023	Percentage in relation to	
			(Number of certificates)			(Rupees in '000)			Net Assets of the Fund	Total market value of investments	
GoP Ijarah Sukuk Certificates - XXV (Note 6.1.2.2.2)	April 30, 2027	Weighted Average 6 months T-Bills	2,000	-	2,000	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates - XXVI (Note 6.1.2.2.2)	October 29, 2021	Weighted Average 6 months T-Bills	-	2,000	2,000	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates - XXVIII (Note 6.1.2.2.2)	October 26, 2022	Weighted Average 6 months T-Bills	-	2,000	2,000	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates (Note 6.1.2.2.2)	October 26, 2027	Weighted Average 6 months T-Bills	-	2,000	2,000	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates (Note 6.1.2.2.2)	October 10, 2026	Weighted Average 6 months T-Bills	-	2,250	2,250	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates (Note 6.1.2.2.2)	July 29, 2025	Weighted Average 6 months T-Bills	-	2,250	-	2,250	223,673	223,650	(22.50)	10.16	11.81
Total as at March 31, 2023							223,673	223,650	(23)	11.81	
Total as at June 30, 2022							493,214	500,228	7,014		

6.1.2.2.2 The nominal value of GoP Ijarah Sukuk certificates is Rs 100,000 each.

6.2.3 Commercial papers

Name of the security	Maturity date	Profit rate	As at July 1, 2022	Purchases during the period	Sales / redemptions / maturity during the period	As at March 31, 2023	Carrying value as at March 31, 2023	Market value as at March 31, 2023	Unrealised appreciation / (diminution) as at December 31, 2021	Percentage in relation to	
			(Number of certificates)			(Rupees in '000)			Net assets of the Fund	Total market value of investment	
Mughal Iron & Steel Industries Limited	July 21, 2022	6 months KIBOR plus base rate of 1.75%	165	-	165	-	-	-	-	-	-
Lucky Electric Power Company Limited (II)	July 12, 2022	6 months KIBOR plus base rate of 1.50%	250	-	250	-	-	-	-	-	-
Total as at March 31, 2023							-	-	-		
Total as at June 30, 2022							415,516	415,516	-		

The nominal value of these commercial papers is Rs 1,000,000 each.

7 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2023 and June 30, 2022.

		March 31, 2023 (Unaudited)	June 30, 2022 (Audited)
		(Rupees in '000)	
8	PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - THE MANAGEMENT COMPANY		
	Management fee payable	708	867
	Sindh Sales Tax on management fee payable	92	113
	Sales load payable	69	64
	Sindh Sales Tax on sales load payable	9	8
	Allocated expenses payable	16	16
	Selling and marketing expenses payable	5,657	2,364
		<u>6,551</u>	<u>3,432</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% (2021: 2%) per annum of the average net assets of the Fund during the period ended March 31, 2023. The remuneration is payable to the Management Company monthly in arrears.

8.2 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 allocated expenses at the rate of 0.11% (2021: 0.1%) per annum of the average annual net assets of the Fund subject to the total expense charged being lower than actual expense incurred.

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 1% (2022: 1%) per annum of the average annual net assets of the Fund during the period subject to the total expense charged being lower than actual expense incurred.

		March 31, 2023 (Unaudited)	June 30, 2022 (Audited)
		(Rupees in '000)	
9	ACCRUED EXPENSES AND OTHER LIABILITIES		
	Withholding tax payable and capital gain tax payable	553	510
	Provision for Federal Excise Duty and related Sindh Sales Tax on Management Fee	26,742	31,961
	Provision for Federal Excise Duty and related Sindh Sales Tax on Sales load	5,950	6,838
	Brokerage expenses payable	64	41
	Charity payable	3,046	3,466
	Shariah advisory fee	77	237
	Auditors' remuneration payable	254	401
	Zakat payable	26	4
	Other Liabilities	6,108	-
		<u>42,819</u>	<u>43,458</u>

9.1 The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2021. Had the provision not been made, the NAV per unit of the Fund as at March 31, 2023 would have been higher by Re 0.24 (June 30, 2022: Re 0.23) per unit.

10 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

10.1 Connected persons include Al Meezan Investment Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, Meezan Bank Limited being the holding company of the Management Company, directors and executives of the Management Company, other funds under the common management of the Management Company, Pakistan Kuwait Investment Company (Private) Limited being the associated company of the Management Company and Al Meezan Investment Management Limited - Employees Gratuity Fund and unitholders holding 10 percent or more units of the Fund's net assets.

- 10.2** Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The management considers that the transactions between the related parties are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates.
- 10.3** Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.
- 10.4** Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.
- 10.5** The details of transactions carried out by the Fund with connected persons during the period and balances with them as at period end are as follows:

	March 31, 2023 (Unaudited)	June 30, 2022 (Audited)
	(Rupees in '000)	
AI Meezan Investment Management Limited - Management Company		
Management fee payable	708	867
Sindh Sales Tax on management fee payable	92	113
Sales load payable	69	64
Sindh Sales Tax on sales load payable	9	8
Allocated expenses payable	16	16
Selling and marketing expenses payable	5,657	2,364
Investment of 947,787 units (June 30, 2022: 947,787 units)	15,179	14,800
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee payable	275	300
Sindh Sales Tax on trustee fee payable	36	39
Security deposit	300	300
Meezan Bank Limited		
Bank balance	210	24,042
Profit receivable on savings account	109	38
Sales load payable	14	44
Sindh Sales Tax on sales load payable	2	6
Shariah advisory fee payable	77	237
Investment of 18,886,746 units (June 30, 2022: 18,886,746 units)	302,473	294,922
Investment in 867,024 shares (June 30, 2022: 822,816 shares)	82,541	92,962
Dividend receivables	-	-
AI Meezan Investment Management Limited - Employees Gratuity Fund		
Investment of 473,186 units (June 30, 2022: 473,186 units)	7,578	7,389
Directors and Executives of the Management Company		
Investment of 5,395 units (June 30, 2022: 6,522,868 units)	104,455	101,857



For the nine months period
ended March 31
2023 **2022**
(Unaudited)
(Rupees in '000)

Transactions during the period

Al Meezan Investment Management Limited - Management Company

Remuneration for the period	37,115	65,742
Sindh Sales Tax on management fee	4,825	8,547
Selling and Marketing expenses	18,558	32,871
Allocated expenses	2,041	3,616

Central Depository Company of Pakistan Limited - Trustee

Remuneration for the period	2,606	4,038
Sindh Sales Tax on trustee fee	339	525
CDS charges	36	83

Meezan Bank Limited

Profit on saving account	842	456
Shares sold: 140,000 shares (March 31, 2022: 294,647)	18,917	40,585
Shares purchased: 109,933 shares (March 31, 2022: 90,000)	11,742	12,119
Bonus shares: 74,274 shares (2022: 138,190 shares)	-	-
Profit on sukuk certificates	-	2,952
Sukuks sold: nil (March 31, 2022: 80 sukuks)	-	80,000
Dividend income	5,535	4,328
Shariah advisory fee	380	400

Directors and Executives of the Management Company

Units issued: 6,842 units (March 31, 2022: 17,932 units)	109	288
Units redeemed: 6,524,315 units (March 31, 2022: 20,552 units)	101,437	332

11 TOTAL EXPENSE RATIO

The annualised Total Expense Ratio (TER) of the Fund for the period ended March 31, 2022 is 3.83% (2022: 3.77%) which include 0.31% (2022: 0.31%) representing government levy such as sales taxes and SECP fee. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as a Balanced 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 March 31, 2023 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

As at March 31, 2023				
	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'	1,050,602	-	-	1,050,602
Shares of listed companies - 'ordinary shares'	-	843,764	-	843,764
ASSETS				
(Rupees in '000)				
Financial assets 'at fair value through profit or loss'				
Shares of listed companies - 'ordinary shares'	1,241,797	-	-	1,241,797
Sukuk certificates	-	699,588	-	699,588
Commercial papers*	-	415,516	-	415,516

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 April 12, 2023 by the Board of Directors of the Management Company.

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

Chief Executive

Chief Financial Officer

Director



Al Meezan
Investment Management Ltd.

MASHERBRUM, K1

An appropriate route and strategy are crucial to reaching peaks of success.

Height 7,821 meters,
belongs to the range Masherbrum Karakoram



MEEZAN GOLD FUND (MGF)

Meezan Gold Fund is Pakistan's first Shariah Compliant Gold Fund. It invests in gold instruments in the most efficient manner, to provide maximum exposure to prices of Gold in a Shariah Compliant (Islamic) manner. This is done by investing a significant portion of the Fund's net assets in deliverable gold based contracts available on the Pakistan Mercantile Index (PMEX).



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	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director - PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naeem	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	Member

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan 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

Bank Al Habib Limited- Islamic Banking
Faysal Bank Limited
Sindh Bank Limited
UBL Ameen - Islamic Banking
Dubai Islamic Bank Limited
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 GOLD FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 2023**

	March 31, 2023 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Assets		
Balances with banks	5 115,063	86,766
Investment in gold	6 810,731	518,611
Profit receivable on balances with banks	3,494	1,044
Total assets	929,288	606,421
Liabilities		
Payable to Al Meezan Investment Management Limited - the Management Company	7 1,046	318
Payable to Central Depository Company of Pakistan Limited - the Trustee	269	97
Payable to the Securities and Exchange Commission of Pakistan	111	112
Payable against conversion and redemption of units	1,269	17
Accrued expenses and other liabilities	9 2,869	1,879
Total liabilities	5,564	2,423
Net assets	923,724	603,998
Unit holders' fund (as per statement attached)	923,724	603,998
Contingencies and commitments	8	
Number of units in issue	6,248,691	5,812,706
	(Rupees)	
Net asset value per unit	147.8269	103.9100

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

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

Chief Executive

Chief Financial Officer

Director



MEEZAN GOLD FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2023

	Note	Nine months period ended, March 31,		Quarter ended, March 31,	
		2023	2022	2023	2022
		(Rupees in '000)		(Rupees in '000)	
Income					
Profit on saving accounts with banks		15,742	4,950	5,532	2,712
Price adjustment charges		1,836	4,662	345	1,364
		17,578	9,612	5,877	4,076
Net unrealised appreciation on re-measurement of investment in gold	6	277,482	95,674	204,929	35,113
Total income		295,060	105,286	210,806	39,189
Expenses					
Remuneration of AI Meezan Investment Management Limited - the Management Company	7.1	5,532	4,095	2,070	1,512
Sindh Sales Tax on remuneration of the Management Company		719	532	269	196
Allocated expenses	7.2	609	450	228	166
Selling and marketing expenses	7.3	2,213	1,638	828	605
Remuneration of Central Depository Company of Pakistan Limited - the Trustee		940	696	351	257
Sindh Sales Tax on remuneration of the Trustee		122	91	45	34
Annual fee to the Securities and Exchange Commission of Pakistan		111	82	42	30
Auditors' remuneration		232	232	43	44
Brokerage expense		15	-	15	-
Legal and professional charges		-	184	-	-
Fees and subscription		214	269	28	79
Bank and settlement charges		9	7	7	-
Custodian expense		4,470	3,257	1,729	1,150
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)		-	(5,067)	-	-
Total expenses		15,186	6,466	5,655	4,073
Net income for the period before taxation		279,874	98,820	205,151	35,116
Taxation	13	-	-	-	-
Net income for the period after taxation		279,874	98,820	205,151	35,116
Allocation of net income for the period					
Net income for the period after taxation		279,874	98,820		
Income already paid on units redeemed		(7,157)	(9,649)		
		272,717	89,171		
Accounting income available for distribution					
- Relating to capital gains		277,482	89,171		
- Excluding capital gains		(4,765)	-		
		272,717	89,171		

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director



MEEZAN GOLD FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2023

	Nine months period ended, March 31,		Quarter ended, March 31,	
	2023	2022	2023	2022
	(Rupees in '000)		(Rupees in '000)	
Net income for the period after taxation	279,874	98,820	205,151	35,116
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	279,874	98,820	205,151	35,116

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director



MEEZAN GOLD FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

	Nine months period ended March 31, 2023			Nine months period ended March 31, 2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	------(Rupees in '000)-----			------(Rupees in '000)-----		
Net assets at the beginning of the period	377,392	226,606	603,998	367,432	120,098	487,530
Issue of 1,042,075 (March 31, 2022: 2,717,545 units)						
- Capital value (at net asset value per unit at the beginning of the period)	108,282	-	108,282	227,491	-	227,491
- Element of income	3,480	-	3,480	19,323	-	19,323
Total proceeds on issuance of units	111,762	-	111,762	246,814	-	246,814
Redemption of 606,090 (March 31, 2022: 2,435,582 units)						
- Capital value (at net asset value per unit at the beginning of the period)	62,979	-	62,979	203,909	-	203,909
- Element of loss	1,774	7,157	8,931	8,093	9,649	17,742
Total payments on redemption of units	64,753	7,157	71,910	212,002	9,649	221,651
Total comprehensive income for the period	-	279,874	279,874	-	98,820	98,820
Distribution during the period	-	-	-	-	-	-
Net income for the period less distribution	-	279,874	279,874	-	98,820	98,820
Net assets at the end of the period	424,401	499,323	923,724	402,244	209,269	611,513
Undistributed income brought forward						
- Realised income		104,267			114,051	
- Unrealised income		122,339			6,047	
		<u>226,606</u>			<u>120,098</u>	
Accounting income available for distribution						
- Relating to capital gains		277,482			89,171	
- Excluding capital gains		(4,765)			-	
		<u>272,717</u>			<u>89,171</u>	
Undistributed income carried forward		<u>499,323</u>			<u>209,269</u>	
Undistributed income carried forward						
- Realised income		221,841			113,595	
- Unrealised income		277,482			95,674	
		<u>499,323</u>			<u>209,269</u>	
		(Rupees)			(Rupees)	
Net assets value per unit at the beginning of the period		<u>103.9100</u>			<u>83.6357</u>	
Net assets value per unit at the end of the period		<u>147.8269</u>			<u>100.0647</u>	

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director



MEEZAN GOLD FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

	Nine months period ended, March 31,	
	2023	2022
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	279,874	98,820
Adjustments for:		
Unrealised appreciation on re-measurement of investment in gold	(277,482)	(95,674)
	<u>2,392</u>	<u>3,146</u>
(Increase) / decrease in assets		
Profit receivable on balances with banks	(2,450)	216
Increase/ (decrease) in liabilities		
Payable to Al Meezan Investment Management Limited - the Management Company	728	(181)
Payable to Central Depository Company of Pakistan Limited - the Trustee	172	22
Payable to the Securities and Exchange Commission of Pakistan	(1)	(19)
Payable against purchase of investments	(14,638)	-
Accrued expenses and other liabilities	990	(6,730)
	<u>(12,749)</u>	<u>(6,908)</u>
Net cash generated from / (used in) operating activities	<u>(12,807)</u>	<u>(3,546)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	111,762	247,430
Payment against conversion and redemption of units	(70,658)	(221,667)
Net cash generated from financing activities	41,104	25,763
Net increase in cash and cash equivalents during the period	<u>28,297</u>	<u>22,217</u>
Cash and cash equivalents at the beginning of the period	86,766	99,260
Cash and cash equivalents at the end of the period	<u><u>115,063</u></u>	<u><u>121,477</u></u>

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director



MEEZAN GOLD FUND

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Meezan Gold Fund is an open ended mutual fund constituted under a Trust Deed entered into on October 15, 2014 between Al Meezan Investment Management Company as the Management Company and Central Depository Company of Pakistan Limited as the Trustee. 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 Regulations) Rules, 2003 (the NBFC Rules)'. The Trust Deed was previously registered under The "Trust Act 1882" and now has been registered under "The Sindh Trust 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.
- 1.2 The Fund is an open-ended Shariah Compliant (Islamic) Commodity Fund that aims to provide maximum exposure to prices of Gold in a Shariah Compliant (Islamic) manner by investing a significant portion of the Fund's net assets in deliverable gold based contracts available on Pakistan Mercantile Exchange Limited (PMEX). Furthermore, all investments of the Fund's property shall be in accordance with the Shariah as advised by the Shariah Advisor. The Fund shall also be subject to the rules and regulations framed by the State Bank of Pakistan with regard to the foreign investments made by the Fund and investments made in the Fund from outside Pakistan in foreign currency. The investments in Gold contracts listed at the Commodity Exchange shall be subject to the PMEX Regulations and / or rules and regulations of the pertinent Commodity Exchange, if the Commodity Exchange is other than PMEX. All pertinent contracts, agreements and documents of PMEX shall be approved by Shariah advisor. 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 has been categorised as a Shariah compliant Commodity Scheme by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs 50 per unit. Thereafter, the units are being offered for public subscription on a continuous basis from August 13, 2015 and are transferable and redeemable by surrendering them to the Fund.
- 1.4 The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 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.
- 1.5 Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as trustee of the Fund. The fund is listed on Pakistan Stock Exchange Limited.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of repealed Companies Ordinance, 1984; and
- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, (the NBFC Regulations) and the requirements of the Trust Deed.

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

The disclosures made in these condensed interim financial statements 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 March 31, 2023.

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 requires management to make estimates, assumptions and use judgements that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgements 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 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.

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

		March 31, 2023 (Unaudited)	June 30, 2022 (Audited)
		(Rupees in '000)	
5. BALANCES WITH BANKS	Note		
In saving accounts	5.1	<u>115,063</u>	<u>86,766</u>
		<u>115,063</u>	<u>86,766</u>
5.1	These include a balance maintained with Meezan Bank Limited (a related party), that has last declared profit rate of 6.96% (June 30 , 2022: 6.01%) per annum. Other profit and loss sharing accounts of the Fund have, expected profit rates ranging from 5.25% to 17.50% per annum (June 30, 2022: 3.00% to 15.50% per annum).		
6. INVESTMENTS	Note		
Investment in gold	6.1	<u>810,731</u>	<u>518,611</u>



6.1 Investment in gold

Commodity	As at July 1, 2022	Purchases during the period	Sales during the period	As at March 31, 2023	Carrying value as at March 31, 2023	Market value as at March 31, 2023	Unrealised gain	Percentage in relation to Net assets of the Fund
	----- (Tola) -----				----- (Rupees in '000) -----			--- (%) ---
TOLAGOLD	3,675	67	-	3,742	531,141	807,494	276,353	87.42%
MITOLA	15,000	-	-	15,000	2,108	3,237	1,129	0.35%
Total as at March 31, 2023					533,249	810,731	277,482	

6.1.1 The Pakistan Mercantile Exchange (PMEX) delivers refined Gold in 10 TOLA Bars. These are physically held by PMEX under their custody in the vaults of a commercial bank.

6.1.2 The investment in gold of Rs.810.731 million (June 30, 2022: Rs.518.611 million) has been measured at fair value based on the quoted market price in active markets.

		March 31, 2023 (Unaudited)	June 30, 2022 (Audited)
		(Rupees in '000)	
7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - THE MANAGEMENT COMPANY			
Management fee payable	7.1	121	101
Sindh Sales Tax on remuneration of the Management Company		16	13
Allocated expenses payable	7.2	82	4
Selling and marketing expenses payable	7.3	827	200
		<u>1,046</u>	<u>318</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% (June 30, 2022: 1%) per annum of the average net assets of the Fund during the period ended March 31, 2023. 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 fixed a maximum capping of 0.11% (June 30, 2022: 0.11%) of the average annual net assets of the scheme for allocation of such expenses to the Fund for the period.

7.3 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) upto a maximum limit approved by the Board of Directors of the Management Company as part of annual plan.

Accordingly, the Management Company has charged selling and marketing expenses based on its discretion while keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations, 2008 at the rate of 0.4% (June 30, 2022: 0.4%) per annum of average annual net assets of 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 March 31, 2023 and June 30, 2022.



9. ACCRUED EXPENSES AND OTHER LIABILITIES	Note	March 31,	June 30,
		2023 (Unaudited) (Rupees in '000)	2022 (Audited)
Auditor's remuneration		117	175
Custodian fee payable		672	366
Shariah advisory fee payable		22	159
Withholding tax payable		-	371
Capital gain tax payable		1,332	93
Zakat payable		-	4
Brokerage payable		15	-
Provision for Federal Excise Duty and related Sindh Sales Tax on management fee	9.1	414	414
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	9.1	297	297
		<u>2,869</u>	<u>1,879</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 for Federal Excise Duty not being made, the Net Asset Value of the Fund as at March 31, 2023 would have been higher by Re.0.11 (June 30, 2022: Re.0.12) per unit.

10. TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period results is 2.73% (June 30, 2022: 2.81%) which includes 0.17% (June 30, 2022: 0.17%) representing Government levies on the Fund such as sales taxes, annual fee to the SECP, etc. The prescribed limit for the ratio is 3% (excluding government levies) under the NBFC Regulations for a collective investment scheme categorised as a "commodity fund".

11. PRICE ADJUSTMENT CHARGES

Securities and Exchange Commission of Pakistan (SECP) vide Circular no. 40 SCD/AMCW/ MGF/63/2017 dated June 14, 2017, allowed the fund to charge price adjustment charges. Price adjustment charge is a difference between the offer price and the bid price from the closing price of the Gold transactions (contract) available at PMEX, which is added to and deducted from the NAV to determine Offer and Redemption prices respectively. Such charges form part of Fund Property.

Currently, price adjustment charges added / deducted to form NAV of the fund to determine offer / redemption price is 1% of NAV.

12. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

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



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

	March 31, 2023 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
AI Meezan Investment Management Limited - the Management Company		
Management fee payable	121	101
Sindh Sales Tax on management fee payable	16	13
Allocated expenses payable	82	4
Selling and marketing expenses payable	827	200
Meezan Bank Limited		
Bank balance	23,952	491
Profit receivable on balances with bank	30	141
Investment of 1,084,115 units (June 30, 2022: 1,084,115 units)	160,261	112,650
Shariah advisor fee payable	22	159
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee payable	238	86
Sindh Sales Tax on trustee fee payable	31	11
Directors and Executives of the Management Company		
Investment of 521,001 units (June 30, 2022: 468,253 units)	77,018	48,656
Nine months period ended, March 31,		
	2023	2022
	(Unaudited)	
	(Rupees in '000)	
Transactions during the period		
AI Meezan Investment Management Limited - the Management Company		
Remuneration for the period	5,532	4,095
Sindh Sales Tax on management fee for the period	719	532
Allocated expenses	609	450
Selling and marketing expense	2,213	1,638
Meezan Bank Limited		
Profit on saving account	352	1,439
Shariah advisor fee	187	241
Units redeemed: nil (2022: 597 units)	-	50
Central Depository Company of Pakistan Limited - the Trustee		
Remuneration for the period	940	696
Sindh Sales Tax on trustee fee for the period	122	91
Directors and Executives of the Management Company		
Units issued: 55,609 units (March 31, 2022: 18,806 units)	5,968	1,648
Units redeemed: 2,861 units (March 31, 2022: 70,116 units)	277	6,108

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. The Fund has not recorded any tax liability in respect of income relating to the current period as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 2023 as reduced by capital gains (whether realised or unrealised) to its unitholders.



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

14. FAIR VALUE 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.

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).

Investments in gold are non-financial assets and the fair value is disclosed in note 6.1 to these financial statements. As at March 31, 2023, the Fund does not hold any asset which required fair valuation.

15. GENERAL

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

15.2 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.

16. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on April 12, 2023 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.

BATURA SAR

Mountain climbing and investments both require intrinsic understanding for marginal benefits.

Height 7,795 meters,
belongs to the range Batura Karakoram



MEEZAN ASSET ALLOCATION FUND (MAAF)

Meezan Asset Allocation Fund is a Shariah Compliant Asset Allocation Scheme. It aims to earn a potentially high return through asset allocation between Shariah Compliant Equity Instruments, Shariah Compliant Fixed Income Instruments, Shariah Compliant Money Market Instruments and any other Shariah Compliant instrument as permitted by the SECP and Shariah Advisor.



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	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director - PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naeem	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	Member

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan 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)
Bank Al Habib Limited - Islamic Banking
Bank Islami Pakistan Limited
Habib Metropolitan Bank Limited - Islamic Banking
Meezan Bank Limited
Dubai Islamic Bank Pakistan Limited

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited



**MEEZAN ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 2023**

		March 31, 2023 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited) (Rupees in '000)
Assets			
Balances with banks	5	78,020	94,883
Investments	6	512,450	759,097
Receivable against conversion of units		3	2,873
Receivable against sale of investments		-	3,981
Dividend receivable		3,648	240
Advances, deposits and other receivables		5,878	5,992
Total assets		600,000	867,066
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	1,799	1,062
Payable to Central Depository Company of Pakistan Limited - Trustee		6	159
Payable to the Securities and Exchange Commission of Pakistan		110	268
Payable to Meezan Bank Limited		-	66
Payable against redemption and conversion of units		40	7,287
Payable against purchase of investments		59	5,179
Accrued expenses and other liabilities	8	3,006	2,860
Total liabilities		5,020	16,881
Net assets		594,980	850,185
Contingencies and commitments	9		
Unit holders' fund (as per statement attached)		594,980	850,185
		(Number of units)	
Number of units in issue		15,195,480	21,248,845
		(Rupees)	
Net asset value per unit		39.1551	40.0109

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

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

Chief Executive

Chief Financial Officer

Director



MEEZAN ASSET ALLOCATION FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2023

	Note	Nine months period ended		Quarter ended	
		March 31,		March 31,	
		2023	2022	2023	2022
		(Rupees in '000)		(Rupees in '000)	
Income					
Net realised loss on sale of investments		(25,977)	(94,089)	(16,916)	(33,157)
Dividend income		40,878	61,055	11,182	20,848
Profit on savings accounts with banks		8,016	8,640	2,029	2,649
		<u>22,917</u>	<u>(24,394)</u>	<u>(3,705)</u>	<u>(9,660)</u>
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1	(12,211)	(136,817)	(4,372)	(47,529)
Total income / (loss)		<u>10,706</u>	<u>(161,211)</u>	<u>(8,077)</u>	<u>(57,189)</u>
Expenses					
Remuneration of AI Meezan Investment Management Limited - Management Company	7.1	8,254	16,510	2,363	4,838
Sindh Sales Tax on remuneration of the Management Company		1,073	2,146	307	629
Allocated expenses	7.2	605	1,211	173	355
Selling and marketing expenses	7.3	5,503	11,006	1,575	3,225
Remuneration of Central Depository Company of Pakistan Limited - Trustee		1,101	1,851	315	569
Sindh Sales Tax on remuneration of the Trustee		143	241	41	74
Annual fee to the Securities and Exchange Commission of Pakistan		110	220	31	64
Auditors' remuneration		338	270	82	47
Brokerage expense		1,404	3,771	480	655
Charity expense		1,342	1,284	379	426
Bank and settlement charges		324	463	99	119
Amortisation of preliminary expenses and floatation costs		-	-	-	-
Fees and subscription		338	428	41	131
Legal and professional charges		-	184	-	-
(Reversal of provision) / provision for Sindh Workers' Welfare Fund (SWWF)	8.1	-	(21,839)	-	-
Total expenses		<u>20,535</u>	<u>17,746</u>	<u>5,886</u>	<u>11,132</u>
Net loss for the period before taxation		<u>(9,829)</u>	<u>(178,957)</u>	<u>(13,963)</u>	<u>(68,321)</u>
Taxation	11	-	-	-	-
Net loss for the period after taxation		<u>(9,829)</u>	<u>(178,957)</u>	<u>(13,963)</u>	<u>(68,321)</u>
Allocation of net income for the period					
Net income for the period 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 ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2023**

	Nine months period		Quarter ended,	
	March 31,		March 31,	
	2023	2022	2023	2022
	(Rupees in '000)		(Rupees in '000)	
Net loss for the period after taxation	(9,829)	(178,957)	(13,963)	(68,321)
Other comprehensive income for the period	-	-	-	-
Total comprehensive loss for the period	<u>(9,829)</u>	<u>(178,957)</u>	<u>(13,963)</u>	<u>(68,321)</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 ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

	Nine months period ended March 31, 2023			Nine months period ended March 31, 2022		
	Capital value	Accumulated loss	Total	Capital value	Accumulated loss	Total
	----- Rupees in '000-----			----- Rupees in '000-----		
Net assets at the beginning of the period	1,680,295	(830,110)	850,185	2,243,280	(571,049)	1,672,231
Issuance of 1,752,175 units (2022: 9,789,539 units)						
- Capital value (at net asset value per unit at the beginning of the period)	70,106	-	70,106	484,191	-	484,191
- Element of income / (loss)	762	-	762	(13,453)	-	(13,453)
Total proceeds on issuance of units	70,868	-	70,868	470,738	-	470,738
Redemption of 7,805,541 units (2022: 16,995,251 units)						
- Capital value (at net asset value per unit at the beginning of the period)	312,307	-	312,307	840,585	-	840,585
- Element of loss / (income)	3,937	-	3,937	(38,083)	-	(38,083)
Total payments on redemption of units	316,244	-	316,244	802,502	-	802,502
Total comprehensive loss for the period	-	(9,829)	(9,830)	-	(178,957)	(178,957)
Distribution during the period	-	-	-	-	-	-
Net loss for the period less distribution	-	(9,829)	(9,830)	-	(178,957)	(178,957)
Net assets at the end of the period	1,434,919	(839,939)	594,980	1,911,516	(750,006)	1,161,510
Accumulated loss brought forward						
- Realised loss		(665,000)			(768,055)	
- Unrealised (loss) / income		(165,110)			197,006	
		<u>(830,110)</u>			<u>(571,049)</u>	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		-			-	
		-			-	
Net loss for the period after taxation		(9,829)			(178,957)	
Accumulated loss carried forward		<u>(839,939)</u>			<u>(750,006)</u>	
Accumulated loss carried forward						
- Realised loss		(827,728)			(613,189)	
- Unrealised loss		(12,211)			(136,817)	
		<u>(839,939)</u>			<u>(750,006)</u>	
			(Rupees)			(Rupees)
Net asset value per unit at the beginning of the period			<u>40.0109</u>			<u>49.4600</u>
Net asset value per unit at the end of the period			<u>39.1551</u>			<u>43.6592</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 ASSET ALLOCATION FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023**

	Note	Nine months period ended March 31,	
		2023 (Rupees in '000)	2022
CASH FLOWS FROM OPERATING ACTIVITIES			
Net loss for the period before taxation		(9,829)	(178,957)
Adjustments for:			
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1	12,211	136,817
		2,382	(42,140)
Decrease / (increase) in assets			
Investments - net		234,436	260,559
Receivable against sale of investments		3,981	6,480
Dividend receivable		(3,408)	(3,009)
Advances, deposits and other receivables		114	21,967
		235,123	285,997
Increase / (decrease) in liabilities			
Payable to Al Meezan Investment Management Limited - Management Company		737	413
Payable to Central Depository Company of Pakistan Limited - Trustee		(153)	(32)
Payable to the Securities and Exchange Commission of Pakistan		(158)	(90)
Payable to Meezan Bank Limited		(66)	(46)
Dividend payable		-	-
Payable against purchase of investments		(5,120)	7,017
Accrued expenses and other liabilities		146	(22,892)
		(4,614)	(15,630)
Net cash generated from / (used in) operating activities		232,890	228,226
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance and conversion of units		73,738	474,304
Payment against redemption and conversion of units		(323,491)	(811,123)
Net cash used in financing activities		(249,753)	(336,819)
Net decrease in cash and cash equivalents during the period		(16,863)	(108,593)
Cash and cash equivalents at the beginning of the period		94,883	249,862
Cash and cash equivalents at the end of the period	5	78,020	141,269

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

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

Chief Executive

Chief Financial Officer

Director



MEEZAN ASSET ALLOCATION FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 Meezan Asset Allocation Fund (the Fund) was established under a Trust Deed executed between Al Meezan Investment Management Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed under the Trust Act, 1882 on November 25, 2015 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on November 16, 2015 under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The Management Company has been licensed by the SECP to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi 74400, Pakistan.

During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on September 3, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The objective of the Fund is to earn potentially high return through asset allocation between Shariah Compliant equity instruments, Shariah Compliant fixed income instruments, Shariah Compliant money market instruments and any other Shariah Compliant instruments as permitted by the SECP and the Shariah Advisor. Meezan Bank Limited acts as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah. The investment objectives and policies are explained in the Fund's offering document.

1.3 The Fund is an open-end Shariah Compliant Asset Allocation Scheme. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.

1.4 The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 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.

1.5 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of repealed Companies Ordinance, 1984; and

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

Where provisions of and directives issued under the Companies Act, 2017, part 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, Interim Financial Reporting, 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 are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

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 declare 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 POLICIES

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 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 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 significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

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

		March 31, 2023 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited) (Rupees in '000)
5. BALANCE WITH BANKS	Note		
Balances with banks in :			
Savings accounts	5.1	72,758	92,714
Current accounts		<u>5,262</u>	<u>2,169</u>
		<u><u>78,020</u></u>	<u><u>94,883</u></u>
5.1	This includes balances maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 6.96% (June 30, 2022: 6.01%) per annum. Other savings accounts of the Fund has expected profit ranging from 7.00% to 18.00% per annum (June 30, 2022: 4.00% to 15.50% per annum).		

		March 31, 2023 (Un-audited) (Rupees in '000)	June 30, 2022 (Audited) (Rupees in '000)
6. INVESTMENTS	Note		
At fair value through profit or loss			
Shares of listed companies - 'ordinary shares'	6.1	<u>512,450</u>	<u>759,097</u>

6.1 Shares of listed companies - 'ordinary shares'

Name of the investee company	As at July 1, 2022	Purchased during the period	Bonus / right shares	Sold during the period	As at March 31, 2023	Carrying value as at March 31, 2023	Market value as at March 31, 2023	Unrealised (diminution)/a ppreciation as at March 31, 2023	Percentage in relation to				
									Net assets of the Fund	Paid-up capital of investee company (with face value of investment)	Total market value of investments		
----- (Number of shares) -----								----- (Rupees in '000) -----			----- % -----		
Cement													
Attock Cement Pakistan Limited	3,100	-	-	-	3,100	206	178	(28)	0.03	-	0.03		
Cherat Cement Company Limited	74,600	50,000	-	-	124,600	12,419	14,027	1,608	2.36	0.06	2.74		
Fauji Cement Company Limited	245,000	140,000	30,625	200,000	215,625	2,843	2,579	(264)	0.43	0.02	0.50		
Gharibwal Cement Limited	442,000	-	-	-	442,000	8,619	7,589	(1,030)	1.28	0.11	1.48		
Kohat Cement Company Limited	125,800	43,968	-	7,500	162,268	22,406	22,625	219	3.80	0.08	4.42		
Lucky Cement Limited	58,031	31,000	-	48,000	41,031	18,650	16,513	(2,137)	2.78	0.01	3.22		
Pioneer Cement Limited	-	50,000	-	-	50,000	3,600	3,508	(92)	0.59	0.02	0.68		
Maple Leaf Cement Factory Limited	489,707	150,000	-	378,033	261,674	7,269	6,798	(471)	1.14	0.02	1.33		
									12.41	0.32	14.40		
Chemicals													
Descon Oxychem Limited	-	400,000	-	250,000	150,000	3,349	4,001	652	0.67	0.09	0.78		
Dynea Pakistan Limited (note 6.1.1)	59,600	100	-	59,700	-	-	-	-	-	-	-		
Engro Polymer and Chemicals Limited	199,761	-	-	199,761	-	-	-	-	-	-	-		
Lucky Core Industries Limited	12,400	-	-	3,000	9,400	6,811	4,990	(1,821)	0.84	0.01	0.97		
									1.51	0.10	1.75		
Commercial Banks													
BankIslami Pakistan Limited	852,000	300,000	-	-	1,152,000	14,233	11,151	(3,082)	1.87	0.10	2.18		
Meezan Bank Limited (a related party of the Fund)	539,167	-	49,516	82,000	506,683	52,041	48,236	(3,805)	8.11	0.03	9.41		
									9.98	0.13	11.59		
Engineering													
International Industries Limited	-	5,000	-	5,000	-	-	-	-	-	-	-		
International Steels Limited	-	50,000	-	50,000	-	-	-	-	-	-	-		
Mughal Iron and Steel Industries Limited	186,190	160,000	-	346,190	-	-	-	-	-	-	-		
Fertilizer													
Engro Corporation Limited (note 6.1.2)	95,778	143,000	-	80,763	158,015	41,601	43,735	2,134	7.35	0.03	8.53		
Fatima Fertilizer Company Limited	-	102,264	-	-	102,264	3,168	3,068	(100)	0.52	-	0.60		
Engro Fertilizers Limited	423,348	75,000	-	394,000	104,348	9,149	8,851	(298)	1.49	0.01	1.73		
									9.36	0.04	10.86		
Food And Personal Care Products													
Al-Shaheer Corporation Limited (note 6.1.3)	7,704	-	-	7,516	188	2	2	-	-	-	-		
The Organic Meat Company Limited	-	160,000	9,750	95,000	74,750	1,734	1,446	(288)	0.24	-	0.28		
At-Tahur Limited	169,200	-	16,920	116,500	69,620	1,207	1,058	(149)	0.18	0.04	0.21		
									0.42	0.04	0.49		
Glass and Ceramics													
Shabbir Tiles and Ceramics Limited (note 6.1.1)	1,326,500	-	-	1,326,500	-	-	-	-	-	-	-		
Leather & Tanneries													
Service GlobalFootwear Limited	15,005	-	-	15,005	-	-	-	-	-	-	-		
Oil And Gas Exploration Companies													
Mari Petroleum Company Limited	55,936	5,368	-	28,551	32,753	56,528	49,565	(6,963)	8.33	0.02	9.67		
Oil and Gas Development Company Limited (note 6.1.2)	874,650	115,000	-	347,000	642,650	50,643	53,571	2,928	9.00	0.01	10.45		
Pakistan Oilfields Limited	40,667	-	-	29,182	11,485	4,661	4,581	(79)	0.77	-	0.89		
Pakistan Petroleum Limited	1,002,841	101,000	-	367,000	736,841	50,270	47,128	(3,142)	7.92	0.03	9.20		
									26.02	0.06	30.21		
Oil And Gas Marketing Companies													
Attock Petroleum Limited	-	32,000	6,250	29,015	9,235	2,755	2,712	(44)	0.46	0.01	0.53		
Pakistan State Oil Company Limited (note 6.1.3)	126,561	34,000	-	82,000	78,561	13,378	9,262	(4,116)	1.56	0.02	1.81		
Sui Northern Gas Pipelines Limited	442,336	210,000	-	284,000	368,336	13,260	14,398	1,138	2.42	0.06	2.81		
									4.44	0.09	5.15		
Paper and Board													
Century Paper and Board Mills Limited	166,100	-	10,610	65,500	111,210	6,248	5,242	(1,006)	0.88	0.05	1.02		
Packages Limited	33,250	-	-	15,000	18,250	7,279	6,200	(1,080)	1.04	0.02	1.21		
									1.92	0.07	2.23		
Pharmaceuticals													
Haleon Pakistan Limited	19,800	-	-	19,800	-	-	-	-	-	-	-		
IBL Healthcare Limited	473,300	-	33,330	506,630	-	-	-	-	-	-	-		
The Searle Company Limited (note 6.1.3)	3,682	-	920	-	4,602	401	237	(165)	0.04	-	0.05		
									0.04	-	0.05		

Name of the investee company	As at July 1, 2022	Purchased during the period	Bonus / right shares	Sold during the period	As at March 31, 2023	Carrying value as at March 31, 2023	Market value as at March 31, 2023	Unrealised (diminution)/a ppreciation as at March 31, 2023	Percentage in relation to		
									Net assets of the Fund	Paid-up capital of investee company (with face value of investment)	Total market value of investments
	(Number of shares)				(Rupees in '000)			%			
Power Generation And Distribution											
The Hub Power Company Limited	150,797	490,000	-	370,000	270,797	18,861	18,287	(574)	3.07	0.02	3.59
K-Electric Limited (note 6.1.1)	1,779,500	1,000,000	-	1,200,000	1,579,500	4,801	3,270	(1,531)	0.55	0.01	0.64
									3.62	0.03	4.23
PROPERTY & REAL ESTATE											
TPL Properties Limited	-	200,000	10,000	-	210,000	4,093	2,982	(1,111)	0.50	0.04	0.58
									0.50	0.04	0.58
Refinery											
Attock Refinery Limited	4,500	-	-	4,500	-	-	-	-	-	-	-
Cnergyico PK Limited	1,898,000	750,000	-	2,648,000	-	-	-	-	-	-	-
National Refinery Ltd	20,956	-	-	20,956	-	-	-	-	-	-	-
									-	-	-
Technology and Communication											
Air Link Communication Limited	46,737	-	-	46,737	-	-	-	-	-	-	-
Avanceon Limited	43,000	-	-	-	43,000	3,350	2,753	(597)	0.46	0.01	0.54
Octopus Digital Limited	25,524	-	-	25,524	-	-	-	-	-	-	-
Supernet Limited	500,000	10,000	50,000	-	560,000	9,774	6,614	(3,161)	1.11	0.50	1.29
Systems Limited	145,260	10,000	-	7,500	147,760	49,743	68,274	18,531	11.48	0.05	13.32
Worldcall Telecom Limited	3,150,000	-	-	3,150,000	-	-	-	-	-	-	-
									13.05	0.56	15.15
Textile Composite											
Feroze1888 Mills Limited	63,600	-	-	61,600	2,000	125	124	(1)	0.02	-	0.02
Interloop Limited	279,626	220,000	8,153	320,797	186,982	11,609	8,955	(2,655)	1.51	0.02	1.75
Kohinoor Textile Mills Limited	260,500	-	-	109,000	151,500	7,575	7,940	365	1.33	0.05	1.55
Nishat Mills Limited	75,700	-	-	75,700	-	-	-	-	-	-	-
									2.86	0.07	3.32
Total as at March 31, 2022						524,661	512,450	(12,211)	86.14		100.00
Total as at June 30, 2022						924,207	759,097	(165,110)	89.29		100.00

- 6.1.1** All shares have a nominal value of Rs.10 each except for the shares of K-Electric Limited which have a nominal value of Rs.3.5 each and Shabbir Tiles and Ceramics Limited and Dynea Pakistan Limited which have a nominal value of Rs.5 each.
- 6.1.2** Investments include 34,000 shares (June 30, 2022: 34,000 shares) of Engro Corporation Limited and 140,000 shares (June 30, 2022: 140,000 shares) of Oil and Gas Development Company Limited having market value of Rs 9.411 million and Rs.8.336 million (June 30, 2022: Rs.8.741 million and Rs.11.014 million) respectively as at March 31, 2023, which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.
- 6.1.3** The Finance Act, 2014 introduced amendments to the Income Tax Ordinance, 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the issuing company.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgement on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the year ended June 30, 2019. During the year ended June 30, 2020, the CISs had filed a fresh constitutional petition via CP 4653 dated July 11, 2019. In this regard, on July 15, 2019, the Honourable High Court of Sindh had issued notices to the relevant parties and had ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs.

Further, the Finance Act, 2018 effective from July 01, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on stock exchange issuing bonus shares to the shareholders of the company, to withhold five percent of the bonus shares to be issued. Therefore, bonus shares issued to the Fund during the period were not withheld by the investee companies.

As at March 31, 2023, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 1.080 million (June 30, 2022: Rs. 1.37 million).



	Note	March 31, 2023 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY			
Remuneration payable	7.1	145	211
Sindh Sales Tax payable on remuneration of the Management Company		19	27
Allocated expenses payable	7.2	58	5
Selling and marketing expenses payable	7.3	1,573	805
Sales load payable		4	13
Sindh Sales Tax payable on sales load		1	1
		<u>1,799</u>	<u>1,062</u>

7.1 As per Regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 1.5% (March 31, 2022: 1.5%) per annum of the average annual net assets of the Fund during the period ended March 31, 2023. The remuneration is payable to the Management Company monthly in arrears.

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

The Management Company, based on its own discretion, has charged such expenses at the rate of 0.11% (March 31, 2022: 0.11%) of the average annual net assets of the Fund during the period ended March 31, 2023, subject to total expense charged being lower than actual expense incurred.

7.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at the rate of 1% (March 31, 2022: 1%) per annum of the average annual net assets of the Fund during the period ended March 31, 2023, subject to total expense charged being lower than actual expense incurred.

	Note	March 31, 2023 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
8. ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration payable		206	208
Brokerage payable		544	318
Shariah advisor fee payable		35	264
Charity payable		1,569	1,417
Provision for Sindh Workers' Welfare Fund (SWWF)		-	-
Provision for Federal Excise Duty and related Sindh Sales Tax on remuneration of the Management Company	8.1	145	145
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	8.1	482	482
Withholding tax payable		-	-
Capital gain tax payable		24	26
Zakat payable		-	-
		<u>3,005</u>	<u>2,861</u>

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 for FED not been made, the Net Asset Value of the Fund as at March 31, 2023 would have been higher by Re.0.04 (June 30, 2022: Re.0.03) per unit.

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2023 and June 30, 2022.

10. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

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

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

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

Balances	March 31, 2023 (Unaudited)	June 30, 2022 (Audited)
	(Rupees in '000)	
Al Meezan Investment Management Limited - Management Company		
Remuneration payable	145	211
Sindh Sales Tax payable on remuneration of the Management Company	19	27
Allocated expenses payable	58	5
Selling and marketing expenses payable	1,573	805
Sales load payable	4	13
Sindh Sales Tax payable on sales load	1	1
Meezan Bank Limited		
Sales load payable	-	58
Sindh Sales Tax on sales load payable	-	8
Bank balances	10,372	1,472
Profit receivable on savings account	85	60
Investment of 506,683 shares (June 30, 2022: 539,167 shares)	48,236	60,915
Dividend receivable	1,520	-
Shariah advisor fee payable	35	264
Balances		
	March 31, 2022 (Unaudited)	June 30, 2021 (Audited)
	(Rupees in '000)	
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	5	141
Sindh Sales Tax payable on remuneration of the Trustee	1	18
Security deposit	100	100
Directors and Executives of the Management Company		
Investment of 154,720 units (June 30, 2022: 295,585 units)	6,058	11,827
Unit holders holding 10% or more of units of the Fund		
Investment of 1,905,742 units (June 30, 2022: Nil)	74,620	-



For the nine months period
ended March 31,

Transactions during the period

Al Meezan Investment Management Limited - Management Company

	2022	2021
Remuneration of the Management Company	8,254	16,510
Sindh Sales Tax on remuneration of the Management Company	1,073	2,146
Allocated expenses	605	1,211
Selling and marketing expenses	5,503	11,006

Meezan Bank Limited

Profit on savings account	445	759
Shares purchased: NIL shares (March 31, 2022: 271,234 shares)	-	36,646
Shares sold: 49,516 shares (March 31, 2022: 51,000 shares)	1,955	7,496
Bonus shares received: NIL shares (March 31, 2022: 71,108 shares)	-	-
Shariah advisor fee	544	400
Dividend income	3,440	2,525

Central Depository Company of Pakistan Limited - Trustee

Remuneration of the Trustee	1,101	1,851
Sindh Sales Tax on remuneration of the Trustee	143	241
CDS charges	37	100

Directors and Executives of the Management Company

Units issued: 2,909 units (March 31, 2022: 581,115 units)	119	27,608
Units redeemed: 143,731 units (March 31, 2022: 1,155,058 units)	5,644	56,523

11. 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 in respect of income relating to the current period as the Management Company intends to distribute at least 90 percent 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.

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

12. TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund as at March 31, 2023 based on current period results is 3.73% (March 31, 2022: 3.60%) which includes 0.25% (March 31, 2022: 0.26%) representing government levies on the Fund such as Sales Taxes, Federal Excise Duties, annual fee to the SECP etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Asset Allocation Scheme'.

13. FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Fund is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

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



13.1 Fair value hierarchy

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

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

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

As at March 31, 2023			
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'	512,450	-	-
	<u>512,450</u>	<u>-</u>	<u>-</u>
512,450			
As at June 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'	759,097	-	-
	<u>759,097</u>	<u>-</u>	<u>-</u>
	759,097		759,097

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

These condensed interim financial statements were authorised for issue on April 12, 2023 by the Board of Directors of the Management Company.

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

Chief Executive

Chief Financial Officer

Director