



Al Meezan
Investment Management Ltd.

NANGA PARBAT

Any peak can be conquered if you
just keep climbing.

Height 8,126 meters,
belongs to the range Himalaya



MEEZAN ISLAMIC FUND (MIF)

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



FUND INFORMATION

MANAGEMENT COMPANY

Al Meezan Investment Management Limited
Ground Floor, Block "B", Finance & Trade Centre, Shahrah-e-Faisal Karachi 74400, Pakistan.
Phone (+9221) 35630722-6, 111-MEEZAN
Fax: (+9221) 35676143, 35630808
Website: www.almeezangroup.com
E-mail: info@almeezangroup.com

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah	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 Bank Limited -Islamic Banking

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

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited



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

		March 31, 2023 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
	Note		
Assets			
Balances with banks	5	534,326	1,208,150
Investments	6	18,006,161	23,278,367
Receivable against sale of investments		-	33,457
Receivable against conversion of units		10,662	57,085
Dividend receivable		90,713	7,762
Deposits, prepayments and other receivables		10,520	14,009
Total assets		18,652,382	24,598,830
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	59,980	31,021
Payable to Central Depository Company of Pakistan Limited - Trustee		1,889	2,326
Payable to Meezan Bank Limited		61	214
Payable to the Securities and Exchange Commission of Pakistan		3,278	6,039
Payable against redemption and conversion of units		58,682	416,758
Payable against purchase of investments		-	186
Accrued expenses and other liabilities	8	322,776	320,762
Total liabilities		446,666	777,306
Net assets		18,205,716	23,821,524
Contingencies and commitments	9		
Unit holders' funds (as per statement attached)		18,205,716	23,821,524
		(Number of units)	
Number of units in issue		338,764,953	423,632,865
		(Rupees)	
Net asset value per unit		53.7414	56.2315

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

MEEZAN ISLAMIC FUND
CONDENSED INTERIM INCOME STATEMENT (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
	Note	(Rupees in '000)		(Rupees in '000)	
Income					
Net realised loss on sale of investments		(755,514)	(717,440)	(387,144)	(385,395)
Dividend income		1,374,160	1,685,894	395,385	629,835
Profit on saving accounts with banks		62,020	84,813	17,116	25,644
		<u>680,666</u>	<u>1,053,267</u>	<u>25,357</u>	<u>270,084</u>
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1	(861,381)	(1,690,068)	(307,861)	(59,658)
Total (loss) / income		<u>(180,715)</u>	<u>(636,801)</u>	<u>(282,504)</u>	<u>210,426</u>
Expenses					
Remuneration of Al Meezan Investment Management Limited					
- Management Company	7.1	327,768	475,512	95,565	143,307
Sindh Sales Tax on management fee		42,610	61,817	12,424	18,630
Allocated expenses	7.2	18,027	26,153	5,256	7,882
Selling and marketing expense	7.3	163,881	237,756	47,780	71,653
Remuneration of Central Depository Company of Pakistan Limited					
- Trustee		17,139	24,526	5,025	7,412
Sindh Sales Tax on remuneration of the Trustee		2,228	3,188	653	963
Annual fee to the Securities and Exchange Commission of Pakistan		3,278	4,755	956	1,433
Auditors' remuneration		700	645	201	118
Charity expense		48,798	42,003	14,324	15,610
Fees and subscription		1,957	2,787	643	916
Legal and professional charges		170	698	-	-
Brokerage expense		22,414	25,541	10,850	5,229
Bank and settlement charges		1,668	2,334	630	644
Printing expense		37	-	14	-
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)		-	(525,426)	-	-
Total expenses		<u>650,675</u>	<u>382,289</u>	<u>194,321</u>	<u>273,797</u>
Net loss for the period before taxation		<u>(831,390)</u>	<u>(1,019,090)</u>	<u>(476,825)</u>	<u>(63,371)</u>
Taxation	13	-	-	-	-
Net loss for the period after taxation		<u>(831,390)</u>	<u>(1,019,090)</u>	<u>(476,825)</u>	<u>(63,371)</u>

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

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

	Nine months period March 31,		Quarter ended March 31,	
	2023	2022	2023	2022
	(Rupees in '000)		(Rupees in '000)	
Net loss for the period after taxation	(831,390)	(1,019,090)	(476,825)	(63,371)
Other comprehensive income for the period	-	-	-	-
Total comprehensive loss for the period	<u>(831,390)</u>	<u>(1,019,090)</u>	<u>(476,825)</u>	<u>(63,371)</u>

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

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

	2023			2022		
	Capital value	Undistributed income / (loss)	Total	Capital value	Undistributed income	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period	23,419,662	401,862	23,821,524	30,603,590	3,670,433	34,274,023
Issue of 187,993,007 units (March 31, 2022: 317,427,340 units)						
- Capital value (at net asset value per unit at the beginning of the period)	10,571,126	-	10,571,126	20,117,307	-	20,117,307
- Element of income	26,680	-	26,680	(101,098)	-	(101,098)
Total proceeds on issuance of units	10,597,806	-	10,597,806	20,016,209	-	20,016,209
Redemption of 272,860,919 units (March 31, 2022: 403,690,456 units)						
- Capital value (at net asset value per unit at the beginning of the period)	15,343,379	-	15,343,379	25,584,327	-	25,584,327
- Element of income / (loss)	91,045	(52,200)	38,845	(196,685)	-	(196,685)
Total payments on redemption of units	15,434,424	(52,200)	15,382,224	25,387,642	-	25,387,642
Total comprehensive loss for the period	-	(831,390)	(831,390)	-	(1,019,090)	(1,019,090)
Distribution during the period	-	-	-	-	-	-
Net loss for the period less distribution	-	(831,390)	(831,390)	-	(1,019,090)	(1,019,090)
Net assets at the end of the period	18,583,044	(377,328)	18,205,716	25,232,157	2,651,343	27,883,500
Undistributed income brought forward						
- Realised income / (loss)	4,127,791			(2,652,037)		
- Unrealised (loss) / income	(3,725,929)			6,322,470		
	401,862			3,670,433		
Accounting income available for distribution						
- Relating to capital gains	-			-		
- Excluding capital gains	-			-		
Net loss for the period after taxation	(831,390)			(1,019,090)		
Undistributed loss carried forward	(429,528)			2,651,343		
Undistributed loss carried forward						
- Realised income	431,853			4,341,411		
- Unrealised loss	(861,381)			(1,690,068)		
	(429,528)			2,651,343		
Net asset value per unit at the beginning of the period	(Rupees) 56.2315			(Rupees) 63.3761		
Net asset value per unit at the end of the period	53.7414			61.3443		

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

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

	Nine months period ended March 31,	
	2023	2022
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the period before taxation	(831,390)	(1,019,090)
Adjustments for:		
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	861,381	1,690,068
	29,991	670,978
Decrease in assets		
Investments - net	4,410,825	4,301,011
Receivable against sale of investments	33,457	19,745
Dividend receivable	(82,951)	44,928
Deposits, prepayments and other receivables	3,489	177,205
	4,364,820	4,542,889
Increase / (Decrease) in liabilities		
Payable to Al Meezan Investment Management Limited - the Management Company	28,959	11,534
Payable to Central Depository Company of Pakistan Limited - the Trustee	(437)	(579)
Payable to Meezan Bank Limited	(153)	(880)
Payable to the Securities and Exchange Commission of Pakistan	(2,761)	(1,446)
Payable against purchase of investments	(186)	(70,503)
Accrued expenses and other liabilities	2,014	(528,988)
	27,436	(590,862)
Net cash generated from operating activities	4,422,247	4,623,005
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	10,644,229	20,139,810
Payment against redemption and conversion of units	(15,740,300)	(25,355,218)
Net cash used in financing activities	(5,096,071)	(5,215,408)
Net decrease in cash and cash equivalents during the period	(673,824)	(592,403)
Cash and cash equivalents at the beginning of the period	1,208,150	2,061,391
Cash and cash equivalents at the end of the period	534,326	1,468,988

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

MEEZAN ISLAMIC FUND**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023****1. LEGAL STATUS AND NATURE OF BUSINESS**

- 1.1** Meezan Islamic Fund (the Fund) was established under a Trust Deed executed under the Trust Act, 1882 between Al Meezan Investment Management Limited (Al Meezan) as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed under the Trust Act, 1882 on September 13, 2006 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on November 21, 2008 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) notified through S.R.O. 1203 (I) / 2008. The Trust Deed was previously registered under the "Trust Act, 1882" and now has been registered under "The Sindh Trusts Act, 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act. The Management Company has been licensed by the Securities and Exchange Commission of Pakistan (SECP) to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and
- 1.2** The Fund has been formed to enable the unit holders to participate in a diversified portfolio of securities, which are Shariah compliant. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah. The Management Company has appointed Meezan Bank Limited (MBL) as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah. The investment objectives and policies are explained in the Fund's offering document.
- 1.3** The Fund is an open-end fund listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund is categorized as a Equity Scheme in accordance with Circular 7 of 2009 issued by Securities and Exchange Commission of Pakistan (SECP).
- 1.4** The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 30, 2022 (2021: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: AM1 dated June 23, 2022). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.5** The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION**3.1 Statement of compliance**

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

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

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the International Accounting Standard (IAS) 34, Interim Financial Reporting, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements 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, 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, 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:

**Effective date
(annual periods
beginning on or after)**
Standards, interpretations and amendments

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.

**IASB Effective date
(annual periods
beginning on or after)**
Standards

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 current accounts			37,834	1,201,534
In saving accounts	5.1		496,492	6,616
			534,326	1,208,150
5.1	These include a balance maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 6.96% (2022: 6.01%) per annum. Other profit and loss sharing accounts of the Fund have an expected profit ranging from 5.00% to 18.18% per annum (June 30, 2022: 3.00% to 16.40% per annum).			
			March 31, 2023 (Unaudited)	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		18,006,161	23,278,367

6.1 Shares of listed companies - 'ordinary shares'

Name of the investee company	As at July 1, 2022	Purchases during the period	Bonus / Right 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 appreciation/ (diminution) as at March 31, 2023	Percentage in relation to		
									Net assets of the Fund	Total market value of investments	Paid-up capital of investee company (with face value of investment)
-----Number of shares-----					----- (Rupees in '000) -----				----- % -----		
Sectors / companies											
Automobile assembler											
Gandhara Industries Limited	123,000	-	-	123,000	-	-	-	-	-	-	-
Gandhara Nissan Limited	223,800	-	-	223,800	-	-	-	-	-	-	-
Millat Tractors Limited (note 6.1.3)	789,228	51,713	151,985	424,080	568,846	376,038	307,040	(68,998)	1.69	1.71	0.49
									1.69	1.71	0.49
Automobile parts and accessories											
Agriauto Industries Limited (note 6.1.1 & 6.1.3)	140,700	-	13,925	154,625	-	-	-	-	-	-	-
Panther Tyres Limited	513,508	-	-	485,500	28,008	907	535	(372)	-	-	0.02
									-	-	0.02
Chemicals											
Engro Polymer & Chemicals Limited	6,708,221	-	-	6,708,221	-	-	-	-	-	-	-
Dyneema Pakistan Limited (Note 6.1.1)	303,000	-	-	-	303,000	52,710	36,351	(16,359)	0.20	0.20	1.61
Lucky Core Industries Limited	828,885	8,000	-	196,601	640,284	463,528	339,895	(123,633)	1.87	1.89	0.69
Sitara Chemicals Industries Limited	45,500	-	-	-	45,500	14,105	11,557	(2,548)	0.06	0.06	0.21
									2.13	2.15	2.51
Cement											
Attock Cement Pakistan Limited	523,300	-	-	50,000	473,300	31,474	27,196	(4,278)	0.15	0.15	0.34
Bestway Cement Limited	-	284,500	-	-	284,500	36,158	38,592	2,434	0.21	0.21	0.05
Cherat Cement Company Limited	3,545,000	866,868	-	641,739	3,770,129	369,046	424,441	55,395	2.33	2.36	1.94
D.G. Khan Cement Company Limited	454,440	2,590,000	-	1,454,440	1,590,000	69,577	69,817	240	0.38	0.39	0.36
Fauji Cement Company Limited (note 6.1.3)	5,322,500	2,725,000	738,312	2,616,000	6,169,812	81,144	73,791	(7,353)	0.41	0.41	0.25
Kohat Cement Company Limited	5,732,850	656,626	-	165,000	6,224,476	828,588	867,879	39,291	4.77	4.82	3.10
Lucky Cement Limited	2,350,144	855,413	-	1,333,497	1,872,060	872,585	753,392	(119,193)	4.14	4.18	0.58
Pioneer Cement Limited	650,000	1,200,000	-	650,000	1,200,000	79,463	84,192	4,729	0.46	0.47	0.53
Maple Leaf Cement Factory Limited	13,568,850	10,990,000	-	12,535,428	12,023,422	321,664	312,369	(9,295)	1.72	1.73	1.12
									14.57	14.72	8.27
Paper and Board											
Cherat Packaging Limited (note 6.1.3)	161,847	-	16,184	-	178,031	18,276	15,133	(3,143)	0.08	0.08	0.38
Century Paper & Board Mills Limited (note 6.1.3)	4,454,840	160,000	451,484	-	5,066,324	283,614	238,827	(44,787)	1.31	1.33	2.27
Roshan Packages Limited	3,332,500	-	-	1,945,000	1,387,500	20,618	15,665	(4,953)	0.09	0.09	0.98
Packages Limited	1,379,715	4,000	-	383,600	1,000,115	398,821	339,739	(59,082)	1.87	1.89	1.12
									3.35	3.39	4.75
Technology and communication											
Avanceon Limited	1,380,820	-	-	100,000	1,280,820	99,789	81,998	(17,791)	0.45	0.46	0.39
Airlink communication Limited	1,632,712	-	-	1,632,712	-	-	-	-	-	-	-
Octopus Digital Limited	65,207	-	-	65,207	-	-	-	-	-	-	-
Systems Limited	4,513,040	173,815	-	530,011	4,156,844	1,391,194	1,920,711	529,517	10.55	10.67	2,164.22
									11.00	11.13	2,164.62
Refinery											
Attock Refinery Limited	215,000	100,000	-	315,000	-	-	-	-	-	-	-
National Refinery Limited	237,000	-	-	237,000	-	-	-	-	-	-	-
Cnergycio PK Limited (Formerly Byco petroleum Limited)	44,462,500	-	-	23,588,813	20,873,687	111,465	72,223	(39,242)	0.40	0.40	0.39
									0.40	0.40	0.39
Commercial Banks											
Meezan Bank Limited (a related party of the Fund) (note 6.1.3)	13,762,144	1,587,735	1,428,074	2,262,970	14,514,983	1,492,063	1,381,826	(110,237)	7.59	7.67	0.81
BankIslami Pakistan Limited	17,401,000	4,870,000	-	1,395,000	20,876,000	255,689	202,080	(53,609)	1.11	1.12	1.88
									8.70	8.79	2.69

Name of the investee company	As at July 1, 2022	Purchases during the period	Bonus / Right 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 appreciation/ (diminution) as at March 31, 2023	Percentage in relation to		
									Net assets of the Fund	Total market value of investments	Paid-up capital of investee company (with face value of investment)
	-----Number of shares-----					----- (Rupees in '000) -----			----- % -----		
Oil and Gas Marketing Companies											
Attock Petroleum Limited (note 6.1.3)	798,334	35,000	198,333	50,903	980,764	254,214	287,972	33,758	1.58	1.60	0.79
Hascol Petroleum Limited	39,192	-	-	-	39,192	165	232	67	-	-	0.00
Pakistan State Oil Company Limited	3,327,669	785,711	-	973,000	3,140,380	541,046	370,219	(170,827)	2.03	2.06	0.67
Sui Northern Gas Pipelines Limited	6,009,512	4,000,000	-	620,697	9,388,815	347,104	367,009	19,905	2.02	2.04	1.48
Sui Southern Gas Company Limited	-	3,161,500	-	-	3,161,500	34,746	30,445	(4,301)	0.17	0.17	0.36
									5.80	5.87	3.30
Oil and Gas Exploration Companies											
Oil and Gas Development Company Limited	19,446,871	1,608,315	-	3,045,872	18,009,314	1,422,313	1,501,256	78,943	8.25	8.34	0.42
Pakistan Oilfields Limited	1,447,011	-	-	810,012	636,999	258,501	254,093	(4,408)	1.40	1.41	0.22
Pakistan Petroleum Limited	19,390,644	8,625,674	-	3,165,340	24,850,978	1,695,564	1,589,469	(106,095)	8.73	8.83	0.91
Mari Petroleum Company Limited	1,888,097	-	-	500,997	1,387,100	2,413,193	2,099,098	(314,095)	11.53	11.66	1.04
									29.91	30.24	2.60
Pharmaceuticals											
Abbott Laboratories (Pakistan) Limited	60,050	-	-	60,050	-	-	-	-	-	-	-
Haleon Pakistan Limited	279,156	-	-	3,600	275,556	65,673	36,098	(29,575)	0.20	0.20	0.24
IBL Healthcare Limited (note 6.1.3)	306,840	-	30,684	-	337,524	15,953	11,476	(4,477)	0.06	0.06	0.47
Highnoon Laboratories Limited	144,934	-	-	-	144,934	76,796	68,338	(8,458)	0.38	0.38	0.35
The Searle Company Limited (note 6.1.3)	1,612,069	198,965	374,008	1,981,000	204,042	17,681	10,504	(7,177)	0.06	0.06	0.05
									0.70	0.70	1.11
Power Generation and Distribution											
The Hub Power Company Limited	17,993,008	8,903,874	-	12,385,517	14,511,365	1,005,877	979,952	(25,925)	5.38	5.44	1.12
K - Electric Limited (6.1.1)	103,014,000	10,984,823	-	15,084,066	98,914,757	297,223	204,754	(92,469)	1.12	1.14	0.36
									6.50	6.58	1.48
Fertilizer											
Fauji Fertilizer Bin Qasim Limited	2,518,000	-	-	2,518,000	-	-	-	-	-	-	-
Engro Corporation Limited (note 6.1.2)	4,933,090	2,038,029	-	2,177,761	4,793,358	1,281,203	1,326,706	45,503	7.29	7.37	0.83
Engro Fertilizers Limited	11,301,107	100,000	-	9,126,287	2,274,820	201,467	192,950	(8,517)	1.06	1.07	0.17
									8.35	8.44	1.00
Engineering											
International Industries Limited	685,572	-	-	685,572	-	-	-	-	-	-	-
Mughal Iron & Steel Industries Limited	6,444,318	-	-	3,273,404	3,170,914	182,771	155,787	(26,984)	0.86	0.87	0.94
KSB Pumps Company Limited	37,900	-	-	37,900	-	-	-	-	-	-	-
									0.86	0.87	0.94
Food and Personal Care Products											
Al-Shaheer Corporation Limited	62,711	-	-	3,744	58,967	533	563	30	-	-	0.02
At-Tahur Limited (note 6.1.3)	2,236,854	-	223,685	-	2,460,539	42,657	37,400	(5,257)	0.21	0.21	1.13
National Foods Limited (note 6.1.1)	317,687	-	-	317,687	-	-	-	-	-	-	-
The Organic Meat Company Limited (note 6.1.3)	-	1,948,500	121,875	-	2,070,375	47,094	40,062	(7,032)	0.22	0.22	1.53
Unity Foods Limited	265,683	150,000	-	415,683	-	-	-	-	-	-	-
									0.43	0.43	2.68
Glass and Ceramics											
Shabbir Tiles and Ceramics Limited (Note 6.1.1)	3,295,000	-	-	1,013,500	2,281,500	33,378	19,416	(13,962)	0.11	0.11	0.95
Tariq Glass Industries Limited (note 6.1.3)	248,393	1,676,504	460,436	923,263	1,462,070	136,428	102,915	(33,513)	0.57	0.57	0.85
Ghani Glass Limited	1,253,200	-	-	-	1,253,200	51,168	47,120	(4,048)	0.26	0.26	0.15
									0.94	0.94	1.95

Name of the investee company	As at July 1, 2022	Purchases during the period	Bonus / Right issue / Subdivision of shares	Sales / rights exercise 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 March 31, 2023	Percentage in relation to		
									Net assets of the Fund	Total market value of investments	Paid-up capital of investee company (with face value of investment)
-----Number of shares-----						----- (Rupees in '000) -----			----- % -----		
Textile Composite											
Feroze1888 Mills Limited	1,474,086	-	-	1,471,086	3,000	187	186	(1)	-	-	0.00
Interloop Limited (note 6.1.3)	13,443,118	575,000	525,326	6,679,754	7,863,690	462,391	376,592	(85,799)	2.07	2.09	0.84
Kohinoor Textile Mills Limited	2,756,514	-	-	80,000	2,676,514	133,826	140,276	6,450	0.77	0.78	0.89
Nishat Mills Limited	2,488,299	-	-	2,346,475	141,824	10,482	7,463	(3,019)	0.04	0.04	0.04
									2.88	2.91	1.78
Leather & Tanneries											
Service Global Footwear Limited	816,325	-	-	30,000	786,325	31,595	22,984	(8,611)	0.13	0.13	0.38
									0.13	0.13	0.38
Miscellaneous											
Pakistan Aluminum Beverage Cans Limited	349,000	550,000	-	-	899,000	33,130	34,171	1,041	0.19	0.19	0.25
Synthetic Products Enterprises Limited (note 6.1.1)	2,247,534	-	-	1,445,500	802,034	11,301	9,023	(2,278)	0.05	0.05	0.40
									0.24	0.24	0.65
Property & Real Estate											
TPL Properties Limited (note 6.1.3)	-	4,250,000	425,000	-	4,675,000	93,368	66,385	(26,983)	0.36	0.37	0.83
									0.36	0.37	0.83
Total as at March 31, 2023					318,183,991	18,867,542	18,006,161	(861,381)			
Total as at June 30, 2022					367,753,029	27,004,296	23,278,367	(3,725,929)			

- 6.1.1** All shares have a nominal value of Rs.10 each except for the shares of Agriauto Industries Limited, Dynea Pakistan Limited, Shabbir Tiles and Ceramics Limited, Synthetic Products Enterprise Limited and National Foods Limited which have a nominal value of Rs.5 each and K-Electric Limited which have a nominal value of Rs.3.5 each.
- 6.1.2** Investments include 1,060,000 shares of Engro Corporation Limited, having market value of Rs 293.3868 million as at March 31, 2023 (June 30, 2022: Rs.272.52 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.
- 6.1.3** The status of bonus shares already withheld prior to the introduction of Finance Act, 2018 is the same as that disclosed in the audited financial statements of the Fund for the year ended June 30, 2020. 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.35.985 million (June 30, 2022: Rs.48.964 million).

		March 31, 2023 (Unaudited)	June 30, 2022 (Audited)
	Note	(Rupees in '000)	
7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY			
Management fee payable	7.1	8,994	7,906
Sindh Sales Tax payable on remuneration of the Management Company		1,168	1,027
Allocated expenses payable	7.2	1,746	144
Selling and marketing expenses payable	7.3	47,783	21,249
Sales load payable		256	615
Sindh Sales Tax on sales load payable		33	80
		59,980	31,021

7.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 2% (2022: 2%) per annum of the average net assets of the Fund during the period. The remuneration is payable to the Management Company monthly in arrears.

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

The Management Company, based on its own discretion, has charged allocated expense at a rate of 0.11% (2022: 0.11%) of the average annual net assets of the scheme for allocation of such expenses to the Fund subject to the total expense charged being lower than actual expense incurred.

7.3 In accordance with Circular 11 dated July 05, 2019 with respect to selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at 1% (2022: 1%) of the average annual net assets of the Fund for the period subject to the total expense charged being lower than actual expense incurred.

8. ACCRUED EXPENSES AND OTHER LIABILITIES	Note	March 31, 2023 (Unaudited)	June 30, 2022 (Audited)
		(Rupees in '000)	
Charity payable		47,321	48,320
Capital gain tax payable		4,284	3,768
Provision for Federal Excise Duty and related			
Sindh Sales Tax on management fee	8.1	231,868	231,867
Provision for Federal Excise Duty and related			
Sindh Sales Tax on sales load	8.1	32,607	32,607
Auditors' remuneration		409	515
Zakat payable		149	129
Shariah advisory fee payable		1,370	1,840
Brokerage payable		4,768	1,716
		322,776	320,762

8.1 The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2022. Had the provision for FED not been made, the Net Asset Value of the Fund as at March 31, 2023 would have been higher by Re.0.70 (June 30, 2022: Re.0.62) 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 include Al Meezan Investment Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, Meezan Bank Limited being the holding company of the Management Company, Directors and Executives of the Management Company, other Funds under the common management of the Management Company, Pakistan Kuwait Investment Company (Private) Limited being the associated company of the Management Company, Al Meezan Investment Management Limited - Employees Gratuity Fund and unit holders holding 10 percent or more of the Fund's net assets.

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

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

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

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

	March 31, 2023 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Al Meezan Investment Management Limited - the Management Company		
Remuneration payable	8,994	7,906
Sindh Sales Tax payable on remuneration of the Management Company	1,168	1,027
Sales load payable	256	615
Sindh Sales Tax and on sales load payable	33	80
Allocated expenses payable	1,746	144
Selling and marketing expenses payable	47,783	21,249
Investment of 1,374,125 units (June 30, 2022: 437,592 units)	73,847	24,606
Meezan Bank Limited		
Balance with bank	332,503	132,143
Profit receivable on saving accounts	163	303
Sales load payable	54	190
Sindh Sales Tax on sales load payable	7	24
Shariah advisor fee payable	1,370	1,840
Investment in 14,514,983 shares (June 30, 2022: 13,762,144 shares)	1,381,826	1,554,847
Investment of 12,475,049 units (June 30, 2022: 12,475,049 units)	670,427	701,491
Central Depository Company of Pakistan Limited - the Trustee		
Payable to Central Depository Company of Pakistan Limited - Trustee	1,672	2,058
Sindh Sales Tax on trustee fee payable	217	268
Security deposit	100	100
Investment of 2,125,742 units (June 30, 2022: 2,125,742 units)	114,240	119,534
Al Meezan Investment Management Limited - Employees' Gratuity Fund		
Investment of 189,837 units (June 30, 2022: 189,837 units)	10,202	10,675
Meezan Financial Planning Fund of Funds - Aggressive Allocation Plan		
Investment of 1,163,292 units (June 30, 2022: 3,876,672 units)	62,517	217,991
Meezan Financial Planning Fund of Funds - Moderate Allocation Plan		
Investment of 628,294 units (June 30, 2022: 853,646 units)	33,765	48,002
Meezan Financial Planning Fund of Funds - Conservative Allocation Plan		
Investment of 321,288 units (June 30, 2022: 631,840 units)	17,266	35,529
Meezan Strategic Allocation Fund - MSAP - I		
Investment of 109,823 units (June 30, 2022: 840,906 units)	5,902	47,285
Meezan Strategic Allocation Fund - MSAP - II		
Investment of 143,231 units (June 30, 2022: 2,283,025 units)	7,697	128,378
Meezan Strategic Allocation Fund - MSAP - III		
Investment of 252,225 units (June 30, 2022: 324,453 units)	13,555	18,244
Meezan Strategic Allocation Fund - MSAP - V		
Investment of 46,929 units (June 30, 2022: 14,424 units)	2,522	811
Directors and executives of the Management Company		
Investment of 1,597,064 units (June 30, 2022: 3,751,087 units)	85,828	210,929

Transactions during the period
**Nine months period ended
March 31,**
**2023 2022
(Unaudited)
(Rupees in '000)**
Al Meezan Investment Management Limited - the Management Company

Remuneration of Al Meezan Investment Management Limited -

Management Company

Sindh Sales Tax on management fee

Allocated expenses

Selling and marketing expense

Units issued: 3,631,787 units (2022: 4,625,292 units)

Units redeemed: 2,695,254 units (2022: 5,426,849 units)

327,768	475,512
42,610	61,817
18,027	26,153
163,881	237,756
199,000	295,616
153,500	340,000

Meezan Bank Limited

Profit on saving accounts

Shares purchased: 1,587,735 shares (2022: 779,975 shares)

Shares sold: 2,262,970 shares (2022: 2,976,445 shares)

Bonus issue: 1,428,074 (2022: 2,113,106 shares)

Shariah advisor fee

Dividend income

2,506	1,140
172,482	107,240
250,433	411,212
-	-
1,936	2,766
99,256	66,304

Central Depository Company of Pakistan Limited - the Trustee

Trustee fee

Sindh Sales Tax on trustee fee

CDS charges

17,139	24,526
2,228	3,188
470	682

Meezan Financial Planning Fund of Funds - Aggressive Allocation Plan

Units issued: 106,576 units (2022: 400,599 units)

Units redeemed: 2,819,957 units (2022: 575,246 units)

5,791	24,627
155,475	36,000

Meezan Financial Planning Fund of Funds - Moderate Allocation Plan

Units issued: 87,245 units (2022: 390,844 units)

Units redeemed: 312,597 units (2022: 663,993 units)

4,785	24,694
17,620	40,950

Meezan Financial Planning Fund of Funds - Conservative Allocation Plan

Units issued: 42,165 units (2022: 239,412 units)

Units redeemed: 352,717 units (2022: 237,277 units)

2,300	14,748
20,075	14,650

Meezan Financial Planning Fund of Funds - MAAP - I

Units issued: Nil (2022: 47,581 units)

Units redeemed: Nil (2022: 47,581 units)

-	3,000
-	2,844

Meezan Strategic Allocation Fund - MSAP - I

Units issued: Nil (2022: 523,279 units)

Units redeemed: 731,083 units (2022: 2,326,248 units)

-	33,048
40,020	141,950

Meezan Strategic Allocation Fund - MSAP - II

Units issued: 87,437 units (2022: 2,703,370 units)

Units redeemed: 2,227,231 units (2022: 941,730 units)

4,972	174,546
121,500	58,330

Meezan Strategic Allocation Fund - MSAP - III

Units issued: 122,059 units (2022: 222,191 units)

Units redeemed: 194,287 units (2022: 2,168,504 units)

6,941	14,000
11,000	135,550

Meezan Strategic Allocation Fund - MSAP - IV

Units issued: 15,663 units (2022: 47,581 units)

Units redeemed: 15,663 units (2022: 70,090 units)

891	3,000
866	4,300

Transactions during the period
**Nine months period ended
March 31,**
**2023 2022
(Unaudited)
(Rupees in '000)**
Meezan Strategic Allocation Fund - MSAP - V

Units issued: 32,505 units (2022: 23,827 units)

Units redeemed: Nil (2022: 24,936 units)

1,848	1,500
-	1,500

Directors and executives of the Management Company

Units issued: 12,925,460 units (2022: 4,395,322 units)

Units redeemed: 15,070,493 units (2022: 1,401,700 units)

734,937	280,932
839,514	86,943

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

11.1 Fair value hierarchy

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

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

As at 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
(Rupees in '000)			

ASSETS
Financial assets 'at fair value through profit or loss'

Shares of listed companies - 'ordinary shares'	18,006,161	-	-	18,006,161
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As at June 30, 2022			
Level 1	Level 2	Level 3	Total
(Rupees in '000)			

ASSETS
Financial assets 'at fair value through profit or loss'

Shares of listed companies - 'ordinary shares'	23,278,367	-	-	23,278,367
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12. TOTAL EXPENSE RATIO

The annualised Total Expense Ratio (TER) of the Fund as at March 31, 2023 is 3.93% (March 31, 2022: 3.82%) which includes 0.31% (March 31, 2022: 0.31%) representing government levies on the Fund such as Sales Taxes, annual fee to the SECP etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an Equity Scheme.

13. TAXATION

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

14. GENERAL

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

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

15. DATE OF AUTHORISATION

These condensed interim financial statements was 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.

GASHERBRUM I HIDDEN PEAK, K5

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

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



AL MEEZAN MUTUAL FUND (AMMF)

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



FUND INFORMATION

MANAGEMENT COMPANY

Al Meezan Investment Management Limited
Ground Floor, Block "B", Finance & Trade Centre, Shahrah-e-Faisal Karachi 74400, Pakistan.
Phone (+9221) 35630722-6, 111-MEEZAN
Fax: (+9221) 35676143, 35630808
Website: www.almeezangroup.com
E-mail: info@almeezangroup.com

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

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

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited



AL MEEZAN MUTUAL FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 2023

		March 31, 2023 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
	Note		
Assets			
Balances with banks	5	77,522	124,935
Investments	6	3,080,452	4,357,083
Receivable against sale of investments		11,836	24,807
Receivable against conversion of units		625	14,127
Dividend receivable		31,696	1,276
Advances, deposits, prepayments and other receivable		3,138	4,747
Total assets		3,205,269	4,526,975
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	10,172	5,622
Payable to Central Depository Company of Pakistan Limited - Trustee		406	510
Payable to Securities and Exchange Commission of Pakistan		610	967
Payable to Meezan Bank Limited		7	10
Payable against purchase of investments		-	1,788
Payable against conversion and redemption of units		7,296	12,318
Dividend payable		4,917	4,917
Accrued expenses and other liabilities	9	52,906	50,300
Total liabilities		76,314	76,432
Net assets		3,128,955	4,450,543
Unitholders' fund (as per statement attached)		3,128,955	4,450,543
Contingencies And Commitments	8		
Number of units in issue		207,361,674	283,099,100
		(Rupees)	
Net assets value per unit		15.0894	15.7208

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director



AL MEEZAN MUTUAL FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE 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		(143,118)	(168,456)	(103,371)	(100,168)
Dividend income		281,197	252,569	77,979	107,130
Profit on saving accounts with banks		8,551	11,628	2,127	3,836
		<u>146,631</u>	<u>95,741</u>	<u>(23,264)</u>	<u>10,798</u>
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1	(178,040)	(242,561)	(80,995)	(4,158)
Total (loss) / income		<u>(31,409)</u>	<u>(146,820)</u>	<u>(104,259)</u>	<u>6,640</u>
Expenses					
Remuneration to Al Meezan Investment Management Limited - Management Company	7.1	60,971	73,407	17,189	24,814
Sindh Sales Tax on management fee		7,926	9,543	2,234	3,226
Allocated expenses	7.2	3,353	4,037	945	1,364
Selling and marketing expenses	7.3	30,485	36,704	8,594	12,407
Remuneration to Central Depository Company of Pakistan Limited - Trustee		3,799	4,421	1,106	1,487
Sindh Sales Tax on trustee fee		494	575	144	194
Annual fee to Securities and Exchange Commission of Pakistan		610	734	172	248
Auditors' remuneration		512	625	(153)	156
Legal and professional charges		-	184	-	0
Charity expense		9,941	6,409	2,840	2,704
Fees and subscription		405	407	120	147
Brokerage expense		6,136	6,516	3,548	1,117
Printing Expenses		6	-	-	-
(Reversal of provision) / provision for Sindh Workers' Welfare Fund (SWWF)		-	(77,691)	-	-
Bank and settlement charges		632	721	232	163
		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenses		<u>125,271</u>	<u>66,593</u>	<u>36,972</u>	<u>48,028</u>
Net loss for the period before taxation		<u>(156,680)</u>	<u>(213,413)</u>	<u>(141,231)</u>	<u>(41,388)</u>
Taxation	12	-	-	-	-
Net loss for the period after taxation		<u>(156,680)</u>	<u>(213,413)</u>	<u>(141,231)</u>	<u>(41,388)</u>
Allocation of net income for the period					
Net income for the period after taxation		-	-	-	-
Income already paid on units redeemed		-	-	-	-
		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Accounting income available for distribution					
- Relating to capital gains		-	-	-	-
- Excluding capital gains		-	-	-	-
		<u>-</u>	<u>-</u>	<u>-</u>	<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

AL MEEZAN MUTUAL 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 loss for the period after taxation	(156,680)	(213,413)	(141,231)	(41,388)
Other comprehensive income for the period	-	-	-	-
Total comprehensive loss for the period	<u>(156,680)</u>	<u>(213,413)</u>	<u>(141,231)</u>	<u>(41,388)</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

AL MEEZAN MUTUAL FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' 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/ (Accumulated losses)	Total	Capital Value	Undistributed income/ (Accumulated losses)	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period	4,250,146	200,397	4,450,543	4,144,037	773,804	4,917,841
Issuance of 76,877,281 units (2022: 176,807,847 units)						
- Capital value (at net asset value per unit at the beginning of the period)	1,208,572	-	1,208,572	3,120,057	-	3,120,057
- Element of Income	5,489	-	5,489	(5,093)	-	(5,093)
Total proceeds on issuance of units	1,214,062	-	1,214,062	3,114,964	-	3,114,964
Redemption of 152,614,706 units (2022: 166,274,306 units)						
- Capital value (at net asset value per unit at the beginning of the period)	2,399,226	-	2,399,226	2,934,176	-	2,934,176
- Element of loss	(20,256)	-	(20,256)	(24,616)	-	(24,616)
Total payments on redemption of units	2,378,970	-	2,378,970	2,909,560	-	2,909,560
Total comprehensive loss for the period	-	(156,680)	(156,680)	-	(213,413)	(213,413)
Distribution for the period	-	-	-	-	-	-
Net (loss) / income for the period less distribution		(156,680)	-		(213,413)	-
Net assets at end of the quarter	3,085,238	43,717	3,128,955	4,349,441	560,391	4,909,832
Undistributed income brought forward						
- Realised income / (loss)		771,954			(27,472)	
- Unrealised (loss) / income		(571,557)			801,276	
		200,397			773,804	
Adjustment of over-distribution		-			-	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		-			-	
Net loss for the period after taxation		(156,680)			(213,413)	
Undistributed income carried forward		43,717			560,391	
Undistributed income carried forward						
- Realised income		221,757			802,952	
- Unrealised loss		(178,040)			(242,561)	
		43,717			560,391	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period		15.7208			17.6466	
Net assets value per unit at end of the period		15.0894			16.9762	

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director



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

	Nine months period ended	
	March 31,	
	2023	2022
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the period before taxation	(156,680)	(213,413)
Adjustments for:		
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	178,040	242,561
	21,360	29,148
Decrease / (Increase) in assets		
Investments - net	1,098,591	(337,793)
Receivable against sale of investments	12,971	3,311
Dividend receivable	(30,420)	15,580
Deposits, prepayments, profit accrued and other receivables	1,609	67,153
	1,082,752	(251,749)
Increase / (decrease) in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	4,550	4,419
Payable to Central Depository Company of Pakistan Limited - Trustee	(104)	10
Payable to Meezan Bank Limited	(3)	(80)
Payable to Securities and Exchange Commission of Pakistan	(357)	(203)
Payable against purchase of investments - net	(1,788)	2,204
Accrued expenses and other liabilities	2,606	(76,640)
	4,904	(70,290)
Net cash generated from / (used in) operating activities	1,109,015	(292,891)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	1,227,564	3,150,657
Payment against redemption and conversion of units	(2,383,992)	(2,910,549)
Dividend Paid	-	-
Net cash (used in) / generated from financing activities	(1,156,428)	240,108
Net decrease in cash and cash equivalents during the period	(47,413)	(52,783)
Cash and cash equivalents at the beginning of the period	124,935	296,501
Cash and cash equivalents at the end of the period	77,522	243,718

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

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

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Al Meezan Mutual Fund (the Fund) was constituted by virtue of a scheme of arrangement for conversion of Al Meezan Mutual Fund Limited (AMMFL) into an Open End Scheme under a Trust Deed executed between Al Meezan Investment Management Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed under the Trust Act, 1882 on September 13, 2006 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on November 21, 2008 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) notified through S.R.O. 1203 (I) / 2008. The Trust Deed was previously registered under the "Trust Act, 1882" and now has been registered under "The Sindh Trusts Act, 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act. The Management Company has been licensed by the Securities and Exchange Commission of Pakistan (SECP) to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi 74400, Pakistan.
- 1.2** The Fund has been formed to provide maximum total return to the unit holders from investment in "Shariah Compliant" equity investments for the given level of risk, while abiding by the regulations and any other prevailing rules and regulations. At least seventy percent of its net assets shall remain invested in listed equity securities during the year based on quarterly average investment calculated on daily basis. The remaining net assets shall be invested in cash and cash equivalents. Under the Trust Deed, all conducts and acts of the Fund are based on Shariah. Meezan Bank Limited (MBL) acts as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah. The investment objectives and policies are explained in the Fund's offering document.
- 1.3** The Fund is an open-end fund listed on the Pakistan Stock Exchange Limited. Units of the Fund are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund is categorised as an Equity Scheme.
- 1.4** The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 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 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, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

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

The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 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 require management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2021. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 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.

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

5. BALANCES WITH BANKS	Note	March 31, 2023 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
In saving accounts	5.1	66,849	114,745
In current accounts		10,673	10,190
		<u>77,522</u>	<u>124,935</u>

5.1 These include a balance maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 6.96% (2022: 6.01%) per annum. Other profit and loss sharing accounts of the Fund have expected profit rates of profit ranging from 5.25% to 18.18% per annum (2022: 3% to 16.25% per annum).



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

June 30, 2022
(Audited)

6. INVESTMENTS

Investments - 'at fair value through profit or loss'

Note 6.1

3,080,452

4,357,083

3,080,452

4,357,083

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

Name of the investee company	As at July 1, 2022	Purchased during the quarter	Bonus / right shares	Sold during the quarter	As at March 31, 2023	Carrying value as at March 31, 2023	Market Value as at March 31, 2023	Unrealised (diminution) / appreciation as at March 31, 2023	Percentage in relation to		
									Net assets of the Fund	Market value of total investments	Paid-up capital of investee company (with face value of
			(Number of shares)				(Rupees in '000)				%
Automobile Assembler											
Ghandhara Industries Limited	29,700	-	-	29,700	-	-	-	-	-	-	-
Millat Tractors Limited	130,694	-	23,938	154,632	-	-	-	-	-	-	-
Cement											
Attock Cement Pakistan Limited **	400	-	-	400	-	-	-	-	-	-	-
Cherat Cement Company Limited	855,000	767,500	-	503,260	1,119,240	117,448	126,004	8,557	4.03	4.09	0.58
Kohat Cement Company Limited	739,320	62,199	-	85,500	716,019	94,781	99,835	5,053	3.19	3.24	0.36
Lucky Cement Limited	411,130	334,544	-	470,000	275,674	125,391	110,942	(14,449)	3.55	3.60	0.09
Pioneer Cement Limited	-	450,000	-	-	450,000	31,702	31,572	(130)	1.01	1.02	0.20
Maple Leaf Cement Factory Limited	2,702,082	1,175,000	-	1,637,193	2,239,889	61,326	58,192	(3,134)	1.86	1.89	0.21
									13.63	13.85	1.44
Chemicals											
Dynea Pakistan Limited (note 6.1.1)	119,500	-	-	90,000	29,500	5,132	3,539	(1,593)	0.11	0.11	0.16
Engro Polymer and Chemicals Limited	823,041	-	-	823,041	-	-	-	-	-	-	-
Lucky Core Industries Limited	129,829	20,650	-	25,000	125,479	89,023	66,611	(22,412)	2.13	2.16	0.14
Sitara Chemical Industries Limited	93,100	-	-	17,200	75,900	23,529	19,279	(4,250)	0.62	0.63	0.35
									2.87	2.91	0.65
Commercial Banks											
BankIslami Pakistan Limited	8,154,000	3,780,000	-	925,500	11,008,500	135,959	106,562	(29,396)	3.41	3.46	0.99
Meezan Bank Limited	2,732,907	262,232	263,290	592,145	2,666,284	272,462	253,830	(18,632)	8.11	8.24	0.15
(an associate of the Fund) (note 6.1.3)	-	-	-	-	-	-	-	-	11.53	11.71	1.14
Engineering											
International Industries Limited	-	51,332	-	51,332	-	-	-	-	-	-	-
International Steels Limited	-	100,000	-	100,000	-	-	-	-	-	-	-
Mughal Iron & Steel Industries Limited	1,116,300	397,491	-	1,513,791	-	-	-	-	-	-	-
Fertilizer											
Engro Corporation Limited (note 6.1.2)	971,629	220,000	-	335,000	856,629	223,977	237,098	13,121	7.58	7.70	0.15
Engro Fertilizers Limited	2,088,300	-	-	2,088,300	-	-	-	-	-	-	-
									7.58	7.70	0.15
Food and Personal Care Products											
At-Tahur Limited	1,534,840	100,000	163,484	110,000	1,688,324	29,166	25,663	(3,504)	0.82	0.83	0.77
The Organic Meat Company Limited	-	1,250,000	-	25,000	1,225,000	26,374	23,704	(2,670)	0.76	0.77	0.91
Al-Shaheer Corporation Limited **	12,997	-	-	1,458	11,539	104	110	6	0.00	0.00	-
National Foods Limited (note 6.1.1 & 6.1.3)	7,687	-	-	7,687	-	-	-	-	-	-	-
									1.58	1.60	1.68
Glass and Ceramics											
Ghani Glass Limited	498,125	-	-	498,000	2,125	87	80	(7)	0.00	0.00	0.00
Miscellaneous											
Pakistan Aluminium Beverage Cans Limited	141,500	264,000	-	155,500	250,000	10,063	9,503	(561)	0.30	0.31	0.07

Name of the investee company	As at July 1, 2022	Purchased during the quarter	Bonus / right shares	Sold during the quarter	As at March 31, 2023	Carrying value as at March 31, 2023	Market Value as at March 31, 2023	Unrealised (diminution) / appreciation as at March 31, 2023	Percentage in relation to		
									Net assets of the Fund	Market value of total investments	Paid-up capital of investee company (with face value of investment)
(Number of shares)						(Rupees in '000)		%			
Oil and Gas Exploration Companies											
Mari Petroleum Company Limited	331,178	14,800	-	49,243	296,735	514,703	449,049	(65,654)	14.35	14.58	0.22
Oil and Gas Development Company Ltd	3,996,888	436,500	-	875,820	3,557,568	281,146	296,559	15,413	9.48	9.63	0.08
Pakistan Oilfields Limited	428,409	33,000	-	393,000	68,409	27,686	27,288	(399)	0.87	0.89	0.02
Pakistan Petroleum Limited	3,528,271	1,752,500	-	1,425,000	3,855,771	268,295	246,615	(21,680)	7.88	8.01	0.14
		-		-					32.58	33.10	0.46
Oil and Gas Marketing Companies											
Attock Petroleum Limited	66,238	-	16,559	1,708	81,089	20,844	23,809	2,965	0.76	0.77	0.07
Hascol Petroleum Limited	7,946	-	-	-	7,946	34	47	14	0.00	0.00	-
Pakistan State Oil Company Limited	1,093,913	81,500	-	130,000	1,045,413	176,536	123,244	(53,292)	3.94	4.00	0.22
Sui Northern Gas Pipelines Limited	2,367,000	450,000	-	300,000	2,517,000	87,388	98,390	11,001	3.14	3.19	0.40
		-		-					7.85	7.96	0.69
Paper and Board											
Century Paper & Board Mills Limited (note 6.1.3)	802,650	485,000	110,115	18,500	1,379,265	80,010	65,019	(14,991)	2.08	2.11	0.62
Packages Limited	238,678	10,500	-	62,500	186,678	74,136	63,415	(10,722)	2.03	2.06	0.21
									4.10	4.17	0.83
PROPERTY											
TPL Properties Limited	-	250,000	25,000	275,000	-	-	-	-	-	-	-
Pharmaceuticals											
Haleon Pakistan Limited	130,500	-	-	130,500	-	-	-	-	-	-	-
Highnoon Laboratories Limited	2,118	-	-	1,339	779	413	367	(45)	0.01	0.01	-
The Searle Company Limited	173,146	11,000	43,286	205,223	22,209	1,675	1,143	(532)	0.04	0.04	0.01
		-		-					0.05	0.05	0.01
Power Generation and Distribution											
K-Electric Limited (note 6.1.1)	17,973,000	6,000,000	-	10,730,235	13,242,765	40,470	27,413	(13,057)	0.88	0.89	0.05
The Hub Power Company Limited	3,026,409	1,925,000	-	2,700,000	2,251,409	157,038	152,038	(5,000)	4.86	4.94	0.17
				-					5.74	5.83	0.22
Refinery											
Attock Refinery Limited	270,000	150,000		420,000	-	-	-	-	-	-	-
Cnergyico Pk Limited (formerly Byco Petroleum Pakistan Limited)	9,370,000	1,000,000	-	10,370,000	-	-	-	-	-	-	-
National Refinery Limited	112,000	-	-	112,000	-	-	-	-	-	-	-
									-	-	-
Technology and Communication											
Air Link Communication Limited	329,025	250,000	-	579,025	-	-	-	-	-	-	-
Avanceon Limited	-	50,000	-	-	50,000	3,404	3,201	(203)	0.10	0.10	0.02
Systems Limited (note 6.1.3)	752,550	135,000	-	291,000	596,550	213,965	275,642	61,676	8.81	8.95	0.21
									8.90	9.05	0.23
Textile Composite											
Interloop Limited	2,251,189	-	84,444	1,406,440	929,193	54,501	44,499	(10,002)	1.42	1.44	0.11
Kohinoor Textile Mills Limited	306,500	-	-	112,000	194,500	9,725	10,194	469	0.33	0.33	0.06
Nishat Mills Limited	355,300	-	-	355,300	-	-	-	-	-	-	-
Feroze1888 Mills Limited	211,682	-	-	211,682	-	-	-	-	-	-	-
									1.75	1.78	0.17
Total as at March 31, 2023						3,258,491	3,080,452	(178,040)	98.46	100.00	
Total as at June 30, 2022						4,928,640	4,357,083	(571,557)	97.90	100.00	

- 6.1.1** All shares have a nominal value of Rs.10 each except for the shares of National Foods Limited and Dynea Pakistan Limited which have a nominal value of Rs.5 each and K-Electric Limited which have a nominal value of Rs.3.5 each.
- 6.1.2** 202,000 shares (June 30, 2022: 202,000 shares) of Engro Corporation Limited, having market value of Rs.55.91 million (June 30, 2022: Rs.51.93 million) as at March 31, 2023, have been pledged as collateral in favour of National Clearing Company Pakistan Limited against exposure margins and mark to market losses.
- 6.1.3** The 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.

In this regard, a constitutional petition had been filed by Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs. The petition was based on the fact that because CISs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs. A stay order had been granted by the Honourable High Court of Sindh in favour of CISs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgment 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 1, 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 market value of bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs.5.633 million (2022: Rs.7.434 million).

		March 31, 2023 (Unaudited)	June 30, 2022 (Audited)
	Note	(Rupees in '000)	
7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - THE MANAGEMENT COMPANY			
Management fee payable	7.1	1,027	1,463
Sindh Sales Tax on Management fee payable		133	190
Allocated expenses payable	7.2	302	29
Sales load payable		103	86
Sindh Sales Tax on sales load		13	11
Selling and marketing expenses payable	7.3	8,594	3,843
		<u>10,172</u>	<u>5,622</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. The Management Company has charged the rate of remuneration at 2.0% (March 31, 2022: 2%) of average annual net assets of the fund. The remuneration is payable to the Management Company monthly in arrears.
- 7.2** In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).
- The management company based on its own discretion charged 0.11% (March 31, 2022: 0.11%) of the average annual net assets of the scheme for allocation of such expenses to the Fund.
- 7.3** In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company based on its own discretion charged selling and marketing expense at 1% (March 31, 2022: 1%) per annum of the average annual net assets of the Fund.

8. CONTINGENCIES AND COMMITMENTS

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



9. ACCRUED EXPENSES AND OTHER LIABILITIES

Note

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

June 30,
2022
(Audited)

Auditors' remuneration payable		259	577
Brokerage payable		951	710
Shariah advisor fee payable		34	196
Charity payable		9,941	7,251
Capital gain tax payable		456	302
Provision for Federal Excise Duty and related Sindh Sales Tax on management fee	9.1	37,524	37,524
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	9.1	3,732	3,732
Provision for Sindh Workers' Welfare Fund (SWWF)		-	-
Zakat payable		10	8
		52,906	50,300

- 9.1** The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2022. Had the provision for FED not been made, the Net Asset Value of the Fund as at March 31, 2023 would have been higher by Re.0.20 (June 30, 2022: Re.0.15) per unit.

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 the relevant regulations.

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

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:

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

June 30,
2022
(Audited)

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

Remuneration payable	1,027	1,463
Sindh Sales Tax on management fee payable	133	190
Sales load payable	103	86
Sindh Sales Tax on sales load payable	13	11
Selling and marketing expense payable	8,594	3,843
Allocated expenses payable	302	29
Investment of 17,962,346 units (June 30, 2022: 17,879,458 units)	271,040	281,079

Meezan Bank Limited

Balance with bank	27,159	51,710
Profit receivable on saving account	81	136
Sales load payable	6	9
Sindh Sales Tax on sales load	1	1
Investment of 2,666,284 shares (June 30, 2022: 2,732,907 shares)	253,830	308,764
Investment of 22,984,581 units (June 30, 2022: 22,984,581 units)	346,823	361,336
Dividend Receivable	7,512	-
Shariah Advisor fee payable	34	196



**March 31,
2023
(Unaudited)**

**June 30,
2022
(Audited)**

(Rupees in '000)

Central Depository Company of Pakistan Limited - Trustee

Security deposit
Remuneration payable
Sindh Sales Tax on trustee fee payable

238	238
359	452
47	58

MSAF- Meezan Strategic Allocation Plan- I

Investment of 2,458,943 units (June 30, 2022: 7,821,802 units)

37,104	122,965
---------------	----------------

MSAF - Meezan Strategic Allocation Plan II

Investment of 3,883,296 units (June 30, 2022: 3,453,209 units)

58,596	54,287
---------------	---------------

MSAF- Meezan Strategic Allocation Plan IV

Investment of 492,296 units (June 30, 2022: 518,354 units)

7,428	8,149
--------------	--------------

Meezan Financial Planning Fund of Funds - MAAP - I

Investment of 502,414 units (June 30, 2022: 1,280,478 units)

7,581	20,130
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MSAF - Meezan Strategic Allocation Plan - III

Investment of 1,239,098 units (June 30,2022: 2,682,179 units)

18,697	42,166
---------------	---------------

MSAF - Meezan Strategic Allocation Plan - V

Investment of 539,774 units (June 30,2022: 1,273,912 units)

8,145	20,027
--------------	---------------

Pakistan Kuwait Investment Company (Private) Limited

Investment of 16,895,690 units (June 30, 2022: 16,895,690 units)

254,945	265,614
----------------	----------------

Directors and executives of the Management Company

Investment of 116,985 units (June 30 2022: 8,216,880 units)

1,765	129,176
--------------	----------------

Al Meezan Investment Management Limited - Employees Gratuity Fund

Investment of 438,459 units (June 30 2022: 438,459 units)

6,616	6,893
--------------	--------------

For the nine months period ended

March 31,

2023 2022

(Rupees in '000)

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

Remuneration for the period
Sindh Sales Tax on management fee
Allocated expenses
Selling and marketing expense
Units issued: 2,065,206 units (March 31, 2022: 2,279,521 units)
Units redeemed: 1,982,318 units (March 31, 2022: 3,963,250 units)

60,971	73,407
7,926	9,543
3,353	4,037
30,485	36,704
29,881	40,000
30,000	70,000

Meezan Bank Limited

Profit on saving accounts with banks
Shariah Advisor fee
Shares purchased : 262,232 shares (March 31, 2022: 447,359 shares)
Shares sold: 592,145 shares (March 31, 2022: 400,000 shares)
Bonus share received: 263,290 shares (March 31, 2022: 291,593 shares)
Dividend income from shares

1,703	462
377	387
25,573	60,922
61,961	57,348
-	-
17,662	10,069

Central Depository Company of Pakistan Limited - Trustee

Trustee fee for the period
Sindh Sales Tax on trustee fee
CDS charges for the period

3,799	4,421
494	575
136	184

Meezan Financial Planning Fund of Funds - MAAP - I

Units issued: Nil (March 31, 2022: Nil units)
Redemption of 778,064 units (March 31, 2021: 2,477,784 units)

-	-
12,120	41,990



For the nine months period ended
March 31,

2023 2022
(Rupees in '000)

MSAF- Meezan Strategic Allocation Plan IV

Units issued: Nil (March 31, 2022: Nil units)

Redemption of 26,058 units (March 31, 2022: 1,850,938 units)

-	-
400	32,650

MSAF- Meezan Strategic Allocation Plan - I

Units issued: Nil (March 31, 2022: Nil units)

Redemption of 2,458,943 units (March 31, 2022: 1,175,403 units)

-	-
82,030	19,500

MSAF -Meezan Strategic Allocation Plan - II

Units issued: 1,256,795 (March 31, 2022: 611,135 units)

Redemption of 826,708 units (March 31, 2022: 9,144,900 units)

20,000	11,000
12,870	165,000

MSAF - Meezan Strategic Allocation Plan - V

Units issued: Nil (March 31, 2022: 1,143,543 units)

Redemption of units: 734,137 (March 31, 2022: Nil units)

-	20,000
11,520	-

MSAF - Meezan Strategic Allocation Plan - III

Units issued: Nil (March 31, 2022: 611,135 units)

Redemption of 1,443,081 units (March 31, 2022: 630,417 units)

-	11,000
22,660	11,000

Directors and executives of the Management Company

Units issued: 684,459 units (March 31, 2022: 993,753 units)

Units redeemed: 8,784,233 units (March 31, 2022: 787,750 units)

10,864	17,401
141,013	13,434

11. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at March 31, 2022 is 4.11% (2022: 3.89%) which includes 0.32% representing government levies on the Fund such as provision for Sales Taxes, Federal Excise Duties, Annual fee to the SECP etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an Equity Scheme.

12. TAXATION

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

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

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

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

13.1 Fair value hierarchy

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

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

As at 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
(Rupees in '000)			

ASSETS

Financial assets 'at fair value through profit or loss'

Shares of listed companies 'ordinary shares'	3,080,452	-	-	3,080,452
--	-----------	---	---	-----------

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

ASSETS

Financial assets 'at fair value through profit or loss'

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

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

15. GENERAL

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director



Al Meezan
Investment Management Ltd.

BROAD PEAK

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

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



KSE-MEEZAN INDEX FUND (KMIF)

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



FUND INFORMATION

MANAGEMENT COMPANY

Al Meezan Investment Management Limited
Ground Floor, Block "B", Finance & Trade Centre, Shahrah-e-Faisal Karachi 74400, Pakistan.
Phone (+9221) 35630722-6, 111-MEEZAN
Fax: (+9221) 35676143, 35630808
Website: www.almeezangroup.com
E-mail: info@almeezangroup.com

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah	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

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

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

KSE MEEZAN INDEX FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 2023

		March 31, 2023 (Unaudited)	June 30, 2022 (Audited)
	Note	----- (Rupees in '000) -----	
Assets			
Balances with banks	5	8,009	16,481
Investments	6	2,582,770	2,609,402
Receivable against conversion of units		502	368
Dividend receivable		17,200	260
Receivable against sale of investments		0	3,048
Deposits and other receivables		2,722	2,695
Total assets		2,611,202	2,632,254
Liabilities			
Payable to AI Meezan Investment Management Limited -Management Company	7	2,965	569
Payable to Central Depository Company of Pakistan Limited -Trustee		338	337
Payable to the Securities and Exchange Commission of Pakistan		402	559
Payable to Meezan Bank Limited		12	6
Payable against conversion and redemption of units		72	1,138
Payable against purchase of investments		22	-
Accrued expenses and other liabilities	9	15,116	19,549
Total liabilities		18,928	22,158
Net assets		2,592,274	2,610,096
Contingencies and commitments	8		
Unit holders' fund (as per statement attached)		2,592,273	2,610,096
		(Number of units)	
Number of units in issue		39,858,150	40,106,278
		(Rupees)	
Net asset value per unit		65.0375	65.0795

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

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

	Nine months period March 31,		Quarter ended, March 31,	
	2023	2022	2023	2022
	(Rupees in '000)		(Rupees in '000)	
Net (loss) / income for the period after taxation	(14,829)	(155,990)	34,370	34,929
Other comprehensive income for the period	-	-	-	-
Total comprehensive (loss) / income for the period	<u>(14,829)</u>	<u>(155,990)</u>	<u>34,370</u>	<u>34,929</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

KSE MEEZAN INDEX FUND
CONDENSED INTERIM INCOME STATEMENT (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
Note		(Rupees in '000)			
Income					
		(40,808)	(57,040)	(3,404)	(12,669)
		208,775	175,525	44,913	65,975
		926	331	205	84
		1,245	1,615	292	255
		170,138	120,432	42,006	53,644

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

KSE MEEZAN INDEX FUND
CONDENSED INTERIM STATEMENT OF 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	Undistributed income / (accumulated loss)	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period	2,781,964	(171,868)	2,610,096	2,559,822	136,682	2,696,504
Issuance of 7,690,980 units (2022: 9,002,700 units)						
- Capital value (at net asset value per unit at the beginning of the period)	500,525		500,525	656,037		656,037
- Element of loss	(2,546)		(2,546)	(8,736)		(8,736)
Total proceeds on issuance of units	497,979	-	497,979	647,300	-	647,300
Redemption of 7,621,007 units (2022: 6,148,294 units)						
- Capital value (at net asset value per unit at the beginning of the period)	495,971		495,971	448,033		448,033
- Element of loss / (income)	5,001	-	5,001	(14,042)	-	(14,042)
Total payments on redemption of units	500,972	-	500,972	433,990	-	433,990
Total comprehensive loss for the period		(14,829)	(14,829)		(155,990)	(155,990)
Distribution during the period		-	-		-	-
Net loss for the period less distribution	-	(14,829)	(14,829)	-	(155,990)	(155,990)
Net assets at the end of the period	2,778,970	(186,697)	2,592,273	2,773,132	(19,308)	2,753,824
(Accumulated losses) / Undistributed income brought forward						
- Realised income / (loss)		242,950			(267,341)	
- Unrealised (loss) / income		(414,818)			404,023	
		(171,868)			136,682	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		-			-	
Net loss for the period after taxation		(14,829)			(155,990)	
Distribution during the period		-			-	
Accumulated losses carried forward		(186,697)			(19,308)	
Accumulated losses carried forward						
- Realised (loss) / income		(42,465)			242,575	
- Unrealised loss		(144,232)			(261,883)	
		(186,697)			(19,308)	
		(Rupees)			(Rupees)	
Net assets value per unit at the beginning of the period		65.0795			72.8711	
Net assets value per unit at the end of the period		65.0375			69.0906	

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

KSE MEEZAN INDEX 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 loss for the period before taxation	(14,829)	(155,990)
Adjustments for:		
Net unrealised diminution on re-measurement of investments at 'fair value through profit or loss'	144,232	261,883
	129,403	105,893
(Increase) / decrease in assets		
Investments	(117,600)	(312,991)
Receivable against sale of investments	3,048	24,234
Dividend receivable	(16,940)	641
Deposits and other receivables	(27)	32
	(131,519)	(288,084)
Increase / (decrease) in liabilities		
Payable to Al Meezan Investment Management Limited - the Management Company	2,396	219
Payable to Central Depository Company of Pakistan Limited - the Trustee	1	3
Payable to the Securities and Exchange Commission of Pakistan	(157)	(64)
Payable to Meezan Bank Limited	6	(216)
Payable against purchase of investments	22	(12,393)
Accrued expenses and other liabilities	(4,433)	(23,282)
	(2,164)	(35,733)
Net cash used in operating activities	(4,279)	(217,925)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipt against issuance of units	497,846	648,359
Payment against redemption of units	(502,038)	(433,763)
Net cash (used in) / generated from financing activities	(4,193)	214,596
Net decrease in cash and cash equivalents during the period	(8,472)	(3,328)
Cash and cash equivalents at beginning of the period	16,481	22,649
Cash and cash equivalents at the end of the period	8,009	19,321

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

KSE MEEZAN INDEX 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** KSE Meezan Index Fund (the Fund) was established under a Trust Deed executed between Al Meezan Investment Management Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on March 13, 2012 and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). 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. 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.
- 1.2** The Fund is a Shariah Compliant Index Fund that aims to provide investors an opportunity to track closely the performance of the KSE-Meezan Index 30 (KMI 30) by investing in companies of the index in proportion to their weightages. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah 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.
- 1.3** The Fund is an open-end fund listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund is categorised as a Shariah Compliant Index Fund.
- 1.4** The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.
- 1.5** The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 30, 2022 (2021: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: 'AM1' dated June 23, 2021). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

2 BASIS OF PRESENTATION

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

3 BASIS OF PREPARATION
3.1 STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan 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 the repealed Companies Ordinance, 1984; and
- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

These condensed interim financial statements are unaudited. 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, 2021.

4.2 The preparation of these condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan require management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 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 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

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)
Property, Plant and Equipment: Proceeds before Intended Use – Amendments to IAS 16	January 01, 2022
Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37	January 01, 2022
IAS 41 Agriculture - Taxation in fair value measurements	January 01, 2022
IFRS 3 - Reference to the Conceptual Framework (Amendments)	January 01, 2022
IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition	January 01, 2022
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)
BALANCES WITH BANKS	Note		
In saving accounts	5.1	1,606	11,044
In current accounts		6,402	5,437
		<u>8,009</u>	<u>16,481</u>
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 6.50% to 7.00% per annum (June 30, 2022: 4.10% to 4.29% per annum).			
		March 31, 2023 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited) (Rupees in '000)
INVESTMENTS	Note		
Investments at 'fair value through profit or loss'			
Shares of listed companies - 'ordinary shares'	6.1	<u>2,582,770</u>	<u>2,609,402</u>

6.1 Shares of listed companies - 'ordinary shares'

Name of the investee company	As at July 1, 2022	Purchases during the period	Rights / 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 investee company (with face value of investment)	Total market value of investments
Number of shares						(Rupees in '000)			%		
Sectors / companies											
Automobile Assembler											
Ghandhara Ind	39,300	-	-	39,300	-	-	-	-	-	-	-
Millat Tractors Limited	157,268	28,592	51,794	27,693	209,961	137,266	113,329	(23,937)	4.37	0.18	4.39
									4.37	0.18	4.39
Bank											
Meezan Bank Limited (an associate of the Fui	1,319,812	368,842	130,781	185,821	1,633,614	169,354	155,520	(13,834)	6.00	0.09	6.02
									6.00	0.09	6.02
Cable And Electrical Goods											
Pak Elektron Limited	804,101	1,638,000	-	891,601	1,550,500	18,874	17,521	(1,353)	0.68	0.18	0.68
									0.68	0.18	0.68
Cement											
Cherat Cement Company Limited	379,904	102,213	-	57,031	425,086	40,845	47,856	7,011	1.85	0.22	1.85
D.G. Khan Cement Company Limited	709,402	187,430	-	95,425	801,407	48,502	35,190	(13,312)	1.36	0.18	1.36
Fauji Cement Company Limited	2,467,875	3,287,000	-	2,619,375	3,135,500	36,134	37,501	1,366	1.45	0.23	1.45
Pioneer Cement	370,432	98,803	-	54,357	414,878	24,984	29,108	4,124	1.12	0.18	1.13
Lucky Cement Limited	367,420	98,960	-	52,785	413,595	189,988	166,447	(23,541)	6.42	0.13	6.44
Maple Leaf Cement Factory Limited	1,606,164	402,955	-	248,647	1,760,472	47,293	45,737	(1,556)	1.76	0.16	1.77
									13.96	1.10	14.00
Chemical											
Engro Polymer & Chemicals Limited	1,032,116	266,397	-	138,497	1,160,016	85,751	54,266	(31,485)	2.09	0.13	2.10
Ghani Global Holdings Limited	-	613,461	56,684	79,387	590,758	8,833	6,244	(2,589)	-	-	-
									2.09	0.13	2.10
Engineering											
International Industries Limited	236,536	33,858	-	270,394	-	-	-	-	-	-	-
International Steels Limited	495,154	-	-	495,154	-	-	-	-	-	-	-
									-	-	-
Fertilizer											
Engro Corporation Limited	1,028,196	273,554	-	144,007	1,157,743	296,599	320,440	23,842	12.36	0.20	12.41
Engro Fertilizers Limited	1,950,056	514,094	-	270,439	2,193,711	190,555	186,071	(4,484)	7.18	0.16	7.20
									19.54	0.36	19.61
Food And Personal Care											
Treet Corporation Limited	-	394,000	-	77,500	316,500	8,449	5,346	(3,103)	0.21	0.18	0.21
Unity Foods Limited	1,607,437	418,173	-	288,573	1,737,037	33,961	23,085	(10,876)	0.89	0.15	0.89
									1.10	0.33	1.10
Investment Banks / Investment Companies / Securities Companies											
Dawood Hercules Corporation Limited	-	1,311,000	-	78,500	1,232,500	116,605	113,156	(3,449)	4.37	0.26	4.38
									-	-	-
Oil And Gas Exploration Companies											
Mari Petroleum Company Limited	86,602	21,506	-	10,683	97,425	166,833	147,433	(19,399)	5.69	0.07	5.71
Oil & Gas Development Company Limited	2,092,962	550,991	-	287,892	2,356,061	184,691	196,401	11,710	7.58	0.05	7.60
Pakistan Oilfields Limited	421,153	112,040	-	58,616	474,577	191,392	189,304	(2,088)	7.30	0.17	7.33
Pakistan Petroleum Limited	2,161,329	564,584	-	288,393	2,437,520	162,040	155,904	(6,136)	6.01	0.09	6.04
									26.58	0.38	26.68
Oil And Gas Marketing Companies											
Hascol Petroleum Limited	471	-	-	-	471	2	3	1	-	-	-
Pakistan State Oil Company Limited	685,048	198,139	-	110,513	772,674	128,854	91,091	(37,763)	3.51	0.16	3.53
Sui Northern Gas Pipelines Limited	-	1,040,285	-	1,040,285	-	-	-	-	-	-	-
									-	-	-
Pharmaceuticals											
The Searle Company Limited	456,824	136,642	118,234	69,413	642,287	53,633	33,065	(20,568)	1.28	0.16	1.28
									1.28	0.16	1.28
Power Generation & Distribution											
The Hub Power Company Limited	3,154,004	472,989	-	3,626,993	-	-	-	-	-	-	-
									-	-	-
Property											
TPIL Properties Limited	-	859,059	-	45,557	813,502	14,052	11,552	(2,500)	0.45	0.14	0.45
									-	-	-
Refinery											
Attock Refinery Ltd	138,055	34,797	-	17,796	155,056	26,539	26,398	(141)	1.02	0.15	1.02
Energyco PK Limited	5,168,936	1,359,044	-	668,794	5,859,186	30,221	20,273	(9,948)	0.78	0.11	0.78
National Refinery Limited	84,737	21,210	-	10,331	95,616	23,150	14,175	(8,975)	0.55	0.12	0.55
									2.35	0.38	2.35
Technology & Communication											
Avanceon Limited	432,391	82,466	-	160,316	354,541	27,177	22,698	(4,479)	0.88	0.11	0.88
Systems Limited	537,272	149,687	-	76,854	610,105	215,801	281,905	66,104	10.87	0.21	10.91
Telecard Limited	-	1,252,500	76,912	148,000	1,181,412	11,372	8,790	(2,582)	0.34	0.35	0.34
									11.75	0.32	11.79
Textile Composite											
Nishat Mills Limited	511,877	87,429	-	86,881	512,425	37,254	26,964	(10,290)	1.04	0.15	1.04
Azgard Nine Limited	1,189,500	-	-	1,189,500	-	-	-	(1)	-	-	-
									1.04	0.15	1.04
Total as at March 31, 2022	31,692,334			14,011,303	35,096,136	2,727,002	2,582,770	(144,233)			

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

6.1.2 Investments include 682,000 shares (June 30, 2022: 682,000 shares) of Pakistan Petroleum Limited having market value of Rs. 43.621 million as at March 31, 2023 (June 30, 2022: Rs. 46.042 million), 80,000 shares (June 30, 2022: 80,000 shares) of Oil & Gas Development Company Limited having market value of Rs. 6.669 million as at March 31, 2023 (June 30, 2022: Rs. 6.294 million) and 100,000 shares (June 30, 2022: 100,000 shares) of Systems Limited having market value of Rs. 46.206 million as at March 31, 2023 (June 30, 2022: 32.986 million), which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.

6.2 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. 0.885 million (June 30, 2022: Rs. 1.166 million).

7	PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY	March 31,	June 30,
		2023 (Unaudited)	2022 (Audited)
		(Rupees in '000)	
	Remuneration of Al Meezan Investment Management Limited - Management Company	2,388	427
	Sindh Sales Tax payable on remuneration of the Management Company	310	56
	Allocated expenses payable	239	16
	Sales load payable	25	62
	Sindh Sales Tax payable on sales load	3	8
		<u>2,965</u>	<u>569</u>

7.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 1% (June 30, 2022: 1%) per annum of the average net assets of the Fund during the period. The remuneration is payable to the Management Company monthly in arrears.

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

The management company based on its own discretion has charges allocated expense at a rate of 0.11% (June 30, 2022: 0.11%) per annum of the average annual net assets of the scheme for allocation of such expenses to the Fund subject to the total expense charged being lower than actual expense incurred.

8 CONTINGENCIES AND COMMITMENTS

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

9	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	March 31,	June 30,
			2023 (Unaudited)	2022 (Audited)
			(Rupees in '000)	
	Auditor's remuneration payable		177	230
	Provision for Federal Excise Duty and related Sindh Sales Tax on remuneration of the Management Company	9.1	5,741	5,741
	Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	9.1	497	497
	Withholding tax and capital gain tax payable		516	6,501
	Charity payable		8,098	5,949
	Brokerage payable		(55)	365
	Shariah advisory fee payable		138	259
	Zakat payable		5	7
			<u>15,116</u>	<u>19,549</u>

- 9.1 The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2022. Had the provision for FED not been made, the Net Asset Value of the Fund as at March 31, 2023 would have been higher by Re 0.16 (June 30, 2022: Re 0.16) per unit.

10 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

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

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

	March 31, 2023 (Unaudited)	June 30, 2022 (Audited)
	(Rupees in '000)	
Balances		
Al Meezan Investment Management Limited - the Management Company		
Remuneration payable	2,388	427
Sindh Sales Tax on management fee payable	310	56
Sales load payable	25	62
Sindh Sales Tax on sales load payable	3	8
Allocated expenses payable	239	16
Outstanding 18,132,798 units (June 30, 2022: 16,134,283 units)	1,179,312	1,050,011
Meezan Bank Limited		
Bank balance	13,504	9,994
Profit receivable on savings account	53	13
Sales load payable	10	5
Sindh Sale Tax on sales load payable	1	1
Shariah advisor fee payable	138	259
Outstanding 2,113,224 units (June 30, 2022: 2,113,224 units)	137,439	137,528
Investment in 1,633,614 shares (June 30, 2022: 1,319,812 shares)	155,520	149,112
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee payable	299	298
Sindh Sales Tax on trustee fee payable	39	39
Security deposit	103	103
Directors and their close family members and key management		
Outstanding 526,983 units (June 30, 2022: 532,186 units)	34,274	34,634
Unit holders holding 10% or more units of the Fund		
Investment of 13,929,284 units (June 30, 2022: 13,929,284 units)	905,926	906,511
Al Meezan Investment Management Limited (Gratuity Fund)		
Investment of 133,559 units (June 30, 2022: 133,559 units)	8,686	8,692
Meezan Strategic Allocation Fund MSAP-II		
Investment of 304,432 units (June 30, 2022: 382,268 units)	19,799	24,878
Meezan Strategic Allocation Fund MSAP-III		
Investment of units: nil (June 30, 2022: 106,250 units)	-	6,915
Meezan Strategic Allocation Fund MSAP-IV		
Investment of units: nil (June 30, 2022: 13,634 units)	-	887
Meezan Strategic Allocation Fund MSAP-V		
Investment of units: nil (June 30, 2022: 28,295 units)	-	1,841

Transactions during the period

Nine months period ended	
March 31,	
2023	2022
(Unaudited)	
(Rupees in '000)	

Al Meezan Investment Management Limited - the Management Company

Remuneration for the period	20,104	21,228
Sindh Sales Tax on remuneration of the Management Company	2,614	2,760
Allocated expenses	2,211	2,335
Units issued: 3,105,928 units (March 31, 2022: nil)	200,000	-
Units redeemed: 1,107,412 (March 31, 2022: nil)	72,000	-

Meezan Bank Limited

Profit on savings account	316	112
Dividend income	10,221	5,503
Shares purchased: 368,842 shares (March 31, 2022: 215,604 shares)	40,150	28,248
Bonus Share Received : 130,781 shares (March 31, 2022: 164,017 shares)	-	-
Shariah advisor fee	418	398
Shares sold: 185,821 shares (March 31, 2022: 83,869 shares)	20,000	11,421

Nine months period ended March 31,	
2023	2022
(Unaudited) (Rupees in '000)	

Central Depository Company of Pakistan Limited - the Trustee

Trustee fee	2,758	2,874
Sindh Sales Tax on trustee fee for the period	359	374
CDS charges	94	107

Directors and their close family members and key management

Units issued: 78 units (March 31, 2022: 10,171 units)	5	721
Units redeemed: 5,281 units (March 31, 2022: 39 units)	339	3

Meezan Strategic Allocation Fund MSAP-I

Units redeemed: nil (March 31, 2022: 70,737 units)	-	5,048
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Meezan Strategic Allocation Fund MSAP-II

Units issued: 304,432 units (March 31, 2022: 136,326 units)	19,500	10,000
Units redeemed: 382,268 units (March 31, 2022: 296,091 units)	24,972	21,546

Meezan Strategic Allocation Fund MSAP-III

Units issued: nil (March 31, 2022: 95,507 units)	-	7,000
Units redeemed: 106,250 units (March 31, 2022: 148,295 units)	6,941	11,000

Meezan Strategic Allocation Fund MSAP-IV

Units redeemed: 13,634 units (March 31, 2022: nil)	891	-
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Meezan Strategic Allocation Fund MSAP-V

Units redeemed: 28,295 units (March 31, 2022: nil)	1,848	-
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11 TOTAL EXPENSE RATIO

The annualised Total Expense Ratio (TER) of the Fund as at March 31, 2023 is 2.02% (2022: 1.81%) which includes 0.18% (2022: 0.18%) representing government levies on the Fund such as Sales Taxes, annual fee to the SECP etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an Index Scheme.

12 TAXATION

The 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 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
----- (Rupees in '000) -----				
ASSETS				
Financial assets 'at fair value through profit or loss'				
Shares of listed companies - 'ordinary shares'	2,582,770	-	-	2,582,770
As at June 30, 2022				
	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----				
ASSETS				
Financial assets 'at fair value through profit or loss'				
Shares of listed companies - 'ordinary shares'	<u>2,609,402</u>	-	-	2,609,402

14 GENERAL

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

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

15 DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on 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

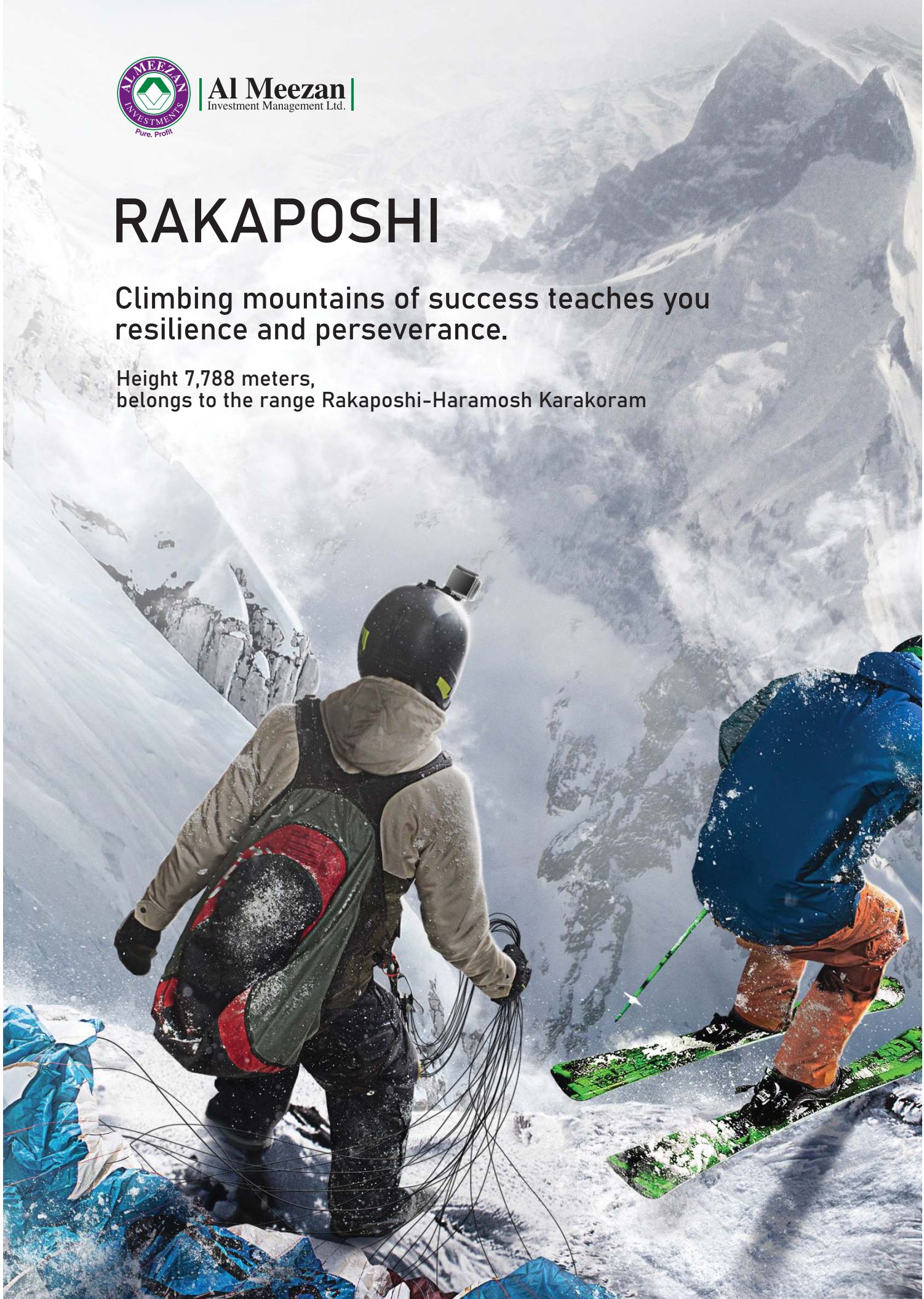


Al Meezan
Investment Management Ltd.

RAKAPOSHI

Climbing mountains of success teaches you
resilience and perseverance.

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



MEEZAN DEDICATED EQUITY FUND (MDEF)

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



FUND INFORMATION

MANAGEMENT COMPANY

Al Meezan Investment Management Limited
Ground Floor, Block "B", Finance & Trade Centre, Shahrah-e-Faisal Karachi 74400, Pakistan.
Phone (+9221) 35630722-6, 111-MEEZAN
Fax: (+9221) 35676143, 35630808
Website: www.almeezangroup.com
E-mail: info@almeezangroup.com

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah	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)
Dubai Islamic Bank Pakistan Limited
Habib Metropolitan Bank Limited - Islamic Banking
Meezan Bank Limited

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

MEEZAN DEDICATED EQUITY FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 2023

		March 31, 2023 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
	Note		
Assets			
Balances with banks	5	17,964	29,399
Investments	6	470,737	722,383
Receivable against sale of investments		-	1,991
Receivable against conversion of units		-	-
Dividend receivable		2,484	55
Advances, prepayments and other receivables		3,090	3,172
Total assets		494,275	757,000
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	883	596
Payable to Central Depository Company of Pakistan Limited - Trustee		210	141
Payable to the Securities and Exchange Commission of Pakistan		105	176
Payable against purchase of investments		-	1,377
Accrued expenses and other liabilities	8	2,460	1,879
Total liabilities		3,658	4,169
Net assets		490,617	752,831
Contingencies and commitments	7		
Unit holders' fund (as per statement attached)		490,617	752,831
		(Number of units)	
Number of units in issue		12,579,950	18,719,626
		(Rupees)	
Net asset value per unit		38.9999	40.2161

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director



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

	Nine months period ended		Quarter ended	
	2023	2022	2023	2022
	March 31,		March 31,	
	(Rupees in '000)		(Rupees in '000)	
Net loss for the period after taxation	(16,645)	(67,587)	(12,351)	(14,607)
Other comprehensive income for the period	-	-	-	-
Total comprehensive loss for the period	(16,645)	(67,587)	(12,351)	(14,607)

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

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

		Nine months period ended March		Quarter ended	
		31,		March 31,	
	Note	2023	2022	2023	2022
		(Rupees in '000)		(Rupees in '000)	
Income					
Net realised loss on sale of investments		(29,561)	(32,450)	(16,162)	(12,466)
Dividend income		46,573	47,294	11,769	17,686
Profit on saving accounts with banks		1,619	889	309	354
		<u>18,631</u>	<u>15,733</u>	<u>(4,084)</u>	<u>5,574</u>
Net unrealised diminution on re-measurement of investments 'at fair value through profit or loss'	6.1	(15,378)	(64,234)	(2,398)	(12,856)
		<u>3,253</u>	<u>(48,501)</u>	<u>(6,482)</u>	<u>(7,282)</u>
Total income / (loss)					
Expenses					
Remuneration of Al Meezan Investment Management Limited - the Management Company		10,537	13,666	3,007	4,227
Sindh Sales Tax on remuneration of the Management Company		1,370	1,777	391	550
Remuneration of Central Depository Company of Pakistan Limited - the Trustee		1,054	1,365	301	422
Sindh Sales Tax on remuneration of Trustee		137	177	39	35
Annual fee to the Securities and Exchange Commission of Pakistan		105	137	30	43
Auditors' remuneration		282	299	82	64
Fees and subscription		418	432	137	144
Brokerage expenses		1,321	1,032	560	208
Bank and settlement charges		313	326	95	116
Allocated expenses	7.2	580	752	166	233
Selling and marketing expenses	7.3	2,107	2,733	601	845
Charity expense		1,673	1,203	460	438
Legal & Professional Charges		-	184	-	-
(Reversal of provision) / provision for Sindh Workers' Welfare Fund (SWWF)		-	(4,997)	-	-
Printing expenses		1	-	-	-
		<u>19,898</u>	<u>19,086</u>	<u>5,869</u>	<u>7,325</u>
Total expenses					
Net loss for the period before taxation					
		<u>(16,645)</u>	<u>(67,587)</u>	<u>(12,351)</u>	<u>(14,607)</u>
Taxation	12	-	-	-	-
Net loss for the period after taxation					
		<u>(16,645)</u>	<u>(67,587)</u>	<u>(12,351)</u>	<u>(14,607)</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 Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

MEEZAN DEDICATED EQUITY 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) / Undistributed Income	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period	1,492,954	(740,123)	752,831	1,621,443	(606,099)	1,015,344
Issue of 1,223,460 units (2022: 3,551,477 units)						
- Capital value (at net asset value per unit at the beginning of the period)	49,203		49,203	166,588		166,588
- Element of income / (loss)	797		797	(6,688)		(6,688)
Total proceeds on issuance of units	50,000	-	50,000	159,900	-	159,900
Redemption of 7,363,137 units (2022: 6,009,438 units)						
- Capital value (at net asset value per unit at the beginning of the period)	296,116		296,116	281,882		281,882
- Element of income	(547)		(547)	(12,591)	-	(12,591)
Total payments on redemption of units	295,569	-	295,569	269,291	-	269,291
Total comprehensive loss for the period		(16,645)	(16,645)		(67,587)	(67,587)
Distribution during the period		-	-		-	-
Net loss for the period less distribution	-	(16,645)	(16,645)	-	(67,587)	(67,587)
Net assets at the end of the period	1,247,385	(756,768)	490,617	1,512,052	(673,686)	838,366
Accumulated loss brought forward						
- Realised loss		(616,727)			(757,234)	
- Unrealised gain		(123,396)			151,135	
		<u>(740,123)</u>			<u>(606,099)</u>	
Accounting income available for distribution						
- Relating to capital gains	-			-		
- Excluding capital gains	-			-		
Net loss for the period after taxation		(16,645)			(67,587)	
Distribution during the period		-			-	
Accumulated loss carried forward		<u>(756,768)</u>			<u>(673,686)</u>	
Accumulated loss carried forward						
- Realised loss		(741,390)			(609,452)	
- Unrealised loss		(15,378)			(64,234)	
		<u>(756,768)</u>			<u>(673,686)</u>	
		(Rupees)			(Rupees)	
Net assets value per unit at the beginning of the period		<u>40.2161</u>			<u>46.9066</u>	
Net assets value per unit at the end of the period		<u>38.9999</u>			<u>43.6920</u>	

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

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

Chief Executive

Chief Financial Officer

Director



MEEZAN DEDICATED EQUITY FUND
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 loss for the period before taxation	(16,645)	(67,587)
Adjustments for		
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	15,378 (1,267)	64,234 (3,353)
(Increase) / decrease in assets		
Investments - net	236,268	112,960
Dividend receivable	(2,429)	600
Receivable against sale of investments	1,991	833
Advances, prepayments and other receivables	82	14,858
	235,912	129,251
Increase / (decrease) in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	287	243
Payable to Central Depository Company of Pakistan Limited - Trustee	69	(4)
Payable to Securities and Exchange Commission of Pakistan	(71)	(40)
Payable against purchase of investments	(1,377)	7,141
Accrued expenses and other liabilities	581	(4,156)
	(511)	3,184
Net cash generated from operating activities	234,134	129,082
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	50,000	157,250
Payments against redemption and conversion of units	(295,569)	(269,291)
Net cash used in from financing activities	(245,569)	(112,041)
Net (decrease) / increase in cash and cash equivalents during the period	(11,435)	17,041
Cash and cash equivalents at the beginning of the period	29,399	10,265
Cash and cash equivalents at the end of the period	17,964	27,306

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

MEEZAN DEDICATED EQUITY FUND

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

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Meezan Dedicated Equity Fund (the Fund) was established under a Trust Deed executed between Al Meezan Investment Management Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on October 09, 2017 and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, (the NBFC Regulations). The Trust Deed was previously registered under The "Trust Act 1882" and now has been registered under "The Sindh Trusts Act, 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act. The Management Company has been granted license by the SECP to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi 74400, Pakistan
- 1.2** The Fund has been formed to enable the unitholders to participate in a diversified portfolio of securities, which are Shariah compliant. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah principles. The Management Company has appointed Meezan Bank Limited as its Shariah Advisor to ensure that the activities of the The Fund is an open-end Shariah Compliant Equity Scheme. Units are offered for public subscription on a
- 1.4** The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.
- 1.5** The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 30, 2022 (2021: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: 'AM1' dated June 23, 2021). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 STATEMENT OF COMPLIANCE

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017, along with part VIIIA of the repealed Companies Ordinance, 1984; and
- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the International Accounting Standard (IAS) 34, Interim Financial Reporting, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

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

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

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2022.

4.2 The preparation of these condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan require management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2022. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements of the Fund for the year ended June 30, 2022.

4.3 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

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. BALANCES WITH BANKS	Note		
In saving accounts	5.1	14,733	27,616
In current accounts		3,231	1,783
		<u>17,964</u>	<u>29,399</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 7.00% to 18.00% per annum (June 30, 2022: 4% to 15.5% per annum).

		March 31, 2023 (Unaudited) (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>470,737</u>	<u>722,383</u>

6.1 Shares of listed companies - ordinary shares'

Name of the investee company	As at July 1, 2022	Purchases during the period	Bonus issue / Right shares	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 investee company (with face value of investment)	Percentage of total market value of investment
	Number of shares					(Rupees in '000)			%		

Sectors / companies

Automobile Assembler

Millat Tractors Limited	17,390	-	2,778	20,168	-	-	-	-	-	-	-
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Banks

BankIslami Pakistan Limited	612,000	200,000	-	-	812,000	10,021	7,860	(2,161)	1.60	-	1.67
Meezan Bank Limited (a related party of the Fund)	417,934	35,000	45,293	80,000	418,227	43,077	39,815	(3,262)	8.12	-	8.46
									9.72	-	10.13

Cement

Cherat Cement Company Limited	62,889	40,000	-	-	102,889	10,515	11,583	1,068	2.36	-	2.46
Fauji Cement Company Limited	230,000	-	28,750	150,000	108,750	1,370	1,301	(69)	0.27	-	0.28
Kohat Cement Company Limited	159,670	15,000	-	-	174,670	23,158	24,354	1,196	4.96	-	5.17
Lucky Cement Limited	77,900	31,000	-	55,000	53,900	25,037	21,692	(3,345)	4.42	-	4.61
Maple Leaf Cement Factory Limited	416,000	150,000	-	200,000	366,000	10,186	9,509	(677)	1.94	-	2.02
Pioneer Cement Limited	-	50,000	-	-	50,000	3,600	3,508	(92)	0.72	-	0.75
									14.67	-	15.28

Chemical

Dynea Pakistan Limited (note 6.1.1)	19,400	7,500	-	26,900	-	-	-	-	-	-	-
Engro Polymer and Chemicals Limited	242,141	-	-	242,141	-	-	-	-	-	-	-
Lucky Core Industries Limited(Formerly ICI Pak Ltd)	15,700	-	-	4,500	11,200	8,115	5,946	(2,169)	1.21	0.01	1.26
									1.21	0.01	1.26

Engineering

International Industries Limited	-	7,660	-	7,660	-	-	-	-	-	-	-
International Steels Limited	-	50,000	-	50,000	-	-	-	-	-	-	-
Mughal Iron and Steel Industries Limited	190,943	100,000	-	245,000	45,943	2,709	2,257	(452)	0.46	0.01	0.48
									0.46	0.01	0.48

Fertilizer

Engro Corporation Limited (note 6.1.2)	157,534	55,000	-	70,500	142,034	37,607	39,312	1,705	8.01	-	8.35
Engro Fertilizers Limited	414,387	-	-	378,605	35,782	3,172	3,035	(137)	0.62	-	0.64
									8.63	-	9.00

Food And Personal Care

At-Tahir Limited	179,200	-	17,920	100,000	97,120	1,684	1,476	(207)	0.30	0.04	0.31
The Organic Meat Company Limited	-	160,000	4,875	25,000	138,875	3,339	2,707	(632)	0.55	0.10	0.57
									0.85	0.14	0.89

Name of the investee company	As at July 1, 2022	Purchases during the period	Bonus issue / Right shares	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 investee company (with face value of investment)	Percentage of total market value of investment
Number of shares					(Rupees in '000)				%		
Glass And Ceramics											
Shabbir Tiles & Ceramics Limited (note 6.1.1)	522,500	-	-	522,500	-	-	-	-	-	-	-
Leather & Tanneries											
Service Global Footwear Limited	24,113	-	-	-	24,113	969	705	(264)	0.14	0.07	0.15
Miscellaneous											
Pakistan Aluminum Beverage Cans Limited	30,000	-	-	-	30,000	946	1,140	194	0.23	0.01	0.24
Oil & Gas Exploration Companies											
Mari Petroleum Company Limited	53,588	1,200	-	19,017	35,771	62,183	54,132	(8,051)	11.03	0.03	11.50
Oil & Gas Development Company Limited	679,295	111,125	-	205,000	585,420	46,397	48,801	2,403	9.95	0.01	10.37
Pakistan Oilfields Limited	58,721	-	-	45,000	13,721	5,568	5,473	(95)	1.12	-	1.16
Pakistan Petroleum Limited	702,452	200,000	-	206,208	696,244	47,686	44,532	(3,155)	9.08	0.03	9.46
									31.18	0.07	32.49
Oil & Gas Marketing Companies											
Attock Petroleum Limited	-	23,000	4,000	15,000	12,000	3,681	3,523	(158)	0.72	0.01	0.75
Pakistan State Oil Company Limited (note 6.1.3)	191,072	10,000	-	114,000	87,072	14,866	10,265	(4,601)	2.09	0.02	2.18
Sui Northern Gas Pipelines Limited	442,150	50,000	-	205,000	287,150	9,931	11,225	1,294	2.29	0.05	2.38
									5.10	0.08	5.31
Paper & Board											
Century Paper and Board Mills Limited	126,500	-	12,650	-	139,150	7,818	6,560	(1,258)	1.34	0.06	1.39
Packages Limited	34,750	1,500	-	10,000	26,250	10,416	8,917	(1,499)	1.82	0.03	1.89
Roshan Packages Limited	56,500	-	-	56,500	-	-	-	-	-	-	-
									3.16	0.09	3.29
Pharmaceuticals											
Haleon Pakistan Limited(Formerly GSKCH Pak Ltd)	9,200	-	-	9,200	-	-	-	-	-	-	-
IBL HealthCare Limited	101,600	1,000	10,210	112,810	-	-	-	-	-	-	-
The Searle Company Limited	76,193	-	19,048	95,241	-	-	-	-	-	-	-
									-	-	-
Power Generation & Distribution											
K-Electric Limited (note 6.1.1)	2,998,500	1,000,000	-	2,100,000	1,898,500	5,730	3,930	(1,800)	0.80	0.02	0.83
The Hub Power Company Limited	436,655	300,000	-	450,000	286,655	19,975	19,358	(617)	3.95	0.02	4.11
					-	-	-	-	4.75	0.04	4.95
Property											
TPL Properties Limited	-	100,000	10,000	-	110,000	2,257	1,562	(695)	0.32	0.04	0.33
Refinery											
Attock Refinery Limited	3,500	-	-	3,500	-	-	-	-	-	-	-
Cnergyco PK Limited	-	-	-	-	-	-	-	-	-	-	-
(Formerly Byco Petroleum Pakistan Limited)	1,162,000	700,000	-	1,862,000	-	-	-	-	-	-	-
National Refinery Limited	6,000	-	-	6,000	-	-	-	-	-	-	-
									-	-	-
Technology & Communication											
Air Link Communication Limited	23,493	-	-	23,493	-	-	-	-	-	-	-
Avanceon Limited	31,250	-	-	-	31,250	2,435	2,001	(434)	0.41	-	0.42
Supernet Limited	-	20,000	1,400	-	21,400	292	253	(39)	0.05	0.01	0.05
Octopus Digital Limited	25,001	-	-	25,001	-	-	-	-	-	-	-
Systems Limited	138,940	22,000	-	37,000	123,940	42,771	57,268	14,496	11.67	0.01	12.17
Worldcall Telecom Limited	650,000	-	-	650,000	-	-	-	-	-	-	-
									12.13	0.02	12.64
Textile Composite											
Feroze1888 Mills Limited	45,898	-	-	45,898	-	-	-	-	-	-	-
Interloop Limited	300,208	50,000	14,008	175,000	189,216	11,280	9,062	(2,218)	1.85	0.02	1.92
Kohinoor Textile Mills Limited	146,500	-	-	-	146,500	7,325	7,678	353	1.56	11.93	1.63
Nishat Mills Limited	116,200	-	-	116,200	-	-	-	-	-	-	-
									3.41	11.95	3.56
Total					7,302,742	486,115	470,737	(15,378)			

- 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. 3.50 each and Dynea Pakistan and Shabbir Tiles & Ceramics Limited having a nominal value of Rs. 5 each.
- 6.1.2** Investments include 103,000 shares (June 30, 2022: 100,000 shares) of Engro Corporation Limited and 120,000 shares (June 30, 2022: 120,000 shares) of Oil and Gas Development Company Limited having market value of 28.508 million and 10.003 million (June 30, 2022: Rs.25.709 million and Rs. 9.440 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.
- 6.2** 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

In this regard, a constitutional petition had been filed by Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs. The petition was based on the fact that because CISs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance, 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs. A stay order had been granted by the Honourable

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 period ended December 31, 2019, the CISs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019. In this regard, on July 15, 2019, the Honourable High of Sindh has issued notices to the relevant parties and has 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.

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.0.192 million (June 30, 2022: Rs.0.280 million).

7. PAYABLE TO AL MEEZAN MANAGEMENT LIMITED - MANAGEMENT COMPANY

	Note	March 31, 2023 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Management fee payable	7.1	162	247
Sindh Sales Tax on Management fee payable		21	32
Allocated expenses payable	7.2	99	54
Selling and marketing expenses payable	7.3	601	263
		<u>883</u>	<u>596</u>

- 7.1** As per Regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 2% (2022: 2%) 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% (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 0.4% (2022: 0.4%) 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)	June 30, 2022 (Audited)
8. ACCRUED EXPENSES AND OTHER LIABILITIES			
		(Rupees in '000)	
Withholding tax payable		-	46
Printing expenses payable		-	-
Auditors' remuneration payable		169	201
Brokerage payable		495	9
Charity payable		1,673	1,351
Provision for Sindh Worker's Welfare Fund	8.1	-	-
Shariah advisor fee payable		123	272
		<u>2,460</u>	<u>1,879</u>

9. CONTINGENCIES AND COMMITMENTS

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

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.

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

Al Meezan Investment Management Limited - the Management Company

Remuneration payable
Sindh Sales Tax payable on management fee
Selling and marketing expenses payable
Allocated expense payable

March 31, 2023 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
162	247
21	32
601	263
99	54

Meezan Bank Limited

Balances with bank
Profit receivable on saving accounts
Investment in shares: 418,227 shares (June 30, 2022: 417,934 shares)
Shariah Advisory fee payable

2,723	2,105
16	2
39,815	47,218
123	272

Central Depository Company of Pakistan Limited - the Trustee

Trustee fee payable
Sindh Sales Tax on trustee fee payable
Security deposit

186	125
24	16
103	103

Meezan Financial Planning Fund of Funds MAAP I

Investment of 42,092,371 units (June 30, 2022: 1,223,499 units)

1,079	49,204
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Meezan Strategic Allocation Fund MSAP - I

Investment of 88,606,087 units (June 30, 2022: 3,203,303 units)

2,272	128,824
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**March 31,
2023
(Unaudited)
(Rupees in '000)**

Meezan Strategic Allocation Fund MSAP - II

Investment of 30,596,070 units (June 30, 2021: 918,504 units)

785	36,939
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Meezan Strategic Allocation Fund MSAP - III

Investment of 73,769,103 units (June 30, 2022: 2,439,439 units)

1,892	98,105
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Meezan Strategic Allocation Fund MSAP - IV

Investment of 48,676,099 units (June 30, 2022: 1,864,866 units)

1,248	74,998
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Meezan Strategic Allocation Fund MSAP - V

Investment of 11,686,317 units (June 30, 2022: 368,711 units)

300	14,828
-----	--------

Meezan Strategic Allocation Fund - MCPP-III

Investment of 33,987,474 units (June 30, 2022: 585,643 units)

871	23,552
-----	--------

Meezan Strategic Allocation Fund - II MCPP-IV

Investment of 73,713,052 units (June 30, 2022: 5,553,294 units)

1,890	223,332
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Meezan Strategic Allocation Fund - II MCPP-V

Investment of 10,585,265 units (June 30, 2022: 173,290 units)

271	6,969
-----	-------

Meezan Strategic Allocation Fund - II MCPP-VII

Investment of 822,677 units (June 30, 2022: 64,125 units)

21	2,579
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Meezan Strategic Allocation Fund - III MCPP-IX

Investment of 76,082,262 units (June 30, 2022: 2,324,953 units)

1,951	93,501
-------	--------



**Nine months period ended
March 31,**
2023 2022
(Unaudited)
(Rupees in '000)

Transactions during the period

Al Meezan Investment Management Limited - the Management Company

Remuneration for the period	10,537	13,666
Sindh Sales Tax on management fee for the period	1,370	1,777
Allocated expenses	580	752
Selling and marketing expense	2,107	2,733

Meezan Bank Limited

Profit on saving account	73	99
Shares purchased during the period: 35,000 shares (March 31, 2022: 25,000 shares)	4,099	3,200
Bonus shares received: 45,293 shares (March 31, 2022: 61,575 shares)	-	-
Shares sold during the period: 80,000 shares (March 31, 2022: 122,000 shares)	7,771	17,204
Shariah advisor fee	390	410
Dividend income	3,044	1,969

Central Depository Company of Pakistan Limited - the Trustee

Remuneration for the period	1,054	1,365
Sindh Sales Tax on trustee fee	137	177
CDS charges	20	29

Meezan Financial Planning Fund of Funds - MAAP - I

Units issued: nil units (March 31, 2022: nil units)	-	-
Units redeemed: 144,205 units (March 31, 2022: 22,637 units)	5,970	1,030

Meezan Strategic Allocation Fund MSAP - I

Units issued: nil units (March 31, 2022: 289,886 units)	-	12,650
Units redeemed: 931,346 units (March 31, 2022: 486,068 units)	36,580	21,650

Meezan Strategic Allocation Fund MSAP - II

Units issued: nil (March 31, 2022: 208,359 units)	-	9,000
Units redeemed: 133,987 units (March 31, 2022: 156,516 units)	5,230	7,100

Meezan Strategic Allocation Fund MSAP - III

Units issued: nil units (March 31, 2022: nil units)	-	-
Units redeemed: 547,918 units (March 31, 2022: 856,113 units)	21,570	38,500



**Nine months period ended
March 31,**

2023	2022
(Unaudited)	
(Rupees in '000)	

Meezan Strategic Allocation Fund MSAP - IV

Units redeemed: 616,758 units (March 31, 2022: 456,511 units)

24,780	21,210
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Meezan Strategic Allocation Fund MSAP - V

Units redeemed: 69,061 units (March 31, 2022: 529,365 units)

2,830	23,880
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Meezan Strategic Allocation Fund MCPP-III

Units issued: 584,040 units (March 31, 2022: 461,305 units)

24,000	21,000
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Units redeemed: 298,207 units (March 31, 2022: 924,042 units)

12,080	40,750
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Meezan Strategic Allocation Fund -II MCPP-IV

Units issued: 420,011 units (March 31, 2022: 86,412 units)

17,000	4,000
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Units redeemed: 4,083,222 units (March 31, 2022: 1,708,378 units)

164,950	76,820
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Meezan Strategic Allocation Fund -II MCPP-V

Units issued: 219,408 units (March 31, 2022: 215,826 units)

9,000	9,800
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Units redeemed: 121,280 units (March 31, 2022: 371,080 units)

4,780	16,300
-------	--------

Meezan Strategic Allocation Fund-II MCPP-VII

Units issued: nil units (March 31, 2022: 198,453 units)

-	9,000
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Units redeemed: 43,031 units (March 31, 2022: 266,277)

1,810	11,700
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Meezan Strategic Allocation Fund-III MCPP-IX

Units issued: nil units (March 31, 2022: 2,091,236 units)

-	94,450
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Units redeemed: 374,121 units (March 31, 2022: 232,448 units)

14,990	10,350
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11. TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund as at March 31, 2023 based on current period results is 3.78% (March 31, 2022 : 3.52%) which includes 0.33% (March 31, 2022: 0.33%) representing government levies on the Fund such as Sales Taxes, Federal Excise Duties, annual fee to the SECP etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Equity Scheme'.

12. TAXATION

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

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

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

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

13.1. Fair value hierarchy

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

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

As at 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
(Rupees in '000)				
ASSETS				
Financial assets 'at fair value through profit or loss'	470,737	-	-	470,737

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

14. GENERAL

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

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

15. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on 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.

GASHERBRUM II K4

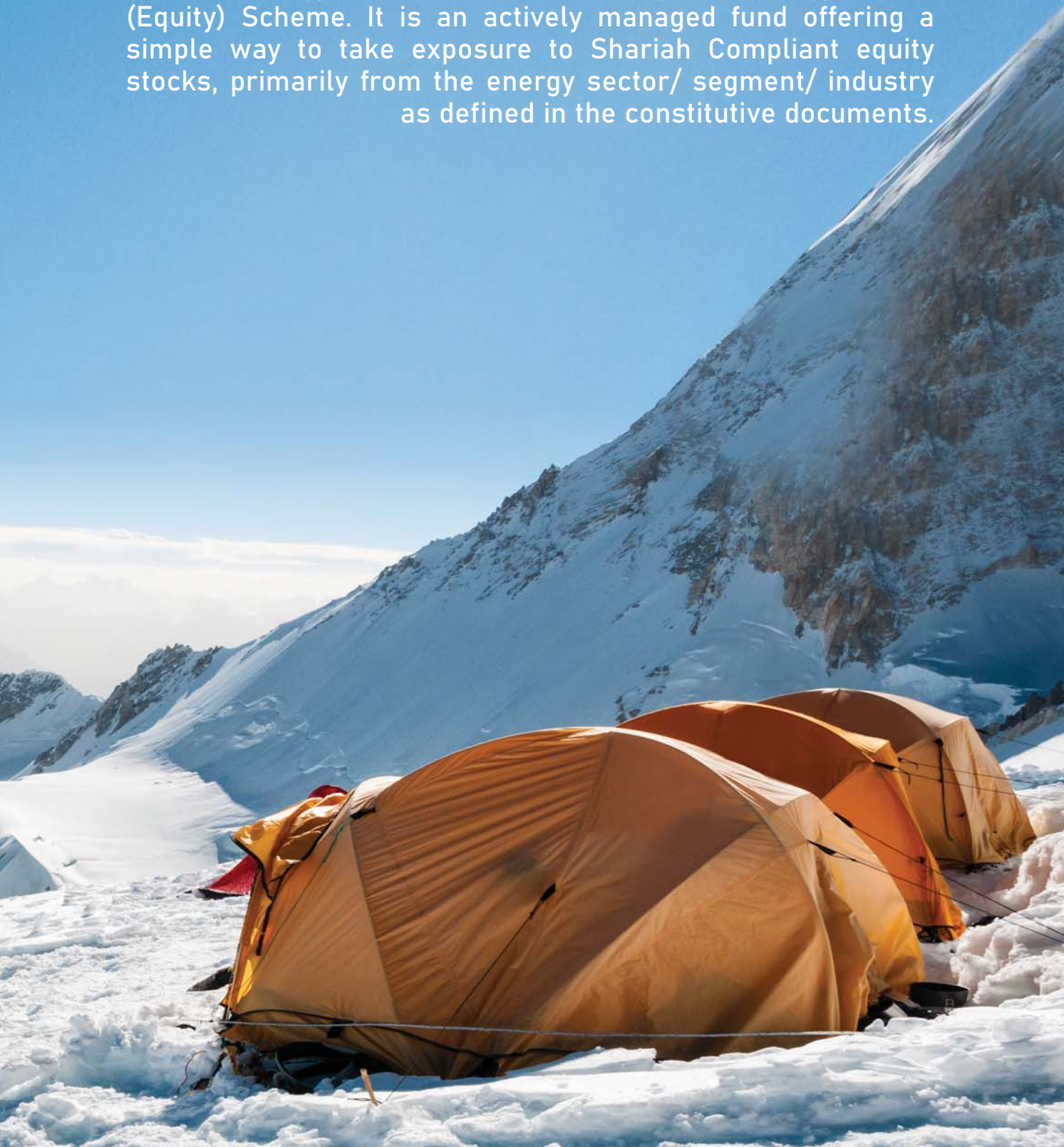
An investor should not be overwhelmed by
volatile conditions in pursuit of heights.

Height 8,035 meters,
belongs to the range Baltoro Karakoram



MEEZAN ENERGY FUND (MEF)

Meezan Energy Fund is a Shariah Compliant Energy Sector (Equity) Scheme. It is an actively managed fund offering a simple way to take exposure to Shariah Compliant equity stocks, primarily from the energy sector/ segment/ industry as defined in the constitutive documents.



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)
Bank Al Habib Limited - Islamic Banking
Habib Metropolitan Bank Limited - Islamic Banking
Meezan Bank Limited

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

MEEZAN ENERGY 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	Note		
Balances with banks	5	23,160	5,571
Investments	6	559,340	430,357
Receivable against conversion of units		1,700	61
Dividend receivable		255	197
Receivable against sale of investments			6,571
Advances, deposit and other receivables		3,230	3,062
Total assets		587,685	445,819
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	941	343
Payable to Central Depository Company of Pakistan Limited - Trustee		112	81
Payable to Meezan Bank Limited		2	2
Payable to the Securities and Exchange Commission of Pakistan		75	101
Payable against conversion and redemption of units		4,287	5,103
Accrued expenses and other liabilities	8	5,538	2,275
Total liabilities		10,955	7,905
Net assets		576,730	437,914
Contingencies and commitments	9		
Unit holders' funds (as per statement attached)		576,730	437,914
		(Number of units)	
Number of units in issue		18,177,817	13,892,447
		(Rupees)	
Net asset value per unit		31.7271	31.5217

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

MEEZAN ENERGY FUND
CONDENSED INTERIM INCOME STATEMENT (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
	Note	(Rupees in '000)		(Rupees in '000)	
Income					
Net realised loss on sale of investments		(9,692)	(14,524)	(6,237)	(11,324)
Dividend income		53,765	42,602	21,446	17,754
Profit on savings accounts with banks		855	400	508	134
		44,928	28,478	15,717	6,564
Net unrealised diminution on re-measurement re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1	(26,320)	(51,246)	(14,761)	(1,308)
Total income / (loss)		18,608	(22,768)	956	5,256
Expenses					
Remuneration of Al Meezan Investment Management Limited - Management Company	7.1	7,512	7,855	3,240	2,537
Sindh Sales Tax on remuneration of the Management Company		977	1,021	422	330
Allocated expenses	7.2	413	432	178	139
Selling and marketing expenses	7.3	1,502	1,571	648	507
Remuneration of Central Depository Company of Pakistan Limited - Trustee		751	785	324	253
Sindh Sales Tax on remuneration of the Trustee		98	102	42	33
Annual fee to the Securities and Exchange Commission of Pakistan		75	79	32	26
Auditors' remuneration		274	245	88	48
Charity expense		2,553	1,693	1,240	669
Fees and subscription		427	424	140	139
Brokerage expense		1,797	948	1,164	443
Bank and settlement charges		313	297	127	99
Legal and professional charges		-	184	-	-
Amortisation of preliminary expenses and floatation costs (Reversal of provision) / provision for Sindh Workers' Welfare Fund (SWWF)		-	83	-	-
		-	(2,709)	-	-
Total expenses		16,692	13,010	7,645	5,223
Net income / (loss) for the period before taxation		1,916	(35,778)	(6,689)	33
Taxation	12	-	-	-	-
Net income / (loss) for the period after taxation		1,916	(35,778)	(6,689)	33
Allocation of net income for the period					
Net income for the period after taxation		1,916	-		
Income already paid on units redeemed		-	-		
		1,916	-		
Accounting income available for distribution					
- Relating to capital gains		-	-		
- Excluding capital gains		1,916	-		
		1,916	-		

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director



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

	Nine months period		Quarter ended	
	March 31,		March 31,	
	2023	2022	2023	2022
	(Rupees in '000)		(Rupees in '000)	
Net income / (loss) for the period after taxation	1,916	(35,778)	(6,689)	33
Other comprehensive income for the period	-	-	-	-
Total comprehensive income / (loss) for the period	<u>1,916</u>	<u>(35,778)</u>	<u>(6,689)</u>	<u>33</u>

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

MEEZAN ENERGY FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 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	871,748	(433,834)	437,914	974,734	(390,424)	584,310
Issuance of 27,825,897 units (2022: 22,431,208 units)						
- Capital value (at net asset value per unit at the beginning of the period)	877,119	-	877,119	769,373	-	769,373
- Element of (loss) / income	22,927		22,927	(30,274)	-	(30,274)
Total proceeds on issuance of units	900,046	-	900,046	739,099	-	739,099
Redemption of 23,540,527 units (2022: 24,926,565 units)						
- Capital value (at net asset value per unit at the beginning of the period)	742,037	-	742,037	854,961	-	854,961
- Element of (income) / loss	21,109		21,109	(33,078)	-	(33,078)
Total payments on redemption of units	763,146	-	763,146	821,883	-	821,883
Total comprehensive income / (loss) for the period	-	1,916	1,916	-	(35,778)	(35,778)
Distribution during the period	-	-	-	-	-	-
Net (loss) / income for the period less distribution	-	1,916	1,916	-	(35,778)	(35,778)
Net assets at the end of the period	1,008,648	(431,918)	576,730	891,950	(426,202)	465,748
Accumulated loss brought forward						
- Realised loss		(386,180)			(390,627)	
- Unrealised income / (loss)		(47,654)			203	
		(433,834)			(390,424)	
Accounting income available for distribution						
- Relating to capital gains	-			-		
- Excluding capital gains	1,916			-		
	1,916			-		
Net loss for the period after taxation		-			(35,778)	
Accumulated loss carried forward		(431,918)			(426,202)	
Accumulated loss carried forward						
- Realised loss		(405,598)			(374,956)	
- Unrealised (loss) / income		(26,320)			(51,246)	
		(431,918)			(426,202)	
			(Rupees)			(Rupees)
Net asset value per unit at the beginning of the period			<u>31.5217</u>			<u>34.2992</u>
Net asset value per unit at the end of the period			<u>31.7271</u>			<u>32.0315</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 ENERGY FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

Note	Nine months period ended March 31,	
	2023	2022
(Rupees in '000)		
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income / (loss) for the period before taxation	1,916	(35,778)
Adjustments for:		
Amortisation of preliminary expenses and floatation costs	-	83
Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1 26,320	51,246
	28,236	15,551
Decrease / (increase) in assets		
Investments - net	(155,303)	72,310
Dividend receivable	(58)	1,567
Receivable against sale of investments	6,571	-
Advances, deposits and other receivables	(168)	(12,432)
	(148,958)	61,445
Increase / (decrease) in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	598	138
Payable to Central Depository Company of Pakistan Limited - Trustee	31	(17)
Payable to Meezan Bank Limited	-	(18)
Payable to the Securities and Exchange Commission of Pakistan	(26)	(26)
Payable against purchase of investments - net	-	-
Accrued expenses and other liabilities	3,263	(1,297)
	3,866	(1,220)
Net cash (used in) / generated from operating activities	(116,856)	75,776
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	898,407	743,883
Payment against redemption and conversion of units	(763,962)	(827,330)
Net cash generated from / (used in) financing activities	134,445	(83,447)
Net increase / (decrease) in cash and cash equivalents during the period	17,589	(7,671)
Cash and cash equivalents at the beginning of the period	5,571	18,782
Cash and cash equivalents at the end of the period	5 23,160	11,111

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

MEEZAN ENERGY FUND
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 Energy Fund (the Fund) was established under a Trust Deed executed between Al Meezan Investment Management Company as the Management Company and Central Depository Company of Pakistan Limited as the Trustee. The Trust Deed was executed under the Trust Act, 1882 on September 09, 2016 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on August 26, 2016 under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The Trust Deed was previously registered under the "Trust Act, 1882" and now has been registered under "The Sindh Trusts Act, 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act. The Management Company has been licensed by the Securities and Exchange Commission of Pakistan (SECP) to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shariah-e-Faisal, Karachi 74400, Pakistan.
- 1.2** The objective of the Fund is to seek long term capital appreciation through investments in Shariah compliant equity stocks, primarily from the energy sector / segment / industry, as defined in the constitutive documents. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah principles. The Management Company has appointed Meezan Bank Limited as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah. The investment objectives and policies are explained in the Fund's offering document.
- 1.3** Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited. The Fund is categorised as an Open End Shariah Compliant (Islamic) Equity Scheme in accordance with Circular 7 of 2009 issued by the SECP.
- 1.4** The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 27, 2021 (2021: 'AM1' dated December 31, 2020) and by PACRA dated June 23, 2022 (2021: AM1 dated June 23, 2021). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.5** The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of repealed Companies Ordinance, 1984; and
- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

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

The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 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 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 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 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 or after)	
	March 31, 2023 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited) (Rupees in '000)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009	
IFRS 17 – Insurance Contracts	January 01, 2023	

5. BALANCES WITH BANKS	Note	March 31, 2023 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited) (Rupees in '000)
Balances with banks in:			
Savings accounts	5.1	21,539	3,675
Current accounts		1,621	1,896
		<u>23,160</u>	<u>5,571</u>
5.1 This includes 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 savings accounts of the Fund have expected rates of profit ranging from 7.00% to 18.18% (June 30, 2022: 4.29% to 16.25%) per annum.			
6. INVESTMENTS	Note	(Unaudited) (Rupees in '000)	(Audited) (Rupees in '000)
At fair value through profit or loss			
Shares of listed companies - 'ordinary shares'	6.1	<u>559,340</u>	<u>430,357</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 appreciation / (diminution) as at March 31, 2023	Percentage in relation to		
									Net assets of the Fund	Total market value of invest-ments	Paid-up capital of investee company (with face value of investment)
									-----Number of shares-----		
Oil and Gas Exploration Companies											
Mari Petroleum Company Limited (note 6.1.2)	49,424	51,190	-	31,454	69,160	111,063	104,660	(6,403)	18.15	18.71	0.05
Oil and Gas Development Company Limited	922,016	960,000	-	669,567	1,212,449	95,721	101,070	5,349	17.52	18.07	0.03
Pakistan Oilfields Limited (note 6.1.2)	191,717	156,500	-	119,500	228,717	93,762	91,233	(2,529)	15.82	16.31	0.08
Pakistan Petroleum Limited (note 6.1.2)	985,036	1,140,000	-	655,000	1,470,036	98,817	94,023	(4,794)	16.30	16.81	0.05
									67.79	69.90	0.21
Oil and Gas Marketing Companies											
Attock Petroleum Limited (note 6.1.3)	31,500	15,450	7,875	-	54,825	15,120	16,098	978	2.79	2.88	0.06
Pakistan State Oil Company Limited (note 6.1.2)	175,878	409,000	-	185,000	399,878	59,890	47,141	(12,749)	8.17	8.43	0.09
Sui Northern Gas Pipelines Limited	322,300	2,038,444	-	1,454,891	905,853	35,714	35,410	(304)	6.14	6.33	0.14
Sui Southern Gas Company Limited		800,000		800,000	-	-	-	-	-	-	-
									17.10	17.64	0.29
Power Generation and Distribution											
The Hub Power Company Limited	656,444	827,000	-	563,223	920,221	65,614	62,142	(3,472)	10.77	11.11	0.07
K- Electric Limited (note 6.1.1)	2,553,500	4,050,000	-	2,950,000	3,653,500	9,959	7,563	(2,396)	1.31	1.35	0.01
									12.08	12.46	0.08
Refinery											
Attock Refinery Limited	25,500	47,000	-	72,500	-	-	-	-	-	-	-
Cnergyco PK Limited (Formerly Byco Petroleum Pakistan Limited)	2,597,000	-	-	2,597,000	-	-	-	-	-	-	-
National Refinery Limited	21,000	-	-	21,000	-	-	-	-	-	-	-
									-	-	-
Total as at March 31, 2023						585,660	559,340	(26,320)	96.97	100.00	
Total as at June 30, 2022						478,011	430,357	(47,654)	98.28	100.00	

* Nil figures due to rounding off difference.

- 6.1.1** All shares have a nominal value of Rs 10 each except for the shares of K-Electric Limited which has face value of Rs 3.5 each.
- 6.1.2** Investments include 65,000 shares of Pakistan Petroleum Limited, 26,500 shares of Pakistan Oilfields Limited, 4,000 shares of Mari Petroleum Limited and 5,000 shares of Pakistan State Oil Company Limited, having market value of Rs 4.157 million, Rs. 10.57 million, Rs. 6.053 million and Rs. 0.589 million respectively as at March 31, 2023 (June 30, 2022: 65,000 shares of Pakistan Petroleum Limited, 26,500 shares of Pakistan Oilfields Limited, 4,000 shares of Mari Petroleum Limited and 5,000 shares of Pakistan State Oil Company Limited, having market value of Rs 4.388 million, Rs. 10.754 million, Rs. 6.959 million and Rs. 0.859 million respectively) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.
- 6.1.3** The status of bonus shares already withheld prior to the introduction of Finance Act, 2018 is the same as that disclosed in the audited financial statements of the Fund for the year ended June 30, 2022. 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. 0.688 million (June 30, 2022: Rs. 1.002 million).

		March 31, 2023 (Unaudited)	June 30, 2022 (Audited)
	Note	(Rupees in '000)	
7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY			
Remuneration payable	7.1	191	146
Sindh Sales Tax payable on remuneration of the Management Company		25	19
Allocated expenses payable	7.2	55	3
Selling and marketing expenses payable	7.3	648	148
Sales load payable		19	24
Sindh Sales Tax payable on sales load		3	3
		<u>941</u>	<u>343</u>

- 7.1** As per Regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 2% (March 31, 2022: 2%) 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 0.4% (March 31, 2022: 0.4%) 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.

		March 31, 2023 (Unaudited)	June 30, 2022 (Audited)
	Note	(Rupees in '000)	
8. ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration payable		161	195
Brokerage payable		893	81
Shariah advisor fee payable		131	264
Charity payable		2,554	1,623
Capital gain tax payable		1,799	112
Zakat payable		-	-
Printing charges payable		-	-
		<u>5,538</u>	<u>2,275</u>

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 transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

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

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

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

Balances

	March 31, 2023 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited) (Rupees in '000)
Al Meezan Investment Management Limited - Management Company		
Remuneration payable	191	146
Sindh Sales Tax payable on remuneration of the Management Company	25	19
Sales load payable	19	24
Sindh Sales Tax payable on sales load	3	3
Allocated expenses payable	55	3
Selling and marketing expenses payable	648	148
Investment of 2,746,371 units (June 30, 2022: 2,671,102 units)	87,134	84,198
Meezan Bank Limited		
Balances with bank	15,306	5,159
Profit receivable on savings account	25	20
Sales load payable	2	2
Sindh Sales Tax on sales load payable	-	-
Shariah advisor fee payable	131	264
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	99	72
Sindh Sales Tax payable on remuneration of the Trustee	13	9
Security deposit	100	100
Directors and executives of the Management Company		
Investment of 2,128,311 units (June 30, 2022: 439,242 units)	67,525	13,846
Unit holders holding 10% or more of units of the Fund		
Investment of 4,135,031 units (June 30, 2022: 4,134,635 units)	131,193	130,331

Transactions during the period
Nine months period ended
March 31,
2023
2022
(Unaudited)
(Rupees in '000)
Al Meezan Investment Management Limited - Management Company

Remuneration of the Management Company

7,512

7,855

Sindh Sales Tax on remuneration of the Management Company

977

1,021

Allocated expenses

413

432

Selling and marketing expenses

1,502

1,571

Units issued: 1,772,102 units (March 31, 2022: 147,284 units)

53,500

5,000

Units redeemed: 1,696,833 units (March 31, 2022: 741,216 units)

53,000

25,000

Meezan Bank Limited

Profit on savings account

301

301

Shariah advisor fee

406

406

Central Depository Company of Pakistan Limited - Trustee

Remuneration of the Trustee

751

785

Sindh Sales Tax on remuneration of the Trustee

98

102

CDS charges

34

34

Directors and executives of the Management Company

Units issued: 5,659,864 units (March 31, 2022: 658,509 units)

183,974

21,984

Units redeemed: 3,970,432 units (March 31, 2022: 388,213 units)

125,463

12,693

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

Units issued: 12,364 units (March 31, 2022: Nil)

385

-

Units redeemed: Nil units (March 31, 2022: 163,870)

-

5,367

11. TOTAL EXPENSE RATIO

0

The annualised total expense ratio (TER) of the Fund as at March 31, 2023 based on current period results is 4.44% (March 31, 2022: 4.00%) which includes 0.36% (March 31, 2022: 0.33%) representing government levies on the Fund such as Sales Taxes, Federal Excise Duties, annual fee to the SECP etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Equity Scheme'.

12. TAXATION

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

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

13. FAIR VALUE MEASUREMENT

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

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

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

13.1 Fair value hierarchy

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

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

As at March 31, 2023 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

ASSETS	As at March 31, 2023			
	Level 1	Level 2	Level 3	Total
(Rupees in '000)				
Financial assets 'at fair value through profit or loss'				
Shares of listed companies - 'ordinary shares'	559,340	-	-	559,340
ASSETS	As at June 30, 2022			
	Level 1	Level 2	Level 3	Total
(Rupees in '000)				
Financial assets 'at fair value through profit or loss'				
Shares of listed companies - 'ordinary shares'	430,357	-	-	430,357

14. GENERAL

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

15. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on April 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