



**Al Meezan**  
Investment Management Ltd.

# GASHERBRUM III-K3A

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

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





# MEEZAN PAKISTAN EXCHANGE TRADED FUND (MPETF)

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



# FUND INFORMATION

## MANAGEMENT COMPANY

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

## BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah	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

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](mailto:bawaney@cyber.net.pk)

## TRANSFER AGENT

Al Meezan Investment Management Limited

## DISTRIBUTORS

Al Meezan Investment Management Limited  
Meezan Bank Limited



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

		<b>March 31, 2023 (Unaudited) (Rupees in '000)</b>	<b>June 30, 2022 (Audited)</b>
<b>Assets</b>	<b>Note</b>		
Balances with banks	5	1,577	2,621
Investments	6	69,469	91,324
Dividend receivable		715	-
Other receivables		6	13
<b>Total assets</b>		<b>71,767</b>	<b>93,958</b>
<b>Liabilities</b>			
Payable to Al Meezan Investment Management Limited - Management Company	7	41	9
Payable to Central Depository Company of Pakistan Limited - Trustee		7	8
Payable to the Securities and Exchange Commission of Pakistan		13	17
Accrued expenses and other liabilities	8	352	244
<b>Total liabilities</b>		<b>413</b>	<b>278</b>
<b>Net assets</b>		<b>71,354</b>	<b>93,680</b>
<b>Unit holders' fund (as per statement attached)</b>		<b>71,354</b>	<b>93,680</b>
<b>Contingencies and commitments</b>	9		
		<b>(Number of Units)</b>	
<b>Number of units in issue</b>		<b>9,160,000</b>	<b>11,830,000</b>
		<b>(Rupees)</b>	
<b>Net asset value per unit</b>		<b>7.7898</b>	<b>7.9189</b>

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

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

\_\_\_\_\_  
Chief Executive

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Director

**MEEZAN PAKISTAN EXCHANGE TRADED 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)	
<b>Income</b>					
Profit on balances with banks		103	46	29	11
Dividend income		6,334	4,183	1,016	1,787
Net realised loss on sale of investments		(3,045)	(3,752)	(1,275)	(3,786)
		3,392	477	(230)	(1,988)
Net unrealised diminution on re-measurement of investments - 'at fair value through profit or loss'	6.1	(2,564)	(15,217)	(971)	(1,550)
<b>Total Income / (loss)</b>		828	(14,740)	(1,201)	(3,538)
<b>Expenses</b>					
Remuneration to Al Meezan Investment Management Limited - Management Company	7.1	319	305	94	115
Sindh Sales Tax on remuneration of the Management Company		41	40	12	15
Remuneration to Central Depository Company of Pakistan Limited - Trustee		64	61	19	23
Sindh Sales Tax on Remuneration of the Trustee		8	8	2	3
Annual fee to the Securities and Exchange Commission of Pakistan		13	12	4	4
Auditors' remuneration		115	87	31	25
Charity expense		253	175	24	80
Fees and subscription		-	12	-	-
Legal and professional charges		-	184	-	-
Brokerage expense		167	76	50	26
Bank and settlement charges		28	6	-	2
Reversal of provision for Sindh Workers' Welfare Fund		-	(123)	-	-
<b>Total expenses</b>		1,008	843	236	293
<b>Net loss from operating activities during the period</b>		(180)	(15,583)	(1,437)	(3,831)
Element of loss and capital losses included in prices of units issued less those in units redeemed - net		(1,001)	(4,745)	(159)	(1,012)
<b>Net loss for the period before taxation</b>		(1,181)	(20,328)	(1,596)	(4,843)
Taxation	13	-	-	-	-
<b>Net loss for the period after taxation</b>		(1,181)	(20,328)	(1,596)	(4,843)
<b>Accounting income available for distribution</b>					
- 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 PAKISTAN EXCHANGE TRADED 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)	
<b>Net loss for the period after taxation</b>	(1,181)	(20,328)	(1,596)	(4,843)
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive loss for the period</b>	<u>(1,181)</u>	<u>(20,328)</u>	<u>(1,596)</u>	<u>(4,843)</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 PAKISTAN EXCHANGE TRADED FUND**  
**CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (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 losses) / Undistributed income	Total	Capital Value	Undistributed income / (accumulated Losses)	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period	121,019	(27,339)	93,680	38,000	1,287	39,287
Issue of 900,000 units (March 31, 2022: 9,920,000 units)						
- Capital value (at par value)	7,127	-	7,127	102,560	-	102,560
- Element of loss	(287)	-	(287)	(8,398)	-	(8,398)
Total proceeds on issuance of units	6,840	-	6,840	94,162	-	94,162
Redemption of 3,570,000 units (March 31, 2022: 2,850,000 units)						
- Capital value (at par value)	28,272	-	28,272	29,465	-	29,465
- Element of loss	714	-	714	(3,652)	-	(3,652)
Total payments on redemption of units	28,987	-	28,987	25,813	-	25,813
Element of loss and capital losses included in prices of units issued less those in units redeemed - net	1,001	-	1,001	4,745	-	4,745
Total comprehensive loss for the period	-	(1,181)	(1,181)	-	(20,328)	(20,328)
<b>Net assets at end of the period</b>	<b>99,874</b>	<b>(28,520)</b>	<b>71,354</b>	<b>111,094</b>	<b>(19,041)</b>	<b>92,053</b>
(Accumulated loss) / undistributed income brought forward						
- Realised (loss) / Income		(7,263)			101	
- Unrealised (loss) / Income		(20,076)			1,186	
		(27,339)			1,287	
<b>Accounting income available for distribution</b>						
- Relating to capital gains	-			-		
- Excluding capital gains	-			-		
Net loss for the period after taxation		(1,181)			(20,328)	
Accumulated loss carried forward		(28,520)			(19,041)	
<b>Accounted loss carried forward</b>						
- Realised loss		(25,955)			(3,824)	
- Unrealised loss		(2,564)			(15,217)	
		(28,520)			(19,041)	
		(Rupees)			(Rupees)	
Net assets value per unit at the beginning of the period	7.9189			10.3387		
Net assets value per unit at the end of the period	7.7898			8.4686		

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

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

Chief Executive

Chief Financial Officer

Director





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

	<b>Nine months period ended March 31,</b>	
	<b>2023</b>	<b>2022</b>
	<b>(Rupees in '000)</b>	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net loss for the period before taxation	(1,181)	(20,328)
<b>Adjustments for:</b>		
Net unrealised diminution on re-measurement of investments - 'at fair value through profit or loss'	2,564	15,217
Element of loss and capital losses included in prices of units issued less those in units redeemed - net	1,001	4,745
	<u>2,384</u>	<u>(366)</u>
<b>Decrease / (Increase) in assets</b>		
Investments	19,291	(66,934)
Dividend receivable	(715)	295
Other receivables	7	19
	<u>18,583</u>	<u>(66,620)</u>
<b>Increase / (decrease) in liabilities</b>		
Payable to Al Meezan Investment Management Limited - Management Company	32	9
Payable to Central Depository Company of Pakistan Limited - Trustee	(1)	4
Payable to the Securities and Exchange Commission of Pakistan	(4)	7
Accrued expenses and other liabilities	109	(778)
	<u>136</u>	<u>(758)</u>
<b>Net cash generated from / (used in) operating activities</b>	<u>21,103</u>	<u>(67,744)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Receipts against issuance of units	6,840	94,162
Payment against redemption of units	(28,987)	(25,813)
<b>Net cash (used in) / generated from financing activities</b>	<u>(22,147)</u>	<u>68,349</u>
Net (decrease) / increase in cash and cash equivalents during the period	(1,044)	605
Cash and cash equivalents at beginning of the period	2,621	1,208
Cash and cash equivalents at end of the period	<u>1,577</u>	<u>1,813</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 PAKISTAN EXCHANGE TRADED 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 Pakistan Exchange Traded Fund (the Fund) was established under a Trust Deed executed between Al Meezan Investment Management Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on January 09, 2020 and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, (the NBFC Regulations), 2008. The Trust Deed was previously registered under the "Trust Act, 1882" and now has been registered under "The Sindh Trusts Act, 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act. The Management Company has been granted license by the SECP to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-
- 1.2** The Fund is a Shariah Compliant Exchange Traded Fund that aims to provide investors an opportunity to track the performance of Meezan Pakistan Index (MZNPI) that has been constituted and is maintained by the Management Company, and comprises of 12 shariah compliant equity securities selected with high consideration towards market capitalisation and traded value. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah principles. The Management Company has appointed Meezan Bank Limited as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah. The investment objectives and policies are explained in the Fund's offering document.
- 1.3** The Fund is a hybrid type of fund having features of both open and closed end funds. A new concept of "Authorised Participants "APs" has been introduced who will act as market makers. The Management Company will only have contact with the APs for issuance and redemption of units. The units of the Fund are tradeable in the Pakistan Stock Exchange Limited (PSX). The APs to whom the units are issued may either keep the units with themselves or trade in the PSX. Consequently, upon trading, the holder of the units keeps on changing. Moreover, on issuance and redemption of units, the basket of shares will be exchanged between AP and Management Company and cash will be paid / received if there is a difference in the applicable net asset value of a creation unit and the market value of the portfolio deposit.
- 1.4** The Fund is an Open Ended Exchange Traded Mutual Fund categorised as "Listed Index Tracking Fund" and is listed on Pakistan Stock Exchange (PSX) Limited.
- 1.5** The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.6** The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 30, 2022 (2021: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: 'AM1' dated June 23, 2021). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

**2 BASIS OF PRESENTATION**

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

### **3 BASIS OF PREPARATION**

#### **3.1 Statement of compliance**

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

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

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

These condensed interim financial statements are unaudited. However, 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 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

**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

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

**Standards, interpretations and amendments**

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.	

**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

		<b>2023 (Unaudited) (Rupees in '000)</b>	<b>2022 (Audited) (Rupees in '000)</b>
<b>5</b>	<b>BALANCES WITH BANKS</b>		
	Balances with banks in:		
	Savings account	1,348	2,505
	Current account	229	116
		<u>1,577</u>	<u>2,621</u>
<b>5.1</b>	This represents a balance maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 6.96% per annum (June 30, 2022: 6.01% per annum).		
		<b>March 31, 2023 (Unaudited) (Rupees in '000)</b>	<b>June 30, 2022 (Audited) (Rupees in '000)</b>
<b>6</b>	<b>INVESTMENTS</b>		
	<b>At fair value through profit or loss</b>		
	Shares of listed companies - 'ordinary shares'	<u>69,469</u>	<u>91,324</u>

## 6.1 Shares of listed companies - 'ordinary shares'

Name of the investee company	As at July 1, 2022	Unaudited							Percentage in relation to		
		Purchases during the period	Bonus / Right issue	Sales during the period	As at March 31, 2023	Carrying value as at March 31, 2023	Market value as at March 31, 2023	Unrealised gain / (loss) as at March 31, 2023	Net Assets of the Fund	Total Market Value of Investment	Paid-up capital of investee company (with face value of investment)
		Number of shares				(Rupees in '000)			---%---		
<b>Commercial Bank</b>											
Meezan Bank Limited	-	88,578	7,240	23,454	72,364	7,566	6,889	(677)	9.65	9.92	-
	-								9.65	9.92	-
<b>Cement</b>											
DG Khan Cement Company Limited	50,869	602	-	51,471	-	-	-	-	-	-	-
Lucky Cement Limited	22,477	3,496	-	8,569	17,404	7,897	7,004	(893)	9.82	10.08	0.01
Maple Leaf Cement Factory Limited	114,751	1,358	-	116,109	-	-	-	-	-	-	-
									9.82	10.08	0.01
<b>Chemical</b>											
Engro Polymer and Chemicals Limited	-	75,888	-	17,264	58,624	3,488	2,742	(746)	3.84	3.95	0.01
Ghani Global holdings limited	-	205,159	16,977	222,136	-	-	-	-	-	-	-
									3.84	3.95	0.01
<b>Fertilizer</b>											
Engro Fertilizers Limited	-	120,972	-	31,204	89,768	7,622	7,614	(8)	10.67	10.96	0.01
Engro Corporation Limited	56,784	7,597	-	24,993	39,388	10,037	10,902	864	15.28	15.69	0.01
									25.95	26.65	0.01
<b>Foods and Personal Care Products</b>											
Unity Foods limited	161,583	81,220	-	66,931	175,872	3,163	2,337	(826)	3.28	3.36	0.01
									3.28	3.36	0.01
<b>Oil and Gas Exploration Companies</b>											
Oil and Gas Development Company Limited	150,241	13,050	-	71,691	91,600	7,234	7,636	402	10.70	10.99	-
Pakistan Petroleum Limited	154,973	92,920	-	161,789	86,104	6,872	5,507	(1,365)	7.72	7.93	-
	-								18.42	18.92	-
<b>Oil and Gas Marketing Companies</b>											
Pakistan State Oil Company Limited	48,503	6,857	-	23,300	32,060	5,385	3,780	(1,606)	5.30	5.44	0.01
									5.30	5.44	0.01
<b>Power Generation &amp; Distribution</b>											
The Hub Power Company Limited	216,489	11,860	-	228,349	-	-	-	-	-	-	-
									-	-	-
<b>Technology and Communication</b>											
Avanceon Limited	46,344	10,015	-	18,803	37,556	2,858	2,404	(454)	3.37	3.46	0.01
Systems Limited	-	31,437	-	9,453	21,984	7,507	10,158	2,651	14.24	14.62	0.01
	-								17.61	18.08	0.02
<b>Refinery</b>											
Attock Refinery Limited	26,026	15,812	-	27,182	14,656	2,403	2,495	92	3.50	3.60	0.01
National Refinery Limited	13,013	154	-	13,167	-	-	-	-	-	-	-
									3.50	3.60	0.01
<b>Total as at March 31, 2023</b>						<b>72,033</b>	<b>69,469</b>	<b>(2,564)</b>	<b>97.37</b>	<b>100.00</b>	
<b>Total as at June 30, 2022</b>						<b>111,400</b>	<b>91,324</b>	<b>(20,076)</b>	<b>97.47</b>	<b>100.00</b>	

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

7	PAYABLE TO AI MEEZAN MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	March 31, 2023 (Unaudited)	June 30, 2022 (Audited)
			(Rupees in '000)	
	Management fee payable	7.1	36	8
	Sindh Sales Tax payable on remuneration of the Management Company		5	1
			<u>41</u>	<u>9</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 0.5% (March 31, 2022: 0.5%) per annum of the average annual net assets of the Fund during the period ended March 31, 2022. The remuneration is payable to the Management Company monthly in arrears.



		March 31, 2023 (Unaudited)	June 30, 2022 (Audited)
		(Rupees in '000)	
<b>8</b>	<b>ACCRUED EXPENSES AND OTHER LIABILITIES</b>		
	Auditors' remuneration payable	99	100
	Charity payable	253	144
		<u>352</u>	<u>244</u>

**9 CONTINGENCIES AND COMMITMENTS**

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

**10 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS**

Connected persons include Al Meezan Investment Management Limited being the Management Company, the Central Depository Company of Pakistan Limited (CDC) being the Trustee, Meezan Bank Limited being the holding company of the Management Company, Directors and executives of the Management Company, other collective investment schemes managed by the Management Company, Pakistan Kuwait Investment Company (Private) Limited being the associated company of the Management Company, Al Meezan Investment Management Limited - Employees Gratuity Fund and unit holders holding 10 percent or more of the Fund's net assets.

Transactions with connected persons are executed on an arm's length basis and essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

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

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

	March 31, 2023 (Unaudited)	June 30, 2022 (Audited)
	(Rupees in '000)	
<b>Balances</b>		
<b>Al Meezan Investment Management Limited - Management Company</b>		
Remuneration payable	36	8
Sindh Sales Tax on management fee payable	5	1
Investment of 1,000,000 units (June 30, 2022: 1,000,000 units)	<u>7,790</u>	<u>7,919</u>
<b>Meezan Bank Limited</b>		
Bank balance	1,577	2,621
Profit receivable on saving accounts	6	13
Investment of 72,634 shares (June 30, 2022: nil)	<u>6,889</u>	<u>-</u>
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Trustee fee payable	6	7
Sindh Sales Tax on trustee fee payable	<u>1</u>	<u>1</u>
	<b>Nine months period ended March 31,</b>	
	<b>2023</b>	<b>2022</b>
	(Unaudited)	
	(Rupees in '000)	
<b>Transactions during the period</b>		
<b>Al Meezan Investment Management Limited - Management Company</b>		
Remuneration for the period	319	305
Sindh Sales Tax on remuneration of the Management Company	<u>41</u>	<u>40</u>
<b>Meezan Bank Limited</b>		
Profit on saving accounts	103	46
Shares purchased: 88,578 shares (March 31, 2022: nil)	<u>8,909</u>	<u>-</u>
Shares Sold: 23,454 shares (March 31, 2022: nil)	<u>1,962</u>	<u>-</u>
Bonus Issue : 7,240 shares (March 31, 2022: nil)	<u>-</u>	<u>-</u>



**Nine months period ended**
**March 31,**
**2023                      2022**
**(Unaudited)**
**(Rupees in '000)**
**Central Depository Company of Pakistan Limited - Trustee**

Remuneration of the Trustee

Sindh Sales Tax on Remuneration of the Trustee

CDS charges

64	61
8	8
5	5

**11 FAIR VALUE OF FINANCIAL INSTRUMENTS**

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

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

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

**11.1 Fair value hierarchy**

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

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

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

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

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

	<b>As at March 31, 2023</b>			
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	<b>(Rupees in '000)</b>			
<b>Financial assets 'at fair value through profit or loss'</b>				
Shares of listed companies	69,469	-	-	69,469
- 'ordinary shares'				
	<b>As at June 30 2022</b>			
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	<b>(Rupees in '000)</b>			
<b>Financial assets 'at fair value through profit or loss'</b>				
Shares of listed companies - 'ordinary shares'	91,324	-	-	91,324

**12 TOTAL EXPENSE RATIO**

The annualised total expense ratio (TER) of the Fund as at March 31, 2023 based on current period results is 1.58% (March 31, 2022: 1.58%) which includes 0.13% (March 31, 2022: 0.11%) representing government levies on the Fund such as Sales Taxes, Federal Excise Duties, annual fee to the SECP etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Index Scheme'.

**13 TAXATION**

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

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



**14 GENERAL**

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

**15 DATE OF AUTHORISATION FOR ISSUE**

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)**

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**Chief Executive**

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**Chief Financial Officer**

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**Director**