



Cultivating **a Culture of Learning & Empowerment**

At Al Meezan, a culture of continuous learning is fostered, motivating employees to enhance their skills and stay updated with dynamic industry trends enabling them to provide innovative investment choices to the investors and increase their level of awareness and intrinsic motivation.

Meezan Energy Fund

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. Irfan Siddiqui	Chairman
Mr. Saad Ur Rahman Khan	Non-Executive Nominee Director- PKIC
Ms. Danish Zuberi	Independent Director
Mr. Feroz Rizvi	Independent Director
Mr. Furquan Kidwai	Independent Director
Syed Amir Ali	Non-Executive Nominee Director- MBL
Mr. Ahmed Iqbal Rajani	Non-Executive Nominee Director- PKIC
Ms. Shazia Khurram	Non-Executive Nominee Director- MBL
Mr. Tariq Mairaj	Non-Executive Nominee Director- MBL

ACTING CHIEF EXECUTIVE OFFICER

Mr. Muhammad Asad

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Syed Haseeb Ahmed Shah

BOARD AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Tariq Mairaj	Member
Mr. Ahmed Iqbal Rajani	Member

BOARD RISK MANAGEMENT COMMITTEE

Mr. Saad Ur Rahman Khan	Chairman
Ms. Shazia Khurram	Member
Mr. Furquan R. Kidwai	Member

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

Mr. Irfan Siddiqui	Chairman
Mr. Saad Ur Rahman Khan	Member
Mr. Furquan R. Kidwai	Member

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
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

A. F. Ferguson & Co.
Chartered Accountants
State Life Building# 1-C, I.I. Chundrigar Road,
Karachi-74000

SHARIAH ADVISER

Dr. Muhammad Imran Usmani
Jamia Darul Uloom Karachi
Korangi Industrial Area Karachi Postal Code 75180 Pakistan
Tel: +92 21 35044770
Email: miu786@gmail.com

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, 2024**

		March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
	Note	(Rupees in '000)	
Assets			
Balances with banks	5	40,484	7,847
Investments	6	1,154,030	443,644
Receivable against conversion of units		29,364	15,650
Dividend receivable		299	255
Receivable against sale of investments		-	3,949
Advances, deposit and other receivables		5,161	3,128
Total assets		<u>1,229,338</u>	<u>474,473</u>
Liabilities			
Payable to AI Meezan Investment Management Limited - Management Company	7	2,609	781
Payable to Central Depository Company of Pakistan Limited - Trustee		214	82
Payable to Meezan Bank Limited		27	-
Payable to the Securities and Exchange Commission of Pakistan		100	101
Payable against conversion and redemption of units		33,281	15,702
Accrued expenses and other liabilities	8	8,695	3,691
Payable against purchase of investments		-	2,161
Total liabilities		<u>44,926</u>	<u>22,518</u>
Net assets		<u>1,184,412</u>	<u>451,955</u>
Contingencies and commitments	9		
Unit holders' funds (as per statement attached)		<u>1,184,412</u>	<u>451,955</u>
		(Number of units)	
Number of units in issue		<u>22,521,988</u>	<u>14,650,240</u>
		(Rupees)	
Net asset value per unit		<u>52.5891</u>	<u>30.8497</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 Officer

Chief Financial Officer

Director



MEEZAN ENERGY FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2024

	Note	Nine months period ended		Quarter ended	
		March 31,		March 31,	
		2024	2023	2024	2023
		(Rupees in '000)		(Rupees in '000)	
Income					
Net realised gain / (loss) on sale of investments		191,415	(9,692)	80,742	(6,237)
Dividend income		59,597	53,765	27,933	21,446
Profit on savings accounts with banks		3,664	855	1,776	508
		<u>254,676</u>	<u>44,928</u>	<u>110,451</u>	<u>15,717</u>
Net unrealised appreciation / (diminution) on re-measurement re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1	119,714	(26,320)	(72,610)	(14,761)
Total income		<u>374,390</u>	<u>18,608</u>	<u>37,841</u>	<u>956</u>
Expenses					
Remuneration of Al Meezan Investment Management Limited - Management Company	7.1	12,711	7,512	6,112	3,240
Sindh Sales Tax on remuneration of the Management Company		1,652	977	794	422
Allocated expenses	7.2	475	413	112	178
Selling and marketing expenses	7.3	2,542	1,502	1,222	648
Remuneration of Central Depository Company of Pakistan Limited - Trustee		1,209	751	549	324
Sindh Sales Tax on remuneration of the Trustee		157	98	71	42
Annual fee to the Securities and Exchange Commission of Pakistan		604	75	291	32
Auditors' remuneration		279	274	109	88
Charity expense		2,946	2,553	1,089	1,240
Fees and subscription		441	427	139	140
Brokerage expense		5,936	1,797	2,544	1,164
Bank and settlement charges		573	313	230	127
Total expenses		<u>29,525</u>	<u>16,692</u>	<u>13,262</u>	<u>7,645</u>
Net income / (loss) for the period before taxation		<u>344,865</u>	<u>1,916</u>	<u>24,579</u>	<u>(6,689)</u>
Taxation	12	-	-	-	-
Net income / (loss) for the period after taxation		<u>344,865</u>	<u>1,916</u>	<u>24,579</u>	<u>(6,689)</u>
Allocation of net income for the period					
Net income for the period after taxation		344,865	1,916		
Income already paid on units redeemed		(131,955)	-		
		<u>212,910</u>	<u>1,916</u>		
Accounting income available for distribution					
- Relating to capital gains		212,910	-		
- Excluding capital gains		-	1,916		
		<u>212,910</u>	<u>1,916</u>		

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



**MEEZAN ENERGY FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2024**

	<u>Nine months period</u>		<u>Quarter ended</u>	
	<u>March 31,</u>		<u>March 31,</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
	<u>(Rupees in '000)</u>		<u>(Rupees in '000)</u>	
Net income / (loss) for the period after taxation	344,865	1,916	24,579	(6,689)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income / (loss) for the period	<u>344,865</u>	<u>1,916</u>	<u>24,579</u>	<u>(6,689)</u>

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

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

Chief Executive Officer

Chief Financial Officer

Director



MEEZAN ENERGY FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine Months period ended March 31, 2024			Nine Months period ended March 31, 2023		
	Capital value	Accumulated loss	Total	Capital value	Accumulated loss	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period	898,176	(446,221)	451,955	871,748	(433,834)	437,914
Issuance of 101,008,964 units (2023: 27,825,897 units)						
- Capital value (at net asset value per unit at the beginning of the period)	3,116,096	-	3,116,096	877,119	-	877,119
- Element of income	1,629,786		1,629,786	22,927		22,927
Total proceeds on issuance of units	4,745,882	-	4,745,882	900,046	-	900,046
Redemption of 93,137,216 units (2023: 23,540,527 units)						
- Capital value (at net asset value per unit at the beginning of the period)	2,873,255	-	2,873,255	742,037	-	742,037
- Element of income	1,353,080	131,955	1,485,035	21,109		21,109
Total payments on redemption of units	4,226,335	131,955	4,358,290	763,146	-	763,146
Total comprehensive income for the period	-	344,865	344,865	-	1,916	1,916
Distribution during the period	-	-	-	-	-	-
Net income for the period less distribution	-	344,865	344,865	-	1,916	1,916
Net assets at the end of the period	1,417,723	(233,311)	1,184,412	1,008,648	(431,918)	576,730
Accumulated loss brought forward						
- Realised loss		(421,000)			(386,180)	
- Unrealised loss		(25,221)			(47,654)	
		<u>(446,221)</u>			<u>(433,834)</u>	
Accounting income available for distribution						
- Relating to capital gains		212,910			-	
- Excluding capital gains		-			1,916	
		<u>212,910</u>			<u>1,916</u>	
Accumulated loss carried forward		<u>(233,311)</u>			<u>(431,918)</u>	
Accumulated loss carried forward						
- Realised loss		(353,025)			(405,598)	
- Unrealised income / (loss)		119,714			(26,320)	
		<u>(233,311)</u>			<u>(431,918)</u>	
Net asset value per unit at the beginning of the period			(Rupees) <u>30,8497</u>			(Rupees) <u>31,5217</u>
Net asset value per unit at the end of the period			<u>52,5891</u>			<u>31,7271</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 Officer

Chief Financial Officer

Director



**MEEZAN ENERGY FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024**

	Nine months period ended March 31,	
	2024	2023
Note	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	344,865	1,916
Adjustments for:		
Net unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1 (119,714)	26,320
	225,151	28,236
(Increase) / decrease in assets		
Investments - net	(590,672)	(155,303)
Dividend receivable	(44)	(58)
Receivable against sale of investments	3,949	6,571
Advances, deposits and other receivables	(2,033)	(168)
	(588,800)	(148,958)
Increase / (decrease) in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	1,828	598
Payable to Central Depository Company of Pakistan Limited - Trustee	132	31
Payable to Meezan Bank Limited	27	-
Payable to the Securities and Exchange Commission of Pakistan	(1)	(26)
Payable against purchase of investments - net	(2,161)	-
Accrued expenses and other liabilities	5,004	3,263
	4,829	3,866
Net cash used in operating activities	(358,820)	(116,856)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	4,732,168	898,407
Payment against redemption and conversion of units	(4,340,711)	(763,962)
Net cash generated from financing activities	391,457	134,445
Net increase in cash and cash equivalents during the period	32,637	17,589
Cash and cash equivalents at the beginning of the period	7,847	5,571
Cash and cash equivalents at the end of the period	5 40,484	23,160

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

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

Chief Executive Officer

Chief Financial Officer

Director



MEEZAN ENERGY FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

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 29, 2023 (2022: 'AM1' dated December 31, 2022) and by PACRA dated June 23, 2023 (2022: '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, 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, 2023.

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, 2024.

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, 2023.

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, 2023. 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, 2023.

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, 2023. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

5. BALANCES WITH BANKS	Note	March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
		(Rupees in '000)	
Balances with banks in:			
Savings accounts	5.1	37,844	4,990
Current accounts		<u>2,640</u>	<u>2,857</u>
		<u>40,484</u>	<u>7,847</u>

5.1 This includes a balance maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 11.01% (June 30, 2023: 10%) per annum. Other savings accounts of the Fund have expected rates of profit ranging from 7.00% to 18.18% (June 30, 2023: 8.82% to 20.75%) per annum.

6. INVESTMENTS

At fair value through profit or loss	Note	March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
Shares of listed companies - 'ordinary shares'	6.1	<u>1,154,030</u>	<u>443,644</u>

6.1 Shares of listed companies - 'ordinary shares'

Name of the investee company	As at July 1, 2023	Purchased during the period	Bonus / right shares	Sold during the period	As at March 31, 2024	Carrying value as at March 31, 2024	Market value as at March 31, 2024	Unrealised appreciation / (diminution) as at March 31, 2024	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 Exploration Companies											
Mari Petroleum Company Limited (note 6.1.2)	58,448	136,727	-	102,200	92,975	176,793	235,877	59,084	19.92	20.44	0.07
Oil and Gas Development Company Limited	1,021,765	3,321,000	-	2,531,801	1,810,964	205,358	220,304	14,945	18.60	19.09	0.04
Pakistan Oilfields Limited (note 6.1.2)	158,232	-	-	158,232	-	-	-	-	-	-	-
Pakistan Petroleum Limited (note 6.1.2)	1,183,436	3,803,000	-	2,967,800	2,018,636	201,552	214,278	12,726	18.09	18.57	0.07
									56.61	58.10	0.18
Oil and Gas Marketing Companies											
Attock Petroleum Limited (note 6.1.3)	38,825	62,502	-	40,500	60,827	23,678	23,056	(621)	1.95	2.00	0.05
Pakistan State Oil Company Limited (note 6.1.2)	288,149	1,641,800	-	1,219,007	710,942	116,026	122,666	6,640	10.36	10.63	0.15
Sui Northern Gas Pipelines Limited	781,399	3,230,000	-	2,373,550	1,637,849	101,996	102,398	402	8.65	8.87	0.26
									20.96	21.50	0.46
Power Generation and Distribution											
The Hub Power Company Limited	905,221	2,296,000	-	1,837,065	1,364,156	141,559	165,431	23,872	13.97	14.34	0.11
K- Electric Limited (note 6.1.1)	2,595,500	4,071,000	-	4,070,000	2,596,500	11,043	11,477	434	0.97	0.99	0.01
Lalpir Power	-	200,000	-	200,000	-	-	-	-	-	-	-
Nishat Chunian Power Limited	-	1,017,000	-	1,017,000	-	-	-	-	-	-	-
									14.94	15.33	0.12
Refinery											
Attock Refinery Limited	-	151,300	-	97,300	54,000	17,606	20,778	3,172	1.75	1.80	0.05
National Refinery Limited	-	52,600	-	36,600	16,000	4,359	4,286	(73)	0.36	0.37	0.02
Pakistan Refinery Limited	-	693,000	-	181,500	511,500	13,543	13,867	323	1.17	1.20	0.08
Energycico PK Limited (Formerly Byco Petroleum Pakistan Limited)	-	5,000,000	-	563,000	4,437,000	20,803	19,612	(1,191)	1.66	1.70	0.08
									4.94	5.07	0.23
Total as at March 31, 2024						1,034,316	1,154,030	119,714	97.45	100.00	
Total as at June 30, 2023						468,866	443,644	(25,221)	98.18	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 78,000 shares of Pakistan Petroleum Limited, 10,000 shares of Mari Petroleum Limited and 5,000 shares of Pakistan State Oil Company Limited, having market value of Rs 8,280 million, Rs. 25,370 million, Rs. 0.863 million respectively as at March 31, 2024 (June 30, 2023: 65,000 shares of Pakistan Petroleum Limited, 26,500 shares of Pakistan Oilfields Limited, 10,000 shares of Mari Petroleum Limited and 5,000 shares of Pakistan State Oil Company Limited, having market value of Rs 3.8441 million, Rs.10.647 million, Rs. 15.1464 million and Rs. 0.555 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 is same as fully disclosed in the reviewed financial statements of the Fund for the half year ended December 31, 2023. As at March 31, 2024, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 1.006 million (June 30, 2023: Rs. 0.647 million).



	Note	March 31, 2024 (Unaudited) (Rupees in '000)	June 30, 2023 (Audited)
7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY			
Remuneration payable	7.1	390	198
Sindh Sales Tax payable on remuneration of the Management Company		50	25
Allocated expenses payable	7.2	-	40
Selling and marketing expenses payable	7.3	2,026	516
Sales load payable		125	2
Sindh Sales Tax payable on sales load		18	-
		2,609	781

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, 2023: 2%) per annum of the average annual net assets of the Fund during the period ended March 31, 2024. 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% from July 1, 2023 to January 31, 2024 and –nil- from February 1, 2024 to March 31, 2024 (March 2023: 0.11%) per annum of the average annual net assets of the Fund, 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, 2023: 0.4%) per annum of the average annual net assets of the Fund during the period ended March 31, 2024, subject to total expense charged being lower than actual expense incurred.

	Note	March 31, 2024 (Unaudited) (Rupees in '000)	June 30, 2023 (Audited)
8. ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration payable		162	215
Brokerage payable		1,686	335
Shariah advisor fee payable		405	265
Charity payable		2,950	2,805
Capital gain tax payable		2,806	66
Zakat payable		-	5
Other payable		672	-
IBFT payable		14	-
		8,695	3,691

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2024 and June 30, 2023.

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, 2024 (Unaudited)	June 30, 2023 (Audited)
	(Rupees in '000)	
AI Meezan Investment Management Limited - Management Company		
Remuneration payable	390	198
Sindh Sales Tax payable on remuneration of the Management Company	50	25
Sales load payable	125	2
Sindh Sales Tax payable on sales load	18	-
Allocated expenses payable	-	40
Selling and marketing expenses payable	2,026	516
Investment of 4,816,821 units (June 30, 2023: 2,746,371 units)	253,312	84,725
Meezan Bank Limited		
Balances with bank	15,009	3,509
Profit receivable on savings account	211	58
Sales load payable	24	-
Sindh Sales Tax on sales load payable	3	-
Shariah advisor fee payable	405	265
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	189	73
Sindh Sales Tax payable on remuneration of the Trustee	25	9
Security deposit	100	100
Directors and executives of the Management Company		
Investment of 4,338,280 units (June 30, 2023: 3,394,531 units)	228,146	104,720
Unit holders holding 10% or more of units of the Fund		
Investment of 4,017,251 units (June 30, 2023: nil units)	211,264	-

Transactions during the period

	Nine months period ended March 31,	
	2024	2023
	(Unaudited)	
	(Rupees in '000)	
AI Meezan Investment Management Limited - Management Company		
Remuneration of the Management Company	12,711	7,512
Sindh Sales Tax on remuneration of the Management Company	1,652	977
Allocated expenses	475	413
Selling and marketing expenses	2,542	1,502
Units issued: 4,058,767 units (March 31, 2023: 1,772,102 units)	161,198	53,500
Units redeemed: 1,988,317 units (March 31, 2023: 1,696,833 units)	82,000	53,000



**Nine months period ended
March 31,**

	2024	2023
	(Unaudited)	
	(Rupees in '000)	
Meezan Bank Limited		
Profit on savings account	1,914	301
Shariah advisor fee	410	406
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	1,209	751
Sindh Sales Tax on remuneration of the Trustee	157	98
CDS charges	128	34
Directors and executives of the Management Company		
Units issued: 7,734,685 units (March 31, 2023: 5,659,864 units)	318,913	183,974
Units redeemed: 6,681,219 units (March 31, 2023: 3,970,432 units)	293,020	125,463

11. TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund as at March 31, 2024 based on current period results is 4.65% (March 31, 2023: 4.44%) which includes 0.49% (March 31, 2023: 0.36%) representing government levies on the Fund such as Sales Taxes, fee to the SECP etc. The prescribed limit for the ratio is 4.5% (excluding government levies) 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 Management Company intends to distribute at least 90% of the Fund's accounting income for the year ending June 30, 2024 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.

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, 2024 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

ASSETS	As at March 31, 2024			
	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'	1,154,030	-	-	1,154,030
<hr/>				
ASSETS	As at June 30, 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'	443,644	-	-	443,644
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14. GENERAL

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

15. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on April 15, 2024 by the Board of Directors of the Management Company.

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director