



Al Meezan
Investment Management Ltd.

AM1
Rating by VIS & PACRA

PATHWAY TO EXCELLENCE

Al Meezan provides a clear pathway to excellence in financial management. Our unwavering commitment to Shariah Compliance and ethical investing sets the standard for smart investment solutions.

Meezan Islamic Fund



The investment objective of the Fund is to maximize 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. Irfan Siddiqui	Chairman
Mr. Ahmed Iqbal Rajani	Non-Executive Nominee Director- PKIC
Ms. Danish Zuberi	Independent Director
Mr. Feroz Rizvi	Independent Director
Mr. Furquan Kidwai	Independent Director
Mr. Imtiaz Gadar	Chief Executive Officer
Mr. Saad Ur Rahman Khan	Non-Executive Nominee Director- PKIC
Ms. Shazia Khurram	Non-Executive Nominee Director- MBL
Syed Amir Ali	Non-Executive Nominee Director- MBL
Syed Imran Ali Shah	Non-Executive Nominee Director- MBL

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Syed Haseeb Ahmed Shah

BOARD AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Ahmed Iqbal Rajani	Member
Syed Imran Ali Shah	Member

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Imtiaz Gadar	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

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	Faysal Bank Limited - Islamic Banking	Samba Bank Limited
Al Baraka Bank Pakistan Limited	Habib Bank Limited -Islamic Banking	Sindh Bank Limited
Askari Bank Limited - Islamic Banking	Habib Metropolitan Bank Limited - Islamic Banking	UBL Ameen - Islamic Banking
Bank Al Habib Limited - Islamic Banking	MCB Bank Limited	
Bank Alfalah Limited	MCB Islamic Bank Limited	
Bank Islami Pakistan Limited	Meezan Bank Limited	
Dubai Islamic Bank Pakistan 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

MEEZAN ISLAMIC FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2024

		September 30, 2024 (Unaudited) (Rupees in '000)	June 30, 2024 (Audited)
	Note		
Assets			
Balances with banks	5	696,714	670,802
Investments	6	23,393,180	23,351,025
Receivable against sale of investments		-	67,741
Receivable against conversion of units		56,905	50,000
Dividend receivable		206,963	12,518
Advances, deposits and other receivables		51,497	43,479
Total assets		24,405,259	24,195,565
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	52,866	41,516
Payable to Central Depository Company of Pakistan Limited - Trustee		2,283	2,214
Payable to the Securities and Exchange Commission of Pakistan		1,819	1,805
Payable against redemption and conversion of units		70,484	56,780
Payable to Meezan Bank Limited		276	370
Payable against purchase of investments		11,865	-
Dividend Payable		-	392,792
Accrued expenses and other liabilities	8	348,060	605,075
Total liabilities		487,653	1,100,552
Net assets		23,917,606	23,095,013
Unit holders' funds (as per statement attached)		23,917,606	23,095,013
Contingencies and commitments	9		
		(Number of units)	
Number of units in issue		286,806,269	282,797,267
		(Rupees)	
Net asset value per unit		83.3929	81.6663

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 ISLAMIC FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

		September 30,	
		2024	2023
	Note	(Rupees in '000)	
Income			
Dividend income		396,193	216,702
Profit on saving accounts with banks		30,076	18,666
Net realised gain on sale of investments		209,585	365,692
		635,854	601,060
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1	15,350	1,319,222
Total income		651,204	1,920,282
Expenses			
Remuneration of Al Meezan Investment Management Limited - Management Company	7	115,282	86,876
Sindh Sales Tax on remuneration of the Management Company		17,292	11,294
Allocated expenses		4,035	4,778
Sindh Sales Tax on Allocated expenses		605	-
Selling and marketing expenses		36,948	43,438
Sindh Sales Tax on Selling and marketing expenses		5,542	-
Remuneration of Central Depository Company of Pakistan Limited ' - Trustee		6,017	4,596
Sindh Sales Tax on remuneration of the Trustee		903	597
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)		5,476	4,127
Auditors' remuneration		194	137
Fees and subscription		657	679
Brokerage expense		14,207	10,438
Bank and settlement charges		738	468
Printing expense		5	-
Charity expense		15,474	3,830
Total expenses		223,375	171,258
Net income for the quarter before taxation		427,829	1,749,024
Taxation	13	-	-
Net income for the quarter after taxation		427,829	1,749,024
Allocation of net income for the quarter			
Net income for the quarter after taxation		427,829	1,749,024
Income already paid on units redeemed		(20,699)	(395,462)
		407,130	1,353,562
Accounting income available for distribution			
- Relating to capital gains		224,935	1,353,562
- Excluding capital gains		182,195	-
		407,130	1,353,562

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 ISLAMIC FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

	<u>September 30,</u>	
	<u>2024</u>	<u>2023</u>
	(Rupees in '000)	
Net income for the quarter after taxation	427,829	1,749,024
Other comprehensive income for the quarter	-	-
Total comprehensive income / (loss) for the quarter	<u>427,829</u>	<u>1,749,024</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 ISLAMIC FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

	September 30,					
	2024			2023		
	Capital Value	Undistributed Income	Total	Capital Value	Accumulated (loss) / Undistributed Income	Total
	Rupees in '000			Rupees in '000		
Net assets at the beginning of the quarter as previously reported (Audited)	17,451,883	5,643,130	23,095,013	17,223,993	(69,187)	17,154,806
Issue of 91,385,765 units (September 30, 2023: 62,627,405 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	7,463,137	-	7,463,137	3,432,138	-	3,432,138
- Element of income	91,514	-	91,514	348,137	-	348,137
Total proceeds on issuance of units	7,554,651	-	7,554,651	3,780,275	-	3,780,275
Redemption of 87,376,763 units (September 30, 2023: 106,970,815 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	7,135,737	-	7,135,737	5,862,268	-	5,862,268
- Element of income	3,451	20,699	24,150	239,108	395,462	634,570
Total payments on redemption of units	7,139,188	20,699	7,159,887	6,101,376	395,462	6,496,838
Total comprehensive income / (loss) for the quarter	-	427,829	427,829	-	1,749,024	1,749,024
Distribution during the quarter	-	-	-	-	-	-
Net income / (loss) for the quarter less distribution	-	427,829	427,829	-	1,749,024	1,749,024
Net assets at the end of the quarter	17,867,346	6,050,260	23,917,606	14,902,892	1,284,375	16,187,267
(Accumulated loss) / Undistributed Income brought forward as previously reported (Audited)						
- Realised income / (loss)		(1,723,984)			529,214	
- Unrealised income / (loss)		7,367,114			(598,401)	
		5,643,130			(69,187)	
Accounting Income available for distribution (after adjusting income already paid on units redeemed)						
- Relating to capital gains	224,935			1,353,562		
- Excluding capital gains	182,195			-		
	407,130			1,353,562		
Undistributed income carried forward		6,050,260			1,284,375	
Undistributed Income carried forward						
- Realised (loss) / income		6,034,910			(34,847)	
- Unrealised income / (loss)		15,350			1,319,222	
		6,050,260			1,284,375	
Net assets value per unit at the beginning of the quarter			(Rupees) 81.6663			(Rupees) 54.8025
Net assets value per unit at the end of the quarter			83.3929			60.2460

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 ISLAMIC FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

	September 30,	
	2024	2023
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the quarter before taxation	427,829	1,749,024
Adjustments for:		
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(15,350)	(1,319,222)
	412,479	429,802
Decrease in assets		
Investments - net	(26,805)	2,205,683
Receivable against sale of investments	67,741	237,355
Dividend receivable	(194,445)	(50,780)
Advances, deposits and other receivables	(8,018)	(6,466)
	(161,527)	2,385,792
Increase / (decrease) in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	11,350	(4,601)
Payable to Central Depository Company of Pakistan Limited - Trustee	69	(124)
Payable to Meezan Bank Limited	(94)	(73)
Payable to the Securities and Exchange Commission of Pakistan	14	(2,914)
Payable against purchase of investments	11,865	12,832
Accrued expenses and other liabilities	(257,015)	4,541
	(233,811)	9,661
Net cash generated from operating activities	17,141	2,825,255
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	7,547,746	3,874,995
Payment against redemption and conversion of units	(7,146,183)	(6,651,550)
Dividend Paid	(392,792)	-
Net cash generated from / (used in) financing activities	8,771	(2,776,555)
Net increase in cash and cash equivalents during the quarter	25,912	48,700
Cash and cash equivalents at the beginning of the quarter	670,802	580,890
Cash and cash equivalents at the end of the quarter	696,714	629,590

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 ISLAMIC FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

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 as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on June 16, 2003 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on June 4, 2003 under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003, (NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008, (NBFC Regulations, 2008). 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, Shahrah-e-Faisal, Karachi, 74400, Pakistan.
- In the year 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). Accordingly, on September 2, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.
- 1.2** The Fund has been formed to enable the unit holders to participate in a diversified portfolio of securities, which are Shariah compliant and to optimise total investment returns through prudent investment management, which would consist of combination of capital appreciation and income. 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 categorised as an 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 29, 2023 (2023: 'AM1' dated December 30, 2022) and by PACRA dated June 21, 2024 (2023: AM1 dated June 23, 2023). 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 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, 2024.

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 September 30, 2024.

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, 2024.

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, 2024. 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, 2024.

4.3 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, 2024. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

		September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note	(Rupees in '000)	
5. BALANCES WITH BANKS			
Balances with banks in:			
Savings accounts		688,077	663,816
Current accounts	5.1	8,637	6,986
		<u>696,714</u>	<u>670,802</u>

5.1 This includes a balance maintained with Meezan Bank Limited (a related party) that has an expected profit rate of 9.30% (2024: 11.01%) per annum. Other savings accounts of the Fund have expected profit rates ranging from 8.82% to 18.00% (2024: 6.75% to 19.82%) per annum.

		September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note	(Rupees in '000)	
6. INVESTMENTS			
Shares of listed companies - 'ordinary shares'	6.1	<u>23,393,180</u>	<u>23,351,025</u>

6.1 Shares of listed companies - 'ordinary shares'

Name of the investee company	As at July 1, 2024	Purchased during the period	Bonus /rights issue received during the period	Sold during the period	As at September 30, 2024	Carrying value as September 30, 2024	Market value as at September 30, 2024	Unrealised appreciation/ (diminution) as at September 30, 2024	Percentage in relation to			
									Net assets of the Fund	Total market value of investments of the Fund	Paid-up capital of investee company (with face value of investment) *	
	(Number of shares)					(Rupees in '000)			%			
Automobile Assembler												
Milat Tractors Limited	32,269	101,616	-	-	133,885	76,809	74,147	(2,662)	0.31%	0.32%	0.07%	
Sazgar Engineering Works Limited	85,413	61,804	-	142,550	4,667	4,247	4,492	245	0.02%	0.02%	0.01%	
									0.33%	0.34%	0.06%	
Chemicals												
Dyneema Pakistan Limited (note 6.1.1)	280,800	-	-	-	280,800	63,326	55,837	(7,489)	0.23%	0.24%	1.49%	
Ittehad Chemicals Ltd	173,500	-	-	-	173,500	8,179	7,552	(627)	0.03%	0.03%	0.17%	
Lucky Core Industries Limited	265,990	-	-	20,032	265,958	247,205	279,530	32,325	1.17%	1.19%	0.29%	
Silara Chemical Industries Limited	40,000	-	-	-	40,000	13,773	11,400	(2,373)	0.05%	0.05%	0.19%	
									1.48%	1.51%	2.14%	
Cement												
Attock Cement Pakistan Limited	238,300	-	-	-	238,300	23,148	22,376	(772)	0.09%	0.10%	0.17%	
Bestway Cement Limited	284,500	-	-	-	284,500	63,808	66,858	3,050	0.28%	0.29%	0.05%	
Cherat Cement Company Limited	3,246,631	125,000	-	281,972	3,089,659	504,000	560,526	56,526	2.34%	2.40%	1.59%	
D.G. Khan Cement Company Limited	4,397,154	650,000	-	373,451	4,673,703	415,347	343,517	(71,830)	1.44%	1.47%	1.07%	
Fauji Cement Company Limited	13,505,000	1,500,000	-	200,000	14,805,000	338,693	374,270	35,577	1.56%	1.60%	0.60%	
Kohat Cement Company Limited	5,267,214	-	-	328,001	4,939,213	1,236,927	1,501,274	264,347	6.28%	6.42%	2.52%	
Lucky Cement Limited	2,035,174	36,373	-	140,903	1,930,644	1,749,916	1,708,767	(40,149)	7.14%	7.30%	0.66%	
Maple Leaf Cement Factory Limited	9,742,742	250,000	-	1,200,000	8,792,742	333,238	285,237	(48,001)	1.19%	1.22%	0.84%	
Pioneer Cement Limited	694,249	-	-	33,500	660,749	111,435	119,728	8,293	0.50%	0.51%	0.29%	
									20.82%	21.31%	7.79%	
Paper and Board												
Century Paper & Board Mills Limited	5,341,383	260,000	-	-	5,601,383	165,642	139,811	(26,831)	0.58%	0.60%	1.39%	
Packages Limited	586,865	60,459	-	108,998	538,326	289,210	267,440	(18,770)	1.12%	1.14%	0.60%	
									1.70%	1.74%	2.00%	
Technology and Communication												
NetSol Technologies Limited	-	100,000	-	-	100,000	14,704	12,453	(2,251)	0.05%	0.05%	0.11%	
AirLink Communication Limited	1,937,960	-	-	1,754,623	183,337	16,286	23,863	7,577	0.10%	0.10%	0.05%	
Systems Limited	3,527,858	233,010	-	465,898	3,264,970	1,365,483	1,325,219	(40,264)	5.54%	5.66%	1.12%	
									5.69%	5.81%	1.28%	
Refinery												
Attock Refinery Limited	695,500	35,000	-	25,000	705,500	248,037	226,988	(21,049)	0.95%	0.97%	0.66%	
Energyo PK Limited	16,784,144	-	-	3,000,000	13,784,144	53,069	52,104	(965)	0.22%	0.22%	0.25%	
Pakistan Refinery Limited	5,253,779	-	-	1,050,000	4,203,779	97,528	98,621	1,093	0.41%	0.42%	0.67%	
National Refinery Limited	382,896	85,000	-	85,000	382,896	98,993	78,861	(20,132)	0.33%	0.34%	0.48%	
									1.91%	1.95%	2.06%	
Commercial Banks												
Faysal Bank Limited	-	1,719,020	-	936,501	782,519	44,254	35,918	(8,336)	0.15%	0.15%	0.05%	
Meezan Bank Limited	6,796,694	-	-	505,122	6,291,572	1,508,139	1,435,422	(70,717)	6.00%	6.14%	0.35%	
BankIslami Pakistan Limited	-	-	-	-	-	-	-	-	0.00%	0.00%	0.00%	
									6.15%	6.29%	0.40%	
Oil and Gas Marketing Companies												
Attock Petroleum Limited	858,609	17,998	-	41,464	835,143	323,533	335,727	12,194	1.40%	1.44%	0.67%	
Hascol Petroleum Limited (note 6.1.3)	39,192	-	-	-	39,192	243	259	16	0.00%	0.00%	0.00%	
Pakistan State Oil Company Limited (note 6.1.3)	3,953,174	50,000	-	455,290	3,547,884	588,436	572,238	(17,198)	2.39%	2.45%	0.76%	
Sui Northern Gas Pipelines Limited	6,606,617	400,000	-	550,000	6,456,617	411,619	411,545	(74)	1.72%	1.76%	1.02%	
Sui Southern Gas Company Limited	-	-	-	-	-	-	-	-	0.00%	0.00%	0.00%	
									5.51%	5.65%	2.45%	
Oil and Gas Exploration Companies												
Oil and Gas Development Company Limited	11,782,671	5,089,298	-	2,486,206	14,385,703	1,979,663	2,063,341	83,678	8.63%	8.82%	0.33%	
Pakistan Petroleum Limited	18,192,674	276,593	-	1,547,176	16,922,091	1,982,082	1,807,618	(174,464)	7.56%	7.73%	0.62%	
Marl Petroleum Company Limited (note 6.1.3 and 6.1.4)	921,486	127,000	5,899,696	1,034,524	5,913,658	1,814,144	2,516,498	702,354	10.52%	10.76%	0.49%	
									26.71%	27.31%	1.45%	
Abbott Laboratories (Pakistan) Limited	-	50,000	-	-	50,000	39,100	38,262	(838)	0.16%	0.16%	0.05%	
Ferozsons Laboratories Limited	136,000	-	-	86,000	50,000	12,471	14,522	2,051	0.06%	0.06%	0.12%	
Glaxosmithkline Pakistan Limited	-	1,329,400	-	-	1,329,400	192,490	255,697	63,207	1.07%	1.09%	0.42%	
Haleon Pakistan Limited	403,856	13,055	-	-	416,911	124,533	229,047	104,514	0.96%	0.98%	0.36%	
Hightnoon Laboratories Limited (note 6.1.3)	221,696	7,500	-	-	229,196	163,598	157,258	(6,340)	0.66%	0.67%	0.43%	
The Searle Company Limited (note 6.1.3)	1,304,165	3,160,000	-	1,225,000	3,239,165	194,631	184,470	(10,161)	0.77%	0.79%	0.63%	
									3.68%	3.75%	2.01%	
Power Generation and Distribution												
The Hub Power Company Limited	20,012,494	2,494,405	-	3,847,958	18,658,941	2,999,521	2,226,758	(772,763)	9.31%	9.52%	1.44%	
K-Electric Limited (note 6.1.1)	39,322,403	12,304,679	-	2,000,000	49,627,082	221,640	186,598	(35,042)	0.78%	0.80%	0.18%	
									10.09%	10.32%	1.62%	
Fertilizer												
Falima Fertilizers Limited	-	3,319,789	-	-	3,319,789	178,052	197,693	19,641	0.83%	0.85%	0.16%	
Engro Corporation Limited (note 6.1.2)	2,258,674	1,000,000	-	155,868	3,102,806	1,017,625	942,384	(75,241)	3.94%	4.03%	0.58%	
Engro Fertilizers Limited	591,372	4,550,000	-	-	5,141,372	868,483	978,197	109,714	4.09%	4.18%	0.39%	
Fauji Fertilizer Bin Qasim Limited	3,035,350	5,678,838	-	5,666,648	3,047,540	122,275	152,743	30,468	0.64%	0.65%	0.24%	
									9.50%	9.71%	1.36%	

* Nil figures due to rounding off difference

- Quarterly Report September 2024 | 166

		September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
		(Rupees in '000)	
7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note		
Remuneration payable	7.1	6,583	6,244
Sindh Sales Tax payable on remuneration of the Management Company	7.4	987	812
Allocated expenses payable	7.2	1,341	-
Sindh Sales Tax Allocated expenses payable	7.4	201	-
Selling and marketing expenses payable	7.3	36,948	32,593
Sindh Sales Tax Selling and marketing	7.4	5,542	
Sales load payable		1,099	1,652
Sindh Sales Tax payable on sales load	7.4	165	215
		<u>52,866</u>	<u>41,516</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% (June 30, 2024: 2%) per annum of the average net assets of the Fund during the period ended September 30, 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 0.07% (June 30, 2024: 0.11% for the period from July 1, 2023 to January 31, 2024 whereas no expense has been charged for the period from February 1, 2024 to June 30, 2024) per annum of the average annual net assets of the Fund during the period from July 01, 2024 to September 30, 2024, subject to total expense charged being lower than actual expense incurred.

7.3 In accordance with Circular 11 dated July 5, 2019 issued by the SECP with respect to selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at the rate of 0.5% per annum of the average annual net assets of the Fund for the period from July 1, 2024 to August 18, 2024 and at the rate of 0.8% per annum of the average annual net assets of the Fund for the period from August 19, 2024 to September 30, 2024 (June 30, 2024: at the rate of 1% per annum of the average annual net assets of the Fund for the period from July 1, 2023 to March 31, 2024 and at the rate of 0.5% per annum of the average annual net assets of the Fund for the period from April 1, 2024 to June 30, 2024)

7.4 Effective July 1, 2024, Sindh government vide Sindh Finance Act, 2024 has enhanced the rate of Sindh Sales Tax (SST) from 13% to 15% which is applicable on the remuneration of the Management Company, sales load and on any amount of reimbursable expenditure or cost to the Management Company.

		September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
		(Rupees in '000)	
8. ACCRUED EXPENSES AND OTHER LIABILITIES	Note		
Auditors' remuneration payable		963	769
Shariah advisory fee payable		3,179	3,658
Charity payable		62,615	47,142
Brokerage payable		10,864	7,317
Capital gain tax payable		5,795	13,947
Zakat payable		20	141
Withholding tax payable		-	267,531
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	8.1	32,607	32,607
Provision for Federal Excise Duty and related Sindh Sales Tax on remuneration of the Management Company	8.1	231,867	231,867
Other payable		150	96
		<u>348,060</u>	<u>605,075</u>

8.1. The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2024. Had the provision of Federal Excise Duty not being made, the net asset value per unit as at September 30, 2024 would have been higher by Re. 0.92 (June 30, 2024: Re. 0.94) per unit.

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2024 and June 30, 2024.

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:

Balances as at:

	September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
	(Rupees in '000)	
Al Meezan Investment Management Limited - the Management Company		
Remuneration payable	6,583	6,244
Sindh Sales Tax payable on remuneration of the Management Company	987	812
Allocated expenses payable	1,341	-
Sindh Sales Tax payable on Allocated expenses	201	-
Selling and marketing expenses payable	36,948	32,593
Sindh Sales Tax payable on Selling and marketing	5,542	-
Sales load payable	1,099	1,652
Sindh Sales Tax on sales load payable	165	215
Investment of 1,902,591 units (June 30, 2024: 1,321,009 units)	158,663	107,882
Central Depository Company of Pakistan Limited - the Trustee		
Remuneration payable	1,985	1,959
Sindh Sales Tax payable on remuneration of the Trustee	298	255
Security deposit	100	100
Investment of 990,962 units (June 30, 2024: 988,771 units)	82,639	80,749
Meezan Bank Limited		
Balances with bank	54,387	438,801
Profit receivable on savings account	318	690
Advance against IBFT redemptions	30,000	30,000
Sales load payable	240	327
Sindh Sales Tax on sales load payable	36	43
Shariah advisory fee payable	3,179	3,658
Investment in shares 6,291,572 (June 30, 2024: 6,796,694 shares)	1,435,422	1,627,061
Investment of 12,509,602 units (June 30, 2024: 12,483,115 units)	1,043,212	1,019,450
Al Meezan Investment Management Limited - Employees' Gratuity Fund		
Investment of 220,788 units (June 30, 2024: 220,384 units)	18,412	17,998

Balances as at:

	September 30, 2024 (Unaudited) (Rupees in '000)	June 30, 2024 (Audited)
Engro Fertilizers Limited		
Investment in 5,141,372 shares (June 30, 2024: 591,372 shares)	<u>978,197</u>	<u>98,298</u>
Generations School (Pvt) Limited		
Investment of 1,513,246 units (June 30, 2024: 1,510,847 units)	<u>126,194</u>	<u>123,385</u>
National Clearing Company of Pakistan Limited		
Security deposit	<u>2,500</u>	<u>2,500</u>
Meezan Financial Planning Fund of Funds - Aggressive Allocation Plan		
Investment of 879,802 units (June 30, 2024: 801,730 units)	<u>73,369</u>	<u>65,474</u>
Meezan Financial Planning Fund of Funds - Moderate Allocation Plan		
Investment of 475,947 units (June 30, 2024: 428,353 units)	<u>39,691</u>	<u>34,982</u>
Meezan Financial Planning Fund of Funds - Conservative Allocation Plan		
Investment of 164,864 units (June 30, 2024: 136,135 units)	<u>13,748</u>	<u>11,118</u>
Meezan Strategic Allocation Fund - MSAP - I		
Investment of 81,625 units (June 30, 2024: 79,372 units)	<u>6,807</u>	<u>6,482</u>
Meezan Strategic Allocation Fund - MSAP - II		
Investment of 76,904 units (June 30, 2024: 73,728 units)	<u>6,413</u>	<u>6,021</u>
Meezan Strategic Allocation Fund - MSAP - III		
Investment of 8,789 units (June 30, 2024: 6,940 units)	<u>733</u>	<u>567</u>
Meezan Strategic Allocation Fund - MSAP - IV		
Investment of 19 units (June 30, 2024: Nil units)	<u>2</u>	<u>-</u>
Meezan Strategic Allocation Fund - MSAP - V		
Investment of 27,396 units (June 30, 2024: 27,325 units)	<u>2,285</u>	<u>2,232</u>
Directors and executives of the Management Company		
Investment of 13,377,517 units (June 30, 2024: 13,325,114 units)	<u>1,115,590</u>	<u>1,088,213</u>
Unit holders holding 10% or more units of the Fund		
Investment of 70,052,546 units (June 30, 2024: 69,924,660 units)	<u>5,841,885</u>	<u>5,710,488</u>

Transactions during the period

	September 30, 2024 (Unaudited) (Rupees in '000)	2023
Al Meezan Investment Management Limited - the Management Company		
Remuneration for the period	<u>115,282</u>	<u>86,876</u>
Sindh Sales Tax on management fee	<u>17,292</u>	<u>11,294</u>
Allocated expenses	<u>4,035</u>	<u>4,778</u>
Sindh Sales Tax on Allocated expenses	<u>605</u>	<u>-</u>
Selling and marketing expense	<u>36,948</u>	<u>43,438</u>
Sindh Sales Tax on Selling and marketing expense	<u>5,542</u>	<u>-</u>
Units issued: 1,179,664 units (2023: 599,734 units)	<u>100,201</u>	<u>35,000</u>
Units redeemed: 598,082 units (2023: nil units)	<u>50,000</u>	<u>-</u>

September 30,

Transactions during the period

Meezan Bank Limited

Profit on saving accounts

Shares purchased: Nil shares (2023: 114,998 shares)

Shares sold 505,122 shares (2023: :1,100,000 shares)

Dividend Income

Shariah advisory fee expense

Units issued: 26,487 units (2023: nil units)

Al Meezan Investment Management Limited - Employees' Gratuity Fund

Units issued: 403 units (2023: nil units)

Central Depository Company of Pakistan Limited - the Trustee

Trustee fee

Sindh Sales Tax on trustee fee

CDS charges

Units issued: 2,190 units (2023: nil units)

Engro Fertilizers Limited *

Shares purchased: 4,550,000 shares (2023: nil shares)

Shares sold: nil shares (2023: nil shares)

Dividend income

Generations School (Pvt) Limited

Units issued: 2,399 units (2023: nil units)

National Clearing Company of Pakistan Limited

NCCPL charges

Meezan Financial Planning Fund of Funds

- Aggressive Allocation Plan

Units issued: 123,334 units (2023: 112,061 units)

Units redeemed: 45,262 units (2023: 207,400 units)

Meezan Financial Planning Fund of Funds

- Moderate Allocation Plan

Units issued: 77,665 units (2023: 31,981 units)

Units redeemed: 30,071 units (2023: 77,631 units)

Meezan Financial Planning Fund of Funds

- Conservative Allocation Plan

Units issued: 63,820 units (2023: 4,125 units)

Units redeemed: 35,091 units (2023: 38,346 units)

Meezan Strategic Allocation Fund - MSAP - I

Units issued 2,253 (2023: nil units)

Units redeemed: nil units (2023: 41,452 units)

Meezan Strategic Allocation Fund - MSAP - II

Units issued: 3,411 units (2023: 97,011 units)

Units redeemed: 236 units (2023: 78,147 units)

Meezan Strategic Allocation Fund - MSAP - III

Units issued: 1,849 units (2023: nil units)

Units redeemed: nil units (2023: 79,743 units)

2024	2023
(Unaudited)	(Unaudited)
(Rupees in '000)	(Rupees in '000)
2,020	1,115
-	13,421
120,964	136,040
44,041	41,990
626	651
2,125	-
32	-
6,017	4,596
903	597
253	236
176	-
770,185	-
-	-
1,774	-
192	-
463	217
10,265	6,750
3,612	12,365
6,339	1,900
2,500	4,641
5,316	250
2,932	2,352
181	-
-	2,500
274	6,000
19	5,000
148	-
-	3,000

September 30,

Transactions during the period

Meezan Strategic Allocation Fund - MSAP - IV

Units issued: 19 units (2023: nil units)

2024	2023
(Unaudited)	
(Rupees in '000)	
2	-

Meezan Strategic Allocation Fund - MSAP - V

Units issued: 71 units (2023: nil units)

6	-
---	---

Unit holders holding 10% or more units of the Fund

Units issued: 127,886 units (2023: Nil units)

10,260	-
--------	---

Directors and executives of the Management Company

Units issued: 726,187 units (2023: 1,468,884 units)

Units redeemed: 697,795 units (2023: 187,669 units)

59,581	85,952
56,984	11,653

*Prior year figures have been shown as nil as the person was classified as a related party / connected person of the Fund with effect from November 1, 2023.

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

	As at September 30, 2024			
	Level 1	Level 2	Level 3	Total
ASSETS				

Financial assets 'at fair value through profit or loss'

Shares of listed companies - 'ordinary shares' 23,393,180 - - 23,393,180

As at June 30, 2024			
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'	23,351,025	-	-	23,351,025
--	------------	---	---	------------

12. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2024 is 3.88% (Sep 30, 2023: 3.93%) which includes 0.55% (Sep 30, 2024: 0.4%) 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.

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, 2025 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

These condensed interim financial statements were authorised for issue on October 10, 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

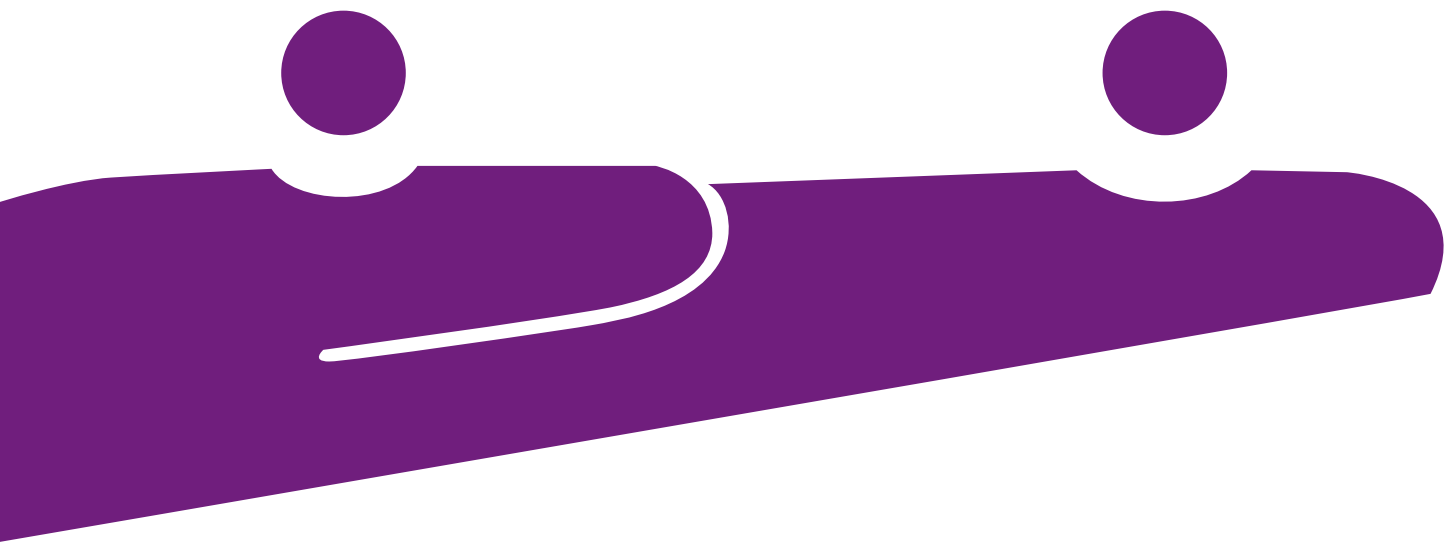


Al Meezan
Investment Management Ltd.



THRUST INTO INNOVATIVE OPPORTUNITIES

At Al Meezan, we embrace innovative opportunities that redefine the financial landscape. Our commitment to developing tailored investment solutions empowers clients to achieve their financial goals with confidence and ease.



Al Meezan Mutual Fund



The investment objective of the Fund is to optimize the total investment returns, both capital gains and 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. Irfan Siddiqui	Chairman
Mr. Ahmed Iqbal Rajani	Non-Executive Nominee Director- PKIC
Ms. Danish Zuberi	Independent Director
Mr. Feroz Rizvi	Independent Director
Mr. Furquan Kidwai	Independent Director
Mr. Imtiaz Gadar	Chief Executive Officer
Mr. Saad Ur Rahman Khan	Non-Executive Nominee Director- PKIC
Ms. Shazia Khurram	Non-Executive Nominee Director- MBL
Syed Amir Ali	Non-Executive Nominee Director- MBL
Syed Imran Ali Shah	Non-Executive Nominee Director- MBL

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Syed Haseeb Ahmed Shah

BOARD AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Ahmed Iqbal Rajani	Member
Syed Imran Ali Shah	Member

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Imtiaz Gadar	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

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	Habib Metropolitan Bank Limited - Islamic Banking
Al Baraka Bank Pakistan Limited	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 SEPTEMBER 30, 2024

		September 30, 2024 (Unaudited) (Rupees in '000)	June 30, 2024 (Audited)
	Note		
Assets			
Balances with banks	5	175,278	165,181
Investments	6	5,617,053	4,958,699
Receivable against sale of investments		-	33,211
Receivable against conversion of units		34,102	-
Dividend receivable		56,793	2,053
Advances, deposits and other receivable		5,598	3,740
Total assets		5,888,823	5,162,884
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	22,947	9,373
Payable to Central Depository Company of Pakistan Limited - Trustee		1,157	542
Payable to Securities and Exchange Commission of Pakistan (SECP)		410	383
Payable to Meezan Bank Limited		123	-
Payable against purchase of investments		25,173	-
Payable against conversion and redemption of units		14,149	67,472
Dividend payable		-	123,057
Accrued expenses and other liabilities	9	61,265	87,607
Total liabilities		125,223	288,434
Net assets		5,763,600	4,874,450
Unitholders' fund (as per statement attached)		5,763,600	4,874,450
Contingencies and Commitments	8		
Number of units in issue		231,289,101	199,762,285
		(Rupees)	
Net assets value per unit		24.9195	24.4013

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

AL MEEZAN MUTUAL FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

		September 30,	
		2024	2023
		(Rupees in '000)	
Note			
	Income		
	Realised gain on sale of investments - net	41,977	76,769
	Dividend income	92,209	48,050
	Profit on saving accounts with banks	4,457	3,599
		138,643	128,418
	Net unrealised (diminution) / appreciation on re-measurement of investments classified as "financial assets at fair value through profit or loss"		
6.1		(6,182)	242,133
	Total income	132,461	370,551
	Expenses		
	Remuneration to Al Meezan Investment Management Limited - Management Company	25,260	17,186
	Sindh Sales Tax on management fee	3,789	2,234
	Allocated expenses	884	945
	Sindh Sales Tax on allocated expenses	132	
	Selling and marketing expenses	8,138	8,593
	Sindh Sales Tax on selling and marketing	1,198	
	Remuneration to Central Depository Company of Pakistan Limited - Trustee	1,515	1,111
	Sindh Sales Tax on trustee fee	227	144
	Annual fee to Securities and Exchange Commission of Pakistan	1,200	816
	Auditors' remuneration	153	335
	Charity expense	3,406	870
	Fees and subscription	154	150
	Brokerage expense	4,641	1,793
	Printing expenses	1	-
	Bank and settlement charges	176	167
	Total expenses	50,873	34,345
	Net Income for the quarter before taxation	81,589	336,206
	Taxation	-	-
	Net income for the quarter after taxation	81,589	336,206
	Allocation of net income for the quarter		
	Net income for the quarter after taxation	81,589	336,206
	Income already paid on units redeemed	(10,275)	(26,981)
		71,314	309,225
	Accounting income available for distribution		
	- Relating to capital gains	35,795	309,225
	- Excluding capital gains	35,518	-
		71,314	309,225

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



AL MEEZAN MUTUAL FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

	September 30,	
	2024	2023
	(Rupees in '000)	
Net income for the quarter after taxation	81,589	336,206
Other comprehensive income for the quarter	-	-
Total comprehensive income for the quarter	<u>81,589</u>	<u>336,206</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

AL MEEZAN MUTUAL FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

	September 30, 2024			September 30, 2023		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the quarter	3,327,814	1,546,636	4,874,450	2,985,911	167,283	3,153,194
Issuance of 94,652,033 units (2023: 34,382,073 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	2,309,633	-	2,309,633	538,973	-	538,973
- Element of Income	45,213	-	45,213	58,843	-	58,843
Total proceeds on issuance of units	2,354,846	-	2,354,846	597,816	-	597,816
Redemption of 63,125,217 units (2023: 42,502,613 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	1,540,328	-	1,540,328	666,271	-	666,271
- Element of income	(3,318)	10,275	6,957	49,252	26,981	76,233
Total payments on redemption of units	1,537,010	10,275	1,547,286	715,523	26,981	742,504
Total comprehensive income for the quarter	-	81,589	81,589	-	336,206	336,206
Income for the quarter after adjustment		81,589	-		336,206	
Net assets at end of the quarter	4,145,650	1,617,950	5,763,600	2,868,204	476,508	3,344,712
Undistributed income brought forward						
- Realised Income		189,437			269,423	
- Unrealised income / (loss)		1,357,199			(102,140)	
		1,546,636			167,283	
Accounting income available for distribution(after adjusting income already paid on units redeemed)						
- Relating to capital gains	35,795			309,225		
- Excluding capital gains	35,518			-		
	71,314			309,225		
Net loss for the quarter after taxation	-			-		
Undistributed income carried forward		1,617,950			476,508	
Undistributed income carried forward						
-Realised income		1,624,131			234,374	
-Unrealised (loss) / income		(6,182)			242,133	
		1,617,950			476,508	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the quarter	24.4013			15.6760		
Net assets value per unit at end of the quarter	24.9195			17.3277		

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



AL MEEZAN MUTUAL FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

	September 30,	
	2024	2023
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the quarter before taxation	81,589	336,206
Adjustments for:		
Net unrealised appreciation diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6,182	(242,133)
	<u>87,771</u>	<u>94,072</u>
(Increase) / Decrease in assets		
Investments - net	(664,535)	69,909
Receivable against sale of investments	33,211	2,208
Dividend receivable	(54,740)	(44,125)
Deposits, prepayments, profit accrued and other receivables	(1,858)	(1,890)
	<u>(687,922)</u>	<u>26,102</u>
Increase in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	13,574	325
Payable to Central Depository Company of Pakistan Limited - Trustee	615	14
Payable to Meezan Bank Limited	123	15
Payable to Securities and Exchange Commission of Pakistan	27	(509)
Payable against purchase of investments - net	25,173	15,855
Accrued expenses and other liabilities	(26,342)	3,178
	<u>13,169</u>	<u>18,878</u>
Net cash (used in) / generated from operating activities	<u>(586,982)</u>	<u>139,052</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	2,320,744	602,881
Payment against redemption and conversion of units	(1,600,608)	(769,764)
Dividend Paid	(123,057)	-
Net cash generated / (used in) from financing activities	<u>597,079</u>	<u>(166,883)</u>
Net increase / (decrease) in cash and cash equivalents during the quarter	<u>10,097</u>	<u>(27,830)</u>
Cash and cash equivalents at the beginning of the quarter	165,181	121,100
Cash and cash equivalents at the end of the quarter	<u>175,278</u>	<u>93,270</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

AL MEEZAN MUTUAL FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

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 Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on June 17, 2011 in accordance with the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). 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.

In the year 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). The Fund was required to be registered under the Sindh Trust Act. Accordingly, on September 3, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

- 1.2 The objective of the Fund is to provide the 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. The Fund shall also keep an exposure in short-term instruments for the purpose of maintaining liquidity and to capitalise on exceptional returns, if available, at any given point of time. 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 near cash instruments. 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.
- 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 29, 2023 (2023: AM1 dated December 30, 2022) and by PACRA dated June 21, 2024 (2023: AM1 dated June 23, 2023). 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 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, 2024.

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 September 30, 2024.

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, 2024.

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, 2024. 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, 2024.

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, 2024. 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 in the current period

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2024. However, the new standards, interpretations and amendments to the approved accounting standards will not have any material impact on the Fund's financial statements in this quarter of adoption and, therefore, have not been detailed in these condensed interim financial statements.

		September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note	(Rupees in '000)	
5. BALANCES WITH BANKS			
In saving accounts	5.1	169,743	156,171
In current accounts		5,535	9,010
		<u>175,278</u>	<u>165,181</u>

5.1 These include a balance maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 9.3% (2024: 10.00%) per annum. Other profit and loss sharing accounts of the Fund have expected profit rates of profit ranging from 8.82% to 17.50% per annum (2024: 11.01% to 21.20% per annum).

		September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note	(Rupees in '000)	
6. INVESTMENTS			
Investments - 'at fair value through profit or loss'	6.1	5,617,053	4,958,699
		<u>5,617,053</u>	<u>4,958,699</u>

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

Name of the investee company	As at July 1, 2024	Purchased during the quarter	Bonus / right shares	Sold during the quarter	As at September 30, 2024	Carrying value as at September 30, 2024	Market Value as at September 30, 2024	Unrealised (diminution) / appreciation as at June 30, 2024	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											
Milat Tractors Limited	-	50,000	-	-	50,000	27,696	27,691	(6)	0.00	0.49	0.14
Cement									0.00	0.49	0.14
Cherat Cement Company Limited	1,146,025	139,000	-	50,000	1,235,025	203,774	224,056	20,284	0.04	3.99	0.12
Kohat Cement Company Limited	723,392	40,000	-	40,000	723,392	181,542	219,875	38,333	0.04	3.91	0.11
D.G. Khan Cement Company Limited	1,350,000	265,000	-	1,075,000	540,000	48,573	38,690	(8,883)	0.01	0.71	0.01
Lucky Cement Limited	445,842	141,850	-	78,500	509,192	459,530	450,146	(9,384)	0.08	8.01	0.15
Maple Leaf Cement Factory Limited	8,735	-	-	-	8,735	332	283	(49)	0.00	0.01	-
Fauji Cement Company Limited	5,014,500	2,860,000	-	850,000	7,024,500	160,543	177,579	17,037	0.03	3.16	0.01
Chemicals									0.19	19.79	0.40
Lucky Core Industries Limited	147,702	7,205	-	2,596	152,311	142,367	160,063	17,716	0.03	2.85	0.17
Star Chemical Industries Limited	50,900	-	-	7,699	43,201	14,875	12,312	(2,563)	0.00	0.22	0.06
Lotte Chemical Pakistan Limited	550,000	-	-	550,000	-	-	-	-	0.03	3.07	0.23
Commercial Banks									-	-	-
Faysal Bank Limited	-	550,000	-	550,000	-	329,004	315,366	(13,635)	0.05	5.61	0.18
Meezan Bank Limited	1,582,284	100,000	-	300,000	1,382,284	-	-	-	0.05	5.61	0.18
Fertilizer									-	-	-
Engro Corporation Limited (note 6.1.2)	520,768	300,000	-	-	820,768	268,665	248,284	(19,381)	0.04	4.44	0.05
Engro Fertilizers Limited	500	1,525,000	-	-	1,525,500	258,233	290,242	32,009	0.05	5.17	0.02
Fauji Fertilizer Bin Qasim Limited	36,429	2,450,000	-	2,047,297	439,132	17,675	22,009	4,334	0.00	0.39	0.02
Fatima Fertilizer Company Limited	-	75,000	-	-	75,000	4,050	4,466	416	0.00	0.08	-
Food and Personal Care Products									0.10	10.08	0.09
Al-Shaheer Corporation Limited **	11,539	-	-	-	11,539	93	73	(21)	0.00	0.00	-
Glass and Ceramics									0.00	0.00	-
Ghani Glass Limited	2,531	-	-	-	2,531	66	63	(3)	0.00	0.00	-
Tariq Glass Industries Limited	234,827	-	-	50,000	184,827	21,542	20,606	(935)	0.00	0.37	0.01
Miscellaneous									0.00	0.37	0.01
Pakistan Aluminium Beverage Cans Limited	436,029	-	-	436,029	-	-	-	-	-	-	-
Shifa International Hospital	-	75,000	-	-	75,000	13,125	13,274	149	0.00	0.24	0.21
									0.00	0.24	0.21

Name of the investee company	As at July 1, 2024	Purchased during the Quarter	Bonus / right shares	Sold during the Quarter	As at September 30, 2024	Carrying value as at September 30, 2024	Market Value as at September 30, 2024	Unrealised (diminution) / appreciation as at September 30, 2024	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 '00)			%			
Oil and Gas Exploration Companies											
Mari Petroleum Company Limited	211,906	20,000	1,315,248	222,500	1,324,854	407,857	563,893	155,836	0.10	10.04	0.47
Oil and Gas Development Company Ltd	3,381,568	900,000	-	50,000	4,231,568	577,733	606,934	29,201	0.11	10.81	0.01
Pakistan Petroleum Limited	3,877,771	420,000	-	100,000	4,197,771	491,039	448,406	(42,634)	0.08	7.98	0.10
		-							0.28	28.82	0.58
Oil and Gas Marketing Companies											
Attock Petroleum Limited	3,670	60,000	-	-	63,670	26,653	25,595	(1,058)	0.00	0.46	0.02
Hascol Petroleum Limited (note 6.1.3)**	7,946	-	-	-	7,946	49	53	3	0.00	0.00	-
Pakistan State Oil Company Limited (note 6.1.3)	1,013,913	80,000	-	65,000	1,028,913	171,319	165,953	(5,365)	0.03	2.95	0.04
Sui Northern Gas Pipelines Limited	2,605,574	245,000	-	50,000	2,800,574	179,064	178,509	(555)	0.03	3.16	0.03
		-							0.06	6.69	0.09
Paper and Board											
Century Paper & Board Mills Limited	2,455,177	50,000	-	-	2,505,177	74,782	62,529	(12,252)	0.01	1.11	0.02
Packages Limited	186,078	11,172	-	25,000	172,250	92,043	85,574	(6,470)	0.01	1.52	0.10
									0.03	2.64	0.12
Pharmaceuticals											
Hightnoon Laboratories Limited (note 6.1.3)	984	48,000	-	-	48,984	36,702	33,609	(3,093)	0.01	0.60	0.06
The Searle Company Limited (note 6.1.3)	22,390	400,000	-	-	422,390	25,873	24,055	(1,818)	0.00	0.43	-
Abbot Laboratories (Pakistan)	-	50,000	-	-	50,000	39,303	38,262	(1,041)	0.01	0.68	0.39
Glarosmithkline Pakistan Limited	-	341,630	-	-	341,630	52,785	65,709	12,924	0.01	1.17	0.21
									0.03	2.88	0.66
Power Generation and Distribution											
K-Electric Limited (note 6.1.1)	10,308,799	6,000,000	-	1,500,000	14,808,799	66,089	55,681	(10,408)	0.01	0.99	-
The Hub Power Company Limited	4,207,409	1,305,000	-	670,000	4,842,409	759,368	577,883	(181,475)	0.10	10.29	0.04
									0.11	11.28	0.04
Technology and Communication											
Systems Limited (note 6.1.3)	678,195	170,000	-	130,000	718,195	299,218	291,506	(7,709)	0.05	5.19	0.10
									0.06	6.19	0.10
Property and Real Estate											
TPL Real Fund 1	569,000	-	-	-	569,000	8,535	7,966	(569)	0.00	0.14	-
REFINERY											
Attock Refinery Limited	60,390	30,000	-	-	90,390	32,576	29,082	(3,494)	0.01	0.52	0.03
Energyco PK Limited	6,694,072	-	-	4,014,878	2,679,194	10,315	10,127	(188)	0.00	0.18	-
Pakistan Refinery Limited	400,000	1,350,000	-	-	1,750,000	42,391	41,055	(1,336)	0.01	0.73	0.01
									0.01	1.43	0.04
Textile Composite											
Interloop Limited	1,299,180	-	-	200,000	1,099,180	77,855	77,756	(99)	0.01	1.38	0.01
									0.01	1.38	0.01
Total as at September 30, 2024						5,623,234	5,617,053	-6,182	97.32	100.00	
Total as at June 30, 2024						3,601,500	4,958,699	1,357,199	101.73	100.00	

** Nil figures due to rounding off difference

- 6.1.1 All shares have a nominal value of Rs 10 each except for 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 202,000 shares (June 30, 2024: 202,000 shares) of Engro Corporation Limited, having market value of Rs 61.351 million (June 30, 2024: Rs 67.207 million) as at September 30, 2024, 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 status of bonus shares already withheld prior to the introduction of the Finance Act, 2018 is the same as that disclosed in the audited financial statements of the Fund for the year ended June 30, 2024. As at September 30, 2024, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 10.479 million (June 30, 2024: Rs. 8.195 million).
- 6.1.4 The Finance Act, 2023 has introduced Section 236Z of the Income Tax Ordinance, 2001 (ITO) effective from July 1, 2023, which inter alia requires every company, issuing bonus shares to the shareholders of the company, to withhold 10% of the bonus shares to be issued. In this regard, a petition has been submitted by the Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, where it has been submitted that the CISs are exempt from levy of any sort of income tax in terms of 99 of Part-I of the 2nd Schedule to the ITO. Further, the Court was pleased to direct the companies to retain 10% of the bonus shares being issued to the funds until further orders by the Court whereas they shall not deduct or pay any tax to the relevant tax authorities in terms of Section 236Z of the ITO.

7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - THE MANAGEMENT COMPANY	Note	September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
		(Rupees in '000)	
Remuneration payable	7.1	10,229	1,325
Sindh Sales Tax on Remuneration of the management company		1,534	172
Allocated expenses payable	7.2	884	-
Sindh Sales Tax on allocated expenses payable	7.4	132	-
Sales load payable		714	578
Sindh Sales Tax payable on sales load		116	76
Selling and marketing expenses payable	7.3	8,138	7,222
Sindh Sales Tax on selling and marketing expenses payable	7.4	1,198	-
		22,947	9,373

- 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% 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, has charged such expenses at the rate 0.07% from July 1, 2024 to September 30, 2024 (June 30, 2024 nil) 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 issued by the SECP 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 0.8% (June 30, 2024: 0.5%) per annum of the average annual net assets of the Fund during the period ended September 30, 2024, subject to total expense charged being lower than actual expense incurred
- 7.4 Effective July 1, 2024, Sindh government vide Sindh Finance Act, 2024 has enhanced the rate of Sindh Sales Tax (SST) from 13% to 15% which is applicable on the remuneration of the Management Company, sales load, remuneration of the Trustee and on any amount of reimbursable expenditure or cost to the Management Company

8. CONTINGENCIES AND COMMITMENTS

There were no other contingencies and commitments outstanding as at September 30, 2024 and June 30, 2024.

		September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
		(Rupees in '000)	
9.	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	
	Auditors' remuneration payable		811
	Brokerage payable		4,053
	Withholding tax payable		
	Shariah advisor fee payable		219
	Charity payable		12,326
	Capital gain tax payable		2,492
	Provision for Federal Excise Duty and related Sindh Sales Tax on management fee	9.1	37,524
	Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	9.1	3,732
	Zakat payable		108
			61,265
			87,607

- 9.1 The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2024. Had the provision for FED not been made, the Net Asset Value of the Fund as at September 30, 2024 would have been higher by Re 0.18 (June 30, 2024 : Rs. 0.21) 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 (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 unitholders 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 payable to the Management Company and the Trustee is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed, respectively.



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

Balances

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

Remuneration payable to the Management Company
Sindh Sales Tax payable on remuneration of the Management Company
Sales load payable
Sindh Sales Tax on sales load payable
Selling and marketing expense payable
Sindh Sales Tax payable on selling and marketing expense payable
Allocated expenses payable
Sindh Sales Tax payable on allocated expenses payable
Investment of 12,754,134 units (June 30, 2024: 17,962,346 units)

Unitholders holding 10% or more units of the fund
Investment of 60,660,466 units (June 30, 2024: 22,984,581)

September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
(Rupees in '000)	
10,229	1,325
1,534	172
714	578
116	76
8,138	7,222
1,198	-
884	-
132	-
317,827	357,586
1,511,628	560,854

Meezan Bank Limited

Balance with bank
Profit receivable on saving account
Sales load payable
Sindh Sales Tax on sales load
Investment of 1,382,284 shares (June 30, 2024: 1,882,284 shares)
Investment of 23,030,593 units (June 30, 2024: 22,984,581 units)
Shariah Advisor fee payable

September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
(Rupees in '000)	
259,923	80,740
363	169
107	-
16	-
315,368	45,930
573,910	560,853
219	365

Central Depository Company of Pakistan Limited - Trustee

Security deposit
Remuneration payable
Sindh Sales Tax on trustee fee payable

238	238
1,006	480
151	62

Engro Fertilizers Limited

Investment of 1,525,500 shares (June 30, 2024: 500 shares)

290,242	83
---------	----

National Clearing Company of Pakistan Limited

Security deposit

2,500	2,500
-------	-------

MSAF - Meezan Strategic Allocation Plan II

Investment of nil units (June 30, 2024: 6,336 units)

-	155
---	-----

MSAF - Meezan Strategic Allocation Plan - III

Investment of nil units (June 30,2024: 519,442 units)

-	12,675
---	--------

MSAF- Meezan Strategic Allocation Plan IV

Investment of nil units (June 30, 2024: 492,296 units)

-	1,373
---	-------

MSAF - Meezan Strategic Allocation Plan - V

Investment of nil (June 30,2024: 56,285 units)

-	13,290
---	--------

Meezan Financial Planning Fund of Funds - MAAP - I

Investment of nil units (June 30, 2024: 544,657 units)

-	2,636
---	-------

Pakistan Kuwait Investment Company (Private) Limited

Investment of 16,924,439 units (June 30, 2024: 16,895,690 units)

421,748	412,277
---------	---------

Directors and executives of the Management Company

Investment of 1,190,114 units (June 30 2024: 176,114 units)

29,657	4,297
--------	-------

Al Meezan Investment Management Limited - Employees Gratuity Fund

Investment of 493,362 units (June 30 2024: 22,984,581 units)

12,294	12,017
--------	--------



Transactions during the quarter

For the quarter ended September

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

Remuneration for the quarter
Sindh Sales Tax on management fee
Allocated expenses
Sindh Sales Tax on allocated expenses
Selling and marketing expense
Units issued: 34,108 units (September 30, 2023: Nil units)
Units redeemed: 1,934,378 units (September 30, 2023: nil units)
Sindh Sales Tax on selling and marketing expense

2024	2023
(Unaudited)	
(Rupees in '000)	
25,260	17,186
3,789	2,234
884	945
132	-
8,138	8,593
813	-
50,000	-
1,198	-

Al Meezan Investment Management Limited - Employees Gratuity Fund
Units issued: 878 units (September 30, 2023: Nil units)

21	-
----	---

Meezan Bank Limited

Profit on saving accounts with banks
Shariah Advisor fee
Units issued: 46,012 units (September 30, 2023: Nil units)
Shares purchased : 100,000 shares (September 30, 2023: 185,000 shares)
Shares sold: 300,000 shares (September 30, 2023: Nil shares)
Dividend income from shares

623	568
122	122
1,097	-
21,900	22,969
71,590	-
9,676	10,425

Central Depository Company of Pakistan Limited - Trustee

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

1,515	1,111
227	144
52	78

For the quarter ended September

MSAF- Meezan Strategic Allocation Plan IV

Units issued: 2,170 units (September 30, 2023: Nil units)
Redemption of 58,455 units (September 30, 2023: 164,596 units)

52	-
1,467	3,000

MSAF- Meezan Strategic Allocation Plan - I

Units issued: 12,859 units (September 30, 2023: Nil units)
Redemption of 12,859 units (September 30, 2023: 292,586 units)

307	-
323	5,000

MSAF -Meezan Strategic Allocation Plan - II

Units issued: 10,492 units (September 30, 2023: Nil units)
Redemption of 16,828 units (September 30, 2023: 1,425,997 units)

250	-
422	25,740

MSAF - Meezan Strategic Allocation Plan - III

Units issued: 4,629 units (September 30, 2023: Nil units)
Redemption of 524,051 units (September 30, 2023: 329,193 units)

110	-
13,148	6,000

MSAF - Meezan Strategic Allocation Plan - V

Units issued: 1,273 units (September 30, 2023: Nil units)
Redemption of 545,930 units (September 30, 2023: 54,865 units)

30	-
13,697	1,000

Meezan Financial Planning Fund of Funds - MAAP - I

Units issued: 3,569 units (September 30, 2023: Nil units)
Redemption of 111,614 units (September 30, 2023: Nil units)

85	-
2,800	-

Directors and executives of the Management Company

Units issued: 2,593,790 units (September 30, 2023: 152,316 units)
Units redeemed: 1,580,028 units (September 30, 2023: 279,634 units)

64,275	2,735
38,684	4,652

Pak Kuwait Investment Company Limited

Units issued: 28,749 units (September 30, 2023: nil units)

686	-
-----	---

Engro Fertilizers Limited

Units issued: 1,525,000.00 units (September 30, 2023: nil units)
Dividend income from shares

258,150	-
2	-

Unitholders holding 10% or more units of the fund

Units issued: 107,920 units (September 30, 2023: nil units)

2,574	-
-------	---

11. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2024 is 4.03% (September 30, 2023: 3.99%) which includes 0.57% (September 30, 2023: 0.39%) 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% (excluding govt. levies) prescribed under the NBFC Regulations for a collective investment scheme categorized 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. The Fund has not recorded any tax liability in respect of income relating to the current quarter as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 2025 as reduced by capital gains (whether realised or unrealised) to its unitholders.

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

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 September 30, 2024 the Fund held the following financial instruments measured at fair value:

As at September 30, 2024			
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'

5,617,053	-	-	5,617,053
-----------	---	---	-----------

As at June 30, 2024			
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'

4,958,699	-	-	4,958,699
-----------	---	---	-----------



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 October 10, 2024 by the Board of Directors of the Management Company

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

Chief Executive

Chief Financial Officer

Director

EMPOWERING WOMEN IN FINANCIAL PLANNING

Al Meezan is committed to empowering women through tailored financial planning services, enabling them to achieve financial independence and security for themselves and their families.

KSE Meezan Index Fund

The investment objective of the Fund is 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.



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. Ahmed Iqbal Rajani	Non-Executive Nominee Director- PKIC
Ms. Danish Zuberi	Independent Director
Mr. Feroz Rizvi	Independent Director
Mr. Furquan Kidwai	Independent Director
Mr. Imtiaz Gadar	Chief Executive Officer
Mr. Saad Ur Rahman Khan	Non-Executive Nominee Director- PKIC
Ms. Shazia Khurram	Non-Executive Nominee Director- MBL
Syed Amir Ali	Non-Executive Nominee Director- MBL
Syed Imran Ali Shah	Non-Executive Nominee Director- MBL

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Syed Haseeb Ahmed Shah

BOARD AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Ahmed Iqbal Rajani	Member
Syed Imran Ali Shah*	Member

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Imtiaz Gadar	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

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

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 SEPTEMBER 30, 2024

		September 30, 2024 (Unaudited) ------(Rupees in '000)-----	June 30, 2024 (Audited)
	Note		
Assets			
Balances with banks	5	20,808	12,838
Investments	6	3,828,676	4,111,529
Receivable against conversion of units		280	3
Dividend receivable		37,145	383
Receivable against sale of investments		-	3,297
Deposits and other receivables		2,707	2,789
Total assets		<u>3,889,617</u>	<u>4,130,839</u>
Liabilities			
Payable to Al Meezan Investment Management Limited -Management Company	7	1,081	670
Payable to Central Depository Company of Pakistan Limited -Trustee		448	448
Payable to the Securities and Exchange Commission of Pakistan		303	311
Payable to Meezan Bank Limited		40	65
Payable against redemption and conversion of units		3,082	18
Payable against purchase of investments		10,007	-
Dividend payable		25	114,717
Accrued expenses and other liabilities	8	19,004	41,847
Total liabilities		<u>33,990</u>	<u>158,076</u>
Net assets		<u>3,855,626</u>	<u>3,972,763</u>
Contingencies and commitments	9		
Unit holders' fund (as per statement attached)		<u>3,855,626</u>	<u>3,972,763</u>
		(Number of units)	
Number of units in issue		<u>38,630,523</u>	<u>39,125,373</u>
		(Rupees)	
Net asset value per unit		<u>99.8078</u>	<u>101.5393</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

KSE MEEZAN INDEX FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

		For the quarter ended, September 30,	
		2024	2023
Note		(Rupees in '000)	
Income			
Net realised gain on sale of investments		170	53,710
Dividend income		83,112	31,193
Profit on saving accounts with banks		705	187
Other income		568	275
		<u>84,555</u>	<u>85,364</u>
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1	(135,401)	173,186
Total (loss) / income		<u>(50,846)</u>	<u>258,550</u>
Expenses			
Remuneration of Al Meezan Investment Management Limited - Management Company	7	9,889	6,574
Sindh Sales Tax on remuneration of the Management Company		1,483	855
Allocated expenses		341	723
Sindh Sales Tax on allocated expense		51	
Remuneration of Central Depository Company of Pakistan- Trustee Limited		1,241	909
Sindh Sales Tax on remuneration of the trustee		186	118
Fees to Securities and Exchange Commission of Pakistan		939	625
Auditors' remuneration		81	66
Brokerage expense		586	2,628
Charity expense		2,829	619
Bank and settlement charges		229	230
Fees and subscription		171	140
Total expenses		<u>18,027</u>	<u>13,485</u>
Net (loss) / income for the quarter before taxation		<u>(68,873)</u>	<u>245,065</u>
Taxation	12	-	-
Net (loss) / Income for the quarter after taxation		<u>(68,873)</u>	<u>245,065</u>
Allocation of net income for the quarter			
Net income for the quarter after taxation		-	245,065
Income already paid on units redeemed		-	(94,582)
		<u>-</u>	<u>150,483</u>
Accounting income available for distribution			
- Relating to capital gains		-	150,483
- Excluding capital gains		-	-
		<u>-</u>	<u>150,483</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



KSE MEEZAN INDEX FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

	For the quarter ended, September 30,	
	2024	2023
	(Rupees in '000)	
Net (loss) / Income for the quarter after taxation	(68,873)	245,065
Other comprehensive income for the quarter	-	-
Total comprehensive (loss) / income for the quarter	<u>(68,873)</u>	<u>245,065</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

KSE MEEZAN INDEX FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

	September 30, 2024			September 30, 2023		
	Capital Value	Undistributed income	Total	Capital Value	Accumulated losses	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the quarter	3,574,628	398,135	3,972,763	2,754,834	(170,120)	2,584,714
Issuance of 2,221,215 units (2023: 11,374,495 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	225,541		225,541	738,569		738,569
- Element of income	1,016		1,016	66,378		66,378
Total proceeds on issuance of units	226,556	-	226,556	804,947	-	804,947
Redemption of 2,716,065 units (2023: 15,471,610 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	275,787		275,787	1,004,603		1,004,603
- Element of (loss) / income	(967)	-	(967)	3,063	94,582	97,645
Total payments on redemption of units	274,820	-	274,820	1,007,665	94,582	1,102,247
Total comprehensive loss for the quarter		(68,873)	(68,873)		245,065	245,065
Distribution during the quarter		-	-		-	-
Net loss for the quarter less distribution	-	(68,873)	(68,873)	-	245,065	245,065
Net assets at the end of the quarter	<u>3,526,364</u>	<u>329,262</u>	<u>3,855,626</u>	<u>2,552,115</u>	<u>(19,637)</u>	<u>2,532,479</u>
Undistributed income/ (accumulated losses) brought forward						
- Realised (loss) / Income		(955,909)			8,334	
- Unrealised Income / (loss)		1,354,044			(178,454)	
		398,135			(170,120)	
Accounting income available for distribution						
- Relating to capital gains		-			150,483	
- Excluding capital gains		-			-	
		-			150,483	
Net loss for the quarter after taxation		(68,873)			-	
Undistributed income / (accumulated losses) carried forward		329,262			(19,637)	
Accumulated income / (loss) carried forward						
- Realised income/ (loss)		464,663			(192,822)	
- Unrealised (loss) / income		(135,401)			173,186	
		329,262			(19,637)	
			(Rupees)			(Rupees)
Net assets value per unit at the beginning of the quarter			<u>101.5393</u>			<u>64.9320</u>
Net assets value per unit at the end of the quarter			<u>99.8078</u>			<u>70.9193</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



**KSE MEEZAN INDEX FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

	For the quarter ended September 30,	
	2024	2023
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / Income for the quarter before taxation	(68,873)	245,065
Adjustments for:		
Net unrealised diminution / (appreciation) on re-measurement of investments classified 'as financial assets at fair value through profit or loss'	135,401	(173,186)
	66,528	71,879
Decrease in assets		
Investments - net	147,452	231,743
Receivable against sale of investments	3,297	-
Dividend receivable	(36,762)	(7,744)
Deposits and other receivables	82	(116)
	114,069	223,883
Decrease in liabilities		
Payable to Al Meezan Investment Management Limited - the Management Company	411	(242)
Payable to Central Depository Company of Pakistan Limited - the Trustee	-	(10)
Payable to the Securities and Exchange Commission of Pakistan	(8)	(337)
Payable to Meezan Bank Limited	(25)	-
Payable against purchase of investments	10,007	-
Accrued expenses and other liabilities	(22,843)	(2,008)
Dividend payable	(114,692)	(1,330)
	(127,150)	(3,927)
Net cash generated from operating activities	53,447	291,835
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units - net of refund of capital	226,279	813,800
Payment against redemption and conversion of units	(271,756)	(1,100,131)
Net cash used in financing activities	(45,477)	(286,331)
Net increase in cash and cash equivalents during the quarter	7,970	5,504
Cash and cash equivalents at beginning of the quarter	12,838	12,575
Cash and cash equivalents at the end of the quarter	20,808	18,079

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

KSE MEEZAN INDEX FUND

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 KSE Meezan Index Fund (the Fund) was established under a Trust Deed executed under Trust Act, 1882 between Al Meezan Investment Management Limited as Management Company ('the Management Company') and Central Depository Company of Pakistan Limited (CDC) as 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, (NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008, (NBFC Regulations, 2008). 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 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.

In the year 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). Accordingly, on August 16, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

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. 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.

1.3 The Fund is an open-end fund listed on 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 Shariah Compliant Index Fund.

1.4 The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 29, 2023 (2023: 'AM1' dated December 30, 2022) and by PACRA dated June 21, 2024 (2023: 'AM1' dated June 23, 2023). 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 (CDC) 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 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, 2024.

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 September 30, 2024.

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, 2024.

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, 2024. 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, 2024.

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, 2024. However, these do not have any material 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, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2024. However, the new standards, interpretations and amendments to the approved accounting standards will not have any material impact on the Fund's financial statements in the period of adoption, therefore, have not been detailed in these condensed interim financial statements.

		Sep 2024 (Unaudited)	June 2024 (Audited)
		(Rupees in '000)	
5	BALANCES WITH BANKS	Note	
	In saving accounts	5.1	17,383
	In Current accounts		3,425
			<u>20,808</u>
			<u>9,476</u>
			<u>3,362</u>
			<u>12,838</u>

5.1 The balance in saving accounts have an expected profit ranging from 8.82% to 17.30% per annum (June 30, 2024: 8.82% to 19.20% per annum).

		Sep 30, 2024 (Unaudited)	June 30, 2024 (Audited)
		(Rupees in '000)	
6	INVESTMENTS	Note	
	At fair value through profit or loss		
	Investment in equity securities - listed	6.1	3,828,676
			<u>4,111,529</u>

Name of the Investee company	As at July 1, 2024	Purchases during the quarter	Rights / Bonus issue	Sales during the quarter	As at Sep 30, 2024	Carrying value as at Sep 30, 2024	Market value as at Sep 30, 2024	Unrealised appreciation/ (diminution) as at Sep 30, 2024	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								
									(Rupees in '000)	%									
Sectors / companies																			
AUTOMOBILE ASSEMBLER																			
Milat Tractors Limited	322,260	7,433	-	19,330	310,363	197,207	171,882	(25,325)	4.46	0.16	4.49								
									4.46	0.16	4.49								
COMMERCIAL BANKS																			
Meezan Bank Limited (a related party of the fund)	1,671,112	38,542	-	98,817	1,610,837	385,536	367,512	(18,024)	9.53	0.09	9.60								
Faysal Bank Limited	1,413,705	32,655	-	83,254	1,363,106	71,502	62,567	(8,935)	1.62	0.09	1.63								
									11.15	0.18	11.23								
CEMENT																			
D.G. Khan Cement Company Limited	815,905	18,854	-	45,505	789,254	71,165	58,010	(13,155)	1.50	0.18	1.52								
Fauji Cement Company Limited	3,205,646	73,894	-	184,374	3,095,166	70,938	78,246	7,308	2.03	0.13	2.04								
Cherat Cement Company Limited	434,515	10,038	-	24,662	419,891	68,533	76,177	7,644	1.98	0.22	1.99								
Lucky Cement Limited	328,062	7,573	-	19,516	316,119	286,667	279,462	(7,205)	7.25	0.11	7.30								
Pioneer Cement Limited	382,364	8,798	-	24,335	366,827	61,941	66,469	4,528	1.72	0.16	1.74								
Maple Leaf Cement Factory Limited	1,614,554	36,948	-	104,443	1,547,059	58,729	50,187	(8,542)	1.30	0.15	1.31								
									15.78	0.95	15.90								
CHEMICAL																			
Engro Polymer & Chemicals Limited	843,645	19,560	-	50,521	812,684	36,432	27,144	(9,288)	0.70	0.09	0.71								
									0.70	0.09	0.71								
FERTILIZER																			
Engro Corporation Limited	1,002,415	23,097	-	60,156	965,356	321,011	293,198	(27,813)	7.60	0.18	7.66								
Engro Fertilizers Limited	2,242,994	51,717	-	133,710	2,161,001	359,554	411,152	51,598	10.66	0.16	10.74								
									18.26	0.34	18.40								
FOOD AND PERSONAL CARE																			
Unilever Foods Limited	1,564,987	35,974	-	101,214	1,499,747	45,236	38,154	(7,082)	0.99	50.13	1.00								
									0.99	50.13	1.00								
OIL AND GAS EXPLORATION COMPANIES																			
Mari Petroleum Company Limited	99,544	6,227	763,616	5,908	863,479	260,965	367,445	106,479	9.53	0.65	9.60								
Pakistan Petroleum Limited [note 6.2]	2,492,860	57,500	-	149,297	2,401,063	281,265	256,482	(24,783)	6.65	0.09	6.70								
									16.18	0.74	16.30								
OIL AND GAS MARKETING COMPANIES																			
Hasco Petroleum Limited	471	-	-	-	471	3	3	-	-	-									

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

6.2 Investments include 682,000 shares (June 30, 2024: 682,000 shares) of Pakistan Petroleum Limited having market value of Rs 72.851 million as at Sep 30, 2024 (June 30, 2024: Rs 79.8690 million), and 100,000 shares (June 30, 2024: 100,000 shares) of Systems Limited having market value of Rs 40.589 million as at Sep 30, 2024 (June 30, 2024: Rs 41.830 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.

6.2.1 The status of bonus shares already withheld prior to the introduction of the Finance Act, 2018 is the same as that disclosed in the audited financial statements of the Fund for the year ended June 30, 2024. As at September 30, 2024, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 1841 million (June 30, 2024: Rs.1.395 million).

6.2.2 The Finance Act, 2023 has introduced Section 236Z of the Income Tax Ordinance, 2001 (ITO) effective from July 1, 2023, which inter alia requires every company, issuing bonus shares to the shareholders of the company, to withhold 10% of the bonus shares to be issued. In this regard, a petition has been submitted by the Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, where it has been submitted that the CISs are exempt from levy of any sort of income tax in terms of 99 of Part-I of the 2nd Schedule to the ITO. Further, the Court was pleased to direct the companies to retain 10% of the bonus shares being issued to the funds until further orders by the Court whereas they shall not deduct or pay any tax to the relevant tax authorities in terms of Section 236Z of the ITO.

**7 PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT
LIMITED - MANAGEMENT COMPANY**

		Sep 30, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note	(Rupees in '000)	
Remuneration of Al Meezan Investment Management Limited - Management Company	7.1	526	464
Sindh Sales Tax payable on remuneration of the Management Company	7.3	79	60
Allocated expenses payable	7.2	222	125
Sindh Sales Tax on allocated expense payable	7.3	33	-
Sales load payable		187	-
Sindh Sales Tax payable on sales load	7.3	32	21
		<u>1,081</u>	<u>670</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, 2024: 1%) per annum of the average net assets of the Fund during the quarter. 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 0.035% from July 1, 2024 to Sep 30, 2024 (Sep 31, 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 Effective July 1, 2024, Sindh government vide Sindh Finance Act, 2024 has enhanced the rate of Sindh Sales Tax (SST) from 13% to 15% which is applicable on the remuneration of the Management Company, sales load and on any amount of reimbursable expenditure or cost to the Management Company.

		Sep 30, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note	(Rupees in '000)	
8 ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditor's remuneration payable		511	430
Provision for Federal Excise Duty and related Sindh Sales Tax on remuneration of the Management Company	8.1	5,741	5,741
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	8.1	494	494
Withholding tax and capital gain tax payable		703	24,277
Charity payable		11,102	8,273
Brokerage payable		63	2,046
Shariah advisory fee payable		378	506
IBFT charges payable on redemption		8	9
Zakat payable		5	71
		<u>19,004</u>	<u>41,847</u>

- 8.1 The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2024, Had the provision for FED not been made, the Net Asset Value of the Fund as at Sep 30, 2024 would have been higher by Re 0.16 (June 30, 2024: Re 0.16) per unit.

9 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2024 and June 30, 2024.

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 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:

	Sep 30, 2024 (Unaudited)	June 30, 2024 (Audited)
	(Rupees in '000)	
Balances		
Al Meezan Investment Management Limited - the Management Company		
Remuneration payable	526	464
Sindh Sales Tax on management fee payable	79	60
Sales load payable	187	126
Sindh Sales Tax on sales load payable	32	21
Allocated expenses payable	222	-
Sindh Sales Tax on allocated expense	33	-
Investment of 20,291,620 units (June 30, 2024: 20,970,953 units)	2,025,262	2,129,376
Meezan Bank Limited		
Sales load payable	35	57
Sindh Sales Tax on sales load payable	5	7
Bank balance	20,634	10,651
Profit receivable on savings account	62	86
Shariah advisor fee payable	378	506
Outstanding of 2,113,224 units (June 30, 2024: 2,113,224 units)	210,916	214,575
Investment in 1,610,837.00 shares (June 30, 2024: 1,671,112 shares)	367,512	400,048
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee payable	390	396
Sindh Sales Tax on trustee fee payable	59	51
Security deposit	103	103
Engro Fertilizers Limited *		
Investment in 2,161,001 shares (June 30, 2024: 2,242,994)	411,152	372,830
National Clearing Company of Pakistan Limited		
Security deposit	2,500	2,500
Directors and their close family members and key management		
Outstanding 198,004 units (June 30, 2024: 196,759 units)	19,762	19,979
Unit holders holding 10% or more units of the Fund		
Investment of 9,945,165 units (June 30, 2024: 30,916,118 units)	1,071,778	3,139,201



Al Meezan Investment Management Limited (Gratuity Fund)
Investment of 150,846 units (June 30, 2024: 150,846 units)

15,056	15,355
--------	--------

Meezan Strategic Allocation Fund MSAP-II
Investment of 186,213 units (June 30, 2024: 391,484 units)

18,585	39,751
--------	--------

Meezan Strategic Allocation Fund MSAP-III
Investment of 46,934 units (June 30, 2024: 46,932)

4,684	4,765
-------	-------

For the quarter ended September 30,

Transactions during the quarter

2024	2023
(Unaudited)	
(Rupees in '000)	

Al Meezan Investment Management Limited - the Management Company

Remuneration for the quarter
Sindh Sales Tax on remuneration of the Management Company
Allocated expenses
Sindh Sales Tax allocated expense
Units issued: 116,670 units (2023: 727,577 units)
Units redeemed: 796,003 units (2023: nil units)

9,889	6,574
1,483	855
341	723
51	
12,030	50,000
81,000	-

Meezan Bank Limited

Profit on savings account
Dividend income
Shares purchased: 38,542 shares (2023: 39,545 shares)
Shares sold 98,817 shares (2023: 284,021 shares)
Shariah advisor fee

377	75
11,204	5,522
9,145	4,669
23,625	32,708
171	140

Central Depository Company of Pakistan Limited - the Trustee

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

1,241	909
186	118
68	64

Engro Fertilizers Limited *

Shares purchased: 51,717 shares (2023: 56,409 shares)
Shares sold: 133,710 shares (2023: 381,494 shares)
Dividend income

8,951	4,343
22,624	31,411
6,442	5,602

National Clearing Company of Pakistan Limited

NCCPL charges

161	165
-----	-----

Directors and their close family members and key management

Units issued: 1245 units (2023: 70 units)
Units redeemed: Nil units (2023: 18,491 units)

125	5
-	1,320

Meezan Strategic Allocation Fund MSAP-II

Units redeemed: 205,272 (2023: Nil units)

21,000	-
--------	---

Meezan Strategic Allocation Fund MSAP-III

Units issued: Nil units (2023: 41,934)

-	3,000
---	-------

11 TOTAL EXPENSE RATIO

The annualised Total Expense Ratio (TER) of the Fund as at Sep 30, 2024 is 1.82% (Sep 30, 2023: 2.05%) which includes 0.28% (Sep 30, 2023: 0.29%) representing government levies on the Fund such as sales taxes, Federal Excise Duties, 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 Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. The Fund has not recorded any tax liability in respect of income relating to the current period as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 2025 as reduced by capital gains (whether realised or unrealised) to its unit holders.

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

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

As at September 30, 2024				
ASSETS	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'	3,828,676	-	-	3,828,676

As at June 30, 2024				
ASSETS	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'	4,111,529	-	-	4,111,529

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 October 10, 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

NAVIGATION ACROSS NATION

Al Meezan's expansive network navigates across the nation, offering our services through 25 branches in 13 major cities, alongside over 1,000 branches of Meezan Bank in over 300 cities. We are committed to reaching you wherever you are!

Meezan Dedicated Equity Fund



The investment objective of the Fund is to provide Fund of Funds scheme a dedicated equity 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. Irfan Siddiqui	Chairman
Mr. Ahmed Iqbal Rajani	Non-Executive Nominee Director- PKIC
Ms. Danish Zuberi	Independent Director
Mr. Feroz Rizvi	Independent Director
Mr. Furquan Kidwai	Independent Director
Mr. Imtiaz Gadar	Chief Executive Officer
Mr. Saad Ur Rahman Khan	Non-Executive Nominee Director- PKIC
Ms. Shazia Khurram	Non-Executive Nominee Director- MBL
Syed Amir Ali	Non-Executive Nominee Director- MBL
Syed Imran Ali Shah	Non-Executive Nominee Director- MBL

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Syed Haseeb Ahmed Shah

BOARD AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Ahmed Iqbal Rajani	Member
Syed Imran Ali Shah	Member

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Imtiaz Gadar	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

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

Al Baraka Bank Pakistan Limited
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 SEPTEMBER 30, 2024

		September 30, 2024 (Unaudited) (Rupees in '000)	June 30, 2024 (Audited)
	Note		
Assets			
Balances with banks	5	5,302	1,979
Investments	6	296,679	380,142
Dividend receivable		3,924	83
Receivable against sale of investments		42	2,126
Receivable against AI Meezan Investment Management Limited - Management Company		-	411
Advances, deposits and other receivables		2,595	2,570
Total assets		308,542	387,311
Liabilities			
Payable to AI Meezan Investment Management Limited - Management Company	7	167	163
Payable to Central Depository Company of Pakistan Limited -Trustee		62	142
Payable to the Securities and Exchange Commission of Pakistan		59	63
Accrued expenses and other liabilities	9	2,336	2,084
Total liabilities		2,624	2,452
Net assets		305,918	384,859
Contingencies and commitments	8		
Unit holders' fund (as per statement attached)		305,918	384,859
		(Number of units)	
Number of units in issue		4,398,036	5,685,035
		(Rupees)	
Net asset value per unit		69.5576	67.6969

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 DEDICATED EQUITY FUND
CONDENSED INTERIM INCOME STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2024 (UNAUDITED)

	September 30,	
Note	2024	2023
	(Rupees in '000)	
Income		
Profit on saving accounts with banks	564	282
Dividend income	5,772	5,438
Net Realised gain on sale of investments	3,936	9,942
	<u>10,272</u>	<u>15,662</u>
Net unrealised appreciation on re-measurement of investments 'at fair value through profit or loss'	6.1 2,832	31,922
	<u>13,104</u>	<u>47,584</u>
Total Income		
Expenses		
Remuneration to Al Meezan Investment Management Limited - Management Company	7.1 1,701	2,050
Sindh Sales Tax on remuneration of the Management Company	7.3 255	266
Allocated expenses	7.2 60	113
Sindh Sales Tax on Allocated expenses	7.3 9	-
Selling and marketing expenses	-	409
Remuneration to Central Depository Company of Pakistan Limited - Trustee	170	205
Sindh Sales Tax on remuneration of the Trustee	26	27
Annual fee to Securities and Exchange Commission of Pakistan	81	97
Brokerage expenses	581	240
Charity expense	209	120
Auditors' remuneration	61	56
Fees and subscription	197	154
Bank and settlement charges	79	101
Total expenses	<u>3,429</u>	<u>3,838</u>
Net Income for the quarter before taxation	<u>9,675</u>	<u>43,746</u>
Taxation	12 -	-
Net Income for the quarter after taxation	<u>9,675</u>	<u>43,746</u>
Allocation of net income for the quarter		
Net income for the quarter after taxation	9,675	43,746
Income already paid on units redeemed	(1,905)	(10,290)
	<u>7,770</u>	<u>33,456</u>
Accounting income available for distribution		
- Relating to capital gains	6,768	33,456
- Excluding capital gains	1,002	-
	<u>7,770</u>	<u>33,456</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 DEDICATED EQUITY FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED SEPTEMBER 30, 2024 (UNAUDITED)**

	September 30,	
	2024	2023
	(Rupees in '000)	
Net Income for the quarter after taxation	9,675	43,746
Other comprehensive income for the quarter	-	-
Total comprehensive income for the quarter	9,675	43,746

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 DEDICATED EQUITY FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDER'S FUND
FOR THE QUARTER ENDED SEPTEMBER 30, 2024 (UNAUDITED)

	Quarter Ended September 30, 2024			Quarter Ended September 30, 2023		
	Capital Value	Accumulated losses	Total	Capital Value	Accumulated losses	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the quarter	976,812	(591,953)	384,859	1,149,999	(744,180)	405,819
Issue of 547,987 units (2023: 177,735 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	37,097	-	37,097	7,108	-	7,108
- Element of income	847	-	847	892	-	892
Total proceeds on issuance of units	37,944	-	37,944	8,000	-	8,000
Redemption 1,834,986 of (2023: 1,980,062 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	124,223	-	124,223	79,186	-	79,186
- Element of income	432	1,905	2,337	64	10,290	10,354
Total payments on redemption of units	124,655	1,905	126,560	79,249	10,290	89,539
Total comprehensive income for the quarter	-	9,675	9,675	-	43,746	43,746
Net income for the quarter less distribution	-	9,675	9,675	-	43,746	43,746
Net assets at the end of the quarter	890,101	(584,183)	305,918	1,078,750	(710,724)	368,026
Accumulated loss brought forward						
- Realised loss		(716,621)			(739,064)	
- Unrealised gain / (loss)		124,668			(5,116)	
		(591,953)			(744,180)	
Accounting income available for distribution						
- Relating to capital gains	6,768			33,456		
- Excluding capital gains	1,002			-		
	7,770			33,456		
Net loss for the quarter after taxation	-			-		
Distribution during the quarter	-			-		
Accumulated loss carried forward		(584,183)			(710,724)	
Accumulated loss carried forward						
- Realised loss		(587,015)			(742,646)	
- Unrealised income		2,832			31,922	
		(584,183)			(710,724)	
		(Rupees)			(Rupees)	
Net assets value per unit at the beginning of the quarter		67.6969			39.9919	
Net assets value per unit at the end of the quarter		69.5576			44.1002	

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 DEDICATED EQUITY FUND
CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2024 (UNAUDITED)

	September 30 ,	
	2024	2023
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income for the quarter before taxation	9,675	43,746
Adjustments for		
Net unrealised diminution on re-measurement of investments 'at fair value through profit or loss'	(2,832)	(31,922)
	6,843	11,824
Decrease / (Increase) in assets		
Investments - net	86,295	63,163
Dividend receivable	(3,841)	(1,731)
Receivable Against AI Meezan Investment Management Limited		
- Management Company	411	-
Receivable against sale of investments	2,084	7,259
Advances, deposits and other receivables	(25)	(74)
	84,924	68,617
(Decrease) / Increase in liabilities		
Payable to AI Meezan Investment Management Limited - Management Company	4	(90)
Payable to Central Depository Company of Pakistan Limited - Trustee	(80)	71
Payable to Securities and Exchange Commission of Pakistan	(4)	62
Payable against purchase of investments	-	2,450
Accrued expenses and other liabilities	252	410
	172	2,903
Net cash generated from operating activities	91,939	83,344
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	37,944	8,000
Payment against redemption and conversion of units	(126,560)	(89,539)
Net cash used in from financing activities	(88,616)	(81,539)
Net increase in cash and cash equivalents during the quarter	3,323	1,804
Cash and cash equivalents at the beginning of the quarter	1,979	5,121
Cash and cash equivalents at the end of the quarter	5,302	6,925

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 DEDICATED EQUITY FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED SEPTEMBER 30, 2024 (UNAUDITED)

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 under the Trust Act, 1882 on October 9, 2017 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on May 18, 2017 under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The Management Company has been 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.

In the year 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). The Fund is required to be registered under the Sindh Trust Act. Accordingly, on August 16, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

- 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 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 an open-end Shariah Compliant Equity Scheme. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.4** The 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 'AMI' by VIS Credit Rating Company Limited dated December 29 2023 (2023: 'AMI' dated December 30, 2022) and by PACRA dated June 21, 2024 (2023: 'AMI' dated June 23, 2023). 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 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, 2024.

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 September 30, 2024.

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, 2024.

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, 2024. 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, 2024.

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, 2024. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

		September 30, 2024 (Unaudited) (Rupees in '000)	June 30, 2024 (Audited)
5. BALANCES WITH BANKS	Note		
In saving accounts	5.1	4,822	1,507
In current accounts		<u>480</u>	<u>472</u>
		<u>5,302</u>	<u>1,979</u>

5.1 These includes balance maintained with Meezan Bank Limited (a related party) that has an expected profit rate of 9.30% (June 30, 2024: 11.01% per annum). Other profit and loss sharing accounts of the Fund have expected profit rates ranging from 8.82% to 16.25% per annum (June 30, 2024: 8.00% to 19.25% per annum).

		September 30, 2024 (Unaudited) (Rupees in '000)	June 30, 2024 (Audited)
6. INVESTMENTS	Note		
Investments - 'at fair value through profit or loss'	6.1	<u>296,679</u>	<u>380,142</u>
		<u>296,679</u>	<u>380,142</u>

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

Name of the investee company	As at July 1, 2024	Purchased during the quarter	Bonus / right shares	Sold during the quarter	As at September 30, 2024	Carrying value as at September 30, 2024	Market value as at September 30, 2024	Unrealised appreciation/(diminution) as at September 30, 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)			%			
Automobile Assembler											
Sazgar Engineering Works Limited	2,500	-	-	2,500	-	-	-	-	-	-	-
Commercial Banks											
BankIslami Pakistan Limited	-	-	-	-	-	-	-	-	-	-	-
Faysal Bank Limited	-	75,000		53,000	22,000	1,230	1,010	(220)	0.33	0.34	0.01
Meezan Bank Limited	134,873	-	-	66,000	68,873	16,488	15,713	(774)	5.14	5.30	0.04
									5.47	5.64	0.05
Cement											
Cherat Cement Company Limited	76,581	-	-	22,000	54,581	8,904	9,902	998	3.24	3.34	0.28
D.G. Khan Cement Company Limited	75,000	55,000	-	90,000	40,000	3,539	2,940	(599)	0.96	0.99	0.09
Fauji Cement Company Limited	181,500	400,000	-	204,000	377,500	8,641	9,543	902	3.12	3.22	0.15
Kohat Cement Company Limited	85,318	10,000	-	26,000	69,318	17,447	21,069	3,622	6.89	7.10	0.35
Lucky Cement Ltd	32,274	2,433	-	12,000	22,707	20,482	20,074	(408)	6.56	6.77	0.08
Maple Leaf Cement Ltd.	71,000	-	-	30,000	41,000	1,558	1,330	(228)	0.43	0.45	0.04
Pioneer Cement Limited	-	-	-	-	-	-	-	-	-	-	-
									21.20	21.86	0.99
Chemical											
Lucky Core Industries Limited	5,700	-	-	2,000	3,700	3,439	3,889	450	1.27	1.31	0.04
									1.27	1.31	0.04
Fertilizer											
Engro Corporation Limited (note 6.1.2)	46,245	20,000	-	21,500	44,745	14,651	13,590	(1,061)	4.44	4.58	0.08
Fatima Effert	-	70,500		8,000	62,500	3,397	3,722	325	1.22	1.25	0.03
Engro Fertilizers Limited	-	110,000	-	13,000	97,000	16,436	18,455	2,019	6.03	6.22	0.07
Fauji Fertilizer Bin Qasim Limited	25,000	175,000	-	200,000	-	-	-	-	-	-	-
									11.69	12.06	0.18
Food & Personal Care Product											
The Organic Meat Company Limited	2,733	-	-	-	2,733	96	101	5	0.03	0.03	0.02
									0.03	0.03	0.02
Glass & Ceramics											
Tariq Glass Industries Limited	17,936	-	-	2,000	15,936	1,857	1,777	(81)	0.58	0.60	0.09
									0.58	0.60	0.09
Leather & Tanneries											
Service GlobalFootwear Limited	24,113	-	-	13,000	11,113	824	778	(46)	0.25	0.26	0.05
Pakistan Aluminum Beverage Cans Limited	18,552	-	-	18,552	-	-	-	-	-	-	-
									0.25	0.26	0.05
Oil and Gas Exploration Companies											
Mari Petroleum Company Limited (note 6.1.3 and 6.1.4)	15,890	2,000	81,120	17,750	81,260	25,583	34,579	8,996	11.30	11.66	0.07
Oil & Gas Development Company Limited (note 6.1.2)	285,420	50,000	-	120,000	215,420	29,513	30,898	1,385	10.10	10.41	0.05
Pakistan Petroleum Limited	328,244	25,329	-	116,000	237,573	27,962	25,378	(2,585)	8.30	8.55	0.09
									29.70	30.62	0.21
Oil and Gas Marketing Companies											
Attock Petroleum Limited*	5000	5,000	-	1,500	8,500	3,443	3,417	(26)	1.12	1.15	0.07
Pakistan State Oil Company Limited (note 6.1.3)	73,072	15,000	-	50,000	38,072	6,370	6,141	(229)	2.01	2.07	0.08
Sui Northern Gas Pipelines Limited	187,150	25,000	-	110,602	101,548	6,503	6,473	(30)	2.12	2.18	0.16
									5.24	5.40	0.31

Name of the investee company	As at July 1, 2024	Purchased during the quarter	Bonus / right shares	Sold during the quarter	As at September 30, 2024	Carrying value as at September 30, 2024	Market value as at September 30, 2024	Unrealised appreciation/(diminution) as at September 30, 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)		%			
Paper and Board											
Century Paper and Board Mills Limited	50,000	-	-	6,000	44,000	1,318	1,098	(220)	0.36	0.37	0.11
Packages Limited	7,624	-	-	3,000	4,624	2,476	2,297	(179)	0.75	0.77	0.05
									1.11	1.14	0.16
Pharmaceuticals											
The Searle Company Limited	40,000	90,000	-	103,000	27,000	1,657	1,538	(119)	0.50	0.52	0.05
Highnoon Laboratories Limited	-	5,500	-	1,000	4,500	3,121	3,088	(34)	1.01	1.04	0.08
Glaxosmithkline Pakistan Limited	-	20,000	-	2,000	18,000	2,610	3,462	852	1.13	1.17	0.06
									2.64	2.73	0.19
Real Estate											
TPL Reit Fund I	54,000	-	-	-	54,000	810	756	(54)	0.25	0.25	0.03
									0.25	0.25	0.03
Power Generation & Distribution											
K-Electric Limited (note 6.1.1)	850,000	500,000	-	554,000	796,000	3,756	2,993	(763)	0.98	1.01	0.03
The Hub Power Company Limited	299,655	110,000	-	160,424	249,231	38,227	29,743	(8,484)	9.72	10.03	0.19
									10.70	11.03	0.22
Refinery											
Attock Refinery Limited	6,500	5,000	-	6,000	5,500	1,999	1,770	(230)	0.58	0.60	0.05
Pakistan Refinery Limited	40,000	-	-	20,000	20,000	464	469	5	0.15	0.16	0.03
									0.73	0.75	0.08
Technology & Communication											
Air Link Communication Limited	30,000	-	-	30,000	-	-	-	-	-	-	-
Systems Limited	48,721	-	-	19,000	29,721	12,432	12,063	(369)	3.94	4.07	0.10
NETSOL TECH	-	15,000	-	15,000	-	-	-	-	-	-	-
Supernet Limited	21,400	-	-	-	21,400	214	235	21	0.08	0.08	0.16
									4.02	4.15	0.26
Textile Composite											
Interloop Limited	113,324	-	-	23,000	90,324	6,398	6,389	(9)	2.09	2.15	0.06
									2.09	2.15	0.06
Total as at September 30, 2024	3,255,325	1,785,762			2,141,828	2,980,379	293,847	296,679	2,832	96.98	100.00
Total as at June 30, 2024						255,474	380,142	124,668			

6.1.1 All shares have a nominal value of Rs. 10 each except for K-Electric Limited which have a nominal value of Rs. 3.5 each.

6.1.2 Investments include 33,000 shares (June 30, 2024: 33,000 shares) of Engro Corporation Limited and 120,000 shares (June 30, 2024: 120,000 shares) of Oil and Gas Development Company Limited having market value of Rs. 10.023 million and Rs. 17.212 million (June 30, 2024: Rs. 10.979 million and Rs. 16.244 million) respectively as at Sep 30, 2024, 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, 2024. As at September 30, 2024, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 0.263 million (June 30, 2024: Rs. 0.270 million).

6.1.4 The Finance Act, 2023 has introduced Section 236Z of the Income Tax Ordinance, 2001 (ITO) effective from July 1, 2023, which inter alia requires every company, issuing bonus shares to the shareholders of the company, to withhold 10% of the bonus shares to be issued. In this regard, a petition has been submitted by the Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, where it has been submitted that the CISs are exempt from levy of any sort of income tax in terms of 99 of Part-I of the 2nd Schedule to the ITO. Further, the Court was pleased to direct the companies to retain 10% of the bonus shares being issued to the funds until further orders by the Court whereas they shall not deduct or pay any tax to the relevant tax authorities in terms of Section 236Z of the ITO.



September 30, 2024
(Unaudited)
(Rupees in '000)

June 30, 2024
(Audited)

7. PAYABLE TO AL MEEZAN MANAGEMENT LIMITED - MANAGEMENT COMPANY

Note

Management fee payable	7.1	83	101
Sindh Sales Tax on Management fee payable	7.3	13	13
Allocated expenses payable	7.2	62	49
Sindh Sales Tax on Allocated expenses payable	7.3	9	-
		<u>167</u>	<u>163</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% (June 2024: 2%) per annum of the average net assets of the Fund during the quarter ended September 30, 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 allocated expenses at 0.07% for the period ended September 30, 2024 (June 30, 2024 : 0%) per annum of the average annual net assets of the fund.

7.3 Effective July 1, 2024, Sindh government vide Sindh Finance Act, 2024 has enhanced the rate of Sindh Sales Tax (SST) from 13% to 15% which is applicable on the remuneration of the Management Company, sales load and on any amount of reimbursable expenditure or cost to the Management Company.

8. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2024 and June 30, 2024.

9. ACCRUED EXPENSES AND OTHER LIABILITIES

September 30, 2024
(Unaudited)
(Rupees in '000)

June 30, 2024
(Audited)

Auditors' remuneration payable	448	387
Brokerage payable	374	289
Charity payable	1,142	933
Shariah advisor fee payable	372	475
	<u>2,336</u>	<u>2,084</u>

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 unitholders holding 10 percent or more of the Fund's

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 provisions 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:



	September 30, 2024	June 30, 2024
	(Unaudited) (Rupees in '000)	
Balances		
Al Meezan Investment Management Limited - the Management Company		
Remuneration payable	83	101
Sindh Sales Tax payable on management fee	13	13
Allocated expense payable	62	49
Reimbursement from the Management Company	-	411
Meezan Bank Limited		
Balances with bank	807	722
Profit receivable on saving accounts	33	7
Shariah Advisor fee payable	372	475
Investment in shares: 68,873 shares (June 30, 2024: 134,873 shares)	15,713	32,287
Dividend receivable	-	14,398
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee payable	54	126
Sindh Sales Tax on trustee fee payable	8	16
Security deposit	103	103
National Clearing Company of Pakistan Limited		
Security deposit with National Clearing Company of Pakistan Limited	1,036	1,036
Meezan Financial Planning Fund of Funds MAAP I		
Investment of 818,871 units (June 30, 2024: 780,483 units)	56,959	52,836
Engro Fertilizers Limited		
Investment of 97,000 shares (June 30, 2024: Nil shares)	18,455	-
Meezan Strategic Allocation Fund MSAP - I		
Investment of 718,416 units (June 30, 2024: 1,054,575 units)	49,971	71,358
Meezan Strategic Allocation Fund MSAP - II		
Investment of 6,049 units (June 30, 2024: 7,786 units)	421	527
Meezan Strategic Allocation Fund MSAP - III		
Investment of 793,282 units (June 30, 2024: 852,054 units)	55,179	57,681
Meezan Strategic Allocation Fund MSAP - IV		
Investment of 569,927 units (June 30, 2024: 548,859 units)	39,643	37,156
Meezan Strategic Allocation Fund MSAP - V		
Investment of 240,985 units (June 30, 2024: 109,321 units)	16,762	7,401

	September 30 , 2024	2023
	(Unaudited)	
	(Rupees in '000)	
Transactions during the quarter		
Al Meezan Investment Management Limited - the Management Company		
Remuneration for the quarter	1,701	2,050
Sindh Sales Tax on management fee for the quarter	255	266
Allocated expenses	60	113
Sindh Sales Tax on Allocated expenses	9	113
Selling and marketing expense	-	409
Meezan Bank Limited		
Profit on saving account	262	73
Shares sold during the quarter: 66,000 shares (2023: 35,000 shares)	15,590	4,590
Shariah Advisor fee	166	125
Dividend income	640	1,007
Central Depository Company of Pakistan Limited - the Trustee		
Remuneration for the quarter	170	205
Sindh Sales Tax on trustee fee	26	27
CDS charges	15	10
Engro Fertilizers Limited		
Shares purchased during the quarter: 110,000 shares (2023: Nil shares)	18,639	-
Shares sold during the quarter: 13,000 shares (2023: Nil shares)	2,428	-
Meezan Financial Planning Fund of Funds - MAAP - I		
Units issued: 46,107 units (2023: Nil units)	3,198	-
Units redeemed: 7,719 units (2023: 101,989 units)	500	4,700
Meezan Strategic Allocation Fund MSAP - I		
Units issued: 19,686 units (2023: Nil units)	1,324	-
Units redeemed: 355,344 units (2023: 680,566 units)	24,250	31,000
Meezan Strategic Allocation Fund MSAP - II		
Units issued: 9,251 units (2023: 177,735 units)	635	8,000
Units redeemed: 10,988 units (2023: 797,241 units)	734	36,000
Meezan Strategic Allocation Fund MSAP - III		
Units issued: 201,659 units (2023: Nil units)	14,031	-
Units redeemed: 260,431 units (2023: 126,019 units)	17,750	5,500
Meezan Strategic Allocation Fund MSAP - IV		
Units issued: 30,053 units (2023: nil units)	2,068	-
Units redeemed: 8,984 units (2023: 65,923 units)	600	3,000
Meezan Strategic Allocation Fund MSAP - V		
Units issued: 198,876 units (2023: Nil units)	13,873	-
Units redeemed: 67,212 units (2023: 12,557 units)	4,500	580
Meezan Strategic Allocation Fund -II MCPP-IV		
Units issued: 27,091 units (2023: Nil units)	1,801	-
Units redeemed: 92,209 units (2023: 76,316 units)	6,200	3,410
Meezan Strategic Allocation Fund-III MCPP-IX		
Units redeemed: 9,204 units (2023: Nil units)	612	-
Units redeemed: 1,032,093 units (2023: 100,578 units)	72,026	4,490

11. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2024 is 4.03% (2023: 3.73%) which includes 0.52% (2023: 0.41%) 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% (excluding govt. levies) prescribed under the NBFC Regulations for a collective investment scheme categorized 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. The Fund has not recorded any tax liability in respect of income relating to the current quarter as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 2025 as reduced by capital gains (whether realised or unrealised) to its unitholders.

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

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

As at September 30, 2024				
	Level 1	Level 2	Level 3	Total
(Rupees in '000)				
ASSETS				
Financial assets 'at fair value through profit or loss'	296,679	-	-	296,679
As at June 30, 2024				
	Level 1	Level 2	Level 3	Total
(Rupees in '000)				
ASSETS				
Financial assets 'at fair value through profit or loss'	380,142	-	-	380,142



14. GENERAL

Figures have been rounded off to the nearest thousand rupees.

15. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on October 10, 2024 by the Board of Directors of the Management Company.

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

Chief Executive Officer

Chief Financial Officer

Director

TRANSPARENCY IN FUND PERFORMANCE

At Al Meezan, we prioritize transparency in fund performance, providing clients with clear insights and regular updates on their investments. This commitment to openness fosters trust and empowers informed decision-making, reflecting our dedication to integrity in fund management.

Meezan Energy Fund

The investment 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.



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. Ahmed Iqbal Rajani	Non-Executive Nominee Director- PKIC
Ms. Danish Zuberi	Independent Director
Mr. Feroz Rizvi	Independent Director
Mr. Furquan Kidwai	Independent Director
Mr. Imtiaz Gadar	Chief Executive Officer
Mr. Saad Ur Rahman Khan	Non-Executive Nominee Director- PKIC
Ms. Shazia Khurram	Non-Executive Nominee Director- MBL
Syed Amir Ali	Non-Executive Nominee Director- MBL
Syed Imran Ali Shah	Non-Executive Nominee Director- MBL

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Syed Haseeb Ahmed Shah

BOARD AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Ahmed Iqbal Rajani	Member
Syed Imran Ali Shah	Member

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Imtiaz Gadar	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

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 Bank Pakistan Limited
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 SEPTEMBER 30, 2024

		September 30, 2024 (Unaudited) (Rupees in '000)	June 30, 2024 (Audited)
	Note		
Assets			
Balances with banks	5	168,759	25,619
Investments	6	1,293,798	1,154,088
Receivable against conversion of units		13,607	8,976
Dividend receivable		17,296	299
Receivable against sale of investments		6,310	115,695
Advances, deposits and other receivable		6,678	5,030
Total assets		1,506,448	1,309,707
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	3,688	2,246
Payable to Central Depository Company of Pakistan Limited - Trustee		246	212
Payable to the Securities and Exchange Commission of Pakistan		125	102
Dividend payable		-	1,952
Payable to Meezan Bank Limited		165	93
Payable against redemption and conversion of units		176,975	128,720
Accrued expenses and other liabilities	8	15,385	40,018
Total liabilities		196,584	173,343
Net assets		1,309,864	1,136,364
Unit holders' fund (as per statement attached)		1,309,864	1,136,364
Contingencies and commitments	9	-	-
		(Number of units)	
Number of units in issue		38,777,258	33,319,811
		(Rupees)	
Net asset value per unit		33.7792	34.1048

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 INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

	September 30,	
	2024	2023
	(Rupees in '000)	
Note		
Income		
Net realised (loss) / gain on sale of investments	(17,580)	34,460
Dividend income	38,486	9,819
Profit on savings accounts with banks	3,890	638
	<u>24,796</u>	<u>44,917</u>
Net unrealised (diminution) / appreciation on re-measurement of investments - 'at fair value through profit or loss'	6.1 (14,781)	42,794
Total income	<u>10,014</u>	<u>87,711</u>
Expenses		
Remuneration of Al Meezan Investment Management Limited		
- Management Company	7.1 7,403	2,582
Sindh Sales Tax on remuneration of the Management Company	7.4 1,110	336
Allocated expenses	7.2 259	142
Sindh Sales Tax on Allocated expenses	7.4 39	-
Selling and marketing expense	7.3 2,435	516
Sindh Sales Tax on Selling and Marketing expense	7.4 365	-
Remuneration to Central Depository Company of Pakistan Limited		
- Trustee	621	258
Sindh Sales Tax on remuneration of the Trustee	93	34
Fee to the Securities and Exchange Commission of Pakistan (SECP)	352	123
Auditors' remuneration	107	54
Charity expense	1,610	613
Fees and subscription	166	162
Brokerage expense	4,132	1,337
Bank and settlement charges	281	144
Total expenses	<u>18,973</u>	<u>6,301</u>
Net (loss) / income for the quarter before taxation	<u>(8,959)</u>	<u>81,410</u>
Taxation	12 -	-
Net (loss) / income for the quarter after taxation	<u>(8,959)</u>	<u>81,410</u>
Allocation of net income for the quarter		
Net income for the quarter after taxation	-	81,410
Income already paid on units redeemed	-	(20,627)
	<u>-</u>	<u>60,783</u>
Accounting income available for distribution		
- Relating to capital gains	-	60,783
- Excluding capital gains	-	-
	<u>-</u>	<u>60,783</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 QUARTER ENDED SEPTEMBER 30, 2024

	<u>September 30,</u>	
	<u>2024</u>	<u>2023</u>
	(Rupees in '000)	
Net (loss) / income for the quarter after taxation	(8,959)	81,410
Other comprehensive income for the quarter	-	-
Total comprehensive (loss) / income for the quarter	<u>(8,959)</u>	<u>81,410</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 STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

	September 30, 2024			September 30, 2023		
	Capital Value	Accumulated loss	Total	Capital Value	Accumulated loss	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the quarter	1,628,792	(492,428)	1,136,364	898,176	(446,221)	451,955
Issue of 82,329,115 units (September 30, 2023: 19,796,123 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	2,807,818	-	2,807,818	610,705	-	610,705
- Element of income	23,519	-	23,519	79,573	-	79,573
Total proceeds on issuance of units	2,831,337	-	2,831,337	690,278	-	690,278
Redemption of 76,871,668 units (September 30, 2023: 18,072,540 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	2,621,693	-	2,621,693	557,532	-	557,532
- Element of income	27,185	-	27,185	54,055	20,627	74,682
Total payments on redemption of units	2,648,878	-	2,648,878	611,587	20,627	632,214
Total comprehensive (loss) / income for the quarter	-	(8,959)	(8,959)	-	81,410	81,410
Distribution during the quarter	-	-	-	-	-	-
Net (loss) / income for the quarter less distribution	-	(8,959)	(8,959)	-	81,410	81,410
Net assets at the end of the quarter	1,811,251	(501,387)	1,309,864	976,867	(385,438)	591,429
Accumulated loss brought forward		(630,209)			(421,000)	
- Realised loss		137,781			(25,221)	
- Unrealised gain / (loss)		(492,428)			(446,221)	
Accounting income available for distribution						
- Relating to capital gains	-			60,783		
- Excluding capital gains	-			-		
				60,783		
Net loss for the quarter after taxation		(8,959)			-	
Distribution during the quarter		-			-	
Accumulated loss carried forward		(501,387)			(385,438)	
Accumulated loss carried forward						
- Realised loss		(486,606)			(428,232)	
- Unrealised (loss) / gain		(14,781)			42,794	
		(501,387)			(385,438)	
			(Rupees)			(Rupees)
Net assets value per unit at the beginning of the quarter			34.1048			30.8497
Net assets value per unit at the end of the quarter			33.7792			36.1204

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 CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

	September 30,	
	2024	2023
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the quarter before taxation	(8,959)	81,410
Adjustments for:		
Net unrealised diminution / (appreciation) on re-measurement investments - 'at fair value through profit or loss'	14,781	(42,794)
	<u>5,822</u>	<u>38,616</u>
(Increase) / decrease in assets		
Investments - net	(154,491)	(80,979)
Dividend receivable	(16,997)	(4,962)
Receivable against sale of investments	109,385	3,949
Advances, deposits and other receivables	(1,648)	(104)
	<u>(63,751)</u>	<u>(82,096)</u>
Increase / (decrease) in liabilities		
Payable to AI Meezan Investment Management Limited - Management Company	1,442	98
Payable to Central Depository Company of Pakistan Limited - Trustee	34	23
Payable to Meezan Bank Limited	72	18
Payable to Securities and Exchange Commission of Pakistan - (SECP)	23	(56)
Payable against purchase of Investments	-	(2,161)
Accrued expenses and other liabilities	(24,633)	1,583
	<u>(23,062)</u>	<u>(495)</u>
Net cash used in operating activities	(80,991)	(43,975)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	2,826,706	691,566
Payment against redemption and conversion of units	(2,600,623)	(634,091)
Dividend paid	(1,952)	-
Net cash generated from financing activities	224,131	57,475
Net increase in cash and cash equivalents during the quarter	143,140	13,500
Cash and cash equivalents at the beginning of the quarter	25,619	7,847
Cash and cash equivalents at the end of the quarter	<u>168,759</u>	<u>21,347</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
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 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 ('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 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.

In the year 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). The Fund is required to be registered under the Sindh Trust Act. Accordingly, on August 16, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

- 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 (2023: AM1 dated December 30, 2022) and by PACRA dated June 21, 2024 (2023: AM1 dated June 23, 2023). 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, 2024.

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 September 30, 2024.

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, 2024.

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, 2024. 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, 2024.

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, 2024. 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	September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
		(Rupees in '000)	
In saving accounts	5.1	164,261	20,650
In current accounts		4,497	4,969
		<u>168,758</u>	<u>25,619</u>

5.1 This includes balance maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 9.30% (June 30, 2024: 11.01%) per annum. Other savings accounts of the Fund have expected rates of profit ranging from 8.82% to 16.25% (June 30, 2024: 8.82% to 19.51%) per annum.

6. INVESTMENTS	Note	September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
		(Rupees in '000)	
Investments - 'at fair value through profit or loss'			
Shares of listed companies 'ordinary shares'	6.1	<u>1,293,798</u>	<u>1,154,088</u>

6.1 Shares of listed companies 'ordinary shares'

Name of the investee company	As at July 1, 2024	Purchases during the quarter	Bonus / Right issue	Sales during the quarter	As at September 30, 2024	Carrying value as at September 30, 2024	Market value as at September 30, 2024	Unrealised (loss) / gain as at September 30, 2024	Percentage in relation to					
									Net Assets of the Fund	Paid-up capital of investee company (with face value of investment)	Total market value of investment			
						Number of shares			(Rupees in '000)			--%--		
Sectors / companies														
Oil and Gas Exploration Companies														
Mari Petroleum Company Limited (note 6.1.2 & 6.1.3)	80,513	36,500	628,424	108,460	636,977	204,511	271,059	66,548	20.69	0.05	20.96			
Oil and Gas Development Company Limited	1,652,464	550,000	-	589,000	1,613,464	222,061	231,419	9,358	17.67	0.04	17.89			
Pakistan Petroleum Limited (note 6.1.2)	1,704,636	2,190,000	-	2,078,000	1,816,636	210,053	194,053	(16,000)	14.81	0.07	15.00			
									53.17	0.16	53.85			
Oil and Gas Marketing Companies														
Attock Petroleum Limited	152,079	205,000	-	123,463	233,616	99,164	93,914	(5,250)	7.17	0.19	7.26			
Pakistan State Oil Company Limited (note 6.1.2 & 6.1.3)	625,191	844,770	-	888,000	581,961	94,986	93,864	(1,122)	7.17	0.12	7.25			
Shell Pakistan Limited	-	80,000	-	80,000	-	-	-	-	-	-	-			
Sui Northern Gas Pipelines Limited	1,338,227	2,590,000	-	1,967,000	1,961,227	132,316	125,009	(7,308)	9.54	0.31	9.66			
									23.88	0.62	24.17			
Power Generation and Distribution														
The Hub Power Company Limited	1,273,656	1,765,000	-	1,240,000	1,798,656	267,584	214,652	(52,932)	16.39	0.14	16.59			
K - Electric Limited (note 6.1.1)	4,220,500	16,298,327	-	8,115,000	12,403,827	52,738	46,638	(6,099)	3.56	0.04	3.60			
									19.95	0.18	20.19			
Refinery														
Attock Refinery Limited	67,095	95,000	-	106,100	55,995	20,047	18,016	(2,031)	1.38	0.05	1.39			
Cnergyco PK Limited	2,212,500	3,500,000	-	5,699,391	13,109	51	50	(2)	-	-	-			
National Refinery Limited	-	75,000	-	75,000	-	-	-	-	-	-	-			
Pakistan Refinery Limited	234,450	-	-	16,000	218,450	5,068	5,125	57	0.39	0.03	0.40			
									1.77	0.08	1.79			
Total as at September 30, 2024						1,308,579	1,293,798	(14,781)	98.77	100.00				
Total as at June 30, 2024						1,016,307	1,154,088	137,781	-					

- 6.1.1** All shares have a nominal value of Rs.10 each except for the shares of K-Electric Limited which has nominal value of Rs. 3.50 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 8.332 million, Rs. 4.255 million, Rs. 0.806 million respectively as at September 30, 2024 (June 30, 2024: 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 9.134 million, Rs.27.123 million and Rs. 0.831 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 the Finance Act, 2018 is the same as that disclosed in the audited financial statements of the Fund for the year ended June 30, 2024. As at September 30, 2024, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 0.941 million (June 30, 2024: Rs. 0.969 million)
- 6.1.4** The Finance Act, 2023 has introduced Section 236Z of the Income Tax Ordinance, 2001 (ITO) effective from July 1, 2023, which inter alia requires every company, issuing bonus shares to the shareholders of the company, to withhold 10% of the bonus shares to be issued. In this regard, a petition has been submitted by the Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, where it has been submitted that the CISs are exempt from levy of any sort of income tax in terms of 99 of Part-I of the 2nd Schedule to the ITO. Further, the Court was pleased to direct the companies to retain 10% of the bonus shares being issued to the funds until further orders by the Court whereas they shall not deduct or pay any tax to the relevant tax authorities in terms of Section 236Z of the ITO.

7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
		(Rupees in '000)	
Remuneration payable	7.1	371	303
Sindh Sales Tax payable on of the Management Company	7.4	55	39
Sales load		310	179
Sindh Sales Tax payable on sales load	7.4	46	23
Allocated expense payable	7.2	92	-
Sindh Sale Tax Payable on Allocated expense	7.4	14	-
Selling and marketing expenses	7.3	2,435	1,702
Sindh Sale Tax Payable on Selling and marketing	7.4	365	-
		<u>3,688</u>	<u>2,246</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% (September 30, 2023: 2%) per annum of the average annual net assets of the Fund during the period ended September 30, 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 0.07% from 01st July 2024 to September 30, 2024 (September 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% (September, 2023: 0.4%) per annum of the average annual net assets of the Fund during the period ended September 30, 2024, subject to total expense charged being lower than actual expense incurred.
- 7.4 Effective July 1, 2024, Sindh government vide Sindh Finance Act, 2024 has enhanced the rate of Sindh Sales Tax (SST) from 13% to 15% which is applicable on the remuneration of the Management Company, sales load and on any amount of reimbursable expenditure or cost to the Management Company.

8. ACCRUED EXPENSES AND OTHER LIABILITIES	September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
	(Rupees in '000)	
Auditors' remuneration payable	434	327
Zakat payable	4	54
Withholding dividend payable	-	29,323
IBFT payable	11	28
Other payable	-	2
Shariah advisor fee payable	402	535
Charity payable	5,205	3,595
Capital gain tax payable	4,280	3,723
Brokerage Payable	5,048	2,431
	<u>15,385</u>	<u>40,018</u>

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2024 and June 30, 2024.

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	September 30, 2024 (Unaudited) (Rupees in '000)	June 30, 2024 (Audited)
Al Meezan Investment Management Limited - the Management Company		
Remuneration payable	371	303
Sindh Sales Tax on management fee payable	55	39
Sales load payable	310	179
Sindh Sales Tax on sales load payable	46	23
Allocated expenses	92	-
Sindh Sale Tax Payable on Allocated expense	14	-
Selling and marketing expense payable	2,435	1,702
Sindh Sale Tax Payable on Selling and marketing	365	-
Investments - Nil (June 30, 2024: 6,489,550 units)	-	221,325
Meezan Bank Limited		
Bank balance	11,242	20,494
Profit receivable on saving accounts	1,129	588
Sales load payable	143	82
Sindh Sales Tax on sales load payable	22	11
Shariah advisor fee payable	402	535
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee payable	214	188
Sindh Sales Tax on trustee fee payable	32	24
Security deposit	100	100
National Clearing Company of Pakistan Limited		
Security deposit	2,500	2,500
Directors and executives of the Management Company		
Investment of 358,367 units (June 30, 2024: 498,860 units)	12,105	17,013
Unitholders holding 10 percent or more of the Fund		
Investment of 9,677,413 units (June 30, 2024: 5,214,548 units)	326,895	177,841

Transactions during the quarter

For the quarter ended
September 30,

	2024	2023
	(Rupees in '000)	
Al Meezan Investment Management Limited - the Management Company		
Remuneration for the quarter	7,403	2,582
Sindh Sales Tax on management fee	1,110	336
Allocated expenses	259	142
Sindh Sales Tax on Allocated expenses	39	-
Selling and marketing expense	2,435	516
Sindh Sales Tax on Selling and marketing expense	365	-
Units issued: 2,736 (2023: 1,494,310 units)	91	50,198
Units redeemed: 6,492,286 (2023: Nil)	222,365	-
Meezan Bank Limited		
Profit on saving accounts	1,573	288
Shariah advisory fee expense	136	135
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee	621	258
Sindh Sales Tax on trustee fee	93	34
CDS charges	84	25
National Clearing Company of Pakistan Limited		
NCCPL Charges	196	116
Directors and executives of the Management Company		
Units issued: 2,152,790 units (2023: 4,397,114 units)	74,627	151,707
Units redeemed: 2,307,120 units (2023: 2,016,205 units)	78,321	70,163
Unitholders holding 10 percent or more of the Fund		
Units issued: 14,736,234 units (2023: 397 units)	500,601	12
Units Redeemed: 12,695,549 units (2023: Nil)	428,000	-

11. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2024 is 4.43% (September 30, 2023: 4.37%) excluding government levies which is 0.70% (September 30, 2023: 0.50%) such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4.5% (excluding govt. levies) prescribed under the NBFC Regulations for a collective investment scheme categorized 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, 2025 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 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 September 30, 2024 and June 30, 2024, the Fund held the following financial instruments measured at fair value:

As at September 30, 2024				
ASSETS	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'	1,293,798	-	-	1,293,798

As at June 30, 2024				
ASSETS	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'	1,154,088	-	-	1,154,088

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 October 10, 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

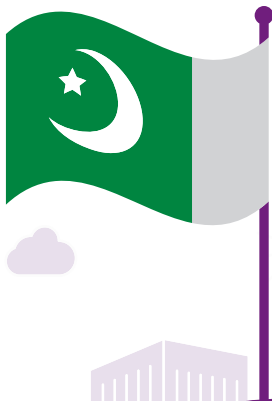
INVESTING IN PAKISTAN'S FUTURE

Investing in Pakistan's future offers compelling opportunities, as the market presents attractive valuations and high dividend yields. With select blue-chip stocks poised for growth, Al Meezan is well-positioned to help investors capitalize on this potential and drive future economic prosperity.

Meezan Pakistan Exchange Traded Fund



Investing in Pakistan's future offers compelling opportunities, as the market presents attractive valuations and high dividend yields. With select blue-chip stocks poised for growth, Al Meezan is well-positioned to help investors capitalize on this potential and drive future economic prosperity.



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. Ahmed Iqbal Rajani	Non-Executive Nominee Director- PKIC
Ms. Danish Zuberi	Independent Director
Mr. Feroz Rizvi	Independent Director
Mr. Furquan Kidwai	Independent Director
Mr. Imtiaz Gadar	Chief Executive Officer
Mr. Saad Ur Rahman Khan	Non-Executive Nominee Director- PKIC
Ms. Shazia Khurram	Non-Executive Nominee Director- MBL
Syed Amir Ali	Non-Executive Nominee Director- MBL
Syed Imran Ali Shah	Non-Executive Nominee Director- MBL

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Syed Haseeb Ahmed Shah

BOARD AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Ahmed Iqbal Rajani	Member
Syed Imran Ali Shah	Member

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Imtiaz Gadar	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

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

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 PAKISTAN EXCHANGE TRADED FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2024

		September 30, 2024 (Unaudited) (Rupees in '000)	June 30, 2024 (Audited)
	Note		
Assets			
Balances with banks	5	3,176	3,304
Investments	6	121,117	96,601
Receivable against sale of investments		-	4,789
Dividend receivable		1,408	-
Advance, deposits and other receivables		269	229
Total assets		125,970	104,923
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	9	8
Payable to Central Depository Company of Pakistan Limited - Trustee		12	9
Payable to the Securities and Exchange Commission of Pakistan		10	8
Dividend payable		-	7,200
Accrued expenses and other liabilities	8	1,110	345
Total liabilities		1,141	7,570
Net assets		124,829	97,353
Unit holders' fund (as per statement attached)		124,829	97,353
Contingencies and commitments	9		
		(Number of units)	
Number of units in issue		9,520,000	7,200,000
		(Rupees)	
Net asset value per unit		13.1122	13.5213

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 PAKISTAN EXCHANGE TRADED FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

		September 30	
		2024	2023
		(Rupees in '000)	
Note			
Income			
	Profit on saving accounts with banks	108	51
	Dividend income	2,544	678
	Net realised gain on sale of investments	485	4,429
		<u>3,137</u>	<u>5,158</u>
	Net unrealised (diminution) / appreciation on re-measurement of investments classified as financial assets 'at fair value through profit or loss'	6.1	(6,740)
	Total (loss) / income	<u>(3,603)</u>	<u>9,690</u>
Expenses			
	Remuneration to Al Meezan Investment Management Limited - Management Company	7.1	157
	Sindh Sales Tax on remuneration of the Management Company	7.2	24
	Remuneration to Central Depository Company of Pakistan Limited - Trustee		31
	Sindh Sales Tax on Remuneration of the Trustee		5
	Fee to the Securities and Exchange Commission of Pakistan		30
	Auditors' remuneration		35
	Charity expense		80
	Fees and subscription		13
	Brokerage expense		84
	Bank and settlement charges		2
	Total expenses	<u>461</u>	<u>264</u>
	Net (loss) / income from operating activities during the quarter	<u>(4,064)</u>	<u>9,426</u>
	Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - net	<u>170</u>	<u>(1,801)</u>
	Net (loss) / income for the quarter before taxation	<u>(3,894)</u>	<u>7,625</u>
	Taxation	13	-
	Net (loss) / income for the quarter after taxation	<u>(3,894)</u>	<u>7,625</u>
	Accounting income available for distribution		
	- Relating to capital gains	-	7,625
	- Excluding capital gains	-	-
		<u>-</u>	<u>7,625</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 PAKISTAN EXCHANGE TRADED FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

	September 30	
	2024	2023
	(Rupees in '000)	
Net (loss) / income for the quarter after taxation	(3,894)	7,625
Other comprehensive income	-	-
Total comprehensive (loss) / income for the quarter	(3,894)	7,625

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 PAKISTAN EXCHANGE TRADED FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

	September 30, 2024			September 30, 2023		
	Capital value	Undistributed Income	Total	Capital Value	Accumulated loss	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the quarter	84,532	12,821	97,353	97,738	(28,265)	69,473
Issue of 3,910,000 units (September 30, 2023:						
50,000 units)						
- Capital value (at par value)	52,868	-	52,868	391	-	391
- Element of income	399	-	399	43	-	43
Total proceeds on issuance of units	53,267	-	53,267	434	-	434
Redemption of 1,590,000 units (September 30, 2023:						
1,610,000 units)						
- Capital value (at par value)	21,499	-	21,499	12,582	-	12,582
- Element of loss	228	-	228	1,844	-	1,844
Total payments on redemption of units	21,727	-	21,727	14,426	-	14,426
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed - net	(170)	-	(170)	1,801	-	1,801
Total comprehensive (loss) / income for the quarter	-	(3,894)	(3,894)	-	7,625	7,625
Net assets at end of the quarter	115,903	8,927	124,829	85,548	(20,640)	64,907
Undistributed income / (accumulated loss) brought forward		(16,196)			(23,688)	
- Realised loss		29,017			(4,577)	
- Unrealised income / (loss)		12,821			(28,265)	
Accounting income available for distribution					7,625	
- Relating to capital gain		-			-	
- Excluding capital gains		-			7,625	
Net loss for the quarter after taxation		(3,894)			-	
Undistributed income / (accumulated loss) carried forward		8,927			(20,640)	
Undistributed income / (accumulated loss) carried forward						
- Realised income / (loss)		15,667			(25,172)	
- Unrealised (loss) / income		(6,740)			4,532	
		8,927			(20,640)	
		(Rupees)			(Rupees)	
Net assets value per unit at the beginning of the quarter		13.5213			7.8147	
Net assets value per unit at the end of the quarter		13.1122			8.8550	

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 PAKISTAN EXCHANGE TRADED FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

	September 30	
	2024	2023
Note	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the quarter before taxation	(3,894)	7,625
Adjustments for:		
Net unrealised diminution / (appreciation) on re-measurement of investments - 'at fair value through profit or loss'	6,740	(4,532)
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed - net	(170)	1,801
	2,676	4,894
(Increase) / decrease in assets		
Investments	(31,256)	6,309
Receivable against sale of investments	4,789	-
Dividend receivable	(1,408)	(339)
Advance, deposits and other receivables	(40)	26
	(27,915)	5,996
Increase / (decrease) in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	1	(3)
Payable to Central Depository Company of Pakistan Limited - Trustee	3	(1)
Payable to the Securities and Exchange Commission of Pakistan	2	(11)
Dividend payable	(7,200)	-
Accrued expenses and other liabilities	765	51
	(6,429)	36
Net cash (used in) / generated from operating activities	(31,667)	10,926
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance of units	53,267	434
Payment against redemption of units	(21,727)	(14,426)
Net cash generated from / (used in) financing activities	31,540	(13,992)
Net decrease in cash and cash equivalents during the quarter	(128)	(3,066)
Cash and cash equivalents at beginning of the quarter	3,304	4,444
Cash and cash equivalents at end of the quarter	5 3,176	1,378

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 PAKISTAN EXCHANGE TRADED FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

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 under the Trust Act, 1882 on January 9, 2020 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on January 3, 2020 under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The Management Company has been 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 Fund commenced its operations from October 6, 2020. 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.

In the year 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). Accordingly, on August 16, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

- 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 Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 29, 2023 (2023: AM1 dated December 30, 2022) and by PACRA dated June 21, 2024 (2023: AM1 dated June 23, 2023). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.6** 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 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 requirements of 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, 2024.

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 September 30, 2024.

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, 2024.

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, 2024. 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, 2024.

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, 2024. 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, 2024. However, the new standards, interpretations and amendments to the approved accounting standards will not have any material impact on the Fund's financial statements in the period of adoption and, therefore, have not been detailed in these condensed interim financial statements.



5.2 This represents balances maintained with Meezan Bank Limited (a related party).

6.1 Investment at fair value through profit or loss - Listed equity securities

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

		September 30, 2024 (Unaudited) (Rupees in '000)	June 30, 2024 (Audited)
7	PAYABLE TO AI MEEZAN MANAGEMENT LIMITED - MANAGEMENT COMPANY		
	Management fee payable	7.1	8
	Sindh Sales Tax payable on remuneration of the Management Company	7.2	1
		<u>9</u>	<u>8</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 0.50% (September 30, 2023: 0.50%) per annum of the average net assets of the Fund during the quarter. The remuneration is payable to the Management Company monthly in arrears.

7.2 Effective July 1, 2024, Sindh government vide Sindh Finance Act, 2024 has enhanced the rate of Sindh Sales Tax (SST) from 13% to 15% which is applicable on the remuneration of the Management Company, and on any amount of reimbursable expenditure or cost to the Management Company.

		September 30, 2024 (Unaudited) (Rupees in '000)	June 30, 2024 (Audited)
8	ACCRUED EXPENSES AND OTHER LIABILITIES		
	Auditors' remuneration payable	132	97
	Charity payable	313	234
	Other accrued expenses payable	658	8
	Others	7	6
		<u>1,110</u>	<u>345</u>

9 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2024 and June 30, 2024.

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:



	September 30, 2024 (Unaudited) (Rupees in '000)	June 30, 2024 (Audited)
Balances		
Al Meezan Investment Management Limited - Management Company		
Remuneration payable	8	7
Sindh Sales Tax payable on remuneration of the Management Company	1	1
Investment of 1,120,000 units (June 30, 2024: 1,120,000 units)	14,686	15,144
Dividend payable	-	1,120
Meezan Bank Limited		
Balances with Bank	3,176	3,304
Profit receivable on saving accounts	31	29
Investment of 72,352 shares (June 30, 2024: 48,706 shares)	16,507	11,660
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	10	8
Sindh Sales Tax payable on remuneration of the Trustee	2	1
Security Deposit	200	200
Engro Fertilizers Company Limited		
Investment in 95,200 shares (June 30, 2024: 65,856)	18,113	10,947
	September 30,	
	2024	2023
	(Unaudited)	
	(Rupees in '000)	
Transactions during the quarter		
Al Meezan Investment Management Limited - Management Company		
Remuneration for the quarter	157	87
Sindh Sales Tax on remuneration of the Management Company	24	11
Meezan Bank Limited		
Profit on saving accounts	108	51
Shares purchased: 38,184 shares (September 30, 2023: 305 Shares)	9,138	35
Shares Sold: 14,538 shares (September 30, 2023: 25,823 Shares)	3,460	3,026
Dividend Income	503	-
Engro Fertilizers Company Limited *		
Shares purchased: 50,970 shares (September 30, 2023: nil Shares)	8,626	-
Shares Sold: 21,626 shares (September 30, 2023: nil Shares)	3,636	-
Dividend Income	284	-
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	31	17
Sindh Sales Tax on Remuneration of the Trustee	5	2
CDS charges	2	2

* Prior period figures have been shown as nil as the person was classified as a related party / connected person of the fund with effect from November 1, 2023

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

----- As at September 30, 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'	121,117	-	121,117

----- As at June 30 2024 -----			
Level 1	Level 2	Level 3	
----- (Rupees in '000) -----			
Financial assets 'at fair value through profit or loss'			
Shares of listed companies - 'ordinary shares'	96,601	-	96,601

12 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2024 is 1.46% (September 30, 2023: 1.52%) which includes 0.22% (September 30, 2023: 0.22%) representing government levies on the Fund such as Sales Taxes, 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 Tracker 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. The Fund has not recorded any tax liability in respect of income relating to the current quarter as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 2025 as reduced by capital gains (whether realised or unrealised) to its unitholders.

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

14 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 October 10, 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