

SEAMLESS INTEGRATION OF DIGITAL SOLUTIONS

At Al Meezan, we are leading the way in digital innovation. Whether it's our intuitive app, user-friendly website, or automated back-end systems, we ensure a seamless experience across all platforms. From customer-facing solutions to behind-the-scenes efficiency, Al Meezan is setting the standard for integrated digital services.

Meezan Balanced Fund

The investment objective of the Fund is to generate long term capital appreciation as well as current income by creating a balanced portfolio that is invested both in high quality equity securities and Islamic Income Instruments such as TFCs, COIs, Certificates of Musharika, Islamic Sukuk, and other Shariah Compliant instruments.



FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Irfan Siddiqui	Chairman
Mr. Ahmed Iqbal Rajani*	Non-Executive Nominee Director- PKIC
Ms. Ayesha Umer**	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

* Mr. Ahmed Iqbal Rajani resigned from the Board on January 13, 2025.

** Ms. Ayesha Umer appointed as Director on February 3, 2025.

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Syed Haseeb Ahmed Shah

BOARD AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Ms. Ayesha Umer	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 Al Habib Limited - Islamic Banking	National Bank of Pakistan - Islamic Banking
Bank Alfalah Limited	Samba Bank Limited
Bank Islami Pakistan Limited	Sindh Bank Limited
Dubai Islamic Bank Pakistan Limited	The Bank Of Khyber - Islamic Banking
Faysal Bank Limited - Islamic Banking	UBL Ameen - Islamic Banking

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



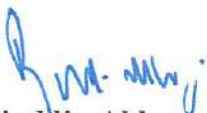
TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN BALANCED FUND

Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Balanced Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2024 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Securities & Exchange Commission of Pakistan and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 26, 2025



REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Meezan Balanced Fund** (the Fund) as at December 31, 2024 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the six months period ended December 31, 2024. The Management Company (Al Meezan Investment Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the three months period ended December 31, 2024 and December 31, 2023 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended December 31, 2024.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

A.F. Ferguson & Co.

Chartered Accountants

Engagement Partner: **Khattab Muhammad Akhi Baig**

Dated: February 26, 2025

Karachi

UDIN: RR202410081br79HJWqP

MEEZAN BALANCED FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2024

		December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note	(Rupees in '000)	
Assets			
Balances with banks	5	1,027,824	404,151
Investments	6	2,503,777	1,779,501
Receivables against conversion of units		7,770	-
Dividend receivable		1,680	677
Receivable against sale of investments		-	184,561
Advances, deposits and other and profit receivables		65,753	52,237
Total assets		3,606,804	2,421,127
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	11,592	4,343
Payable to Central Depository Company of Pakistan Limited - Trustee	8	416	307
Payable to the Securities and Exchange Commission of Pakistan	9	237	165
Payable to Meezan Bank Limited		252	57
Payable against purchase of investments		18,504	-
Payable against redemption and conversion of units		160,474	411,708
Dividend payable		7,698	7,697
Accrued expenses and other liabilities	10	58,389	83,422
Total liabilities		257,562	507,699
Net assets		3,349,242	1,913,428
Unit holders' fund (as per statement attached)		3,349,242	1,913,428
Contingencies and commitments	11		
			(Number of units)
Number of units in issue		141,261,284	104,244,636
			(Rupees)
Net asset value per unit		23.7096	18.3552

The annexed notes 1 to 17 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 BALANCED FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE SIX MONTHS AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2024

	Note	Six Months period ended December 31,		Three months period ended December 31,	
		2024	2023	2024	2023
		(Rupees in '000)		(Rupees in '000)	
Income					
Profit on saving accounts with banks		28,765	21,150	11,000	11,563
Dividend income		42,098	30,197	20,258	20,355
Profit on sukuk certificates		82,135	74,905	40,043	36,954
Other Income		66	-	66	-
Net realised income on sale of investments		117,356	84,884	91,728	56,255
		270,420	211,136	163,095	125,127
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.3	501,964	244,960	487,147	185,843
Total income		772,383	456,096	650,242	310,970
Expenses					
Remuneration of Al Meezan Investment Management Limited - Management Company	7.1	27,207	16,417	14,804	8,309
Sindh Sales Tax on remuneration of the Management Company	7.4	4,081	2,134	2,221	1,080
Allocated expenses	7.2	952	903	514	457
Sindh Sales Tax on allocated expenses	7.4	148	-	82	-
Selling and marketing expenses	7.3	9,910	8,208	5,925	4,154
Sindh Sales Tax on selling and marketing expenses	7.4	1,482	-	885	-
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	1,865	1,324	992	667
Sindh Sales Tax on remuneration of the Trustee	8.2	280	172	149	87
Fee to the Securities and Exchange Commission of Pakistan (SECP)	9.1	1,156	698	629	353
Auditors' remuneration		572	496	425	404
Charity expense		1,877	1,106	1,074	942
Fees and subscription		300	295	134	162
Legal and professional charges		73	-	73	-
Brokerage expense		4,080	1,210	2,580	630
Bank and settlement charges		305	84	151	19
Provision against sukuk - net	6.2.1.3	(727)	5,536	(3,579)	543
Total expenses		53,560	38,583	27,059	17,807
Net income for the period before taxation		718,823	417,513	623,183	293,163
Taxation	14	-	-	-	-
Net income for the period after taxation		718,823	417,513	623,183	293,163
Allocation of net income for the period					
Net income for the period after taxation		718,823	417,513		
Income already paid on units redeemed		(64,454)	(44,005)		
		654,369	373,508		
Accounting income available for distribution					
- Relating to capital gains		619,320	329,844		
- Excluding capital gains		35,049	43,664		
		654,369	373,508		

The annexed notes 1 to 17 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 BALANCED FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX MONTHS AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2024

	Six months period ended December 31,		Three months period ended December 31,	
	2024	2023	2024	2023
	(Rupees in '000)		(Rupees in '000)	
Net income for the period after taxation	718,823	417,513	623,183	293,163
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>718,823</u>	<u>417,513</u>	<u>623,183</u>	<u>293,163</u>

The annexed notes 1 to 17 form an integral part of these condensed interim

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

MEEZAN BALANCED FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED ON DECEMBER 31, 2024

	Six months period ended December 31, 2024			Six months period ended December 31, 2023		
	Capital value	Undistributed Income	Total	Capital value	Undistributed income	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period (audited)	1,155,869	757,559	1,913,428	1,151,404	537,126	1,688,530
Issue of 90,030,514 units (2023: 12,390,696 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	1,652,528	-	1,652,528	193,253	-	193,253
- Element of income	223,935	-	223,935	34,247	-	34,247
Total proceeds on issuance of units	1,876,463	-	1,876,463	227,500	-	227,500
Redemption of 53,013,866 units (2023: 34,582,694 units)						
- Capital value (at net asset value per unit at the beginning of the period)	973,080	-	973,080	539,372	-	539,372
- Element of loss	121,938	64,454	186,392	24,319	44,005	68,324
Total payments on redemption of units	1,095,018	64,454	1,159,472	563,691	44,005	607,696
Total comprehensive Income for the period	-	718,823	718,823	-	417,513	417,513
Distribution during the period	-	-	-	-	-	-
Net Income for the period less distribution	-	718,823	718,823	-	417,513	417,513
Net assets at the end of the period (unaudited)	1,937,314	1,411,928	3,349,242	815,213	910,634	1,725,847
Undistributed income brought forward						
- Realised income		478,621			554,915	
- Unrealised income / (loss)		278,938			(17,789)	
		757,559			537,126	
Accounting income available for distribution						
- Relating to capital gains	619,320			329,844		
- Excluding capital gains	35,049			43,664		
	654,369			373,508		
Undistributed income carried forward		1,411,928			910,634	
Undistributed income carried forward						
- Realised income		909,965			666,674	
- Unrealised income / (loss)		501,964			244,960	
		1,411,928			910,634	
		(Rupees)			(Rupees)	
Net assets value per unit at the beginning of the period		18.3552			15.5966	
Net assets value per unit at the end of the period		23.7096			20.0515	

The annexed notes 1 to 17 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 BALANCED FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED ON DECEMBER 31, 2024**

	Note	Six months period ended December 31,	
		2024	2023
		----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		718,823	417,513
Adjustments for:			
Net unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.3	(501,964)	(244,960)
Profit on saving accounts with banks		(28,765)	(21,150)
Dividend income		(42,098)	(30,197)
Profit on sukuk certificates		(82,135)	(74,905)
		63,861	46,301
(Increase) / decrease in assets			
Investments - net		(222,312)	211,156
Receivable against sale of investments		184,561	14,404
Advances, deposits and other receivables		(9,449)	13,181
		(47,201)	238,741
Decrease / (Increase) in liabilities			
Payable to Al Meezan Investment Management Limited - Management Company		7,249	(913)
Payable to Central Depository Company of Pakistan Limited - Trustee		109	36
Payable to the Securities and Exchange Commission of Pakistan		72	(344)
Payable to Meezan Bank Limited		195	311
Payable against purchase of investments		18,504	(5,319)
Accrued expenses and other liabilities		(25,033)	(7,082)
		1,096	(13,311)
Profit received on savings accounts with banks		34,219	20,800
Dividend received		41,096	27,167
Profit received on sukuk certificates		72,614	53,916
Net cash generated from operating activities		165,685	373,414
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance and conversion of units		1,868,693	225,645
Payment against redemption and conversion of units		(1,410,706)	(515,274)
Dividend paid		-	(21,034)
Net cash generated from / (used in) financing activities		457,988	(410,663)
Net decrease in cash and cash equivalents during the period		623,673	(37,249)
Cash and cash equivalents at the beginning of the period		404,151	275,724
Cash and cash equivalents at the end of the period	5	1,027,824	238,475

The annexed notes 1 to 17 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 BALANCED FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED ON DECEMBER 31, 2024

1. LEGAL STATUS AND NATURE OF BUSINESS

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

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

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 3, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

- 1.2 The Management Company has been licensed by the SECP to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP.
- 1.3 The investment objective of the Fund is to generate long-term capital appreciation as well as current income by creating a balanced portfolio that is invested both in high quality Shariah compliant equity securities and Islamic income instruments such as Islamic Sukuks (certificates of Islamic investment), musharaka certificates, Government Securities, cash in bank accounts, Money Market Placements, Deposits, Certificates of Deposits, Term Deposits Receipts, Commercial Papers, Islamic alternatives of Reverse Repos, Spread Transactions, and other Shariah compliant instruments as indicated by the SECP. Under the Trust Deed all the conducts and acts of the Fund are based on Shariah principles. The Management Company has appointed Meezan Bank Limited as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.
- 1.4 The Fund is an open-end fund listed on the Pakistan Stock Exchange Limited. The Fund is categorised as a Shariah Compliant Balanced Fund in accordance with Circular 7 of 2009 issued by the SECP.
- 1.5 The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 31, 2024 (2023: 'AM1' dated December 29, 2023) 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 Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan (CDC) as the Trustee of the Fund.

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 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. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at and for the six months period ended December 31, 2024.

4 MATERIAL ACCOUNTING POLICY INFORMATION, ACCOUNTING ESTIMATES, JUDGEMENTS AND RISK MANAGEMENT POLICIES

4.1 The material 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 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 published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2024. However, these are not considered to be relevant or did not have any material effect on the Fund's financial statements except for:

- The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and
- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers with effective date of January 1, 2026.. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

		Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
			----- (Rupees in '000) -----	
5	BALANCES WITH BANKS			
	In saving accounts	5.1	1,017,687	396,839
	In current accounts	5.2	10,137	7,312
			<u>1,027,824</u>	<u>404,151</u>

5.1 This includes balance maintained with Meezan Bank Limited (a related party) that has an expected profit rate of 3.52% (June 30, 2024: 11.01%) per annum. Other balances in savings accounts have expected profit rates ranging from 4.82% to 12.50% per annum (June 30, 2024: 6.75% to 19.60% per annum).

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

		December 31, 2024	June 30, 2024
		(Unaudited)	(Audited)
		----- (Rupees in '000) -----	
6	INVESTMENTS	Note	
	At fair value through profit or loss'		
	Shares of listed companies - 'ordinary shares'	6.1	1,654,133
	Sukuk certificates	6.2	849,644
			<u>2,503,777</u>
			<u>1,779,501</u>

6.1 Shares of listed companies 'ordinary shares'

Name of the investee company	As at July 1, 2024	Purchases during the period	Right / Bonus issue	Sold / transferred during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised appreciation / (diminution) as at December 31, 2024	Percentage in relation to		
									Net assets of the Fund	Total market value of investments	Paid-up Capital of the investee company (with face value of investments)
Number of shares					(Rupees in '000)			%			

Sectors / companies

Automobile Assembler

Sazgar Engineering Works Limited	8,000	-	-	8,000	-	-	-	-	-	-	-
Ghandhara Tyre & Rubber Company Limited	-	300,000	-	-	300,000	13,615	15,390	1,775	0.46	0.61	2.46
Al-Ghazi Tractors Limited	-	28,200	-	-	28,200	11,978	15,840	3,662	0.47	0.63	0.49
									0.93	1.24	2.95

Cable & Electrical Goods

Pak Elektron Limited	-	200,000	-	-	200,000	7,551	8,770	1,219	0.26	0.35	0.23
									0.26	0.35	0.23

Cement

Cherat Cement Company Limited	205,034	70,000	-	121,419	153,615	25,128	42,043	16,915	1.26	1.68	0.79
D.G. Khan Cement Company Limited	162,000	420,000	-	582,000	-	-	-	-	-	-	-
Fauji Cement Company Limited	417,000	1,400,000	-	1,175,000	642,000	14,575	23,484	8,909	0.70	0.94	0.26
Kohat Cement Company Limited	224,320	15,000	-	36,000	203,320	51,048	78,754	27,706	2.35	3.15	1.04
Lucky Cement Limited	83,978	65,000	-	52,000	96,978	89,131	106,723	17,592	3.19	4.26	0.33
Attock Cement Pakistan Limited	-	84,020	-	-	84,020	14,413	22,676	8,263	0.68	0.91	0.61
Maple Leaf Cement Factory Limited	240,987	835,000	-	840,987	235,000	9,990	10,796	806	0.32	0.43	0.22
									8.50	11.37	3.25

Chemicals

Lucky Core Industries Limited	20,915	2,119	-	6,323	16,711	15,651	17,984	2,333	0.54	0.72	0.18
									0.54	0.72	0.18

Commercial Banks

Faysal Bank Limited	-	250,000	-	250,000	-	-	-	-	-	-	-
Meezan Bank Limited (an associate company of the Fund)	330,955	272,575	-	402,786	200,744	48,000	48,574	574	1.45	1.94	0.11
									1.45	1.94	0.11

Fertilizers

Engro Corporation Limited (note 6.1.2)	102,273	145,000	-	28,000	219,273	71,494	97,638	26,144	2.92	3.90	0.41
Engro Fertilizers Limited - a related party of the Fund	-	413,764	-	234,623	179,141	30,351	36,579	6,228	1.09	1.46	0.13
Fatima Fertilizer Company Limited	-	253,500	-	105,000	148,500	8,102	11,625	3,523	0.35	0.46	0.07
Fauji Fertilizer Bin Qasim Limited (note 6.1.5)	75,000	575,000	-	650,000	-	-	-	-	-	-	-
									4.35	5.82	0.61

Food & Personal Care Products

Al Shaheer Corporation Limited (note 6.1.3)	6,035	-	-	6,035	-	-	-	-	-	-	-
The Organic Meat Company Limited	2,913	-	-	-	2,913	103	104	1	0.00	0.00	0.02
Treet Corporation Limited	-	884,600	-	100,000	784,600	19,037	22,039	3,002	0.66	0.88	2.11
									0.66	0.88	2.13

Name of the investee company	As at July 1, 2024	Purchases during the period	Right / Bonus issue	Sold / transferred during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised appreciation / (diminution) as at December 31, 2024	Percentage in relation to		
									Net Assets of the Fund	Total market value of investments	Paid-up Capital of the investee company (with face value of investments)
	Number of shares					(Rupees in '000)			%		
Glass and Ceramics											
Tariq Glass Industries Limited	47,000	-	-	-	47,000	5,478	7,443	1,965	0.22	0.30	0.27
									0.22	0.30	0.27
Leather & Tanneries											
Service Global Footwear Limited	22,930	-	-	22,930	-	-	-	-	-	-	-
									-	-	-
Miscellaneous											
Pakistan Aluminium Beverage Cans Limited	89,499	-	-	89,499	-	-	-	-	-	-	-
									-	-	-
Oil & Gas Exploration Companies											
Mari Petroleum Company Limited (note 6.1.2, 6.1.3 and 6.1.4)	43,307	63,500	324,448	190,339	240,916	79,275	173,366	94,091	5.18	6.92	0.20
Oil and Gas Development Company Limited	904,931	295,000	-	385,000	814,931	121,993	185,201	63,208	5.53	7.40	0.19
Pakistan Petroleum Limited (note 6.1.2)	965,167	305,000	-	357,000	913,167	118,017	185,875	67,858	5.55	7.42	0.34
									16.26	21.74	0.73
Oil and Gas Marketing Companies											
Attock Petroleum Limited	16,891	20,000	-	15,993	20,898	8,268	11,587	3,319	0.35	0.46	0.17
Hascol Petroleum Limited (note 6.1.3)	1,901	-	-	1,901	-	-	-	-	-	-	-
Sui Southern Gas Company Limited	-	800,000	-	300,000	500,000	23,811	24,480	669	0.73	0.98	0.57
Pakistan State Oil Company Limited (note 6.1.3)	183,428	150,000	-	146,730	186,698	35,068	82,276	47,208	2.46	3.29	0.40
Sui Northern Gas Pipelines Limited	426,888	468,524	-	205,000	690,412	48,675	77,285	28,610	2.31	3.09	1.09
									5.85	7.82	2.23
Paper & Board											
Century Paper and Board Mills Limited	139,022	300,000	-	139,022	300,000	10,546	9,888	(658)	0.30	0.39	0.75
Packages Limited	31,407	15,141	-	7,003	39,545	20,563	23,551	2,988	0.70	0.94	0.44
									1.00	1.33	1.19
Pharmaceuticals											
AGP Limited	500	112,278	-	90,000	22,778	2,816	3,875	1,059	0.12	0.15	0.08
Highnoon Laboratories Limited (note 6.1.3)	10,668	9,000	-	4,318	15,350	10,764	14,095	3,331	0.42	0.56	0.29
Haleon Pakistan Limited	-	7,500	-	2,000	5,500	4,015	4,442	427	0.13	0.18	0.05
The Searle Company Limited (note 6.1.3)	122,211	701,000	-	640,211	183,000	12,669	19,116	6,447	0.57	0.76	0.36
Glaxosmithkline Pakistan Limited	-	85,222	-	45,000	40,222	6,546	15,965	9,419	0.48	0.64	0.13
									1.72	2.29	0.91
Power Generation & Distribution											
K-Electric Limited (note 6.1.1)	1,872,038	9,050,500	-	750,000	10,172,538	46,278	56,966	10,688	1.70	2.28	0.37
The Hub Power Company Limited	707,086	1,073,712	-	920,000	850,798	118,935	112,670	(6,265)	3.36	4.50	0.66
									5.06	6.78	1.03
Real Estate Investment Trust											
TPL REIT Fund I	171,000	-	-	28,175	142,825	2,142	2,177	35	0.06	0.09	0.08
									0.06	0.09	0.08
Refinery											
Attock Refinery Limited	25,000	30,000	-	55,000	-	-	-	-	-	-	-
Energyco Pakistan Limited	550,000	1,034,934	-	1,334,934	250,000	1,261	1,963	702	0.06	0.08	0.05
Pakistan Refinery Limited	150,000	77,000	-	227,000	-	-	-	-	-	-	-
									0.06	0.08	0.05
Technology & Communication											
Air Link Communication Limited	50,000	51,000	-	101,000	-	-	-	-	-	-	-
Supernet Limited	194,100	10,000	-	-	204,100	2,138	3,694	1,556	0.11	0.15	1.50
Netsol technologies Limited	-	30,000	-	30,000	-	-	-	-	-	-	-
Systems Limited	110,442	35,000	-	18,000	127,442	53,459	79,199	25,740	2.36	3.16	0.44
									2.47	3.31	1.94
Textile composite											
Interloop Limited	263,863	100,000	-	363,863	-	-	-	-	-	-	-
									-	-	-
Total as at December 31, 2024						1,162,883	1,654,133	491,250			
Total as at June 30, 2024						742,968	1,019,992	277,024			

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

6.1.2 Investments include nil shares of Engro Corporation Limited having market value of Rs nil (June 30, 2024: 33,500 shares with market value of Rs 11.146 million), 101,000 shares of Pakistan Petroleum Limited having market value of Rs. 20.56 million (June 30, 2024: 1,000 shares with market value of Rs. 0.117 million) and nil shares of Mari Petroleum Limited having market value of Rs. nil (June 30, 2024: 8,800 shares with market value of 23.869 million) as at December 31, 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 Finance Act, 2014 introduced amendments to the Income Tax Ordinance 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld.

During the year ended June 30, 2020, the CISs have filed a petition via CP 4653 dated July 11, 2019 in the Honorable High Court of Sindh. In this regard, on July 15, 2019, the Honourable High Court of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication.

As at December 31, 2024, the Fund has recorded the amounts of Rs. 9.4 million as receivables against withholding tax on bonus shares in respect of bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares.

6.1.4 The Finance Act, 2023 has introduced Section 236Z of the Income Tax Ordinance, 2001 (ITO) effective from July 1, 2023, which mandates listed companies to withhold ten percent shares out of bonus shares issued to the Fund. The share so withheld are to be released if the Fund deposits tax equivalent to ten percent of the value of bonus share issues to the Fund. Such tax is to be deposited within fifteen days of the book closure of the respective dividend. In case of failure of the Fund to pay, the issuer company is liable to pay the tax and dispose of the bonus shares to recover the amount paid.

In this regard, a petition was filed by the Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CIS. The petition is based on the grounds that since the CISs are exempt from levy of income tax in terms of 99 of Part-I of the Second Schedule to the ITO, no tax is payable by the Fund under Section 236Z of the ITO. During the current period, the Honorable High Court of Sind has issued notices to the relevant parties and ordered to retain the bonus shares being withheld and no tax shall be paid under section 236Z of the ITO till further orders by the Court. The matter is still pending adjudication and the Funds have included the shares in their portfolio, as the Management is confident that the decision of the constitutional petition will be in favour of the CISs. As at December 31, 2024, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 23.14 million.

6.2	Sukuk certificates	Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
			----- (Rupees in '000) -----	
	Corporate sukuk certificates	6.2.1	170,058	294,595
	Government securities	6.2.2	679,586	464,914
			<u>679,586</u>	<u>464,914</u>

6.2.1 Corporate sukuks

Name of the investee company	Profit payments / principal redemptions	Maturity	Profit rate	As at July 1, 2024	Purchases during the period	Sold / matured during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised appreciation / (diminution) as at December 31, 2024	Percentage in relation to	
				Number of certificates					(Rupees in '000)		Net Assets of the Fund	Total market value of investments
												%
Commercial banks												
Dubai Islamic Bank Pakistan Limited - Sukuk (AA-, VIS, non-traded) (note 6.2.1.1)	Semi-annually / At maturity	December 2, 2032	6 months KIBOR plus base rate of 0.70%	100	-	-	100	100,329	100,200	(129)	2.99	4.00
Food Products												
Shakarganj Food Products Limited (BBB-, VIS, non-traded) (note 6.2.1.1 & 6.2.1.3)	Quarterly	July 10, 2025	3 months KIBOR plus base rate of 2.5%	82	-	-	82	28,496	27,544	(952)	0.82	1.10

Name of the investee company	Profit payments / principal redemptions	Maturity	Profit rate	As at July 1, 2024	Purchases during the period	Sold / matured during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised appreciation / (diminution) as at December 31, 2024	Percentage in relation to	
				Number of certificates			Rupees in '000			Net Assets of the Fund	Total market value of investments	
%												
Power generation & distribution												
Neelum Jhelum Hydropower Company (Private) Limited (AAA, VIS, non-traded) (note 6.2.1.1)	Semi-annually	June 29, 2026	6 months KIBOR plus base rate of 1.13%	230	-	-	230	3,659	3,661	2	0.11	0.15
Hub Power Holdings Limited (AA+, PACRA, non-traded) (note 6.2.1.1)	Quarterly / Semiannually	November 12, 2025	6 months KIBOR plus base rate of 2.50%	1,500	-	1,500	-	-	-	-	-	-
Non-performing assets												
Agha Steel Industries Limited * (A, VIS, non-traded) (note 6.2.1.1)	Quarterly	October 9, 2026	3 months KIBOR plus base rate of 0.80%	6,800	-	-	6,800	38,653	38,653	-	1.15	1.54
Security Leasing Corporation Limited II * (note 6.2.1.2)	Not applicable	January 19, 2022	Not applicable	5,000	-	-	5,000	-	-	-	-	-
Eden Housing Limited * (note 6.2.1.2)	Not applicable	September 29, 2014	Not applicable	5,000	-	-	5,000	-	-	-	-	-
Arzoo Textile Mills Limited * (note 6.2.1.2)	Not applicable	April 15, 2014	Not applicable	5,000	-	-	5,000	-	-	-	-	-
Hascol Petroleum Limited - Sukuk * (note 6.2.1.2)	Not applicable	January 7, 2022	Not applicable	50,000	-	-	50,000	-	-	-	-	-
Total as at December 31, 2024								171,137	170,858	(1,079)		
Total as at June 30, 2024								295,178	294,595	(583)		

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

6.2.1.1 The nominal value of these sukuk certificates is Rs 5,000 each except for the sukuk certificates of Eden Housing Limited having nominal value of Rs 984,375, Neelum Jhelum Hydropower Company (Private) Limited and Hub Power Holdings Limited having nominal value of Rs.15,750 and 100,000 each respectively, and Dubai Islamic Bank Pakistan Limited and Shakarganj Food Products Limited Limited having nominal value of Rs 1,000,000 each. Further, the nominal value of Agha Steel Industries Limited Sukuk II have a nominal value of Rs.10,000.

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

The Securities and Exchange Commission of Pakistan (SECP), vide its circular No. 16 dated July 07, 2010, prescribed certain disclosures for the schemes holding investments that were non-compliant either with the minimum investment criteria specified for the category assigned to such schemes or with the investment requirement of their constitutive documents. The Securities and Exchange Commission of Pakistan vide circular 7 of 2009 dated March 6, 2009 required all Asset Management Companies to classify funds under their management on the basis of categorisation criteria laid down in the circular. Al Meezan Investment Management Limited (the Management Company) classified Meezan Balanced Fund (the Fund) as a 'Balanced Scheme' in accordance with the said circular. As at December 31, 2024. Following investments of the Funds are in sukuk which are non compliant securities. At the time of investment, these were compliant as per SECP criteria and the investment policy of the Fund.

Name of the investee company	Type of investments	Value of investments before provision	Provision held as at December 31, 2024	Value of investments after provision	Percentage of net assets	Percentage of total assets
		(Rupees in '000)			%	
Arzoo Textile Mills Limited	Non-traded sukuk certificates	25,000	25,000	-	-	-
Eden Housing Limited	Non-traded sukuk certificates	4,922	4,922	-	-	-
Security Leasing Corporation Limited II	Non-traded sukuk certificates	7,701	7,701	-	-	-
Hascol Petroleum Limited	Non-traded sukuk certificates	62,037	62,037	-	-	-
Agha Steel Industries Limited	Non-traded sukuk certificates	68,000	29,347	38,653	1.15	1.07
		167,660	129,007	38,653		
		204,425	129,734	74,691		

6.2.1.3 On April 26, 2023, sukuk certificates of Shakarganj Food Products Limited (SFPL) were classified as non-performing by Mutual Funds Association of Pakistan (MUFAP). Therefore, in accordance with the requirement of SECP's Circular No. 33 of 2012, the sukuk certificates were classified as non-performing asset and hence no further profit was accrued thereafter.

On September 8, 2023, the restructuring of the aforementioned sukuk was approved by all the sukuk investors whereby the four principal equal installments due from July 10, 2023 to April 10, 2024 have been deferred for one year from their respective due dates and the tenure of the sukuk has been extended by twelve months. However, SFPL will continue to service profit payments on quarterly basis on the outstanding amount of principal as per earlier agreed terms. During the current period, SFPL has paid all the due installments and accordingly MUFAP has classified the sukuk as performing in accordance with the requirement of SECP's Circular No. 33 of 2012.

	Note	December 31, 2024 (Unaudited) ----- (Rupees in '000) -----	June 30, 2024 (Audited)
6.2.1.3 Movement of provision			
Balance as at July 1		129,734	108,406
Charge for the period		13,555	25,428
Reversals for the period		(14,282) (727)	(4,100) 21,328
Balance as at December 31		<u>129,007</u>	<u>129,734</u>

6.2.1.4 Sukuk certificates of Agha Steel Industries Limited are carried at their cost as they are not valued by MUFAP.

6.2.2 Government securities - GOP Ijarah Sukuk

Name of the Security	Profit payments / principal redemptions	Issue date	Maturity date	Profit rate	July 1, 2024	Purchased during the period	Sold / matured during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised appreciation as at December 31, 2024	Percentage in relation to	
					(Number of certificates)				(Rupees in '000)			Net assets of the Fund	Total market value of investments
GoP Ijarah Sukuk Certificates - XXI - VRR	Semi-annually / At maturity	July 29, 2020	July 29, 2025	Weighted Average 6 months T-Bills	2,647	-	-	2,647	264,594	271,106	6,512	8.09	10.83
GoP Ijarah Sukuk Certificates - XLII - VRR	Semi-annually / At maturity	December 04, 2023	December 04, 2028	Weighted Average 6 months T-Bills	2,000	-	2,000	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates - XXV - VRR	Semi-annually / At maturity	October 06, 2021	October 06, 2026	Weighted Average 6 months T-Bills	-	2,000	-	2,000	203,200	203,980	780	6.09	8.15
GOP Ijarah Sukuk Certificates PSX P05VRR160929 (Note 6.2.2.1)	At maturity	September 18, 2024	September 18, 2029	17.49%	-	40,000	-	40,000	200,000	204,500	4,500	6.11	8.17
GOP Ijarah Sukuk Certificates PSX P01GIS091224 (Note 6.2.2.1)	At maturity	December 11, 2023	December 09, 2024	19.52%	-	1	1	-	-	-	-	-	-
Total as at December 31, 2024									667,794	679,586	11,792		
Total as at June 30, 2024									462,417	464,914	2,497		

6.2.2.1 The nominal value of GoP Ijarah Sukuk certificates is Rs 100,000 each except for GOP Ijarah sukuk certificates PSX having nominal value of Rs. 5,000 each.

	Note	December 31, 2024 (Unaudited) ----- (Rupees in '000) -----	December 31, 2023 (Audited)
6.3 Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'			
Market value of investments	6.1 & 6.2	2,503,777	1,494,386
Carrying value of investments	6.1 & 6.2	2,001,813	1,249,426
		<u>501,964</u>	<u>244,960</u>

		December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note	(Rupees in '000)	
7	PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - THE MANAGEMENT COMPANY		
Remuneration payable	7.1	1,070	743
Sindh Sales Tax on management fee payable	7.4	150	97
Sales load payable		2,585	177
Sindh Sales Tax on sales load payable	7.4	390	13
Allocated expenses payable	7.2	479	-
Sindh Sales Tax on Allocated expenses payable	7.4	126	-
Selling and marketing expenses payable	7.3	5,908	3,313
Sindh Sales Tax on Selling and marketing expenses payable	7.4	884	-
		<u>11,592</u>	<u>4,343</u>

7.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 2% (June 30, 2024: 2%) per annum of the average net assets of the Fund during the period ended December 31, 2024. The remuneration is payable to the Management Company monthly in arrears.

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

The Management Company, based on its own discretion, has currently charged allocated expenses at the rate of 0.07% (June 30, 2024: 0.11%) per annum of the average annual net assets of the Fund during the period ended December 31, 2024 subject to the 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 0.5% from July 01, 2024 to August 18, 2024 and 0.80% from August 19, 2024 to December 31, 2024 (1% from July 01, 2023 to December 31, 2023).

7.4 Sindh sales tax levied through Sindh Sales Tax on Services Act, 2011 on remuneration of Management Company has been enhanced from the rate of 13% to 15% (December 31, 2023: 13%) effective July 1, 2024 vide Sindh Finance Act, 2024.

Further, Sindh sales tax at the rate of 15% has also been levied on any reimbursable expenditure to the Management Company effective July 1, 2024 vide Sindh Finance Act, 2024.

		December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note	----- (Rupees in '000) -----	
8	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE		
Remuneration payable	8.1	362	272
Sindh Sales Tax payable on remuneration of the Trustee	8.2	54	35
		<u>416</u>	<u>307</u>

8.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as follows:

Net Assets (Rs.)	Fee
up to Rs 1,000 million	0.2% per annum of net assets.
over Rs 1,000 million	Rs 2.0 million plus 0.10% per annum of net assets exceeding Rs 1,000 million.

8.2 Sindh sales tax levied through Sindh Sales Tax on Services Act, 2011 on remuneration of the Trustee has been enhanced from the rate of 13% to 15% (December 31, 2023: 13%) effective July 1, 2024 vide Sindh Finance Act, 2024.

		December 31, 2024 (Unaudited) ----- (Rupees in '000) -----	June 30, 2024 (Audited) (Audited)
9	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	
	Fee payable	9.1	237 165
9.1	In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP). Accordingly, the Fund has charged the SECP fee at the rate of 0.085% (June 30, 2024: 0.085%) per annum of the daily net assets during the period. Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month.		
		Note	December 31, 2024 (Unaudited) ----- (Rupees in '000) -----
10	ACCRUED EXPENSES AND OTHER LIABILITIES		June 30, 2024 (Audited)
	Withholding tax payable		433 38,472
	Provision for Federal Excise Duty and related Sindh Sales Tax on Management Fee	10.1	31,961 31,961
	Provision for Federal Excise Duty and related Sindh Sales Tax on Sales load	10.1	6,838 6,838
	Brokerage expenses payable		2,417 1,067
	Charity payable		4,371 2,494
	Shariah advisory fee		462 461
	Auditors' remuneration payable		702 740
	Capital gain tax payable		11,095 1,201
	IBFT charges payable		25 18
	Zakat payable		85 170
			<u>58,389 83,422</u>
10.1	The status of provision of Federal Excise Duty and related sales tax on management fees and sales load is same as disclosed in financial statement for the year ended June 30, 2024. Had the provision not been made, the NAV per unit of the Fund as at December 31, 2024 would have been higher by Re 0.27 (June 30, 2024: Re 0.37) per unit.		
11	CONTINGENCIES AND COMMITMENTS		
	There were no contingencies and commitments outstanding as at December 31, 2024 and June 30, 2024.		
12	TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES		
12.1	Connected persons / related parties 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 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 any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.		
12.2	Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates.		
12.3	Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.		
12.4	Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.		
12.5	Allocated expenses and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.		
12.6	The details of transactions carried out by the Fund with connected persons during the period and balances with them as at period end are as follows:		

Balances

Al Meezan Investment Management Limited - Management Company

Remuneration payable	1,070	743
Sindh Sales Tax on management fee payable	150	97
Sales load payable	2,585	177
Sindh Sales Tax on sales load payable	390	13
Allocated expenses payable	479	-
Sindh Sales Tax on Allocated expenses payable	126	-
Selling and Marketing expenses payable	5,908	3,313
Sindh Sales Tax on Selling and marketing expenses payable	884	-
Outstanding of Nil units (June 30, 2024: Nil units)	-	-

Central Depository Company of Pakistan Limited - Trustee

Remuneration payable	362	272
Sindh Sales Tax payable on remuneration of the Trustee	54	35
Security deposits	300	300

National Clearing Company of Pakistan

Security deposits	2,500	2,500
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Meezan Bank Limited

Balances with banks	9,095	29,651
Profit receivable on balances with banks	384	216
Sales load payable	219	50
Sindh Sales Tax on sales load payable	33	7
Shariah advisory fee payable	462	461
Units outstanding: 18,934,113 units (June 30, 2024: 18,886,746 units)	448,920	346,670
Dividend receivable	-	5,188
Investment in 200,744 shares (June 30, 2024: 330,955 shares)	48,574	79,227

Al Meezan Investment Management Limited - Employees Gratuity Fund

Outstanding units: 589,911 units (June 30, 2024: 585,468 units)	13,987	10,746
---	--------	--------

Engro Fertilizers Limited

Investment in 179,141 shares (June 30, 2024: Nil shares)	36,579	-
--	--------	---

Ghandhara Tyre and Rubber Limited

Investment in 300,000 shares (June 30, 2024: Nil shares)	15,390	-
--	--------	---

Directors and Executives of the Management Company

Outstanding of 925,965 units (June 30, 2024: 903,714 units)	21,954	16,588
---	--------	--------

Transactions during the quarter

Al Meezan Investment Management Limited - Management Company

Remuneration of Al Meezan Investment Management	27,207	16,417
---	--------	--------

Limited - Management Company

Sindh Sales Tax on management fee	4,081	2,134
Allocated expenses	952	903
Sindh Sales Tax on allocated expenses	148	-
Selling and Marketing expenses	9,910	8,208
Sindh Sales Tax on selling and marketing expenses	1,482	-
Units issued: 1,793 units (2023: Nil units)	33	-
Units redeemed: 1,793 units (2023: Nil units)	34	-
Units issued to unitholder on behalf of the Management Company	7,079	-

December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
----- (Rupees in '000) -----	

1,070	743
150	97
2,585	177
390	13
479	-
126	-
5,908	3,313
884	-
-	-

362	272
54	35
300	300

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

9,095	29,651
384	216
219	50
33	7
462	461
448,920	346,670
-	5,188
48,574	79,227

13,987	10,746
--------	--------

36,579	-
--------	---

15,390	-
--------	---

21,954	16,588
--------	--------

For the six months period ended December 31	
2024	2023
(Unaudited)	
----- (Rupees in '000) -----	

27,207	16,417
4,081	2,134
952	903
148	-
9,910	8,208
1,482	-
33	-
34	-
7,079	-

Transactions during the quarter

For the six months period
ended December 31

2024 2023

(Unaudited)

----- (Rupees in '000) -----

Central Depository Company of Pakistan Limited - Trustee

Remuneration of Central Depository Company of
Pakistan Limited - Trustee
Sindh Sales Tax on remuneration of the Trustee
CDS charges

1,865	1,324
280	172
79	30

Meezan Bank Limited

Profit on savings account
Shares purchased: 272,575 shares (2023: Nil shares)
Shares sold: 402,786 shares (2023: 330,000 shares)
Units issued: 47,367 units (2023: Nil units)
Dividend income
Shariah advisory fee

804	2,226
65,603	-
92,074	46,354
869	-
3,778	12,564
462	267

Al Meezan Investment Management Limited - Employees Gratuity Fund

Units issued: 896 units (2023: Nil units)

16	-
----	---

Engro Fertilizers Limited

Shares purchased: 413,764 shares (2023: 153,000 shares)
Shares sold: 234,623 shares (2023: Nil shares)
Dividend income

70,146	12,704
45,695	23,093
1,244	1,368

Meezan Dedicated Equity Fund

Shares sold

844	-
-----	---

Directors and Executives of the Management Company

Units issued: 40,805 units (2023: 5,230 units)
Units redeemed: 18,582 units (2023: 1,073 units)

916	93
442	20

13 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at December 31, 2024 is 3.98% (2023: 4.02%) which include 0.56% (2023: 0.36%) representing government levy such as sales taxes and SECP fee. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as a Balanced Scheme.

14 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.

15 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.

Fair value hierarchy

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

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

As at December 31, 2024 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

	As at December 31, 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'	1,654,133	-	-	1,654,133
Sukuk certificates	204,500	645,144	-	849,644
	<u>1,858,633</u>	<u>645,144</u>	<u>-</u>	<u>2,503,777</u>
	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'	1,019,992	-	-	1,019,992
Sukuk certificates	-	759,509	-	759,509
	<u>1,019,992</u>	<u>759,509</u>	<u>-</u>	<u>1,779,501</u>

16 GENERAL

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

Certain prior period figures have been reclassified for the purpose of better presentation and comparison. However, the same do not include any material reclassification.

17 DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on February 7, 2025 by the Board of Directors of the Management Company.

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

Chief Executive Officer

Chief Financial Officer

Director

EMPOWERING YOUNG INVESTORS

At Al Meezan, we are dedicated to empowering young investors by providing the tools and resources they need to build a solid financial future. Through educational initiatives, tailored investment options, and user-friendly digital platforms, we encourage young individuals to take charge of their financial journeys with confidence and informed decision-making.

Meezan Asset Allocation Fund



The investment objective of the Fund is to earn a potentially high return through asset allocation between Shariah Compliant Equity Instruments, Shariah Compliant Fixed Income Instruments, Shariah Compliant Money Market Instruments and any other Shariah Compliant instrument as permitted by the SECP and Shariah Advisor.



FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Irfan Siddiqui	Chairman
Mr. Ahmed Iqbal Rajani*	Non-Executive Nominee Director- PKIC
Ms. Ayesha Umer**	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

* Mr. Ahmed Iqbal Rajani resigned from the Board on January 13, 2025.

** Ms. Ayesha Umer appointed as Director on February 3, 2025.

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Syed Haseeb Ahmed Shah

BOARD AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Ms. Ayesha Umer	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
Bank Al Habib Limited - Islamic Banking
Bank Islami Pakistan Limited
Habib Metropolitan Bank Limited - Islamic Banking
Meezan Bank Limited
Dubai Islamic Bank Pakistan Limited

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN ASSET ALLOCATION FUND

Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Asset Allocation Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2024 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Securities & Exchange Commission of Pakistan and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 26, 2025



REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Meezan Asset Allocation Fund** (the Fund) as at December 31, 2024 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the six months period ended December 31, 2024. The Management Company (Al Meezan Investment Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the three months period ended December 31, 2024 and December 31, 2023 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended December 31, 2024.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

A.F. Ferguson & Co.
Chartered Accountants
Engagement Partner: **Khattab Muhammad Akhi Baig**
Dated: February 26, 2025
Karachi
UDIN: RR202410081MHDA3uPXc

**MEEZAN ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2024**

	Note	December 31, 2024 (Unaudited) ----- (Rupees in '000) -----	June 30, 2024 (Audited)
Assets			
Balances with banks	5	55,540	37,653
Investments	6	440,854	275,324
Receivable against conversion of units		2,077	46
Receivable against sale of investments		-	2,372
Dividend receivable		394	338
Advances, deposits and other receivables		7,355	4,248
Receivable from Al Meezan Investment Management Limited - Management Company		980	-
Total assets		507,200	319,981
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	1,462	635
Payable to Central Depository Company of Pakistan Limited - Trustee	8	121	87
Payable to the Securities and Exchange Commission of Pakistan (SECP)	9	38	24
Payable to Meezan Bank Limited		24	35
Payable against redemption and conversion of units		1,456	-
Payable against purchase of investments		5,755	-
Dividend payable		-	1,591
Accrued expenses and other liabilities	10	5,593	5,213
Total liabilities		14,449	7,585
Net assets		492,751	312,396
Unit holders' fund (as per statement attached)		492,751	312,396
Contingencies and commitments	11		
		----- (Number of units) -----	
Number of units in issue		5,560,094	5,146,238
		----- (Rupees) -----	
Net asset value per unit		88.6228	60.7038

The annexed notes from 1 to 17 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 ASSET ALLOCATION FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2024

	Note	Six months period December 31,		Three months period December 31,	
		2024	2023	2024	2023
		(Rupees in '000)		(Rupees in '000)	
Income					
Net realised gain on sale of investments		57,060	54,294	53,243	33,835
Dividend income		8,704	11,919	3,952	7,986
Profit on savings accounts with banks		2,657	5,848	1,555	3,317
		<u>68,421</u>	<u>72,061</u>	<u>58,750</u>	<u>45,138</u>
Net unrealised appreciation on re-measurement of investments classified 'as financial assets at fair value through profit or loss'	6.1	87,713	70,278	86,408	50,579
Other income		17	-	17	-
Total income		<u>156,151</u>	<u>142,339</u>	<u>145,175</u>	<u>95,717</u>
Expenses					
Remuneration of Al Meezan Investment Management Limited - Management Company	7.1	3,576	2,806	1,997	1,360
Sindh Sales Tax on remuneration of the Management Company		636	365	299	177
Allocated expenses	7.3	126	206	70	100
Sindh Sales Tax on allocated expenses	7.2	20	-	11	-
Selling and marketing expenses	7.4	1,304	1,871	798	907
Sindh Sales Tax on selling and marketing expenses	7.2	196	-	120	-
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	-	-	-	-
Sindh Sales Tax on remuneration of the Trustee	8.2	54	49	30	24
Fee to the Securities and Exchange Commission of Pakistan (SECP)	9.1	170	178	95	86
Brokerage expenses		2,706	941	2,194	472
Charity expense		377	423	205	360
Auditors' remuneration		328	372	243	287
Printing charges		38	-	38	-
Fees and subscription		300	300	135	138
Bank and settlement charges		281	172	178	57
Legal and professional charges		73	-	73	-
Reimbursement from Al Meezan Investment Management Limited - Management Company		-	-	-	-
		(980)	-	(980)	-
Total expenses		<u>9,463</u>	<u>8,057</u>	<u>5,706</u>	<u>4,149</u>
Net income for the period before taxation		<u>146,688</u>	<u>134,282</u>	<u>139,470</u>	<u>91,568</u>
Taxation	14	-	-	-	-
Net income for the period after taxation		<u>146,688</u>	<u>134,282</u>	<u>139,470</u>	<u>91,568</u>
Allocation of net income for the period					
Net income for the period after taxation		146,688	134,282		
Income already paid on units redeemed		(10,334)	(34,634)		
		<u>136,354</u>	<u>99,648</u>		
Accounting income available for distribution					
- Relating to capital gains		136,354	99,648		
- Excluding capital gains		-	-		
		<u>136,354</u>	<u>99,648</u>		

The annexed notes from 1 to 17 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 ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2024

	Six months period ended December 31,		Three months period ended December 31,	
	2024	2023	2024	2023
	----- (Rupees in '000) -----		----- (Rupees in '000) -----	
Net income for the period after taxation	146,688	134,282	139,470	91,568
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>146,688</u>	<u>134,282</u>	<u>139,470</u>	<u>91,568</u>

The annexed notes from 1 to 17 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 ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2024

	Six months period ended December 31, 2024			Six months period ended December 31, 2023		
	Capital Value	Accumulated loss	Total	Capital Value	Accumulated loss	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at beginning of the period (audited)	1,048,480	(736,084)	312,396	1,284,074	(830,087)	453,987
Issuance of 3,032,342 units (2023: 2,879,533 units)						
- Capital value (at net asset value per unit beginning of the period)	184,075	-	184,075	114,778	-	114,778
- Element of income	42,782	-	42,782	29,274	-	29,274
Total proceeds on issuance of units	226,857	-	226,857	144,052	-	144,052
Redemption of 2,618,486 units (2023: 8,070,495 units)						
- Capital value (at net asset value per unit beginning of the period)	158,952	-	158,952	321,689	-	321,689
- Element of income	23,904	10,334	34,238	25,328	34,634	59,964
Total payments on redemption of units	182,856	10,334	193,190	347,017	34,634	381,651
Total comprehensive income for the period	-	146,688	146,688	-	134,282	134,282
Distribution during the period	-	-	-	-	-	-
Net income for the period less distribution	-	146,688	146,688	-	134,282	134,282
Net assets at end of the period (unaudited)	1,092,481	(599,730)	492,751	1,081,109	(730,439)	350,670
Accumulated losses brought forward						
- Realised loss		(803,128)			(825,269)	
- Unrealised income / (loss)		67,044			(4,818)	
		(736,084)			(830,087)	
Accounting income available for distribution						
- Relating to capital gains	136,354			99,648		
- Excluding capital gains	-			-		
	136,354			99,648		
Accumulated losses carried forward		(599,730)			(730,439)	
Accumulated losses carried forward						
- Realised loss		(687,443)			(800,717)	
- Unrealised income		87,713			70,278	
		(599,730)			(730,439)	
	(Rupees)			(Rupees)		
Net assets value per unit at beginning of the period	60.7038			39.8599		
Net assets value per unit at end of the period	88.6228			56.5725		

The annexed notes from 1 to 17 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 ASSET ALLOCATION FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2024



Meezan
 Asset Allocation
 Fund

Note	Six months period ended	
	December 31,	
	2024	2023
	----- (Rupees in '000) -----	
	146,688	134,282
6.1	(87,713)	(70,278)
	(8,704)	(11,919)
	(2,657)	(5,848)
	<u>47,614</u>	<u>46,237</u>
any	(77,817)	191,927
	2,372	9,966
	(2,952)	-
	(980)	-
	<u>(79,377)</u>	<u>201,893</u>
	827	(473)
	34	(15)
	14	(107)
	(11)	2
	5,755	2,919
	380	301
	<u>6,999</u>	<u>2,627</u>
	8,648	12,297
	2,502	5,214
	<u>(13,614)</u>	<u>268,268</u>
	224,826	138,879
	(191,734)	(386,192)
	(1,591)	(258)
	<u>31,501</u>	<u>(247,571)</u>
	<u>17,887</u>	<u>20,697</u>
	37,653	51,466
5	<u>55,540</u>	<u>72,163</u>

The annexed notes from 1 to 17 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 ASSET ALLOCATION FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2024

1. LEGAL STATUS AND NATURE OF BUSINESS

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

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 earn potentially high return through asset allocation between Shariah Compliant Equity Instruments, Shariah Compliant Fixed Income Instruments, Shariah Compliant Money Market Instruments and any other Shariah Compliant Instruments as permitted by the SECP and the Shariah Advisor. Meezan Bank Limited acts as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.
- 1.3 The Fund is an open-end Shariah Compliant Asset Allocation Scheme. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.4 The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 31, 2024 (2023: 'AM1' dated December 29, 2023) 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 earlier referred guidelines. This practice is being followed to comply with the requirements of the accounting and reporting standards as applicable in Pakistan.

3. BASIS OF PREPARATION

3.1 Statement of compliance

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

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

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

The disclosures made in these condensed interim financial statements 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, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2024.

4. MATERIAL ACCOUNTING POLICY INFORMATION, SIGNIFICANT ACCOUNTING ESTIMATES AND 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 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 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 published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2025. However, these are not considered to be relevant or did not have any material effect on the Fund's condensed interim financial statements except for:

- The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements.
- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers with effective date of January 1, 2026. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

5. BALANCES WITH BANKS	Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
		----- (Rupees in '000) -----	
In saving accounts	5.1	51,031	36,671
In current accounts	5.2	4,509	982
		<u>55,540</u>	<u>37,653</u>

5.1 These include balance maintained with Meezan Bank Limited (a related party) that has an expected profit rate of 3.52% (June 30, 2024: 11.01%) per annum. Other savings accounts of the Fund have expected profit rates ranging from 9.50% to 12% (June 30, 2024: 8.00% to 19.51%).

5.2 This includes balance maintained with Meezan Bank Limited (a related party).

6. INVESTMENTS	Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
		(Rupees in '000)	
At fair value through profit or loss			
Shares of listed companies - 'ordinary shares'	6.1	440,854	275,324

6.1 Shares of listed companies - 'ordinary shares'

Name of the investee company	As at July 1, 2024	Purchased during the period	Bonus / right shares	Sold / transfers during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised appreciation as at December 31, 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
(Number of shares)					(Rupees in '000)			%			
Automobile Assembler											
Sazgar Engineering Works Limited	2,500	5,000	-	7,500	-	-	-	-	-	-	-
Al-Ghazi Tractors Limited*	-	13,000	-	5,900	7,100	2,936	3,988	1,052	0.81	-	0.90
									0.81	-	0.90
Automobile Parts and Accessories											
Ghandhara Tyre & Rubber Company Limited* (note 6.1.1)	-	175,000	-	40,000	135,000	5,935	6,926	991	1.41	-	1.57
									1.41	-	1.57
Cement											
Attock Cement Pakistan Limited	100	32,000	-	23,000	9,100	1,600	2,456	856	0.50	0.01	0.56
Cheral Cement Company Limited	59,595	56,699	-	72,000	44,294	10,884	12,123	1,238	2.46	0.02	2.75
Fauji Cement Company Limited	120,000	800,000	-	718,069	201,931	6,439	7,387	948	1.50	0.01	1.68
D.G. Khan Cement Company Limited	65,000	136,099	-	201,099	-	-	-	-	-	-	-
Kohat Cement Company Limited	48,268	28,663	-	41,000	35,931	11,633	13,918	2,285	2.82	0.02	3.16
Lucky Cement Limited	23,531	40,500	-	40,000	24,031	23,888	26,446	2,558	5.37	0.01	6.00
Power Cement Limited	-	1,200,000	-	1,200,000	-	-	-	-	-	-	-
Maple Leaf Cement Factory Limited	47,674	440,000	-	394,674	93,000	4,152	4,272	120	0.87	0.01	0.97
									13.52	0.08	15.11
Chemicals											
Lucky Core Industries Limited*	2,900	-	-	2,000	900	837	969	132	0.20	-	0.22
Ittehad Chemicals Limited	-	65,000	-	65,000	-	-	-	-	-	-	-
									0.20	-	0.22
Commercial Banks											
BankIslami Pakistan Limited*	-	32,256	-	-	32,256	714	741	27	0.15	-	0.17
Meezan Bank Limited*	103,798	114,900	-	170,000	48,698	11,193	11,783	591	2.39	-	2.67
Faysal Bank Limited	-	75,000	-	75,000	-	-	-	-	-	-	-
									2.54	-	2.84
Engineering											
International Steels Limited	-	50,000	-	50,000	-	-	-	-	-	-	-
									-	-	-
Fertilizer											
Engro Corporation Limited	31,515	80,000	-	64,100	47,415	15,370	21,113	5,743	4.28	0.01	4.79
Fauji Fertilizer Bin Qasim Limited	-	225,000	-	225,000	-	-	-	-	-	-	-
Engro Fertilizers Limited*	-	120,000	-	89,000	31,000	5,718	6,330	612	1.28	-	1.44
Fatima Fertilizer Company Limited*	-	117,000	-	81,000	36,000	2,366	2,818	453	0.57	-	0.64
									6.14	0.01	6.86
Food And Personal Care Products											
Al-Shaheer Corporation Limited (note 6.1.3)	188	-	-	188	-	-	-	-	-	-	-
Fauji Foods Limited	-	400,000	-	-	400,000	6,397	7,172	775	1.46	0.11	1.63
The Organic Meat Company Limited*	112	-	-	-	112	4	4	0	0.00	-	0.00
Treet Corporation Limited	-	468,000	-	65,000	403,000	9,849	11,320	1,471	2.30	0.27	2.57
									3.75	0.38	4.20

Name of the investee company	As at July 1, 2024	Purchased during the period	Bonus / right shares	Sold / transfers during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised appreciation as at December 31, 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
									----- (Number of shares) -----		
									----- (Rupees in '000) -----		
									----- % -----		
Glass and Ceramics											
Tariq Glass Industries Limited*	10,000	-	-	8,000	2,000	233	317	84	0.06	-	0.07
									0.06	-	0.07
Oil And Gas Exploration Companies											
Mari Petroleum Company Limited* (note 6.1.2) & (note 6.1.4)	11,163	71,678	64,768	95,750	51,859	20,748	37,318	16,570	7.57	-	8.46
Oil and Gas Development Company Limited* (note 6.1.2)	213,650	340,000	-	334,327	219,323	42,624	49,843	7,219	10.12	0.01	11.31
Pakistan Petroleum Limited (note 6.1.2)	231,841	305,000	-	305,000	230,841	36,114	46,988	10,874	9.54	0.01	10.66
									27.22	0.02	30.43
Oil And Gas Marketing Companies											
Attock Petroleum Limited*	2,735	5,000	-	5,500	2,235	915	1,239	324	0.25	-	0.28
Pakistan State Oil Company Limited (note 6.1.3)	56,561	124,000	-	125,605	54,956	14,953	24,219	9,265	4.91	0.01	5.49
Sui Northern Gas Pipelines Limited	99,336	463,190	-	342,000	220,526	19,752	24,686	4,934	5.01	0.03	5.60
Sui Southern Gas Company Limited	-	850,000	-	330,000	520,000	21,114	25,459	4,345	5.17	0.08	5.77
									15.34	0.12	17.15
Miscellaneous											
Pakistan Aluminum Beverage Cans Limited	15,000	-	-	15,000	-	-	-	-	-	-	-
Paper and Board											
Century Paper and Board Mills Limited	50,000	100,000	-	59,000	91,000	3,195	2,999	(196)	0.61	0.16	0.68
Packages Limited	4,018	22,430	-	10,000	16,448	8,565	9,795	1,231	1.99	0.02	2.22
									2.60	0.18	2.90
Pharmaceuticals											
AGP Limited*	-	40,000	-	30,000	10,000	1,219	1,701	482	0.35	-	0.39
The Searle Company Limited* (note 6.1.3)	29,602	370,000	-	382,602	17,000	1,328	1,776	448	0.36	-	0.40
Glaxosmithkline Pakistan Limited*	-	30,000	-	22,000	8,000	1,387	3,175	1,788	0.64	-	0.72
Haleon Pakistan Limited	-	8,154	-	8,154	-	-	-	-	-	-	-
Hightoon Laboratories Limited*	-	5,500	-	4,500	1,000	693	918	225	0.19	-	0.21
									1.54	-	1.72
Power Generation And Distribution											
The Hub Power Company Limited	211,797	410,000	-	423,500	198,297	24,615	25,955	1,340	5.27	0.02	5.89
K-Electric Limited (note 6.1.1)	650,000	6,020,225	-	4,501,000	2,169,225	10,820	12,148	1,328	2.47	0.01	2.76
									7.73	0.03	8.64
Real Estate											
TPL REIT Fund I*	54,000	-	-	36,640	17,360	260	265	4	0.05	-	0.05
									0.05	-	0.06
Refinery											
Attock Refinery Limited	3,000	13,000	-	16,000	-	-	-	-	-	-	-
Pakistan Refinery Limited	25,000	-	-	25,000	-	-	-	-	-	-	-
Energyco PK Limited*	121,400	500,000	-	496,400	125,000	621	981	361	0.20	-	0.22
									0.20	-	0.22
Technology and Communication											
Air Link Communication Limited	30,000	-	-	30,000	-	-	-	-	-	-	-
Supernel Limited (note 6.1.2)	554,500	65,953	-	271,782	348,671	3,741	6,311	2,570	1.28	0.26	1.43
NetSol Technologies Limited*	-	15,000	-	15,000	-	-	-	-	-	-	-
Systems Limited	37,609	33,000	-	44,500	26,109	12,664	16,225	3,561	3.29	0.01	3.68
									4.57	0.27	5.11
Cable & Electrical Goods											
Pak Elektron Limited	-	200,000	-	-	200,000	7,665	8,770	1,105	1.78	0.07	1.99
									1.78	0.07	1.99
Total as at December 31, 2024						353,141	440,854	87,713	89.47		100.00
Total as at June 30, 2024						208,280	275,324	67,044	88.14		100.00

* Nil figures due to rounding off

- 6.1.1 All shares have a nominal value of Rs. 10 each except for the shares of Ghandhara Tyre & Rubber Company Limited which have a nominal value of Rs. 5 each and the shares of K-Electric Limited which have a nominal value of Rs. 3.5 each.
- 6.1.2 Investments include 25,000 shares of Supernet Limited, 20,000 shares of Mari Petroleum Company Limited, 100,000 shares of Pakistan Petroleum Limited and 50,000 shares of Oil and Gas Development Company Limited, having market value of Rs. 0.453 million, Rs. 14.392 million, Rs. 20.355 million, and Rs. 11.363 million respectively as at December 31, 2024 (June 30, 2024: 9,540 shares of Engro Corporation Limited and 140,000 shares of Oil and Gas Development Company Limited, having market value of Rs 3.174 million and Rs. 18.952 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 Finance Act, 2014 introduced amendments to the Income Tax Ordinance 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld.

During the year ended June 30, 2020, the CISs have filed a petition via CP 4653 dated July 11, 2019 in the Honorable High Court of Sindh. In this regard, on July 15, 2019, the Honourable High Court of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication.

As at December 31, 2024, the Fund has recorded an amount of Rs. 2.952 million as receivables against withholding tax on bonus shares in respect of bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares.

- 6.1.4 The Finance Act, 2023 has introduced Section 236Z of the Income Tax Ordinance, 2001 (ITO) effective from July 1, 2023, which mandates listed companies to withhold ten percent shares out of bonus shares issued to the Fund. The share so withheld are to be released if the Fund deposits tax equivalent to ten percent of the value of bonus share issues to the Fund. Such tax is to be deposited within fifteen days of the book closure of the respective dividend. In case of failure of the Fund to pay, the issuer company is liable to pay the tax and dispose of the bonus shares to recover the amount paid.

In this regard, a petition was filed by the Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CIS. The petition is based on the grounds that since the CISs are exempt from levy of income tax in terms of 99 of Part-I of the Second Schedule to the ITO, no tax is payable by the Fund under Section 236Z of the ITO. During the current period, the Honorable High Court of Sind has issued notices to the relevant parties and ordered to retain the bonus shares being withheld and no tax shall be paid under section 236Z of the ITO till further orders by the Court. The matter is still pending adjudication and the Funds have included the shares in their portfolio, as the Management is confident that the decision of the constitutional petition will be in favor of the CISs. As at December 31, 2024, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 4.660 million.

6.2	Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
			----- (Rupees in '000) -----	
	Market value of investments	6.1	440,854	275,324
	Carrying value of investments	6.1	(353,141)	(208,280)
			<u>87,713</u>	<u>67,044</u>
7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY				
	Remuneration fee payable	7.1	153	83
	Sindh Sales Tax on Remuneration fee payable to the Management Company	7.2	23	11
	Allocated expenses payable	7.3	70	-
	Sindh Sales Tax payable on allocated expense	7.2	11	-
	Sales load payable		248	66
	Sindh Sales Tax payable on sales load		37	9
	Selling and marketing expenses payable	7.4	797	466
	Sindh Sales Tax payable on selling and marketing expenses		119	-
	IBFT charges payable		4	-
			<u>1,462</u>	<u>635</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 2.0% (December 31, 2023: 1.5%) per annum of the average net assets of the Fund during the period ended December 31, 2024. The remuneration is payable to the Management Company monthly in arrears.

7.2 Sindh sales tax levied through Sindh Sales Tax on Services Act, 2011 on remuneration of Management Company has been enhanced from the rate of 13% to 15% (December 31, 2023: 13%) effective July 1, 2024 vide Sindh Finance Act, 2024.

Further, Sindh sales tax at the rate of 15% has also been levied on any reimbursable expenditure to the Management Company effective July 1, 2024 vide Sindh Finance Act, 2024.

7.3 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% (December 31, 2023: 0.11%) of the average annual net assets of the Fund during the period ended December 31, 2024, subject to total expense charged being lower than actual expense incurred.

7.4 In accordance with Circular 11 dated July 5, 2019 issued by 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 0.5% from July 1, 2024 till August 18, 2024 of the average net assets of the Fund and 0.8% of average annual net assets of the Fund from August 19, 2024 till December 31, 2024 (December 31, 2023: 1%), subject to total expense charged being lower than actual expense incurred.

	Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
8. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE		----- (Rupees in '000) -----	
Remuneration payable	8.1	106	77
Sindh Sales Tax payable on remuneration of the Trustee	8.2	15	10
		<u>121</u>	<u>87</u>

8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as follows:

Net Assets	Fee
- up to Rs. 1,000 million	0.2% per annum of net assets.
- exceeding Rs. 1,000 million	Rs. 2.0 million plus 0.1% per annum of net assets exceeding Rs. 1,000 million.

8.2 Sindh sales tax levied through Sindh Sales Tax on Services Act, 2011 on remuneration of the Trustee has been enhanced from the rate of 13% to 15% (December 31, 2023: 13%) effective July 1, 2024 vide Sindh Finance Act, 2024.

	Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
9. PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)		----- (Rupees in '000) -----	
Annual fee payable	9.1	<u>38</u>	<u>24</u>

9.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP). Accordingly, the Fund has charged the SECP fee at the rate of 0.095% (December 31, 2023: 0.095%) per annum of the daily net assets during the period.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

	Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
		----- (Rupees in '000) -----	
10. ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration payable		560	571
Brokerage payable		2,018	401
Shariah advisor fee payable		432	432
Charity payable		1,044	667
Provision for Federal Excise Duty and related Sindh Sales Tax on remuneration of the Management Company	10.1	482	482
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	10.1	145	145
Withholding tax payable		14	2,475
Capital gain tax payable		898	37
Zakat payable		-	3
		<u>5,593</u>	<u>5,213</u>

10.1 The status of provision of Federal Excise Duty and related sales tax on management fee and sales load 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 December 31, 2024 would have been higher by Re. 0.11 (June 30, 2024 : Re. 0.12) per unit.

11. CONTINGENCIES AND COMMITMENTS

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

12. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

12.1 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.

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

12.3 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.

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

12.5 Allocated expenses and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

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

Balances as at period end	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
	----- (Rupees in '000) -----	
Al Meezan Investment Management Limited - the Management Company		
Remuneration fee payable	153	83
Sindh Sales Tax on Remuneration fee payable Management Company	23	11
Allocated expenses payable	70	-
Sindh Sales Tax on allocated expense payable	11	-
Sales load payable	248	66
Sindh Sales Tax Payable on sales load	37	9
Selling and marketing expenses payable	797	466
Sindh Sales Tax on selling and marketing	119	-

Balances as at period end

	December 31, 2024 (Unaudited) ----- (Rupees in '000) -----	June 30, 2024 (Audited)
Meezan Bank Limited		
Sales load payable	21	31
Sindh Sales Tax on sales load payable	3	4
Bank balances	17,454	7,751
Profit receivable on savings account	55	118
Investment in 48,698 shares (June,30 2024: 103,798 shares)	11,783	24,848
Shariah Advisor fee payable	432	432
Engro Fertilizers Limited		
Investment in 31,000 shares (June, 30 2024: nil shares)	6,330	-
Ghandhara Tyre & Rubber Company Limited		
Investment in 135,000 shares	6,926	-
Central Depository Company of Pakistan Limited - (Trustee)		
Trustee fee payable	106	77
Sindh Sales Tax on trustee fee payable	15	10
Security deposit	100	100
National Clearing Company of Pakistan Limited		
Security deposit with National Clearing Company of Pakistan Limited	1,012	1,012
Directors and Executives of the Management Company		
Investments of 3,751 units (June 30, 2024: nil units)	332	-
Unit holders holding 10% or more of units of the Fund		
Investment of 1,571,924 units (June 30, 2024: 1,569,589 units)	139,308	95,280

Transactions during the period

	Six months period ended December 31, 2024 2023 ----- (Rupees in '000) ----- (Unaudited)	
Al Meezan Investment Management Limited - the Management Company		
Remuneration for the period	3,576	2,806
Sindh Sales Tax on management fee for the period	536	365
Allocated expenses	126	206
Sindh Sales Tax on allocated expenses	20	-
Selling and marketing expenses	1,304	1,871
Sindh Sales Tax on selling and marketing expenses	196	-
Units issued to unitholders on behalf of the Management Company	2,266	-
Meezan Bank Limited		
Profit on savings account	348	351
Purchase of 114,900 shares (2023: nil shares)	26,321	-
Sale 170,000 shares (2023: 226,000 shares)	38,900	29,913
Dividend income	788	1,763
Shariah Advisor fee	269	269

Transactions during the period

Six months period ended

December 31,

2024 2023

**----- (Rupees in '000) -----
(Unaudited)**

Ghandhara Tyre & Rubber Company Limited

Purchase of 175,000 shares

7,631 -

Sale 40,000 shares

1,631 -

Central Depository Company of Pakistan Limited - the Trustee

Remuneration for the period

358 374

Sindh Sales Tax on trustee fee for the period

54 49

CDS charges

48 26

National Clearing Company of Pakistan Limited

NCCPL charges

233 -

Engro Fertilizers Limited

Purchase of 120,000 shares (2023: nil shares)

20,842 -

Sale 89,000 shares (2023: nil shares)

17,529 -

Directors and Executives of the Management Company

Units issued: 3454 units (2023: 132 units)

217 6

Units redeemed: 105 units (2023: 132 units)

6 7

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

Issuance of 2,335 units (2023: nil units)

211 -

13. TOTAL EXPENSE RATIO

The Total Annualised Expense Ratio (TER) of the Fund as at December 31, 2024 based on the current period results is 5.29% (December 31, 2023: 4.29%) which includes 0.80% (December 31, 2023: 0.32%) representing government levies on the fund such as sales taxes, Federal Excise Duties and annual fee to the SECP, etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Asset Allocation Scheme'.

14. TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. The Fund has not recorded any tax liability in respect of income relating to the current period as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 2025 as reduced by capital gains (whether realised or unrealised) to its unitholders.

15. 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.

15.1 Fair value hierarchy

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

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

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

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

As at December 31, 2024 and June 30, 2024, the Fund held the following financial instruments measured at fair values:

As at December 31, 2024 (Unaudited)			
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

440,854	-	-	440,854
---------	---	---	---------

ASSETS

Financial assets 'at fair value through profit or loss'

Shares of listed companies 'ordinary shares'

275,324	-	-	275,324
---------	---	---	---------

16. GENERAL

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

17. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 7, 2025 by the Board of Directors of the Management Company.

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

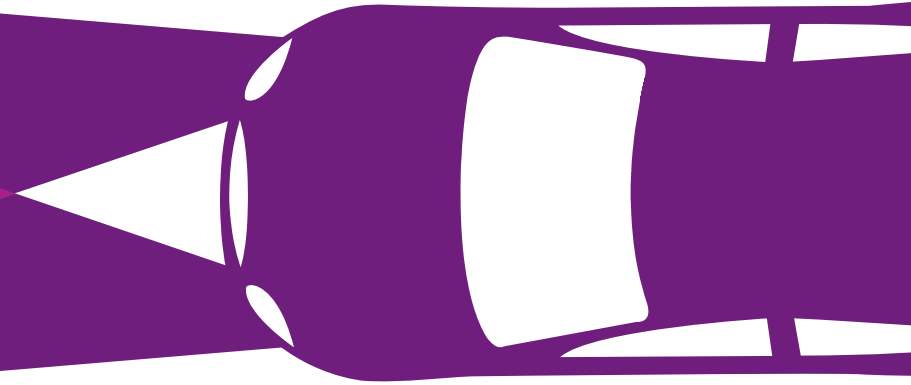


Al Meezan
Investment Management Ltd.

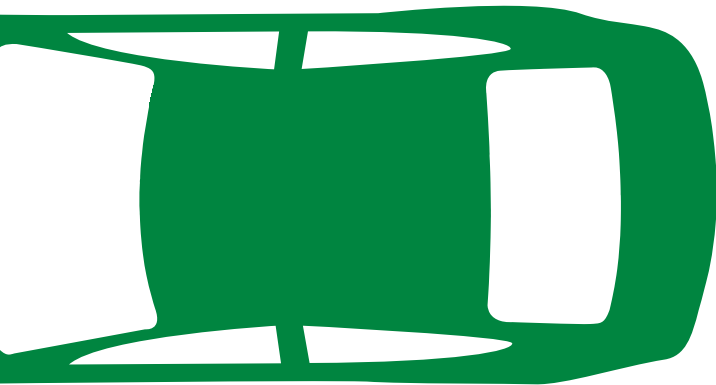


NAVIGATING COMPLEXITY WITH SIMPLICITY

At Al Meezan, we help you navigate complex financial landscapes with ease. Our expert team simplifies complicated decisions into straightforward strategies, guiding you every step of the way.



Meezan Dynamic Asset Allocation Fund



The investment objective of the fund is to provide competitive returns through investments in dividend yielding Shariah Compliant equity securities, Shariah Compliant Fixed Income Instruments, Shariah Compliant Money Market Instruments and any other Shariah Compliant instrument as permitted by the SECP and Shariah Advisor.

FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Irfan Siddiqui	Chairman
Mr. Ahmed Iqbal Rajani*	Non-Executive Nominee Director- PKIC
Ms. Ayesha Umer**	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

* Mr. Ahmed Iqbal Rajani resigned from the Board on January 13, 2025.

** Ms. Ayesha Umer appointed as Director on February 3, 2025.

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Syed Haseeb Ahmed Shah

BOARD AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Ms. Ayesha Umer	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

M/s Yousuf Adil
Chartered Accountants
Cavish Court, A-35 Shahrah-e-Faisal, K.C.H.S.U Block 7 & 8 Bangalore Town,
Karachi

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
Meezan Bank Limited
UBL Ameen - Islamic Banking
Habib 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

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN DYNAMIC ASSET ALLOCATION FUND

Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Dynamic Asset Allocation Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the period from August 29, 2024 to December 31, 2024 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Securities & Exchange Commission of Pakistan and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 26, 2025

INDEPENDENT AUDITOR'S REVIEW REPORT

To the Unit Holders' of Meezan Dynamic Asset Allocation Fund

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Meezan Dynamic Asset Allocation Fund** (the Fund) as at **December 31, 2024**, and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund, condensed interim cash flow statement and notes to the condensed interim financial statement for the period from **August 29, 2024 to December 31, 2024** (here-in-after referred to as the 'condensed interim financial statements'). **Al-Meezan Investment Management Limited** (the Management Company) is responsible for the preparation and presentation of this condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements is not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

The figures of the condensed interim income statement and condensed interim statement of comprehensive income, for the quarter ended December 31, 2024 have not been reviewed, as we are required to review only the cumulative figures for the period from August 29, 2024 to December 31, 2024.

The engagement partner on the review resulting in this independent auditor's review report is **Nadeem Yousuf Adil**.


Chartered Accountants

Place: Karachi

Date: February 26, 2025

UDIN: RR202410091f2hWwsGmQ

**MEEZAN DYNAMIC ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2024**

Meezan
Dividend Yield
Plan
December 31,
2024

Note (Rupees in '000)

Assets		
Balances with banks	5	55,633
Investments	6	335,236
Receivable against conversion of units		50,219
Dividend receivable		11
Advances, deposits and other receivable		984
Receivable from Al Meezan Investment Management Limited - Management Company		965
Total assets		443,048
Liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	7	1,283
Payable to Central Depository Company of Pakistan Limited - Trustee	8	84
Payable to the Securities and Exchange Commission of Pakistan (SECP)	9	28
Payable against redemption and conversion of units		3,056
Payable against purchase of investments		62,592
Accrued expenses and other liabilities	10	4,690
Total liabilities		71,733
Net assets		371,315
Unit holders' fund (as per statement attached)		371,315
Contingencies and commitments	11	
Number of units in issue		5,507,379
Net asset value per unit		67.4215

The annexed notes from 1 to 19 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 DYNAMIC ASSET ALLOCATION FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE PERIOD AND QUARTER ENDED DECEMBER 31, 2024**

Meezan Dividend Yield Plan	
For the period from August 29, 2024 to December 31, 2024	For the qtr ended Dec 31, 2024

Note -- (Rupees in '000) --

Income			
Profit on balances with banks		908	640
Realised gain on sale of investments		17,116	17,324
Dividend income		1,036	971
		<u>19,060</u>	<u>18,935</u>
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1	42,519	43,383
Total Income		<u>61,579</u>	<u>62,318</u>
Expenses			
Remuneration of Al Meezan Investment Management Limited - Management Company	7.1	946	886
Sindh Sales Tax on remuneration of the Management Company	7.2	142	133
Allocated expenses	7.3	33	31
Sindh Sales Tax on Allocated expenses		5	5
Selling and marketing expenses	7.4	379	355
Sindh Sales Tax on Selling and marketing expense		57	53
Remuneration of Central Depository Company of Pakistan Limited - Trustee		95	89
Sindh Sales Tax on remuneration of the Trustee		14	13
Fee to the Securities and Exchange Commission of Pakistan (SECP)		45	42
Brokerage expense		1,458	1,413
Charity expense		33	33
Auditors' remuneration		109	109
Amortisation of preliminary expenses and floatation costs		12	9
Bank and settlement charges		12	11
Reimbursement from Al Meezan Investment Management Limited - Management Company		(965)	
Total expenses		<u>2,375</u>	<u>3,182</u>
Net Income for the period before taxation		<u>59,204</u>	<u>59,136</u>
Taxation	13	-	-
Net Income for the period after taxation		<u>59,204</u>	<u>59,136</u>
Allocation of net income for the period			
Net income for the period after taxation		59,204	-
Income already paid on units redeemed		(30,795)	-
		<u>28,409</u>	<u>-</u>
Accounting income available for distribution			
- Relating to capital gains		28,409	-
- Excluding capital gains		-	-
		<u>28,409</u>	<u>-</u>

The annexed notes from 1 to 19 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 DYNAMIC ASSEST ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE PERIOD AND QUARTER ENDED DECEMEBER 31, 2024

Meezan Dividend Yield Plan	
For the period from August 29, 2024 to December 31, 2024	For the qtr ended Dec 31, 2024
-- (Rupees in '000) --	
Net Income for the period after taxation	59,204
Other comprehensive income for the period	-
Total comprehensive Income for the period	59,204

The annexed notes from 1 to 19 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 DYNAMIC ASSEST ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE PERIOD ENDED DECEMEBER 31, 2024**

Meezan Dividend Yield Plan		
For the period from August 29, 2024 to Decemeber 31, 2024		
Capital value	Accumulated losses	Total
----- (Rupees in '000) -----		

Net assets at the beginning of the period

- - -

Issuance of 12,505,809 units

- Capital value (at net asset value per unit at the beginning of the year)
- Element of income

625,290	-	625,290
126,566	-	126,566
751,856	-	751,856

Total proceeds on issuance of units

Redemption of 6,998,430 units

- Capital value (at net asset value per unit at the beginning of the year)
- Element of loss

349,922	-	349,922
59,009	30,795	89,804
408,931	30,795	439,726

Total payments on redemption of units

Total comprehensive income for the period

-	59,204	59,204
-	(19)	(19)
-	-	-
-	59,185	59,185

Distribution during the period

Refund of capital

Net income for the year less distribution

Net assets at the end of the period

342,925	28,390	371,315
---------	--------	---------

Accounting income available for distribution

- Relating to capital gains
- Excluding capital gains

Distribution during the period @Re.0.0394 declared on Sep 04 2024

28,409
-
(19)

Accumulated income carried forward

- Realised loss
- Unrealised income

(14,129)
42,519
28,390

(Rupees)

Net assets value per unit at the beginning of the period

50.0000

Net assets value per unit at the end of the period

67.4215

The annexed notes from 1 to 19 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 DYNAMIC ASSEST ALLOCATION FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE PERIOD AND QUARTER ENDED DECEMEBER 31, 2024**

Meezan Dividend Yield Plan	
For the period from August 29, 2024 to December 31, 2024	

Note (Rupees in '000)

CASH FLOWS FROM OPERATING ACTIVITIES

Net income for the period before taxation	59,204
Adjustments for:	
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1 (42,519) 16,685
Increase in assets	
Investments - net	(292,717)
Dividend receivable	(11)
Advances, deposits and other receivable	(984)
Receivable from Al Meezan Investment Management Limited - Management Company	(965)
	(294,677)
Increase in liabilities	
Payable to Al Meezan Investment Management Limited - Management Company	1,283
Payable to Central Depository Company of Pakistan Limited - Trustee	84
Payable to the Securities and Exchange Commission of Pakistan (SECP)	28
Payable against purchase of investments - net	62,592
Accrued expenses and other liabilities	4,690
	68,677
Net cash used in operating activities	(209,315)

CASH FLOWS FROM FINANCING ACTIVITIES

Receipts against issuance and conversion of units - net of refund of capital	701,637
Payment against redemption and conversion of units	(436,670)
Dividend Paid	(19)
Net cash generated from financing activities	264,948
Net increase in cash and cash equivalents during the period	55,633
Cash and cash equivalents at the beginning of the period	-
Cash and cash equivalents at the end of the period	55,633

The annexed notes from 1 to 19 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 DYNAMIC ASSET ALLOCATION FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD FROM AUGUST 29 TO DECEMBER 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Meezan Dynamic Asset Allocation Fund (the Fund) was established under a Trust Deed executed between Al Meezan Investment Management Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed under the Sindh Trust Act, 2020 on May 02, 2023 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on December 29, 2023 under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The Management Company has been licensed by the SECP to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi 74400, Pakistan.
- 1.2 The objective of the Fund is to provide competitive returns through investments in dividend yielding Shariah Compliant equity securities, Shariah Compliant Fixed Income Instruments, Shariah Compliant Money Market Instruments and any other Shariah Compliant instrument as permitted by the SECP and Shariah Advisor. Meezan Bank Limited acts as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.
- 1.3 The Fund is an open-end Shariah Compliant Asset Allocation Scheme. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.4 The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 31, 2024 (2023: 'AM1' dated December 29, 2023) 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.
- 1.6 Meezan Dynamic Asset Allocation Fund is an Open End Shariah Compliant Asset Allocation scheme with the provision to launch investment plans under it. The Fund shall have the following features mentioned below:

The first Investment Plan under this Scheme shall be called Meezan Dividend Yield Plan (MDYP).

Other investment plans may be launched by the Management Company (Wakeel) from time to time via Supplemental Offering Documents with the consent of Trustee and Approval of the Commission.

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

- International Financial Reporting Standards (IFRS Accounting Standards) 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 IFRS Accounting Standards, 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.

3.2 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current year

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on August 29, 2024. However, these are not considered to be relevant or did not have any material effect on the Fund's financial statements and have, therefore, not been disclosed in these financial statements except that during the year certain amendments to IAS 1 'Presentation of Financial Statements' have become applicable to the Fund which require entities to disclose their material accounting policy information rather than their significant accounting policies. These amendments to IAS 1 have been introduced to help entities improve accounting policy disclosures so that they provide more useful information to investors and other primary users of the financial statements. These amendments have been incorporated in these financial statements with the primary impact that the material accounting policy information has been disclosed rather than the significant accounting policies.

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

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2024. However, these are not considered to be relevant or did not have any material effect on the Fund's financial statements except for:

- The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements.
- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

3.4 Critical accounting estimates and judgments

The preparation of financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires the management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgments and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years.

The estimates and judgments that have a significant effect on the financial statements of the Fund relate to classification and valuation of financial assets (notes 4.3 and 6).

3.5 Accounting convention

These financial statements have been prepared under the historical cost convention except for investments classified as 'at fair value through profit or loss' which are measured at their respective fair values.

3.6 Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Fund operates. These financial statements are presented in Pakistani Rupee, which is the Fund's functional and presentation currency.

4 MATERIAL ACCOUNTING POLICY INFORMATION

4.1 The material accounting policies applied in the preparation of these financial statements are set out below. These policies have been applied consistently to all the years presented unless otherwise stated.

4.2 Cash and cash equivalents

These comprise balances with banks in saving accounts and other short-term highly liquid investments with original maturities of three months or less.

4.3 Financial assets

4.3.1 Initial recognition and measurement

Financial assets are recognised at the time the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair value plus transaction costs except for financial assets carried 'at fair value through profit or loss'. Financial assets carried 'at fair value through profit or loss' are initially recognised at fair value and transaction costs are recognised in the Income Statement.

4.3.2 Classification and subsequent measurement

a) Equity instruments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective and are instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets.

All equity investments are required to be measured in the "Statement of Assets and Liabilities" at fair value, with gains and losses recognised in the "Income Statement", except where an irrevocable election has been made at the time of initial recognition to measure the investment at FVOCI. The management considers its investment in equity securities being managed as a group of assets and hence has classified them as FVPL. Accordingly, the irrevocable option has not been considered.

The dividend income for equity securities classified under FVPL is recognised in the Income Statement.

Since all investments in equity instruments have been designated as FVPL, the subsequent movement in the fair value of equity securities is routed through the Income Statement.

4.3.3 Impairment (other than debt securities)

The fund assesses on a forward-looking basis the expected credit losses (ECL) associated with its financial assets carried at amortised cost and FVOCI. The fund recognises loss allowances for such losses at each reporting date. The measurement of ECL reflects:

- an unbiased and probability weighted amount that is determined by evaluating a range of possible outcomes;
- the time value of money; and

- reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

The Fund considers that a financial asset is in default when the counterparty fails to make contractual payments within 90 days of when they fall due. Further, financial assets are written off by the Fund, in whole or part, when it has exhausted all practical recovery efforts and has concluded that there is no reasonable expectation of recovery.

4.3.4 Regular way contracts

All regular way purchases and sales of financial assets are recognised on the trade date i.e. the date on which the Fund commits to purchase or sell the asset. Regular way purchases / sales of assets require delivery of securities within two days from the transaction date as per the stock exchange regulations.

4.3.5 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership. Any gain or loss on derecognition of financial assets is taken to the Income Statement.

4.4 Financial liabilities

Financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair values and subsequently stated at amortised cost.

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired. Any gain or loss arising on derecognition of financial liabilities is taken to the Income Statement.

4.5 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the 'Statement of Assets and Liabilities' when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

4.6 Provisions

Provisions are recognised when the Fund has a present, legal or constructive, obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

4.7 Net asset value per unit

The Net Asset Value (NAV) per unit as disclosed in the Statement of Assets and Liabilities is calculated by dividing the net assets of the Fund by the number of units in circulation at the year end.

4.8 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the applications received by the Management Company / distributors during business hours on the day when the application is received. The offer price represents the Net Asset Value (NAV) per unit as of the close of the business day, plus the allowable sales load and provision of any duties and charges, provision for transaction costs if applicable. The sales load is payable to the Management Company / distributors.

Units redeemed are recorded at the redemption price applicable to units for which the Management Company / distributors receive redemption applications during business hours of that day. The redemption price is equal to NAV as of the close of the business day, less any duties, taxes, charges on redemption and provision for transaction costs, if applicable.

4.9 Distributions to unit holders

Distributions to the unit holders are recognised upon declaration and approval by the Board of Directors of the Management Company. Based on Mutual Funds Association of Pakistan's (MUFAP) guidelines duly consented by the SECP, distribution for the year also includes portion of income already paid on units redeemed during the year.

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared and approved by the Board of Directors of the Management Company.

4.10 Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed

Element of income represents the difference between Net Assets Value (NAV) per unit on the issuance or redemption date, as the case may be, of units and the NAV per unit at the beginning of the relevant accounting period. Further, the element of income is a transaction of capital nature and the receipt and payment of element of income is taken to unit holders' fund. However, to maintain the same ex-dividend NAV of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund is refunded on units in the same proportion as dividend bears to accounting income available for distribution.

4.11 Revenue recognition

- Gains / (losses) arising on sale of investments are included in the Income Statement, on the date when the transaction takes place;
- Unrealised gains / (losses) arising on revaluation of securities classified as financial assets 'at fair value through profit or loss' are included in the Income Statement in the period in which they arise;
- Dividend income is recognised when the Fund's right to receive the same is established i.e. on the commencement of date of book closure of the investee company / institution declaring the dividend;
- Profit on saving accounts with bank is recognised on a time proportion basis using the effective yield method.

4.12 Expenses

All expenses chargeable to the Fund including remuneration of the Management Company and Trustee and annual fee of the SECP are recognised in the Income Statement on an accrual basis.

4.13 Taxation

Current

Provision for current taxation is based on taxable income at the current rates of taxes after taking into account tax credits and rebates, if any. The charge for current tax is calculated using the prevailing tax rates.

Deferred

Deferred tax is accounted for using the balance sheet liability method in respect of all temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of the taxable profit.

The deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which the deductible temporary differences, unused tax losses and tax credits can be utilised. Deferred tax is calculated at the rates that are expected to apply to the period when the differences reverse based on enacted tax rates.

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 percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders. Provided that, for the purpose of determining distribution of at least 90 percent of the accounting income, the income distributed through bonus units shall not be taken into account.

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.

4.14 Earnings / (loss) per unit

Earnings / (loss) per unit is calculated by dividing the net profit / loss of the year after taxation of the Fund by the weighted average number of units outstanding during the year.

Earnings / (loss) per unit has not been disclosed as, in the opinion of the Management, the determination of cumulative weighted average number of outstanding units for calculating EPU is not practicable.

4.15 Foreign currency translation

Transactions denominated in foreign currencies are accounted for in Pakistani Rupees at the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates for monetary assets and liabilities denominated in foreign currencies are recognised in the Income Statement.

5 BALANCES WITH BANKS

		2024
	Note	(Rupees in '000)
Balances with banks in:		
Savings accounts	5.1	55,633
		<u>55,633</u>

- 5.1 This includes balance maintained with Meezan Bank Limited (a related party) that has an expected profit rate of 3.45% per annum. Other balances in savings accounts have an expected profit ranging from 11% to 18.75% per annum.

6 INVESTMENTS

		2024
	Note	(Rupees in '000)
Investment at 'fair value through profit or loss'		
Listed equity securities	6.1	<u>335,236</u>

* All figures due to rounding off

7.4 In accordance with Circular 11 dated July 5, 2019 issued by 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% of the average net assets of the Fund, subject to total expense charged being lower than actual expense incurred.

8	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	2024 (Rupees in '000)
	Remuneration of the Trustee		73
	Sindh Sales Tax payable on remuneration of the Trustee	8.1	11
			<u>84</u>

8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provision of the Trust Deed at 0.2% based on the daily net assets of the Fund.

8.1 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 trustee fee.

9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN - SECP

In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP).

The Fund has charged SECP Fee at the rate of 0.095% of net assets during the year.

10	ACCRUED EXPENSES AND OTHER LIABILITIES	2024 (Rupees in '000)
	Auditors' remuneration payable	109
	Brokerage payable	303
	Charity payable	33
	Withholding Tax Payable	3
	Capital gain tax payable	4,239
	IBFT Charges Payable - IBFT Redemption	3
		<u>4,690</u>

11 CONTINGENCIES AND COMMITMENTS

11.1 There were no contingencies and commitments outstanding as at December 31, 2024.

12 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at December 31, 2024 is 5.02% which includes 0.96% representing government levies on the Fund such as sales taxes, federal excise duties, annual fee to the SECP, etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an Asset Allocation scheme.

13 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

13.1 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.

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

13.3 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.

- 13.4 Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.
- 13.5 Allocated expenses and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.
- 13.6 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

	2024 (Rupees in '000)
Al Meezan Investment Management Company (Management Company)	
Remuneration payable to the Management Company	105
Sindh Sales Tax payable on remuneration of the Management Company	16
Formation Cost payable	187
Sales load payable	379
Sindh Sales Tax on sales load	166
Allocated expenses	20
Sindh Sales Tax on Allocated expenses payable	3
Selling and marketing expenses payable	354
Sindh Sales Tax payable on Selling and marketing expenses payable	53
Central Depository Company Pakistan Limited (Trustee)	
Remuneration payable to the Trustee	73
Sindh Sales Tax on remuneration of the Trustee	11
Meezan Bank Limited	
Bank balance	49,677
Profit receivable on savings account	491
Investment in 128,748 shares	31,153
Unit holders holding 10% or more of units of the Fund	
Investment of 1,691,397 units	84,560
Engro Fertilizers Limited*	
Investment of 35,150 shares	7,177

	For the period from August 29, 2024 to December 31, 2024 (Rupees in '000)
Transactions during the period	

Al Meezan Investment Management Company (Management Company)	
Remuneration to the Management Company	946
Sindh Sales Tax on remuneration of the Management Company	142
Allocated expenses	33
Sindh Sales Tax on Allocated expenses	5
Selling and marketing expenses	379
Sindh Sales Tax on Selling and marketing expenses	57
Central Depository Company Pakistan Limited (Trustee)	
Remuneration of the Trustee	95
Sindh Sales Tax on remuneration of the Trustee	14
Meezan Bank Limited	
Profit on savings account	653
Purchase 318,000 shares	74,807
Sale 189,252 shares	41,289
Dividend income	39
Engro Fertilizers Limited*	
Purchase 103,000 shares	20,510
Sale 67,850 shares	13,250
Dividend income	85

- 13.7 Other balances due to / from related parties / connected persons are included in the respective notes to the financial statements.

FINANCIAL INSTRUMENTS BY CATEGORY

	2024	
	At amortised cost	At fair value through profit or loss
(Rupees in '000)		
Financial assets		
Balances with banks	55,633	-
Investments	-	335,236
Receivable against conversion of units	50,219	-
Dividend receivable	11	-
Advances, deposits and other receivable	984	-
	106,847	335,236
Financial liabilities		
Payable to Al Meezan Investment Management Company- Management Company	1,283	-
Payable to Central Depository Company Of Pakistan Limited- Trustee	84	-
Accrued expenses and other liabilities	445	-
	1,812	-
	105,035	335,236

14 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Management Company, the constitutive documents of the Fund and the Regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, liquidity risk and credit risk arising from the financial instruments it holds.

14.1 Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market prices.

The Management Company manages the market risk through diversification of the investment portfolio and by following the internal guidelines established by the Investment Committee.

Market risk comprises of three types of risks: profit rate risk, currency risk, and price risk.

(i) Profit rate risk

Profit rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market profit rates. As of December 31, 2024, the Fund is exposed to such risk on its balances held with banks. The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits.

a) Sensitivity analysis for variable rate Instruments

Presently, the Fund holds balances with banks which expose the Fund to cash flow profit rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net income / loss for the year and net assets of the Fund would have been higher / lower by Rs. 0.05 million.

b) Sensitivity analysis for fixed rate instruments

As at December 31, 2024, the Fund does not hold any fixed rate instrument that may expose the Fund to fair value profit rate risk

The composition of the Fund's investment portfolio, profit rates and the rates announced by the Financial Markets Association of Pakistan are expected to change over time. Accordingly, the sensitivity analysis prepared as of December 31, 2024 is not necessarily indicative of the impact on the Fund's net assets of future movements in profit rates.

Profit rate sensitivity position for on-balance sheet financial instruments is based on the earlier of contractual repricing or maturity date and for off-balance sheet instruments is based on the settlement date.

The Fund's profit rate sensitivity related to financial assets and financial liabilities as at December 31, 2024 can be determined as follows:

As at December 31, 2024				
Effective Yield / Profit rate (%)	Effective yield / profit rate			Total
	Up to three months	More than three months and up to one year	More than one year	
			Not exposed to yield / profit rate risk	
(Rupees in '000)				

Financial assets

Bank balances

11% to 18.75%

Investments - at fair value through profit or loss

- Listed equity securities

Receivable against conversion of units

Dividend receivable

Advances, deposits and other receivables

55,633	-	-	-	55,633
-	-	-	335,236	335,236
-	-	-	50,219	50,219
-	-	-	11	11
-	-	-	984	984
55,633	-	-	386,450	442,083

Financial liabilities

Payable to Al Meezan Investment Management Limited - Management Company

Payable to Central Depository Company of Pakistan Limited - Trustee

Payable to the Securities and Exchange Commission of Pakistan (SECP)

Payable against redemption and conversion of units

Payable against purchase of investments

Accrued expenses and other liabilities

-	-	-	1,283	1,283
-	-	-	84	84
-	-	-	28	28
-	-	-	3,056	3,056
-	-	-	62,592	62,592
-	-	-	4,690	4,690
-	-	-	71,733	71,733

On-balance sheet gap (a)

55,633	-	-	458,183	513,816
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Off-balance sheet financial instruments

-	-	-	-	-
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Off-balance sheet gap (b)

-	-	-	-	-
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Total profit rate sensitivity gap (a + b)

55,633	-	-	-	-
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Cumulative profit rate sensitivity gap

55,633	55,633	55,633	-	-
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(ii) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

(iii) Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from profit rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

The Fund is exposed to equity price risk on investments held by the Fund and classified as 'at fair value through profit or loss'. To manage its price risk arising from investments in equity securities, the Fund diversifies its portfolio within the eligible stocks prescribed in the Trust Deed. The NBFC Regulations also limit individual equity securities to no more than 15% of net assets and issued capital of the investee company and sector exposure limit to 40% of the net assets.

In case of 1% increase / decrease in KMI All Share Index on December 31, 2024, with all other variables held constant, the total comprehensive income of the Fund for the year would increase / decrease by Rs. 0.313 million and the net assets of the Fund would increase / decrease by the same amount as a result of gains / losses on equity securities classified as financial assets at fair value through profit or loss.

The analysis is based on the assumption that equity index had increased / decreased by 1% with all other variables held constant and all the Fund's equity instruments moved according to the historical correlation with the index. This represents management's best estimate of a reasonable possible shift in the KMI All Share Index, having regard to the historical volatility of the Index. The composition of the Fund's investment portfolio and the correlation thereof to the KMI All Share Index, is expected to change over time. Accordingly, the sensitivity analysis prepared as of December 31, 2024 is not necessarily indicative of the effect on the Fund's net assets of future movements in the level of the KMI All Share Index.

14.2 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligation in full as they fall due or can only do so on terms that are materially disadvantageous to the Fund.

The Fund is exposed to daily settlement of equity securities and daily redemptions at the option of unit holders. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is, therefore, to invest the majority of its assets in investments that are traded in an active market and can be readily disposed and are considered readily realisable.

As per the NBFC Regulations, the Fund can borrow in the short-term to ensure settlement the maximum limit of which is fifteen percent of the net assets upto 90 days and would be secured by the assets of the Fund.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemption requests during the year.

The table below summaries the maturity profile of the Fund's financial instruments. The analysis into relevant maturity groupings is based on the remaining period at the end of the reporting period to the contractual maturity dates. However, the assets and liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month:

2024						
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year and upto five years	More than 5 years	Financial Instruments with no fixed maturity	Total
(Rupees in '000)						
Financial assets						
Bank balances	55,633	-	-	-	-	55,633
Investments - at fair value through profit or loss - Listed Securities	-	-	-	-	335,236	335,236
Receivable against conversion of units	50,219	-	-	-	-	50,219
Dividend receivable	11	-	-	-	-	11
Advances, deposits and other receivables	984	-	-	-	-	984
	106,847	-	-	-	335,236	442,083
Financial liabilities						
Payable to Al Meezan Investment Management Limited - Management	1,283	-	-	-	-	1,283
Payable to Central Depository Company of Pakistan Limited - Trustee	84	-	-	-	-	84
Payable to the Securities and Exchange Commission of Pakistan (SECP)	28	-	-	-	-	28
Payable against redemption and conversion of units	3,056	-	-	-	-	3,056
Payable against purchase of investments	62,592	-	-	-	-	62,592
Accrued expenses and other liabilities	4,690	-	-	-	-	4,690
	71,733	-	-	-	-	71,733
Net assets/ (liabilities)	35,114	-	-	-	335,236	370,350

14.3 Credit risk

14.3.1 Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation as it falls due. The table below analyses the Fund's maximum exposure to credit risk:

	2024	
	Balance as per statement of assets and liabilities	Maximum exposure to credit risk
-----Rupees in '000-----		
Balances with banks	55,633	55,633
Investments	335,236	-
Receivable against conversion of units	50,219	50,219
Dividend receivable	11	11
Advances, deposits and other receivable	984	984
	442,083	106,847

14.3.2 Credit quality of financial assets

The Fund's significant credit risk (excluding credit risk relating to settlement of equity securities) arises mainly on account of its placements in banks and mark-up accrued thereon and receivable against sale of investments. The credit rating profile of balances with banks is as follows:

	Rating Agency	2024 (Percentage)
AAA	VIS / PACRA	100.00
		100.00%

14.3.3 Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors similarly affect groups of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. The Funds portfolio of financial assets is mainly held with credit worthy counterparties thereby mitigating any credit risk.

15 MEASUREMENT

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

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

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

Fair value hierarchy

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

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

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

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

As at December 31, 2024 the Fund held the following financial instruments measured at fair values:

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'	335,236	-

16 UNIT HOLDERS' FUND RISK MANAGEMENT

The unit holders' fund is represented by redeemable units. These units are entitled to dividends and to payment of a proportionate share based on the Fund's Net Asset Value per unit on the redemption date. The relevant movements are shown on the 'Statement of Movement in Unit Holders' Fund'.

The Fund has no restriction on the subscription and redemption of units. As required under the NBFC Regulations every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of the scheme.

The Fund's objectives when managing unit holders' funds are to safeguard its ability to continue as a going concern so that it can continue to provide returns to the unit holders and to maintain a strong base of assets to meet unexpected losses or opportunities.

In accordance with the risk management policies as stated in note 16, the Fund endeavours to invest the subscriptions received in appropriate investment avenues while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by disposal of investments or short-term borrowings, where necessary.

17 UNIT HOLDING PATTERN OF THE FUND

Category

2024		
Number of unit holders	Investment amount	Percentage of total (%)
(Rupees in '000)		
Individuals	359	338,054
Private Companies	1	33,145
Others	3	116
	363	371,315
		100.00%

18 GENERAL

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

19 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorized for issue by the Board of Directors of the Management Company on February 7, 2025.

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CUSTOMIZED **RETIREMENT** **PLANNING** SOLUTIONS

Plan for a secure retirement with Al Meezan's customized solutions. We help you build a nest egg that supports your lifestyle and goals in your golden years, ensuring financial peace of mind.

Meezan Gold Fund

The investment objective of the Fund is to provide maximum exposure to prices of Gold in a Shariah Compliant (Islamic) manner, by investing a significant portion of the Fund's net assets in deliverable gold based contracts available on Pakistan Mercantile Exchange (PMEX).



FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Irfan Siddiqui	Chairman
Mr. Ahmed Iqbal Rajani*	Non-Executive Nominee Director- PKIC
Ms. Ayesha Umer**	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

* Mr. Ahmed Iqbal Rajani resigned from the Board on January 13, 2025.

** Ms. Ayesha Umer appointed as Director on February 3, 2025.

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Syed Haseeb Ahmed Shah

BOARD AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Ms. Ayesha Umer	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

M/s Yousuf Adil
Chartered Accountants
Cavish Court, A-35 Shahrah-e-Faisal, K.C.H.S.U Block 7 & 8 Bangalore Town,
Karachi

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

Bank Al Habib Limited- Islamic Banking
Faysal Bank Limited
Sindh Bank Limited
UBL Ameen - Islamic Banking
Dubai Islamic Bank Limited
Meezan Bank Limited

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN GOLD FUND

Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Gold Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2024 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Securities & Exchange Commission of Pakistan and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 26, 2025

INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE UNIT HOLDERS' OF MEEZAN GOLD FUND

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Meezan Gold Fund** (the Fund) as at **December 31, 2024**, and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund, condensed interim cash flow statement and notes to the condensed interim financial statement for the six months' period ended **December 31, 2024** (here-in-after referred to as the 'condensed interim financial statements'). **Al-Meezan Investment Management Limited** (the Management Company) is responsible for the preparation and presentation of this condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements is not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

The figures of the condensed interim income statement and condensed interim statement of comprehensive income, for the quarter ended December 31, 2024 have not been reviewed, as we are required to review only the cumulative figures for the six months' period ended December 31, 2024.

The engagement partner on the review resulting in this independent auditor's review report is **Nadeem Yousuf Adil**.



Chartered Accountants

Place: Karachi

Date: February 26, 2025

UDIN: RR202410091KZema5ITG

MEEZAN GOLD FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2024

		December 31, 2024 (Unaudited) (Rupees in '000)	June 30, 2024 (Audited) (Rupees in '000)
Note			
Assets			
	Balances with banks	5 328,079	205,665
	Investment in gold	6 2,420,019	1,519,942
	Receivable against conversion of units	1,027	372
	Receivable from the Management company	-	1,791
	Advances and other receivables	38,798	3,500
	Total assets	2,787,923	1,731,270
Liabilities			
	Payable to Al Meezan Investment Management Limited - Management Company	7 3,889	801
	Payable to Central Depository Company of Pakistan Limited - Trustee	8 451	350
	Payable to the Securities and Exchange Commission of Pakistan	9 175	198
	Payable to Meezan Bank Limited	242	-
	Payable against conversion and redemption of units	4,820	2,286
	Accrued expenses and other liabilities	10 10,600	8,996
	Total liabilities	20,177	12,631
	Net assets	2,767,746	1,718,639
	Unit holders' fund (as per statement attached)	2,767,746	1,718,639
	Contingencies and commitments	11	
		(Number of units)	
	Number of units in issue	14,478,078	10,484,452
		(Rupees)	
	Net asset value per unit	191.1681	163.9226

The annexed notes 1 to 18 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 GOLD FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2024

		Six months period ended, December 31,		Quarter ended, December 31,	
		2024	2023	2024	2023
	Note	(Rupees in '000)			
Income					
Profit on balances with banks		23,837	30,028	12,027	15,640
Other income		227	-	227	-
Price adjustment charges		21,639	8,278	13,205	1,646
		45,703	38,306	25,459	17,286
Net unrealised appreciation / (diminution) on re-measurement of investment in gold	6	284,321	(61,963)	(14,172)	40,284
Total income / (loss)		330,024	(23,657)	11,287	57,570
Expenses					
Remuneration of Al Meezan Investment Management Limited - Management Company	7.1	9,540	10,993	5,467	5,599
Sindh Sales Tax on remuneration of Management Company	7.4	1,431	1,429	820	728
Allocated expenses	7.2	334	3,298	191	1,680
Sindh Sales Tax on Allocated expenses	7.4	50	-	29	-
Selling and marketing expenses	7.3	3,032	5,130	2,187	2,613
Sindh Sales Tax on Selling and marketing expenses	7.4	455	-	328	-
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	1,442	1,050	795	531
Sindh Sales Tax on remuneration of the Trustee	8.2	216	137	119	89
Annual fees to the Securities and Exchange Commission of Pakistan	9.1	894	550	512	280
Auditors' remuneration		172	294	119	212
Brokerage expense		108	83	64	-
Fees and subscription		192	192	80	84
Bank and settlement charges		202	16	105	16
Custodian fee		10,305	5,869	5,930	2,991
Total expenses		28,373	29,041	16,745	14,803
Net income / (loss) for the period before taxation		301,651	(52,698)	(5,458)	42,767
Taxation	15	-	-	-	-
Net income / (loss) for the period after taxation		301,651	(52,698)	(5,458)	42,767
Allocation of net income for the period					
Net income for the period after taxation		301,651	-	-	-
Income already paid on units redeemed		(37,819)	-	-	-
		263,832	-	-	-
Accounting Income available for distribution					
- Relating to capital gains		263,832	-	-	-
- Excluding capital gains		-	-	-	-
		263,832	-	-	-

The annexed notes 1 to 18 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 GOLD FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2024

	Six months period ended, December, 31		Quarter ended, December, 31	
	2024	2023	2024	2023
	(Rupees in '000)		(Rupees in '000)	
Net income / (loss) for the period after taxation	301,651	(52,698)	(5,458)	42,767
Other comprehensive income for the period	-	-	-	-
Total comprehensive Income / (loss) for the period	301,651	(52,698)	(5,458)	42,767

The annexed notes 1 to 18 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 GOLD FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2024

	Six months period ended December 31, 2024			Six months period ended December 31, 2023		
	Capital Value	Undistributed Income	Total	Capital Value	Undistributed Income	Total
	------(Rupees in '000)-----			------(Rupees in '000)-----		
Net assets at the beginning of the period	1,118,154	600,486	1,718,639	793,401	552,655	1,346,056
Issue of 7,732,145 units (2023: 3,117,742 units)						
- Capital value (at net asset value per unit at the beginning of the period)	1,267,476	-	1,267,476	491,028	-	491,028
- Element of (loss) / income	181,361	-	181,361	(1,579)	-	(1,579)
Total proceeds on issuance of units	1,448,837	-	1,448,837	489,449	-	489,449
Redemption of 3,738,519 units (2023: 2,434,524 units)						
- Capital value (at net asset value per unit at the beginning of the period)	612,828	-	612,828	383,247	-	383,247
- Element of (income) / loss	50,734	37,819	88,553	(9,133)	-	(9,133)
Total payments on redemption of units	663,562	37,819	701,381	374,114	-	374,114
Total comprehensive / (loss) income for the period	-	301,651	301,651	-	(52,698)	(52,698)
Distribution during the period	-	-	-	-	-	-
Net income / (loss) for the period less distribution	-	301,651	301,651	-	(52,698)	(52,698)
Net assets at end of the period	1,903,429	864,317	2,767,746	908,736	499,957	1,408,693
Undistributed income brought forward						
- Realised Income		539,746			208,079	
- Unrealised income		60,739			344,576	
		600,485			552,655	
Accounting income available for distribution						
- Relating to capital gains		263,832			-	
- Excluding capital gains		-			-	
		263,832			-	
Net loss for the period after taxation		-			(52,698)	
Undistributed income carried forward		864,317			499,957	
Undistributed Income carried forward						
- Realised income		579,996			561,920	
- Unrealised income		284,321			(61,963)	
		864,317			499,957	
	(Rupees)			(Rupees)		
Net assets value per unit at beginning of the period	163.9226			157.4219		
Net assets value per unit at end of the period	191.1681			152.5576		

The annexed notes 1 to 18 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 GOLD FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2024

	December 31,	
	2024	2023
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income / (loss) for the period before taxation	301,651	(52,698)
Adjustments for:		
Unrealised (appreciation) / diminution on re-measurement of investment in gold	(284,321)	61,963
	17,330	9,265
(Increase) / Decrease in assets		
Investments - net	(615,756)	(192,130)
Receivable from the Management company	1,791	-
Advances and other receivables	(35,298)	10,517
	(649,263)	(181,613)
Increase / (Decrease) in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	3,088	3,015
Payable to Central Depository Company of Pakistan Limited - Trustee	101	229
Payable to the Securities and Exchange Commission of Pakistan	(23)	11
Payable to Meezan Bank Limited	242	-
Dividend payable	-	(1,374)
Accrued expenses and other liabilities	1,604	(698)
	5,012	1,183
Net cash used in operating activities	(626,921)	(171,165)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	1,448,182	489,398
Payment against conversion and redemption of units	(698,847)	(375,766)
Net cash generated from financing activities	749,335	113,632
Net increase in cash and cash equivalents during the period	122,414	(57,533)
Cash and cash equivalents at beginning of the period	205,665	264,431
Cash and cash equivalents at end of the period	5 328,079	206,898

The annexed notes 1 to 18 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 GOLD FUND

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2024**

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Meezan Gold Fund is an open ended mutual fund constituted under a Trust Deed entered into on October 15, 2014 between Al Meezan Investment Management Company as the Management Company and Central Depository Company of Pakistan Limited as the Trustee. The Management Company has been licensed by the Securities and Exchange Commission of Pakistan (SECP) to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules). The Trust Deed was previously registered under The "Trust Act 1882" and now has been registered under "The Sindh Trust Act, 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act.
- 1.2 The Fund is an open-ended Shariah Compliant (Islamic) Commodity Fund that aims to provide maximum exposure to prices of Gold in a Shariah Compliant (Islamic) manner by investing a significant portion of the Fund's net assets in deliverable gold based contracts available on Pakistan Mercantile Exchange Limited (PMEX). Furthermore, all investments of the Fund's property are in accordance with the Shariah as advised by the Shariah Advisor. The investments in Gold contracts listed at the Commodity Exchange are subject to the PMEX Regulations. 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 more fully explained in the Fund's Offering document.
- 1.3 The Fund has been categorised as a Shariah compliant Commodity Scheme by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs 50 per unit. Thereafter, the units are being offered for public subscription on a continuous basis from August 13, 2015 and are transferable and redeemable by surrendering them to the Fund.
- 1.4 The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 31, 2024 (2023: 'AM1' dated December 31, 2023) 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 Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as trustee of the Fund. The fund is listed on Pakistan Stock Exchange Limited.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 Statement Of Compliance

These 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 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. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2024.

4. MATERIAL ACCOUNTING POLICY INFORMATION

- 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 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.

		December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note	(Rupees in '000)	
5. BALANCES WITH BANKS			
In savings accounts	5.1	328,079	205,665
5.1	These include a balance maintained with Meezan Bank Limited (a related party), that has last declared profit rate of 3.45% (June 30, 2024: 11.01%) per annum. Other profit and loss sharing accounts of the Fund have, expected profit rates ranging from 3.00% to 12.50% per annum (June 30, 2024: 12% to 21.32% per annum).		

		December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note	(Rupees in '000)	
6. INVESTMENTS			
Investment in gold	6.1	2,420,019	1,519,942

6.1 Investment in gold

Commodity	As at July 1, 2024	Purchases during the period	Sales during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised gain / (loss)	Percentage in relation to Net assets of the Fund
	----- (Tola / MiTola) -----				----- (Rupees in '000) -----			--- (%) ---
TOLAGOLD	6,212	6,252	4,092	8,372	2,132,037	2,415,690	283,654	87.28%
MITOLA	15,000	-	-	15,000	3,661	4,328	667	0.16%
Total as at December 31, 2024					2,135,698	2,420,019	284,321	
Total as at June 30, 2024					1,459,203	1,519,242	60,739	

- 6.1.1 The Pakistan Mercantile Exchange (PMEX) delivers refined Gold in 10 TOLA Bars. These are physically held by PMEX under their custody in the vaults of a commercial bank.
- 6.1.2 The investment in gold of Rs 2,420.019 million (June 30, 2024: Rs 1,519.942 million) has been measured at fair value based on the quoted market price in active markets.

		December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note	-----Rupees in 000-----	
7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED-MANAGEMENT COMPANY			
Management fee payable	7.1	334	157
Allocated expenses payable	7.2	191	-
Sales load payable		857	552
Selling and marketing expenses payable	7.3	2,000	-
Sindh Sales Tax on Management fee payable		50	20
Sindh Sales Tax Payable on sales load		128	72
Sindh Sales Tax Payable on Selling & Marketing Expenses	7.4	300	-
Sindh Sales Tax Payable on Allocated Expenses		29	-
		3,889	801

- 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 0.8% (June 30, 2024: 0.8%) per annum of the average net assets of the Fund during the period ended December 31, 2024. The remuneration is payable to the Management Company monthly in arrears.
- 7.2 In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).
- The management company based on its own discretion has currently fixed a maximum capping of 0.028% of the average annual net assets of the scheme for allocation of such expenses to the Fund.
- 7.3 The SECP vide circular # 11 dated July 05, 2019 has revised the conditions for charging of Selling and Marketing expenses to the fund. Accordingly, the Management Company, based on its own discretion has charged selling and marketing expense at 0% from July 01, 2024 till August 18, 2024 and 0.32% from August 19, 2024 till December 31, 2024 of the average annual net assets of the Fund which has also been approved by the Board.
- 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.

		December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note	-----Rupees in 000-----	
8. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED TRUSTEE			
Trustee fee payable	8.1	392	310
Sindh Sales Tax on Trustee fee payable	8.2	59	40
		<u>451</u>	<u>350</u>

8.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the trust deed as follows;

On net assets:

- up to Rs 1 billion 0.17% per annum of net assets
- from Rs 1 billion to Rs.5 billion Rs 1.7 million plus 0.085% per annum of net assets exceeding Rs 1 billion.
- exceeding Rs.5 billion Rs 5.1 million plus 0.07% per annum of net assets exceeding Rs 5 billion.

8.2 During the period, an amount of 0.216 million (June 30, 2024: Rs. 0.276million) was charged on account of sales tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 0.197 million (June 30, 2024: Rs. 0.271 million) was paid to the Trustee which acts as a collecting agent.

		December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note	-----Rupees in 000-----	
9. PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Fee Payable	9.1	<u>175</u>	<u>198</u>

9.1 In accordance with the NBFC Regulations, 2008, a collective investment scheme is required to pay annual fee to the Securities and Exchange Commission of Pakistan on monthly basis at the rate of 0.075% (June 30, 2024: 0.075%) per annum of average annual net assets of the Fund.

		December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note	-----Rupees in 000-----	
10. ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditor's remuneration		186	215
Custodian fee payable		7,361	4,091
Withholding tax payable		-	2,989
Capital gain tax payable		1,492	543
Shariah advisory fee payable		421	260
Zakat Payable		-	41
Brokerage payable		429	146
Provision for Federal Excise Duty and related Sindh Sales Tax on management fee	10.1	414	414
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	10.1	<u>297</u>	<u>297</u>
		<u>10,600</u>	<u>8,996</u>

10.1 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 Federal Excise Duty not being made, the Net Asset Value of the Fund as at December 31, 2024 would have been higher by Re 0.05 (June 30, 2024 Re 0.07) per unit.

11. CONTINGENCIES AND COMMITMENTS

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

12. TOTAL EXPENSE RATIO

The actual total expense ratio (TER) of the Fund based on the current period results is 2.38% (Jun 2024: 3.23%) which includes 0.26% (Jun 2024: 0.26%) representing Government levies on the Fund such as sales taxes, annual fee to the SECP, etc. The prescribed limit for the ratio is 3% (excluding government levies) under the NBFC Regulations for a collective investment scheme categorised as a "commodity fund".

13. PRICE ADJUSTMENT CHARGES

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

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

14. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

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

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

Balances	December 31, 2024 (Unaudited) (Rupees in '000)	June 30, 2024 (Audited)
Al Meezan Investment Management Limited - the Management Company		
Remuneration payable	334	157
Sindh Sales Tax on management fee payable	50	20
Allocated expenses payable	191	-
Sindh Sales Tax on Allocated expense payable	29	-
Selling and marketing expenses payable	2,000	-
Sindh Sales Tax on Selling and marketing expense payable	300	-
Sales load payable	857	552
Sindh sales tax on sales load payable	128	72
Investment of 1,668,501 units (June 30, 2024: Nil units)	318,964	-
Meezan Bank Limited		
Bank balance	20,617	10,182
Profit receivable on saving account	309	125
Sales load payable	210	-
Sindh sales tax on sales load payable	32	-
Investment of 1,085,068 units (June 30, 2024: 1,084,115 units)	207,430	177,711
Shariah advisor fee payable	421	260
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee payable	392	310
Sindh Sales Tax on trustee fee payable	59	40
Directors and Executives of the Management Company		
Investment of 299,178 units (June 30, 2024: 308,206 units)	57,193	50,522
Unit holders holding 10% or more of units of the Fund		
Investment of Nil units (June 30, 2024: 1,115,786 units)	-	182,903

Transactions during the period

Al Meezan Investment Management Limited - the Management Company

Remuneration for the period

Sindh Sales Tax on management fee for the period

Allocated expenses

Selling and marketing expense

Units issued: 1,052,409 units (2023: Nil units)

Sindh sales tax on Allocated expenses

Sindh sales tax on Selling and marketing expense

Amount received against issuance to unitholders *

Meezan Bank Limited

Profit on saving account

Shariah Advisor fee

Units issued: 953 units (2023: Nil units)

Central Depository Company of Pakistan Limited - the Trustee

Remuneration for the period

Sindh Sales Tax on trustee fee for the period

Directors and Executives of the Management Company

Units issued: 161,718 units (2023: 108,885 units)

Units redeemed: 175,925 units (2023: 381,235 units)

December 31,	
2024	2023
(Unaudited)	
(Rupees in '000)	
9,540	10,993
1,431	1,429
334	3,298
3,032	5,130
200,000	-
50	-
455	-
835	-
1,037	434
161	162
165	-
1,442	1,050
216	137
30,723	17,118
32,520	57,199

* This represents amount reimbursed by the Management Company in the form of dividend to identified unit holders of the Fund in relation to reversal of excess amount charged against reimbursement of selling and marketing expenses as per the direction of Securities and Exchange Commission of Pakistan

15. 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. Moreover, super tax introduced in Finance Act, 2015 is also not applicable on funds as Section 4B of Income Tax Ordinance, 2001.

16. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

Fair value hierarchy

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

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

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

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

Investments in gold are non-financial assets and the fair value is disclosed in note 6.1 to these financial statements.

17. GENERAL

Figures have been rounded off to the nearest thousand rupees.

18. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for Issue on Feb 7, 2025 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. Ayesha Umer**	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

* Mr. Ahmed Iqbal Rajani resigned from the Board on January 13, 2025.

** Ms. Ayesha Umer appointed as Director on February 3, 2025.

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Syed Haseeb Ahmed Shah

BOARD AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Ms. Ayesha Umer	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

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN PAKISTAN EXCHANGE TRADED FUND

Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Pakistan Exchange Traded Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2024 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Securities & Exchange Commission of Pakistan and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 26, 2025



REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Meezan Pakistan Exchange Traded Fund** (the Fund) as at December 31, 2024 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the six months period ended December 31, 2024. The Management Company (Al Meezan Investment Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the three months period ended December 31, 2024 and December 31, 2023 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended December 31, 2024.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

A.F. Ferguson & Co.

Chartered Accountants

Engagement Partner: **Khattab Muhammad Akhi Baig**

Dated: February 26, 2025

Karachi

UDIN: RR202410081foQIYWieN



**MEEZAN PAKISTAN EXCHANGE TRADED FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2024**

		December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note	----- (Rupees in '000) -----	
Assets			
Balances with banks	5	7,420	3,304
Investments	6	215,248	96,601
Receivable against sale of investments		-	4,789
Deposits, prepayments and profit receivables		245	229
Total assets		222,913	104,923
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	20	8
Payable to Central Depository Company of Pakistan Limited - Trustee	8	19	9
Payable to the Securities and Exchange Commission of Pakistan	9	16	8
Dividend payable		-	7,200
Accrued expenses and other liabilities	10	1,369	345
Total liabilities		1,424	7,570
Net assets		221,489	97,353
Unit holders' fund (as per statement attached)		221,489	97,353
Contingencies and commitments	11		
		----- (Number of units) -----	
Number of units in issue		11,770,000	7,200,000
		----- (Rupees) -----	
Net asset value per unit		18.8181	13.5213

The annexed notes 1 to 17 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 SIX MONTHS PERIOD AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2024

		Six months period ended December 31		Three months period ended December 31	
	Note	2024	2023	2024	2023
		----- (Rupees in '000) -----		----- (Rupees in '000) -----	
Income					
Profit on savings accounts with bank		160	112	52	61
Dividend income		4,375	2,764	1,831	2,086
Net realised gain on sale of investments		3,661	7,323	3,176	2,894
		8,196	10,199	5,059	5,041
Net unrealised appreciation on re-measurement classified as financial assets 'at fair value through profit or loss'	6.2	44,884	20,300	51,624	15,768
Total income		53,080	30,499	56,683	20,809
Expenses					
Remuneration to Al Meezan Investment Management Limited - Management Company	7.1	351	178	194	91
Sindh Sales Tax on remuneration of the Management Company	7.2	53	23	29	12
Remuneration to Central Depository Company of Pakistan Limited - Trustee	8.1	70	36	39	19
Sindh Sales Tax on Remuneration of the Trustee	8.2	11	5	6	3
Fee to the Securities and Exchange Commission of Pakistan	9.1	67	34	37	17
Auditors' remuneration		353	60	318	23
Charity expense		118	125	38	112
Fees and subscription		47	8	34	-
Brokerage expense		85	70	1	-
Bank and settlement charges		2	8	-	6
Total expenses		1,157	547	696	283
Net income for the period from operating activities		51,923	29,952	55,987	20,526
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - net		10,421	(4,241)	10,251	(2,440)
Net income for the period before taxation		62,344	25,711	66,238	18,086
Taxation	15	-	-	-	-
Net income for the period after taxation		62,344	25,711	66,238	18,086
Accounting income available for distribution					
- Relating to capital gains		48,545	25,711		
- Excluding capital gains		13,799	-		
		62,344	25,711		

The annexed notes 1 to 17 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 SIX MONTHS PERIOD AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2024

	Six months period ended December 31		Three months period ended December 31	
	2024	2023	2024	2023
	----- (Rupees in '000) -----		----- (Rupees in '000) -----	
Net income for the period after taxation	62,344	25,711	66,238	18,086
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>62,344</u>	<u>25,711</u>	<u>66,238</u>	<u>18,086</u>

The annexed notes 1 to 17 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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2024

	Six months period ended December 31, 2024			Six months period ended December 31, 2023		
	Capital value	Undistributed Income	Total	Capital Value	Accumulated loss	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period	84,532	12,821	97,353	97,738	(28,265)	69,473
Issuance of 8,170,000 units (2023: 380,000 units)						
- Capital value (at net asset value per unit at the beginning of the period)	110,469	-	110,469	2,970	-	2,970
- Element of income	14,950	-	14,950	1,355	-	1,355
Total proceeds on issuance of units	125,419	-	125,419	4,325	-	4,325
Redemption of 3,600,000 units (2023: 2,940,000 units)						
- Capital value (at net asset value per unit at the beginning of the period)	48,677	-	48,677	22,975	-	22,975
- Element of loss	4,529	-	4,529	5,596	-	5,596
Total payments on redemption of units	53,206	-	53,206	28,571	-	28,571
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed - net	(10,421)	-	(10,421)	4,241	-	4,241
Total comprehensive income for the period	-	62,344	62,344	-	25,711	25,711
Net assets at end of the period	146,324	75,165	221,489	77,733	(2,554)	75,179
Undistributed income / (accumulated loss) brought forward						
- Realised loss		(16,196)			(23,688)	
- Unrealised income / (loss)		29,017			(4,577)	
		12,821			(28,265)	
Accounting income available for distribution						
- Relating to capital gain	48,545			25,711		
- Excluding capital gains	13,799			-		
	62,344			25,711		
Undistributed income / (accumulated loss) carried forward		75,165			(2,554)	
Undistributed income / (accumulated loss) carried forward						
- Realised income / (loss)	30,281			(22,854)		
- Unrealised income	44,884			20,300		
	75,165			(2,554)		
		(Rupees)			(Rupees)	
Net assets value per unit at the beginning of the period		13.5213			7.8147	
Net assets value per unit at the end of the period		18.8181			11.8766	

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.

For AI-Meezan Investment Management Limited
For AI-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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2024**

Six months period ended		
December 31		
Note	2024	2023
	----- (Rupees in '000) -----	
	62,344	25,711
	(160)	(112)
6.2	(44,884)	(20,300)
	(10,421)	4,241
	6,879	9,540
	(73,763)	13,311
	4,789	-
	(25)	23
	(68,999)	13,334
	12	(3)
	10	1
	8	(10)
	1,024	(248)
	1,054	(260)
	169	98
	(60,897)	22,712
	125,419	4,325
	(53,206)	(28,571)
	(7,200)	-
	65,013	(24,246)
	4,116	(1,534)
	3,304	4,444
5	7,420	2,910

The annexed notes 1 to 17 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 SIX MONTHS PERIOD ENDED DECEMBER 31, 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 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 31, 2024 (2023: 'AM1' dated December 29, 2023) 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 International Accounting Standard (IAS) 34, Interim Financial Reporting, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2024.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declared that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at and for the six months period ended December 31, 2024 .

4 MATERIAL ACCOUNTING POLICY INFORMATION, ACCOUNTING ESTIMATES, JUDGEMENTS AND RISK MANAGEMENT

4.1 The material 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 material impact on the Fund's financial statements 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 published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2025. However, these are not considered to be relevant or did not have any material effect on the Fund's financial statements except for:

- The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and
- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers with effective date of January 1, 2026. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

	Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
		----- (Rupees in '000) -----	
5 BALANCES WITH BANKS			
Balances with banks in:			
Savings account	5.1	7,101	3,065
Current account	5.2	319	239
		<u>7,420</u>	<u>3,304</u>

- 5.1 This represents balances maintained with Meezan Bank Limited (a related party) that has an expected profit rate of 3.52% (June 30, 2024: 11.01%) per annum.
- 5.2 This represents balances maintained with Meezan Bank Limited (a related party).

6 INVESTMENTS	Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
		(Rupees in '000)	
At fair value through profit or loss			
Shares of listed companies - 'ordinary shares'	6.1	215,248	96,601

6.1 Shares of listed companies - 'ordinary shares'

Name of the investee company	As at July 1, 2024	Purchases during the period	Bonus / Right shares	Sales during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised (diminution)/ appreciation as at December 31, 2024	Percentage in relation to		
									Net assets of the Fund	Total market value of investment	Paid-up capital of investee company (with face value of investment)
Number of shares					(Rupees in '000)			%			
Cement											
D.G. Khan Cement Company Limited	-	82,279	-	19,898	62,381	5,785	6,545	760	2.96	3.04	0.01
Lucky Cement Limited	10,290	12,765	-	5,400	17,655	17,367	19,429	2,052	8.77	9.03	0.01
Maple Leaf Cement Factory Limited	74,774	10,682	-	85,456	-	-	-	-	-	-	-
									11.73	12.07	0.02
Commercial Bank											
Meezan Bank Limited - a related party	48,706	70,560	-	29,814	89,452	21,279	21,645	366	9.77	10.06	-
									9.77	10.06	-
Fertilizer											
Engro Corporation Limited	29,498	42,022	-	17,378	54,142	18,917	24,108	5,191	10.88	11.20	0.01
Engro Fertilizers Limited - a related party	65,856	93,570	-	41,726	117,700	21,193	24,033	2,840	10.85	11.17	0.01
									21.73	22.37	0.02
Oil and Gas Exploration Companies											
Oil and Gas Development Company Limited	70,658	10,094	-	80,752	-	-	-	-	-	-	-
Pakistan Petroleum Limited	73,402	101,592	-	47,878	127,116	17,704	25,874	8,170	11.68	12.02	-
									11.68	12.02	-
Oil and Gas Marketing Companies											
Pakistan State Oil Company Limited	22,639	32,792	-	14,236	41,195	8,975	18,154	9,179	8.20	8.43	0.01
Sui Northern Gas Pipelines Limited	38,416	5,488	-	43,904	-	-	-	-	-	-	-
									8.20	8.43	0.01
Pharmaceuticals											
The Searle Company Limited	-	126,951	-	31,614	95,337	7,029	9,959	2,930	4.50	4.63	0.02
									4.50	4.63	0.02
Power Generation & Distribution											
The Hub Power Company Limited	104,272	105,229	-	64,730	144,771	21,303	18,949	(2,354)	8.56	8.80	0.01
									8.56	8.80	0.01
Refinery											
Attock Refinery Limited	8,232	11,749	-	4,680	15,301	6,617	10,884	4,267	4.91	5.06	0.01
									4.91	5.06	0.01
Technology and Communication											
Air Link Communication Limited	-	88,823	-	26,442	62,381	7,452	13,724	6,272	6.20	6.38	0.02
Systems Limited	18,522	28,406	-	11,618	35,310	16,743	21,944	5,201	9.91	10.19	0.01
									16.11	16.57	0.03
Total as at December 31, 2024						170,364	215,248	44,884	97.19	100	
Total as at June 30, 2024						67,584	96,601	29,017	99.23	100	

* Nil figures due to rounding off difference.

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

6.2 Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	Note	December 31, 2024 (Unaudited)	December 31, 2023 (Unaudited)
		(Rupees in '000)	
Market value of investments	6.1	215,248	72,292
Carrying value of investments	6.1	(170,364)	(51,992)
		44,884	20,300

		December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note	----- (Rupees in '000) -----	
7 PAYABLE TO AI MEEZAN MANAGEMENT LIMITED - MANAGEMENT COMPANY			
Management fee payable	7.1	17	7
Sindh sales tax payable on remuneration of the Management Company	7.2	3	1
		<u>20</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% (December 30, 2023: 0.50%) per annum of the average annual net assets of the Fund during the six months period ended December 31, 2024. The remuneration is payable to the Management Company monthly in arrears.

7.2 Sindh sales tax levied through Sindh Sales Tax on Services Act, 2011 on remuneration of and any reimbursable expenditure to the Management Company has been enhanced from the rate of 13% to 15% (December 31, 2023: 13%) effective July 1, 2024 vide Sindh Finance Act, 2024.

		December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note	----- (Rupees in '000) -----	
8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
Remuneration payable	8.1	17	8
Sindh sales tax payable on remuneration of the Trustee	8.2	2	1
		<u>19</u>	<u>9</u>

8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.10% (December 31, 2023: 0.10%) per annum of the average annual net assets of the Fund.

8.2 Sindh sales tax levied through Sindh Sales Tax on Services Act, 2011 on remuneration of the Trustee has been enhanced from the rate of 13% to 15% (December 31, 2023: 13%) effective July 1, 2024 vide Sindh Finance Act, 2024.

		December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note	----- (Rupees in '000) -----	
9 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)			
Fee payable	9.1	16	8
		<u>16</u>	<u>8</u>

9.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP). Accordingly, the Fund has charged SECP fee at the rate of 0.095% per annum (December 31, 2023: 0.095%) of the daily net assets during the period. Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

		December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
		----- (Rupees in '000) -----	
10 ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration payable		353	97
Charity payable		351	234
Brokerage Payable		658	8
Other payable		7	6
		<u>1,369</u>	<u>345</u>

11 CONTINGENCIES AND COMMITMENTS

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

12 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons/ related parties 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 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 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.

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 / related parties during the period and balances with them as at period end are as follows:

Balances	December 31, 2024 (Unaudited) ----- (Rupees in '000) -----	June 30, 2024 (Audited)
Al Meezan Investment Management Limited - Management Company		
Remuneration payable	17	7
Sindh Sales Tax payable on remuneration of the Management Company	3	1
Investment of 1,120,000 units (June 30, 2024: 1,120,000 units)	21,076	15,144
Dividend payable	-	1,120
Meezan Bank Limited		
Bank balance	7,420	3,304
Profit receivable on saving accounts	20	29
Investment in 89,452 shares (June 30, 2024: 48,706 shares)	21,645	11,660
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	17	8
Sindh Sales Tax payable on remuneration of the Trustee	2	1
Security deposit	200	200
Engro Fertilizers Company Limited		
Investment in 117,700 shares (June 30, 2024: 65,856 shares)	24,033	10,947
Transactions during the period	Six months period ended	December 31, 2024
	December 31, 2023	
	(Unaudited)	
	(Rupees in '000)	
Al Meezan Investment Management Limited - Management Company		
Remuneration of the management company	351	178
Sindh Sales Tax on remuneration of the Management Company	53	23
Meezan Bank Limited		
Profit on saving accounts	160	112
Shares purchased: 70,560 shares (2023: 2,318 shares)	16,753	350
Shares Sold: 29,814 shares (2023: 33,936)	7,128	4,182
Dividend Income	988	-

Transactions during the period

	Six months period ended	
	December 31, 2024	December 31, 2023
	(Unaudited)	
	(Rupees in '000)	
Engro Fertilizers Company Limited		
Shares purchased: 93,570 shares (2023: nil shares)	17,299	-
Shares sold: 41,726 shares (2023: nil shares)	7,656	-
Dividend Income	514	-
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	70	36
Sindh Sales Tax on Remuneration of the Trustee	11	5
CDS charges	2	3

13 FAIR VALUE MEASUREMENT

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

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

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

13.1 Fair value hierarchy

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

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

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

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

As at December 31, 2024 and June 30, 2024, the Fund held the following financial instruments measured at fair value:

	As at December 31, 2024			
	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			
Financial assets 'at fair value through profit or loss'				
Shares of listed companies - 'ordinary shares'	215,248	-	-	215,248
	As at June 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'	96,601	-	-	96,601

14 TOTAL EXPENSE RATIO

The annualised Total Expense Ratio (TER) of the Fund as at December 31, 2024 is 1.65% (December 31, 2023: 1.54%) which includes 0.2% (December 31, 2023: 0.2%) representing government levies on the Fund such as Sales Taxes, annual fee to the SECP etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Index Scheme'.

15 TAXATION

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. The Fund has not recorded any tax liability in respect of income relating to the current period as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 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.

16 GENERAL

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

Certain prior period figures have been reclassified for the purpose of better presentation and comparison. However, the same do not include any material reclassification.

17 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 7, 2025 by the Board of Directors of the Management Company.

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

Chief Executive Officer

Chief Financial Officer

Director