



MEEZAN ISLAMIC CASH FUND

SAVING MADE SIMPLE | EVERY CHOICE, CONSIDERED

INVESTMENT OBJECTIVE

To pursue the greatest possible preservation of investors' capital and a reasonable return, primarily through investments in liquid money market securities that comply with Shariah.



FUND INFORMATION



Meezan

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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
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
Dr. Syed Amir Ali	Non-Executive Nominee Director- MBL
Mr. Rizwan Qamar Lari*	Non-Executive Nominee Director- MBL

* Mr. Rizwan Qamar Lari was appointed as a Director on June 5, 2026 in place of Syed Imran Ali Shah who resigned on May 21, 2026.

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Syed Haseeb Ahmed Shah

BOARD AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Ms. Ayesha Umer	Member
Mr. Rizwan Qamar Lari*	Member

* Mr. Rizwan Qamar Lari was appointed as a member on June 5, 2026 in place of Syed Imran Ali Shah who resigned on May 21, 2026.

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.

SHARIAH 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

AUDITORS

M/s. BDO Ebrahim & Co.
Chartered Accountants
2nd Floor, Block C, Lakson Square
Building No. 1, Sarwar Shaheed
Road Karachi - 74200

LEGAL ADVISER

Bawaney & Partners
3rd & 4th Floor, 68-C, Lane-13,
Bokhari Commercial Area, Phase
VI, DHA, Karachi.

SHARIAH ADVISER

Dr. Muhammad Imran Usmani
Jamia Darul Uloom Karachi
Korangi Industrial Area
Karachi - 75180

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

TRANSFER AGENT

Al Meezan Investment Management Limited

BANKERS TO THE FUND

1. Allied Bank Limited - Islamic Banking
2. Meezan Bank Limited - Islamic Banking
3. United Bank Limited - Islamic Banking
4. Habib Metropolitan Bank Limited - Islamic Banking
5. Habib Bank Limited - Islamic Banking



Pure. Profit.



REPORT OF THE FUND MANAGER MEEZAN ISLAMIC ASAAN CASH FUND (MIACF)

Type of Fund

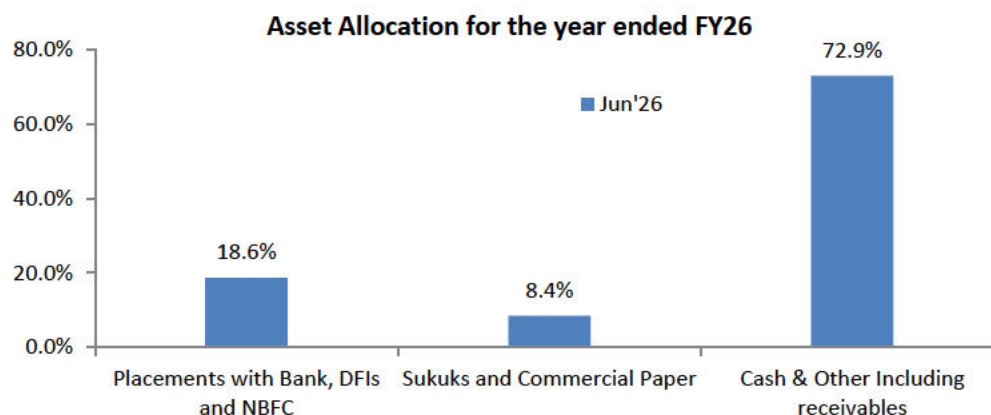
Open end cash fund investing primarily in Shariah compliant money market and Islamic bonds (Sukuks).

Objective

Its objective is to seek maximum possible preservation of capital and a reasonable rate of return via investing primarily in liquid Shariah compliant money market securities.

Investment Policy and Strategy

The fund provides investors with the opportunity to park their excess liquidity in secure high-quality instruments. To minimize the impact of interest rate volatility, the investment policy limits the investment avenues to short term tenors. As per its investment policy, MCF can invest or place funds in instruments/avenues with a credit rating of at least 'Double A' (AA). Moreover, the investment policy limits interest rate risk by capping the maturity of instruments up to a maximum of six months, along with maximum portfolio weighted average time to maturity of three months.



Performance Review

Meezan Islamic Asaan Cash Fund (MIACF) provided a positive return of 10.02% to its investors for the year ended June 30, 2026 as compared to its Six-Month deposits at Islamic Banks (benchmark) return of 9.11%.

	MIACF	Six Month deposits at Islamic Banks (Benchmark)
Net Asset Value as on January 28, 2026	50.0000	
Net Asset Value as on June 30, 2026	50.0874	
Return During the Period - Net	10.02%	9.11%
Outperformance – Net	0.91%	

Benchmark: 90% three (3) months PKISRV rates + 10% three (3) months average of the highest rates on saving account of three (3) AA rated scheduled Islamic Banks or Islamic windows of Conventional Banks as selected by MUFAP.



Pure. Profit.



The Fund earned a gross income of Rs. 1,368 million, which was primarily due to profit on bank deposits, placements, Bai muajjal and Sukuks amounting to Rs. 1,391 million, while net realized loss on sale of Sukuks certificates was Rs. 23 million. The fund also incurred expenses totalling to Rs. 161 million, which brought the net income figure to Rs. 1208 million. The net assets of the Fund as at June 30, 2026 were Rs. 51,277 million. The net asset value per unit as at June 30, 2026 was Rs. 50.0874.

Distributions

An interim distribution in the form of cash dividend by the Fund during the fiscal year ended June 30, 2026 was Rs. 2.0076 per unit (4.02%). Total distribution made by the fund was Rs. 517 million.

Fund Stability Rating

Not Applicable

SWWF Disclosure

Not Applicable

Breakdown of unit holdings by size

(As on June 30, 2026)

Range (Units)	No. of investors
1 - 9,999	7,394
10,000 - 49,999	1,832
50,000 - 99,999	654
100,000 - 499,999	834
500,000 and above	240
Total	10,954

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

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN 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
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Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN ISLAMIC ASAAN CASH FUND

Report of the Trustee pursuant to Regulation 41(h) and Clause 8 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Islamic Asaan Cash 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 January 29, 2026 to June 30, 2026 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 and 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, September 17, 2026

Dr. Muhammad Imran Usmani

Jamia Darul Uloom Karachi

Korangi Industrial Area Karachi, Pakistan

Postal Code 75180

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Ref no: IBSA/ESA/26/72

Report of the Shariah Advisor – Meezan Islamic Asaan Cash Fund (MIACF)

August 10, 2026/Safar 26, 1448 AH

Alhamdulillah, the period from Jan 28, 2026 to June 30, 2026 was the **first** year of operations of Meezan Islamic Government of Punjab Pension Fund (the “**MIACF**” or the “Fund”) under management of Al Meezan Investment Management Limited (the “Al Meezan” or the “Management Company”). I, Dr. Muhammad Imran Ashraf Usmani, am the Shariah Advisor of the Fund and issuing the Shariah Advisor Report (the “Report”) in accordance with the Trust Deed of the Fund. The scope of the Report is to express an opinion on the Shariah compliance of the Fund’s activity.

In the capacity of Shariah Advisor, Guidelines and policies for Shariah compliant equity investments have been issued to the Fund. Management Company must adhere the guidelines and policies issued by Shariah Advisor. Criteria for Shariah compliance of equity investments includes (i) Nature of business should be *halal*; (ii) Ratio of interest-bearing debt to total assets should be less than 37%; (iii) Ratio of investment in Shariah non-compliant activities to total assets should be less than 33%; (iv) Ratio of Shariah non-compliant income to gross revenue should be less than 5%; (v) Illiquid assets to total assets should be at least 25% and (vi) Market price per share should be at least equal to or greater than net liquid assets per share. In addition to the above criteria, day trading, short sell and trading of right shares (LOR) before subscription are not allowed.

It is also the responsibility of the Management Company of the Fund to establish and maintain a system of internal controls to ensure Shariah compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the Management Company’s personnel and review of various documents prepared by the Management Company to comply with the Shariah Advisor’s guidelines.

We have reviewed and approved the modes of investments of the Fund in light of Shariah requirements. On the basis of information provided by the Management Company, all operations of the Fund for the year ended June 30, 2026 have been in compliance with the Shariah principles.

In light of the above, we hereby certify that all the provisions of the scheme and investments made on account of the Fund under management of Al Meezan are Shariah-compliant and in accordance with the criteria established by us.

We further confirm that earnings realized through prohibited sources were transferred to the charity.

May Allah bless us with the best Tawfeeq to accomplish His cherished tasks, make us successful in this world and in the Hereafter, and forgive our mistakes.

And Allah knows the best.

Dr. Muhammad Imran Ashraf Usmani
Shariah Advisor

INDEPENDENT ASSURANCE REPORT ON COMPLIANCE WITH THE SHARIAH GOVERNANCE REGULATIONS, 2023

To The Board of Directors of Al Meezan Investment Management Limited

1. Introduction

We have undertaken a reasonable assurance engagement that the Securities and Exchange Commission of Pakistan (the SECP) has required in terms of its Shariah Governance Regulations, 2023 (the Regulations) – External Shariah Audit of **Meezan Islamic Asaan Cash Fund (the Fund)**, for assessing compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with the Shariah principles for the year ended June 30, 2026. This engagement was conducted by a multidisciplinary team including assurance practitioners and an independent Shariah scholar.

2. Applicable Criteria

The criteria for the assurance engagement, against which the underlying subject matter (financial arrangements, contracts, and transactions having Shariah implications for the year ended June 30, 2026) is assessed, comprise of the Shariah principles and rules, as defined in the Regulations and reproduced as under:

- a) legal and regulatory framework administered by the SECP;
- b) Shariah standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), as notified by the SECP;
- c) Islamic Financial Accounting Standards, developed by the Institute of Chartered Accountants of Pakistan (ICAP), as notified by the SECP;
- d) guidance and recommendations of the Shariah Advisory Committee, as notified by the SECP; and
- e) approvals, rulings, or pronouncements of Shariah Supervisory Board or the Shariah Advisor of the Islamic financial institution, in line with (a) to (d) above.

Our engagement was carried out as required under Regulation 29 of Chapter VII of the Regulations.

The above criteria were evaluated for their implications on the financial statements of the Fund for the year ended June 30, 2026, which are annexed.

3. Management's Responsibility for Shariah Compliance

Management is responsible to ensure that the financial arrangements, contracts, and transactions having Shariah implications, entered into by the Fund with its unit holders, other financial institutions, and stakeholders and related policies and procedures are, in substance and legal form, in compliance with the requirements of Shariah rules and principles. The management is also responsible for the design, implementation, and maintenance of appropriate internal control procedures with respect to such compliance and maintenance of relevant accounting records.

4. Our Independence and Quality Control

We have complied with the independence and other ethical requirements of the Code of Ethics for Chartered Accountants issued by the Institute of Chartered Accountants of Pakistan (the Code), which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality, and professional behaviour.

The firm applies International Standard on Quality Management (ISQM-1) "*Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services Engagements*", and accordingly maintains a comprehensive system of quality management including documented policies and procedures regarding compliance with ethical requirements, professional standards, and applicable legal and regulatory requirements.

5. Our Responsibility and Summary of the Work Performed

Our responsibility in connection with this engagement is to express an opinion on compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with Shariah principles in all material respects for the year ended June 30, 2026, based on the evidence we have obtained. We conducted our reasonable assurance engagement in accordance with International Standard on Assurance Engagements 3000 (Revised), '*Assurance Engagements Other than Audits or Reviews of Historical Financial Information*', issued by the International Auditing and Assurance Standards Board. That standard requires that we plan and perform this engagement to obtain reasonable assurance about whether the compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with Shariah principles is free from material misstatement.

The procedures selected by us for the engagement depended on our judgement, including the assessment of the risks of material non-compliance with the Shariah principles. In making those risk assessments, we considered and tested the internal control relevant to the Fund's compliance with the Shariah principles in order to design procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. We have designed and performed the necessary verification procedures on various financial arrangements, contracts, and transactions having Shariah implications and related policies and procedures based on judgmental and systematic samples with regard to the compliance of Shariah principles (criteria specified in para 2 above).

We believe that the evidence we have obtained through performing our procedures were sufficient and appropriate to provide a basis for our opinion.

6. Conclusion

Based on our reasonable assurance engagement, we report that, in our opinion, the Fund's financial arrangements, contracts, and transactions for the year ended June 30, 2026 are in compliance with the Shariah principles (criteria specified in paragraph 2 above), in all material respects.

The engagement partner on the assurance resulting in this independent assurance report is **Nadeem Yousuf Adil**.



Chartered Accountants

Date: September 15, 2026
Place: Karachi

INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF MEEZAN ISLAMIC ASAAN CASH FUND

Report on the audit of the financial statements

Opinion

We have audited the financial statements of **Meezan Islamic Asaan Cach Fund** ("the Fund"), which comprise the statement of assets and liabilities as at June 30, 2026, and the income statement, statement of comprehensive income, statement of movement in unit holders' fund and statement of cash flows for the period then ended, and notes to the financial statements, including a summary of material accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at June 30, 2026, and its financial performance and its cash flows for the period then ended in accordance with accounting and reporting standards as applicable in Pakistan.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the Key audit matter:

S.NO	Key audit matter(s)	How the matter was addressed in our audit
1.	Existence and valuation of balances with banks and investments As disclosed in note 5 & 6 to the accompanying financial statements of the Fund for the period ended June 30, 2026, the balances with banks and investments amounting to Rs. 26,712.92 and Rs. 14,285.16 million which represent 79.95% of the total assets.	Our audit procedures included the following: We obtained independent confirmations for verifying the existence of balances with bank and the investment portfolio as at June 30, 2026 and traced it with books and records of the Fund;

S.NO	Key audit matter(s)	How the matter was addressed in our audit
	The existence of bank balances and existence and valuation of investments are significant components of statement of asset and liabilities for the determination of net asset value of the Fund as at June 30, 2026. We considered existence of bank balance and existence and valuation of investment as Key audit matter due to significance of these in relation to net assets.	- We performed substantive audit procedures on period-end balance of investment portfolio including review of custodian's statement and re-performance of valuations as per valuation methodology specified in accounting policies; and - We assessed the Fund's compliance with the requirements of Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) in relation to the concentration of investments and exposure limits prescribed in such Regulations and reviewed the adequacy of disclosures as may be applicable in situations of non-compliance.

Information other than the financial statements and auditor's report thereon

The Management Company ("Al Meezan Investment Management Limited") is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Management Company and its Board of Directors

The Management Company ("Al Meezan Investment Management Limited") of the Fund is responsible for the preparation and fair presentation of the financial statements in accordance with the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and accounting and reporting standards as applicable in Pakistan and for such internal control as the Management Company determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Management Company is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management Company either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of the Management company is responsible for overseeing the Fund's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Management Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management Company.
- Conclude on the appropriateness of the Management Company's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors of the Management Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



We also provide to the Board of Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

Based on our audit, we further report that in our opinion the financial statements have been prepared in accordance with the relevant provisions of the Trust Deed, NBFC Rules and NBFC Regulations.

The engagement partner on the audit resulting in this independent auditor's report is Tariq Feroz Khan.

KARACHI

DATED: **17 SEP 2026**

UDIN: AR202610166o0qdvJnb6

BDO EBRAHIM & CO.
CHARTERED ACCOUNTANTS

MEEZAN ISLAMIC ASAAAN CASH FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT JUNE 30, 2026

	Note	June 30, 2026 (Rupees in '000)
Assets		
Balances with banks	5	26,712,921
Investments	6	14,285,160
Receivable against conversion of units		11,321,923
Profit receivable and other assets	7	271,621
Total assets		52,591,625
Liabilities		
Payable to Al Meezan Investment Management Limited - Management Compan	8	6,285
Payable to Central Depository Company of Pakistan Limited - Trustee	9	2,583
Payable to the Securities and Exchange Commission of Pakistan (SECP)	10	3,062
Payable against conversion and redemption of units		1,245,449
Accrued expenses and other liabilities	11	57,154
Total liabilities		1,314,533
Net Assets		51,277,092
Unit Holders' Fund (as per statement attached)		51,277,092
Contingencies And Commitments	12	
Number of Units In Issue		1,023,751,860
Net Asset Value Per Unit		50.0874

The annexed notes from 1 to 26 form an integral part of these financial statements.

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

MEEZAN ISLAMIC ASAAAN CASH FUND
INCOME STATEMENT
FOR THE PERIOD FROM JANUARY 29, 2026 TO JUNE 30, 2026

	Note	From January 29, 2026 to June 30, 2026 (Rupees in '000)
Income		
Profit on sukuks		254,131
Profit on term deposits and certificates of musharakah		602,661
Profit on saving accounts with banks		497,062
Net realised loss on sale of investments	6.2	(23,062)
Profit on Bai Muajjal		37,404
Total income		1,368,196
Expenses		
Remuneration of Al Meezan Investment Management Limited - Management Company	8.1	122,907
Sindh Sales Tax on remuneration of the Management Company	8.2	18,436
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	6,760
Sindh Sales Tax on remuneration of the Trustee	9.2	1,014
Fees to the Securities and Exchange Commission of Pakistan	10.1	9,218
Fees and subscription		1,237
Brokerage expenses		192
Capital gain tax on securities		235
Formation Cost		21
Auditors' remuneration	13	250
Shariah Auditors' remuneration		150
Bank and settlement charges		142
Total expenses		160,562
Net income for the period before taxation		1,207,634
Taxation	15	-
Net income for the period after taxation		1,207,634
Allocation of net income for the period		
Net income for the period after taxation		1,207,634
Income already paid on units redeemed		(1,085,396)
		122,238
Accounting income available for distribution		
Relating to capital gains		-
Excluding capital gains		122,238
		122,238

The annexed notes from 1 to 26 form an integral part of these financial statements.

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**MEEZAN ISLAMIC ASAAN CASH FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD FROM JANUARY 29, 2026 TO JUNE 30, 2026**

**'From January
29, 2026 to June
30, 2026
(Rupees in '000)**

Net income for the period after taxation	1,207,634
Other comprehensive income for the period	-
Total comprehensive income for the period	<u>1,207,634</u>

The annexed notes from 1 to 26 form an integral part of these financial statements.

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

Chief Executive Officer

Chief Financial Officer

Director

MEEZAN ISLAMIC ASAAAN CASH FUND
STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND
FOR THE PERIOD FROM JANUARY 29, 2026 TO JUNE 30, 2026

From January 29, 2026 to June 30, 2026		
(Rupees in '000)		
Capital value	Undistributed income	Total

Net assets at the beginning of the period

- - -

Issuance of 3,812,981,850 units

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

Total proceeds on issuance of units

190,649,093	-	190,649,093
4,014,690	-	4,014,690
194,663,783	-	194,663,783

Redemption of 2,789,229,990 units

- Capital value (at net asset value per unit at the beginning of the period)
- Element of Income

Total payments on redemption of units

139,461,499	-	139,461,499
3,530,229	1,085,396	4,615,625
142,991,728	1,085,396	144,077,124

Total comprehensive income for the period

- 1,207,634 1,207,634

Distribution for the period

Refund of Capital for the period

Total distribution during the period

-	(91,024)	(91,024)
(426,177)		(426,177)
(426,177)	(91,024)	(517,201)

Net assets at the end of the period

51,245,878	31,214	51,277,092
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Undistributed income brought forward

- Realised income
- Unrealised income

-
-
-

Accounting income available for distribution

- Relating to capital gains
- Excluding capital gains

-
122,238
122,238

Distribution during the period: Rs. 2.0076 per unit declared on June 24, 2026

(91,024)

Undistributed income carried forward

31,214

Undistributed income carried forward

- Realised income
- Unrealised gain

31,214
-
31,214

(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

50.0874

The annexed notes from 1 to 26 form an integral part of these financial statements.

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

MEEZAN ISLAMIC ASAAN CASH FUND
CASH FLOW STATEMENT
FOR THE PERIOD FROM JANUARY 29, 2026 TO JUNE 30, 2026

		From January 29, 2026 to June 30, 2026 (Rupees in '000)
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation		1,207,634
Adjustments for:		
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.3	- <u>1,207,634</u>
Decrease in assets		
Investments - net		(14,285,160)
Deposits and prepayments		(271,621) <u>(14,556,781)</u>
Increase in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company		6,285
Payable to Central Depository Company of Pakistan Limited - Trustee		2,583
Payable to the Securities and Exchange Commission of Pakistan		3,062
Accrued expenses and other liabilities		57,154 <u>69,084</u>
Net cash used in operating activities		<u>(13,280,063)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units		182,915,683
Payments against redemption and conversion of units		(142,831,675)
Dividend paid		(91,024)
Net cash generated from financing activities		39,992,984
Net increase in cash and cash equivalents during the period		26,712,921
Cash and cash equivalents at the beginning of the period		-
Cash and cash equivalents at the end of the period	5.2	<u><u>26,712,921</u></u>

The annexed notes from 1 to 26 form an integral part of these financial statements.

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

MEEZAN ISLAMIC ASAAN CASH FUND
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM JANUARY 29, 2026 TO JUNE 30, 2026

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 The Meezan Islamic Asaan Cash Fund (the Fund) has been established through a Trust Deed (the Deed) dated July 23, 2025 under the Sindh Trust Act, 2020 as amended vide Sindh Trusts (Amendment) Act, 2021 entered into and between Al Meezan Investment Management Limited, the Management Company, and Central Depository Company of Pakistan Limited, the Trustee and is authorized under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the "Rules") and Non-Banking Finance Companies and Notified Entities Regulations, 2008 ("Regulations"). The Trust Deed was executed under the Sindh Trust Act, 2020 as amended vide Sindh Trusts (Amendment) Act, 2021 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on June 23, 2025 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules).
- 1.2 Al Meezan Investment Management Limited, 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.
- 1.3 The Fund is categorized as an open-end Shariah Compliant (Islamic) Money Market 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.
- 1.4 The objective of the Fund is to provide the unit holders with stable stream of halal income on their investments and to generate long term risk adjusted returns. The Fund shall seek to maximize preservation of capital and a reasonable rate of return via investing primarily in liquid Shariah compliant money market and Shariah compliant debt securities. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah principles. Meezan Bank Limited acts as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.
- 1.5 The Management Company has been assigned an 'AM1' quality rating by VIS Credit Rating Company Limited (dated January 22, 2026; previously 'AM1' on December 31, 2024) and by PACRA (dated May 15, 2026; previously 'AM1' on May 15, 2025). This rating reflects the Company's experienced management team, well-structured investment process, and strong systems and operational practices.
- 1.6 The title to the assets of the Fund is held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PRESENTATION

The transactions undertaken by the Fund are in conformity 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:

- IFRS Accounting Standards issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of, directives and notifications issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

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 APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS TO PUBLISHED APPROVED ACCOUNTING AND REPORTING STANDARDS

New accounting standards, amendments and IFRS interpretations that are effective for the year ended June 30, 2026

The following standards, amendments and interpretations are effective for the year ended June 30, 2026. These standards, amendments and interpretations are either not relevant to the Company's operations or did not have significant impact on the financial statements other than certain additional disclosures.

	Effective date (annual periods beginning on or after)
Amendments to IAS 21 'The Effects of Changes in Foreign Exchange Rates' - Lack of Exchangeability	January 01, 2025

New accounting standards, amendments and interpretations that are not yet effective

The following standards, amendments and interpretations are only effective for accounting periods, beginning on or after the date mentioned against each of them. These standards, amendments and interpretations are either not relevant to the Company's operations or are not expected to have significant impact on the Company's financial statements other than certain additional disclosures.

Amendments to IFRS 7 'Financial Instruments: Disclosures' - Amendments regarding the classification and measurement of financial instruments	January 01, 2026
Amendments to IFRS 9 'Financial Instruments' - Amendments regarding the classification and measurement of financial instruments	January 01, 2026
Amendments to IFRS 7 'Financial Instruments: Disclosures' - Amendments regarding nature-dependent electricity contracts that are often structured as power purchase agreements (PPAs)	January 01, 2026
Amendments to IFRS 9 'Financial Instruments' - Amendments regarding nature-dependent electricity contracts that are often structured as power purchase agreements (PPAs)	January 01, 2026
Amendments to IAS 21 'The Effects of Changes in Foreign Exchange Rates' - Amendments regarding translations to a hyperinflationary presentation currency	January 01, 2027
Amendments to IAS 28 'Investments in Associates' - Amendments to the Fair Value Option for Investments in Associates and Joint Ventures	January 01, 2027
IFRS 17 Insurance Contracts	January 01, 2027
IFRS 18 Presentation and Disclosures in Financial Statements	January 01, 2027
IFRS 19 Subsidiaries without Public Accountability: Disclosures	January 01, 2027

Certain annual improvements have also been made to a number of IFRSs and IASs.

IFRS 1 'First-time Adoption of International Financial Reporting Standards' has been issued by IASB effective from July 01, 2009. However, it has not been adopted yet locally by Securities and Exchange Commission of Pakistan (SECP)

IFRS 17 - 'Insurance contracts' has been notified by the IASB to be effective for annual periods beginning on or after January 1, 2023. However SECP has notified the timeframe for the adoption of IFRS - 17 which will be adopted by January 01, 2027.

IFRS 20 'Regulatory Assets and Regulatory Liabilities' has been issued by IASB effective from January 01, 2029. However, it has not been adopted yet locally by Securities and Exchange Commission of Pakistan (SECP)

IFRS 18 Presentation and Disclosure in Financial Statements, which was issued by the IASB in April 2024 supersedes IAS 1 and will result in major consequential amendments to IFRS Accounting Standards including IAS 8 Basis of Preparation of Financial Statements (renamed from Accounting Policies, Changes in Accounting Estimates and Errors). Even though IFRS 18 will not have any effect on the recognition and measurement of items in the financial statements, it is expected to have a significant effect on the presentation and disclosure of certain items. These changes include categorisation and sub-totals in the statement of profit or loss, aggregation/disaggregation and labelling of information, and disclosure of management-defined performance measures.

3.3 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 judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements 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 judgements 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 judgements that have a significant effect on the financial statements of the Fund relate to classification, valuation and impairment of financial assets (notes 4.1 and 6).

3.4 Accounting convention

These financial statements have been prepared under the historical cost convention except for certain investments which have been classified as 'at fair value through profit or loss' and which are measured at fair value. The details in respect of valuation techniques under IFRS 13 'Fair Value Measurement' used for the fair valuation of financial assets has been disclosed in note 20.

3.5 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

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.

4.1 Financial assets

4.1.1 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.

4.1.2 Classification and subsequent measurement

4.1.2.1 Debt instruments (includes investments in sukuk, term deposits, certificates of Musharaka & Bai Muajjal)

IFRS 9 has provided a criteria for debt securities whereby these debt securities are either classified as:

- amortized cost;
- at fair value through other comprehensive income (FVOCI); and
- at fair value through profit or loss (FVPL)

based on the business model of the entity.

However, IFRS 9 also provides an option whereby securities managed as a portfolio or group of assets and whose performance is measured on a fair value basis, to be recognized at FVPL. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. Therefore the management considers its investment in debt securities as being managed as a group of assets and hence has classified them as FVPL.

4.1.2.2 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at amortised cost.

These comprise balances with banks in savings and current accounts, cheques in hand and other short-term highly liquid investments with original maturities of three months or less.

4.1.3 Impairment (other than debt securities)

The fund assesses on a forward looking basis the expected credit loss (ECL) associated with its financial assets (other than debt instruments) carried at amortized cost. The fund recognizes 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.

4.1.4 Impairment loss on debt securities

Provision for non-performing debt securities is made on the basis of time-based criteria as prescribed by the SECP and based on management's assessment made in line with its provisioning policy approved by the Board of Directors of the Management Company in accordance with the guidelines issued by the SECP. Impairment losses recognised on debt securities can be reversed through the Income Statement.

As allowed by the SECP, the Management Company may make provision against debt securities over and above the minimum provision requirement prescribed by the SECP, considering the specific credit and financial condition of the debt security issuer and in accordance with the provisioning policy duly approved by the Board of Directors of the Management Company. The provisioning policy approved by the Board of Directors has been placed on the Management Company's website as required under the SECP's circular.

4.1.5 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.

4.1.6 Derecognition

Financial assets are derecognized 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 arising on derecognition of financial assets is taken to the Income Statement.

4.2 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 amortized cost.

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

4.3 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.

4.4 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.

4.5 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.

4.6 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the applications received by the distributors during business hours of the day when the application is received. The offer price represents the net assets value of the units as of the close of that business day plus the allowable sales load, provision for duties and charges and provision for transaction costs, if applicable.

Units redeemed are recorded at the redemption price prevalent on the date on which the distributors receive redemption applications during business hours on that date. The redeemed price represents the net assets value per unit less back end load, any duties, taxes, charges on redemption and any provision for transaction costs, if applicable.

4.7 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 the 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 year in which such distributions are declared and approved by the Board of Directors of the Management Company.

4.8 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 Asset 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 year. Further, the element of income / (loss) 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.

4.9 Revenue recognition

- Gains / (losses) arising on sale of investments are recorded at the date at which the transaction takes place;
- Profit on bank deposits and term deposit receipts is recognised on time proportion basis using the effective yield method;
- Unrealised gains / (losses) arising on re-measurement of investments classified as 'financial assets at fair value through profit or loss' are recorded in the year in which these arise; and
- Income on sukuk certificates, certificates of musharakah, term deposit receipts and government securities is recognised on a time proportionate basis using the effective yield method except for the securities which are classified as non-performing asset under Circular 33 of 2012 issued by SECP for which the profits are recorded on cash basis.

4.10 Treatment of Shariah non-compliant Income

Income earned by the Fund may contain Shariah non-compliant income. The Fund is required to "purify" the income it receives by excluding the element of impermissible income as charity. Such purification is carried out in accordance with the guidelines approved by the Shariah Advisor of the Fund. The charity has been recorded as an expense in the 'Income Statement' in the financial statements of the Fund.

4.11 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.

4.12 Taxation

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Provided that, for the purpose of determining distribution of at least 90% 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.

	Note	June 30, 2026 (Rupees in '000)
5 BALANCES WITH BANKS		
Balances with banks in:		
Savings accounts	5.1	<u>26,712,921</u> <u>26,712,921</u>
5.1 These include balance amounting to rupees 672.085 millions, maintained with Meezan Bank Limited (a related party) that has an expected profit rate of 6.75% per annum. Other balances in savings accounts have an expected profit ranging from 11.35% to 12.55% per annum.		
5.2 CASH AND CASH EQUIVALENTS		
Balances with banks		<u>26,712,921</u> <u>26,712,921</u>

June 30, 2026
(Rupees in '000)

Note

6 INVESTMENTS

At fair value through profit or loss

Corporate sukuku

Receivable against Bai Muajjal

6.1	4,440,000
6.4.3	9,845,160
	<u>14,285,160</u>

6.1 Corporate sukuku

Name of the security	Profit payments / principal redemptions	Maturity date	Face value per certificate (Rupees)	Profit rate	Purchased during the year	Sales / redemptions / maturity during the year	As at June 30, 2026	Carrying value as at June 30, 2026	Market value as at June 30, 2026	Unrealised diminution as at June 30, 2026	Percentage in relation to		
											net assets of the fund	total market value of investment	
					(Number of certificates)		(Rupees in '000)					75	
Isral Industries STS 6 sukuk - ISLST56	Semi annually / At maturity	August 6, 2026	1,000,000	3 month KIDOR minus base rate of 0.15%	15	-	15	15,000	15,000	-	0.29	0.11	
Airlink Communication Limited STS 9	Semi annually / At maturity	August 24, 2026	1,000,000	6 month KIDOR plus base rate of 1.20%	450	-	450	450,000	450,000	-	0.88	3.15	
Select Technologies STS 4	Semi annually / At maturity	June 18, 2026	1,000,000	11.93%	500	500	-	-	-	-	-	-	
Transport Associates Private Limited Sukuk - I	Semi annually / At maturity	October 16, 2026	1,000,000	6 month KIDOR plus base rate of 0.65%	225	-	225	225,000	225,000	-	0.44	1.58	
Engro Fertilizer Limited - SUKUK 4	Semi annually / At maturity	November 18, 2026	1,000,000	3 month KIDOR minus base rate of 0.2%	3,750	-	3,750	3,750,000	3,750,000	-	7.31	26.25	
Total as at June 30, 2026								4,440,000	4,440,000	-	8.92	31.08	

6.1.1 The nominal value of these sukuk certificates is Rs 1,000,000 each.

6.2 Net realised loss on sale of investments

Security Name	Security Name	Trade Date	Quantity	Carrying Value Per Sukuk	Selling Price Per Sukuk	Carrying Amount	Sale Amount	Realised Gain/(Loss)
(Rupees in '000)								
GOP Ijarah Sukuk FRR41	GOP Ijarah Sukuk FRR41	2-10-2026	500	103	104	51,605	51,750	145
GOP Ijarah Sukuk FRR41	GOP Ijarah Sukuk FRR41	4-1-2026	40,000	102	102	4,080,400	4,073,200	(7,200)
Select STS 4 MIACF	Select STS 4 MIACF	4-24-2026	167	100	100	166,611	166,660	49
GOP IJARAH SUKUK 25	GOP IJARAH SUKUK 25	4-10-2026	68,000	100	100	6,799,320	6,799,320	-
GOP IJARAH SUKUK 25	GOP IJARAH SUKUK 25	5-4-2026	60,000	100	100	5,998,500	5,998,200	(300)
GOP IJARAH SUKUK 25	GOP IJARAH SUKUK 25	5-7-2026	52,400	100	100	5,245,762	5,245,424	(338)
GOP Ijarah Sukuk FRR41	GOP Ijarah Sukuk FRR41	5-11-2026	40,000	101	101	4,053,600	4,042,000	(11,600)
GOP Ijarah Sukuk FRR41	GOP Ijarah Sukuk FRR41	5-12-2026	40,000	101	101	4,041,400	4,041,200	(200)
GOP Ijarah Sukuk FRR41	GOP Ijarah Sukuk FRR41	5-13-2026	40,000	101	101	4,040,400	4,040,000	(400)
GOP Ijarah Sukuk FRR41	GOP Ijarah Sukuk FRR41	5-14-2026	40,000	101	101	4,039,600	4,039,200	(400)
GOP IJARAH SUKUK 25	GOP IJARAH SUKUK 25	5-15-2026	10,000	100	100	999,401	999,800	399
GOP IJARAH SUKUK 25	GOP IJARAH SUKUK 25	5-15-2026	20,000	100	100	1,998,802	1,999,600	798
Select STS 4 MIACF	Select STS 4 MIACF	5-18-2026	167	100	100	166,611	166,660	49
GOP Ijarah Sukuk FRR41	GOP Ijarah Sukuk FRR41	5-18-2026	90,000	100	100	9,010,350	9,009,900	(450)
GOP Ijarah Sukuk FRR41	GOP Ijarah Sukuk FRR41	5-21-2026	40,000	101	101	4,038,600	4,034,800	(3,800)
GOP IJARAH SUKUK 25	GOP IJARAH SUKUK 25	5-22-2026	38,000	100	100	3,797,724	3,797,910	186
579,313						58,528,686	58,505,614	(23,062)

6.3 Government securities

Name of security	Profit rate	Maturity date	Purchase d during the year	Sold / matured during the year	As at June 30, 2026	Balance as at June 30, 2026			Market value as percentage of	
						Carrying value	Market value	Unrealised appreciation	Net assets of the fund	Total investments
Units						Rupees in '000			%	
GOP Jarak Sukuk FRO41 - GOP-41	18.4900%	June 26, 2026	230,300	230,300	-	-	-	-	0.00%	0.00%
GOP JARAH SUKUK 35	11.2685%	June 19, 2026	248,480	248,480	-	-	-	-	0.00%	0.00%
Total as at June 30, 2026						-	-	-	0.00%	0.00%

6.4 Certificate of Musharakah

Name of the security	Maturity date	Profit rate	Term deposit receipts placed during the year	Matured during the year	Carrying value as at June 30, 2026	Market value as at June 30, 2026	Unrealised gain/(loss) on remeasurement of investment	Percentage in relation to	
								net assets of the fund	total market value of investments
								%	
ASKARI BANK LIMITED (AAA, PACRA)	March 8, 2026	10.25%	1,500,000	1,500,000	-	-	-		
Zami Tawqit Bank Ltd (AAA, VS)	February 22, 2026	10.25%	200,000	200,000	-	-	-	0.00%	0.00%
ASKARI BANK LIMITED (AAA, PACRA)	March 2, 2026	10.25%	1,000,000	1,000,000	-	-	-	0.00%	0.00%
ABU BANK LIMITED (AAA, PACRA)	March 15, 2026	10.25%	1,600,000	1,600,000	-	-	-	0.00%	0.00%
HABIB BANK LIMITED (AAA, VS)	February 27, 2026	10.30%	180,000	180,000	-	-	-	0.00%	0.00%
HABIB BANK LIMITED (AAA, VS)	March 25, 2026	10.40%	1,000,000	1,000,000	-	-	-	0.00%	0.00%
HABIB BANK LIMITED (AAA, VS)	March 12, 2026	10.25%	1,600,000	1,600,000	-	-	-	0.00%	0.00%
HABIB BANK LIMITED (AAA, VS)	February 27, 2026	10.30%	900,000	900,000	-	-	-	0.00%	0.00%
MEEZAN BANK LIMITED (AAA, VS)	March 9, 2026	10.20%	725,000	725,000	-	-	-	0.00%	0.00%
MEEZAN BANK LIMITED (AAA, VS)	March 31, 2026	10.20%	20,000	20,000	-	-	-	0.00%	0.00%
MEEZAN BANK LIMITED (AAA, VS)	March 21, 2026	10.20%	140,000	140,000	-	-	-	0.00%	0.00%
HABIB METROPOLITAN BANK (AAA, PACRA)	March 9, 2026	10.55%	2,000,000	2,000,000	-	-	-	0.00%	0.00%
HABIB METROPOLITAN BANK (AAA, PACRA)	March 5, 2026	10.30%	500,000	500,000	-	-	-	0.00%	0.00%
HABIB METROPOLITAN BANK (AAA, PACRA)	March 25, 2026	10.40%	2,000,000	2,000,000	-	-	-	0.00%	0.00%
HABIB METROPOLITAN BANK (AAA, PACRA)	February 27, 2026	10.30%	170,000	170,000	-	-	-	0.00%	0.00%
HABIB METROPOLITAN BANK (AAA, PACRA)	February 27, 2026	10.30%	230,000	230,000	-	-	-	0.00%	0.00%
BANK AL AJLALI LIMITED (AAA, PACRA)	March 12, 2026	10.45%	1,800,000	1,800,000	-	-	-	0.00%	0.00%
BANK AL AJLALI LIMITED (AAA, PACRA)	March 17, 2026	10.50%	1,900,000	1,900,000	-	-	-	0.00%	0.00%
BANK AL AJLALI LIMITED (AAA, PACRA)	March 30, 2026	10.50%	2,000,000	2,000,000	-	-	-	0.00%	0.00%
BANK AL AJLALI LIMITED (AAA, PACRA)	March 8, 2026	10.40%	1,100,000	1,100,000	-	-	-	0.00%	0.00%
FAYSAL BANK LIMITED ISLAMIC BANKING (AA+, VS)	March 9, 2026	10.15%	500,000	500,000	-	-	-	0.00%	0.00%
FAYSAL BANK LIMITED ISLAMIC BANKING (AA+, VS)	March 11, 2026	10.30%	1,900,000	1,900,000	-	-	-	0.00%	0.00%
FAYSAL BANK LIMITED ISLAMIC BANKING (AA+, VS)	February 22, 2026	10.15%	160,000	160,000	-	-	-	0.00%	0.00%
FAYSAL BANK LIMITED ISLAMIC BANKING (AA+, VS)	February 27, 2026	10.15%	240,000	240,000	-	-	-	0.00%	0.00%
BANK AL AJLALI LIMITED (AAA, PACRA)	February 22, 2026	10.50%	900,000	900,000	-	-	-	0.00%	0.00%
Zami Tawqit Bank Ltd (AAA, VS)	March 12, 2026	10.30%	1,600,000	1,600,000	-	-	-	0.00%	0.00%
Zami Tawqit Bank Ltd (AAA, VS)	March 2, 2026	10.25%	800,000	800,000	-	-	-	0.00%	0.00%
Zami Tawqit Bank Ltd (AAA, VS)	February 8, 2026	10.25%	140,000	140,000	-	-	-	0.00%	0.00%
Zami Tawqit Bank Ltd (AAA, VS)	February 23, 2026	10.10%	300,000	300,000	-	-	-	0.00%	0.00%
Zami Tawqit Bank Ltd (AAA, VS)	February 26, 2026	10.25%	20,500	20,500	-	-	-	0.00%	0.00%
ASKARI BANK LIMITED (AAA, PACRA)	March 30, 2026	10.50%	1,900,000	1,900,000	-	-	-	0.00%	0.00%
United Bank Limited (AAA, PACRA)	June 9, 2026	11.35%	4,000,000	4,000,000	-	-	-	0.00%	0.00%
PAK KUWAIT INVESTMENT COMPANY (PRIVATE) LIMITED (AAA, PACRA)	June 24, 2026	11.60%	4,500,000	4,500,000	-	-	-	0.00%	0.00%
United Bank Limited (AAA, PACRA)	June 9, 2026	11.35%	4,000,000	4,000,000	-	-	-	0.00%	0.00%
United Bank Limited (AAA, PACRA)	June 9, 2026	11.35%	3,800,000	3,800,000	-	-	-	0.00%	0.00%
ASKARI BANK LIMITED (AAA, PACRA)	May 16, 2026	11.40%	5,500,000	5,500,000	-	-	-	0.00%	0.00%
ASKARI BANK LIMITED (AAA, PACRA)	April 26, 2026	10.50%	2,500,000	2,500,000	-	-	-	0.00%	0.00%
ASKARI BANK LIMITED (AAA, PACRA)	April 26, 2026	10.50%	2,500,000	2,500,000	-	-	-	0.00%	0.00%
ASKARI BANK LIMITED (AAA, PACRA)	June 17, 2026	11.55%	3,000,000	3,000,000	-	-	-	0.00%	0.00%
ASKARI BANK LIMITED (AAA, PACRA)	June 23, 2026	11.20%	3,500,000	3,500,000	-	-	-	0.00%	0.00%
ASKARI BANK LIMITED (AAA, PACRA)	June 19, 2026	11.55%	3,000,000	3,000,000	-	-	-	0.00%	0.00%
ABU BANK LIMITED (AAA, PACRA)	May 22, 2026	11.45%	3,000,000	3,000,000	-	-	-	0.00%	0.00%
ABU BANK LIMITED (AAA, PACRA)	June 10, 2026	11.35%	4,000,000	4,000,000	-	-	-	0.00%	0.00%
ABU BANK LIMITED (AAA, PACRA)	June 10, 2026	11.35%	3,900,000	3,900,000	-	-	-	0.00%	0.00%
HABIB BANK LIMITED (AAA, VS)	June 10, 2026	11.25%	1,500,000	1,500,000	-	-	-	0.00%	0.00%
MEEZAN BANK LIMITED (AAA, VS)	June 24, 2026	11.05%	3,000,000	3,000,000	-	-	-	0.00%	0.00%
MEEZAN BANK LIMITED (AAA, VS)	June 8, 2026	11.35%	2,000,000	2,000,000	-	-	-	0.00%	0.00%
MEEZAN BANK LIMITED (AAA, VS)	June 23, 2026	11.10%	5,000,000	5,000,000	-	-	-	0.00%	0.00%
MEEZAN BANK LIMITED (AAA, VS)	June 24, 2026	11.05%	3,000,000	3,000,000	-	-	-	0.00%	0.00%
MEEZAN BANK LIMITED (AAA, VS)	June 12, 2026	11.25%	2,000,000	2,000,000	-	-	-	0.00%	0.00%
MEEZAN BANK LIMITED (AAA, VS)	June 23, 2026	11.10%	2,500,000	2,500,000	-	-	-	0.00%	0.00%
MEEZAN BANK LIMITED (AAA, VS)	May 28, 2026	10.60%	4,500,000	4,500,000	-	-	-	0.00%	0.00%
MEEZAN BANK LIMITED (AAA, VS)	June 8, 2026	11.30%	2,500,000	2,500,000	-	-	-	0.00%	0.00%
MEEZAN BANK LIMITED (AAA, VS)	June 9, 2026	11.35%	1,000,000	1,000,000	-	-	-	0.00%	0.00%
MEEZAN BANK LIMITED (AAA, VS)	June 8, 2026	11.30%	2,000,000	2,000,000	-	-	-	0.00%	0.00%
HABIB METROPOLITAN BANK (AAA, PACRA)	May 22, 2026	11.45%	2,000,000	2,000,000	-	-	-	0.00%	0.00%
BANK AL AJLALI LIMITED (AAA, PACRA)	April 8, 2026	10.65%	3,000,000	3,000,000	-	-	-	0.00%	0.00%
BANK AL AJLALI LIMITED (AAA, PACRA)	April 21, 2026	10.50%	2,000,000	2,000,000	-	-	-	0.00%	0.00%
BANK AL AJLALI LIMITED (AAA, PACRA)	April 21, 2026	10.50%	2,000,000	2,000,000	-	-	-	0.00%	0.00%
BANK AL AJLALI LIMITED (AAA, PACRA)	June 17, 2026	11.50%	5,000,000	5,000,000	-	-	-	0.00%	0.00%
BANK AL AJLALI LIMITED (AAA, PACRA)	June 4, 2026	11.50%	2,000,000	2,000,000	-	-	-	0.00%	0.00%
FAYSAL BANK LIMITED ISLAMIC BANKING (AA+, VS)	June 22, 2026	10.75%	5,000,000	5,000,000	-	-	-	0.00%	0.00%
FAYSAL BANK LIMITED ISLAMIC BANKING (AA+, VS)	June 12, 2026	11.30%	1,500,000	1,500,000	-	-	-	0.00%	0.00%
FAYSAL BANK LIMITED ISLAMIC BANKING (AA+, VS)	June 5, 2026	11.30%	1,500,000	1,500,000	-	-	-	0.00%	0.00%
FAYSAL BANK LIMITED ISLAMIC BANKING (AA+, VS)	June 10, 2026	11.25%	1,000,000	1,000,000	-	-	-	0.00%	0.00%
Zami Tawqit Bank Ltd (AAA, VS)	June 2, 2026	11.40%	3,000,000	3,000,000	-	-	-	0.00%	0.00%
PAK KUWAIT INVESTMENT COMPANY (PRIVATE) LIMITED (AAA+, PACRA)	May 22, 2026	10.60%	4,600,000	4,600,000	-	-	-	0.00%	0.00%
PAK KUWAIT INVESTMENT COMPANY (PRIVATE) LIMITED (AAA+, PACRA)	April 17, 2026	10.60%	4,500,000	4,500,000	-	-	-	0.00%	0.00%
PAK KUWAIT INVESTMENT COMPANY (PRIVATE) LIMITED (AAA+, PACRA)	June 9, 2026	11.45%	4,600,000	4,600,000	-	-	-	0.00%	0.00%
United Bank Limited (AAA, PACRA)	June 9, 2026	11.35%	4,000,000	4,000,000	-	-	-	0.00%	0.00%
As at June 30, 2026								0.00%	0.00%
			154,425,500	154,425,500	-	-	-	0.00%	0.00%

6.4.1 The profit and principal of term musharakah certificates is receivable at maturity.

6.4.2 Receivable against Bai Muajjal

Name of the counterparty	Rating	Maturity date	Profit rate	Total transaction price	Total deferred income	Accrued profit during the year	Carrying value as at June 30, 2026	Market value as percentage of	
				(Rupees in '000)				Net assets of the Fund	Total market value of investment
Pakistan Mortgage Refinance Company	AAA	September 17, 2026	11.60%	9,807,756	243,125	37,404	9,845,160	19	69

June 30, 2026
(Rupees in '000)

7 PROFIT RECEIVABLE AND OTHER ASSETS

Profit receivable on:

Balances with banks	193,270
Sukuk certificates	77,654
CDC deposit	100
Formation cost & preliminary expenses	597
	271,621

8 PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY

Remuneration payable	8.1	4,649
Sindh Sales Tax payable on remuneration of the Management Company	8.2	697
IBFT Charges Payable - IBFT Redemption		321
Formation cost & preliminary expenses	8.3	618
		6,285

8.1 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 and subject to the capping of 1.50% for a collective investment scheme categorised as an 'Money Market Scheme'. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 1.00% per annum of the average daily net assets of the Fund during the year ended June 30, 2026. The remuneration is payable to the Management Company monthly in arrears..

8.2 Sindh sales tax is levied at the rate of 15% under the Sindh Sales Tax on Services Act, 2011 on the Management Company's remuneration and any reimbursable expenditure to the Management Company.

- 8.3 As per regulation 60 All expenses incurred in connection with the establishment and registration of an Open End Scheme shall be borne by the Asset Management Company and reimbursable, subject to the audit of expenses, by the fund over a period of not less than five years or within the maturity date of the fund or any other time period as may be specified by the Commission.

June 30, 2026
(Rupees in '000)

9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

Remuneration of the Trustee	9.1	2,246
Sindh sales tax payable on remuneration of the Trustee	9.2	337
		<u>2,583</u>

- 9.1 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 0.055% per annum of the average annual net assets of the Fund.
- 9.2 Sindh sales tax on remuneration of the Trustee levied through the Sindh Sales Tax Act on Services, 2011 has been charged at the rate of 15%.

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

Fee payable	10.1	<u>3,062</u>
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- 10.1 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 0.075% per annum of the daily net assets during the year.

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

June 30, 2026
(Rupees in '000)

11 ACCRUED EXPENSES AND OTHER LIABILITIES

Capital gain tax payable		35,639
Withholding Tax Payable on Dividend		19,699
Shariah Advisory Fee Payable		549
Statutory Audit Fee Payable	13	250
Shariah Audit Fee Payable		150
IBFT Charges Payable		331
Zakat Payable		245
Brokerage payable		171
Other Accrued Exp. Payable		120
		<u>57,154</u>

12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2026.

13 AUDITORS' REMUNERATION

Annual audit fee	183
Fee for other certifications	25
Out of pocket expenses and Sindh Sales Tax	42
	<u>250</u>

14 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at June 30, 2026 is 1.31% (annualised) which includes 0.24% (annualised) representing government levies on the Fund such as Sales Taxes etc. The TER limit is as per management fee cap as disclosed in note 8.1 to these financial statements for a collective investment scheme categorised as an 'Money Market 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. Since the Management has distributed the required minimum percentage of income earned by the Fund for the period ended June 30, 2026 to the unit holders in the manner as explained above, no provision for taxation has been made in these financial statements during the period.

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

16 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

- 16.1 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.
- 16.2 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.
- 16.3 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.
- 16.4 Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.
- 16.5 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:

June 30, 2026
(Rupees in '000)

Balances as at period end

Al Meezan Investment Management Limited - Management Company

Management fee payable	4,649
Sindh Sales Tax payable on the remuneration of the Management Company	697
IBFT Charges Payable - IBFT Redemption	321
Formation Cost	618

Central Depository Company of Pakistan Limited - Trustee

Trustee fee payable	2,246
Sindh Sales Tax payable on trustee fee	337
CDS Deposit	100

June 30, 2026
(Rupees in '000)

Meezan Bank Limited

Balance with bank	672,085
Profit receivable on saving account	225
Shariah advisory fee payable	549

Al Meezan Investment Management Limited - Employees Gratuity Fund

Investment of 768,920 units	38,513
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Meezan Exchange Company Private Limited

Investment of 9,320,798 units	466,855
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National Clearing Company of Pakistan Limited

Investment of 601,620 units	30,134
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Directors and Executives of the Management Company

Investment of 947,714 units	47,469
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Transactions during the period

From January
29, 2026 to June
30, 2026
(Rupees in '000)

Al Meezan Investment Management Limited - Management Company

Remuneration of Al Meezan Investment Management Limited - Management Company	122,907
Sindh Sales Tax on the remuneration of the Management Company	18,436
Units issued: 200,000 Units	100,000
Units redeemed: 200,000 Units	100,407

Central Depository Company of Pakistan Limited - Trustee

Remuneration of Central Depository Company of Pakistan Limited - Trustee	6,760
Sindh Sales Tax on remuneration of the Trustee	1,014
CDS charges	23

Meezan Bank Limited

Profit on saving accounts	2,796
Term deposits receipts placed	28,385,000
Term deposits matured	28,385,000
Profit on term deposit receipt	116,334
Shariah advisory fee	549

From January
29, 2026 to June
30, 2026
(Rupees in '000)

Al Meezan Investment Management Limited - Employees Gratuity Fund

Units issued: 768,920 units	39,046
Dividend distribution during the period	884
Capital refund during the period	600

Meezan Exchange Company Private Limited

Units issued: 56,298,085 units	2,871,854
Units redeemed: 46,977,287 units	2,408,662

Pak Kuwait Investment Company (Pvt) Limited

Term deposits receipts placed	18,200,000
Term deposits matured	18,200,000
Profit on term deposit receipt	103,421

National Clearing Company of Pakistan Limited

Units issued: 601,620 units	31,205
Dividend distribution during the period	53
Capital refund during the period	1,109
NCCPL Charges	6

Directors and Executives of the Management Company

Units issued: 5,832,004 units	298,712
Units redeemed: 4,884,290 units	252,181
Dividend distribution during the period	92
Capital refund during the period	532

17 FINANCIAL INSTRUMENTS BY CATEGORY

June 30, 2026	
At amortized cost	At fair value through profit or loss
----- (Rupees in '000) -----	
Financial assets	
Balances with banks	26,712,921
Investments	-
Receivable against conversion of units	14,285,160
Profit receivable and other assets	11,321,923
	271,621
	-
	38,306,465
	14,285,160

June 30, 2026	
At amortized cost	At fair value through profit or loss
----- (Rupees in '000) -----	

Financial liabilities

Payable to Al Meezan Investment Management Limited - Management Company	6,285	-
Payable to Central Depository Company of Pakistan Limited - Trustee	2,583	-
Payable against conversion and redemption of units	1,245,449	-
Accrued expenses and other liabilities	1,571	-
	<u>1,255,888</u>	<u>-</u>

18 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The risk management policy of the Fund aims to maximize the return attributable to the unitholders and seeks to minimize potential adverse effects on the Fund's financial performance.

Risks of the Fund are being managed by the Fund manager in accordance with the approved policies of the Investment Committee which provides broad guidelines for management of risk pertaining to market risks (including price risk, interest rate risk and currency risk) credit risk and liquidity risk. Further, the overall exposure of the Fund complies with the NBFC Regulations, and the directives issued by the Securities and Exchange Commission of Pakistan (SECP).

Risks managed and measured by the Fund are explained below:

18.1 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 interest rates. As of June 30, 2026, the Fund is exposed to such risk on its balances held with banks and investments in certificate of musharakah, corporate sukuks, government securities and term deposit receipts. 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

The Fund's profit rate risk arises from the balances in savings accounts and investments in corporate sukuk and government securities. At June 30, 2026, if there had been increase / decrease of 100 basis points in interest rates, with all other variables held constant, net assets of the Fund for the year then ended would have been higher / lower by Rs 312 million.

The composition of the Fund's investment portfolio and KIBOR rates are expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 2026 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 interest rate sensitivity related to financial assets and financial liabilities as at June 30, 2026 can be determined as follows:

June 30, 2026					
Effective interest rate (%)	Exposed to profit rate risk			Not exposed to profit rate risk	Total
	Up to three months	More than three months and up to one year	More than one year		
----- Rupees in '000 -----					
Financial assets					
Balances with banks	6.75% to 12.55%	26,712,921	-	-	26,712,921
Investments	11.60% to 12.52%	-	14,285,160	-	14,285,160
Receivable against conversion of units		-	-	11,321,923	11,321,923
Profit receivable and other assets		-	-	271,621	271,621
Deposits		-	-	-	-
		26,712,921	14,285,160	-	52,591,625
Financial liabilities					
Payable to Al Meezan Investment Management Limited - Management Company		-	-	6,285	6,285
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	2,583	2,583
Payable against conversion and redemption of units		-	-	2,874,492	2,874,492
Accrued expenses and other liabilities		-	-	1,571	1,571
		-	-	2,884,931	2,884,931
On-balance sheet gap (a)		26,712,921	14,285,160	-	49,706,694
Off-balance sheet financial instruments		-	-	-	-
Off-balance sheet gap (b)		-	-	-	-
Total profit rate sensitivity gap (a+b)		26,712,921	14,285,160	-	
Cumulative profit rate sensitivity gap		26,712,921	40,998,081	40,998,081	

(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 interest 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.

18.2 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 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.

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 period.

The table below summaries the maturity profile of the Fund's financial instruments. The analysis into relevant maturity groupings is based on the remaining year at the end of the reporting year 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

June 30, 2026						
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

Balances with banks	26,712,921	-	-	-	-	26,712,921
Investments	-	9,807,756	4,477,404	-	-	14,285,160
Receivable against conversion of units	11,321,923	-	-	-	-	11,321,923
Profit receivable and other assets	271,621	-	-	-	-	271,621
	38,306,465	9,807,756	4,477,404	-	-	52,591,625

Financial liabilities

Payable to Al Meezan Investment Management Limited - Management Company	6,285	-	-	-	-	6,285
Payable to Central Depository Company of Pakistan Limited - Trustee	2,583	-	-	-	-	2,583
Payable against conversion and redemption of units	1,245,449	-	-	-	-	1,245,449
Accrued expenses and other liabilities	953	-	-	-	-	953
	1,255,270	-	-	-	-	1,255,270

Net financial assets

	37,051,195	9,807,756	4,477,404	-	-	51,336,355
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18.3 Credit risk

- 18.3.1 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. Credit risk arising on the debt instruments is mitigated by investing in rated instruments or instruments issued by rated counterparties of credit ratings of at least investment grade by the recognised rating agencies. The Fund receives a monthly rating update, against which investments are reviewed.

The Fund, however, also invests in unrated instruments based on internal ratings assigned by the Fund manager using an approach that is consistent with the approach used by the rating agencies. Credit risk arising on other financial assets is monitored through a regular analysis of financial position of brokers and other parties. In accordance with the risk management policy of the Fund, the investment manager monitors the credit position on a daily basis which is reviewed by the Board of Directors of the Management Company on a quarterly basis.

The table below analyses the Fund's maximum exposure to credit risk:

	June 30, 2026	
	Balance as per statement of assets and liabilities	Maximum exposure to credit risk
	-----Rupees In '000-----	
Balances with banks	26,712,921	26,712,921
Investments	14,285,160	14,285,160
Receivable against conversion of units	11,321,923	11,321,923
Profit receivable and other assets	271,621	271,621
	<u>52,591,625</u>	<u>52,591,625</u>

The maximum exposure to credit risk before any credit enhancement as at June 30, 2026 is the carrying amount of the financial assets.

18.3.2 Credit quality of financial assets

The Fund's significant credit risk arises mainly on account of its placements in banks and profit receivable thereon, corporate sukuks, certificates of musharakah and receivable against conversion of units and against investments. The credit rating profile of balances with banks is as follows:

Rating	% of financial assets exposed to June 30, 2026
AAA	99.17
AA	0.83
	<u>100.00</u>

Ratings of outstanding investments have been disclosed in related notes to the financial statements. Since, the assets of the Fund are held with credit worthy counterparties, therefore any significant credit risk is mitigated.

18.3.3 Concentration of credit risk

Concentration of credit risk exists when changes in economic and industry factors similarly affect groups of counter parties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. As transactions are entered with credit worthy parties, any significant concentration of credit risk is mitigated.

All financial assets of the Fund as at June 30, 2026 are unsecured and are not impaired.

19 FAIR VALUE MEASUREMENT

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

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

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

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 June 30, 2026, the Fund held the following financial instruments measured at fair values:

	June 30, 2026		
	Level 1	Level 2	Level 3
	(Rupees in '000)		
Corporate Sukuk	-	4,440,000	-
Bai Muajjal	-	9,807,756	-
	-	14,247,756	-

* The carrying value of these securities approximate their fair value since these are short term in nature and are placed with counter parties which have high credit ratings.

Valuation technique used in determination of fair values is as follows:

Item	Valuation technique
Government of Pakistan - Ijarah sukuks - PSX Listed	The fair value of GoP Ijarah sukuks listed on Pakistan Stock Exchange has been determined through closing rates of Pakistan Stock Exchange.
Government of Pakistan - Ijarah sukuks - Other than PSX Listed	The fair value of other GoP Ijarah sukuks are derived using PKISRV rates. The PKISRV rates are announced by FMA (Financial Market Association) through Reuters. The rates announced are simple average of quotes received from eight different pre-defined / approved dealers / brokers.
Corporate sukuk certificates	The valuation has been determined through closing rates announced by FMA (Financial Market Association) through Reuters.

There were no transfers between levels during the period.

20 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 has historically maintained and complied with the requirements of minimum fund size at all times.

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 20, the Fund endeavors 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.

21 UNIT HOLDING PATTERN OF THE FUND

Category	June 30, 2026		
	Number of unit holders	Investment amount	Percentage
(Rupees in '000)			
Associated Bank/DFI	1	38,513	0.08
Directors	1	1,309	0.00
Individuals	10,839	39,583,929	77.20
Insurance Companies	1	54,395	0.11
Other Corporates	75	8,344,916	16.27
Retirement funds	27	1,382,824	2.70
Trusts/NGOs/Societies/Foundations/Charities	10	1,871,206	3.65
	10,954	51,277,092	100

22 LIST OF TOP TEN BROKERS BY PERCENTAGE OF COMMISSION PAID (Percentages)

Vector Securities (Private) Limited	23.24%
Arif Habib Limited	20.33%
Magenta Capital (Private) Limited	18.45%
Continental Capital Management Private Limited	9.36%
Currency Market Associates (Pvt.) Ltd	8.09%
Paramount Capital (Private) Limited	3.84%
ICON Capital Management Private Limited	1.73%
BMA Capital Management Limited	0.99%
Invest One Markets Limited	0.99%
Chase Securities Pakistan (Private) Limited	0.20%

23 DETAILS OF MEMBERS OF THE INVESTMENT COMMITTEE

Following are the details in respect of members of the Investment Committee of the Fund:

Name	Designation	Qualification	Overall experience
Mr. Imtiaz Gadar, CFA	Chief Executive Officer	CFA / MBA	Twenty Three years
Mr. Muhammad Asad	Chief Investment Officer	CFA level II / MBA	Thirty years
Mr. Ahmed Hassan	Head of Equity	CFA / MBA	Nineteen years
Ms. Amreen Soorani	Head of Research	FCCA	Sixteen years
Mr. Faizan Saleem	Head of Fixed Income	CFA level II / MBA	Nineteen years
Mr. Asif Imtiaz	VP Investments	CFA / MBA	Eighteen years
Mr. Akhtar Munir	Head of Risk Management	CFA / FRM, ACCA, FCMA & MBA	Thirteen years
Mr. Ali Khan	Head of Product Development	CFA / FRM / MBA	Seventeen years
Mr. Wahaj Ahmed	VP Investments	MBA	Fourteen years
Mr. Saad Idrees	Senior Manager	MS Economics	Six years
Mr. Zohaib Jawaid	Senior Manager	CFA / BBA	Five years

The Fund manager of the Fund is Mr. Faizan Saleem. Other Funds being managed by the Fund Manager are as follows:

- Meezan Daily Income Fund
- Meezan Tahaffuz Pension Fund
- Meezan GOKP Pension Fund
- Meezan Islamic Income Fund
- Meezan Cash Fund
- Meezan Sovereign Fund
- Meezan Rozana Amdani Fund
- Meezan Fixed Term Fund

24 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

The dates of the meetings of the Board of Directors of the Management Company of the Fund and the attendance of its members are given below:

Name of Directors	Designation	Meeting held on				Total Meetings Attendance
		August 18, 2025	October 28, 2025	January 30, 2026	April 13, 2026	
Mr. Irfan Siddiqui	Chairman	Yes	Yes	Yes	Yes	4
Ms. Ayesha Umer	Non-Executive	Yes	Yes	Yes	Yes	4
Ms. Danish Zuberi	Independent Director	Yes	Yes	Yes	Yes	4
Mr. Feroz Rizvi	Independent Director	Yes	Yes	Yes	Yes	4
Mr. Furquan Kidwai	Independent Director	Yes	Yes	Yes	Yes	4
Mr. Imtiaz Gadar	Chief Executive Officer	Yes	Yes	Yes	Yes	4
Mr. Saad Ur Rahman Khan	Non-Executive	Yes	Yes	Yes	Yes	4
Ms. Shazia Khurram	Non-Executive	Yes	Yes	Yes	Yes	4
Mr. Syed Amir Ali	Non-Executive	Yes	Yes	No	Yes	3
Mr. Syed Imran Ali Shah*	Non-Executive	Yes	Yes	Yes	Yes	4

* Syed Imran Ali Shah resigned from the Board on May 21, 2026.

25 GENERAL

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

26 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on **August 18, 2026** by the Board of Directors of the Management Company.

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

Chief Executive Officer

Chief Financial Officer

Director

PERFORMANCE TABLE
MEEZAN ISLAMIC ASAAN CASH FUND

	MIACE
	2026
Net assets (Rs. '000) (ex-distribution)	51,277,092
Net assets value / redemption price per unit as at June 30 (Rs.) (ex-distribution)	50.0874
Offer price per unit as at June 30, (Rs.) (ex-distribution)	50.0874
Highest offer price per unit (Rs.)	51.9865
Lowest offer price per unit (Rs.)	50.0000
Highest redemption price per unit (Rs.)	51.9865
Lowest redemption price per unit (Rs.)	50.0000
Distribution (%)	
Interim	4.0152
Final	
Date of distribution	24-Jun-26
Interim	
Final	
Income distribution (Rupees in '000)	91,024
Growth distribution (Rupees in '000)	426,177
Total return (%)	10.02
	One Year
Average annual return as at June 30, 2026 (%)	10.02

Past performance is not necessarily indicative of future performance and unit prices and investment returns may go down, as well as up.