

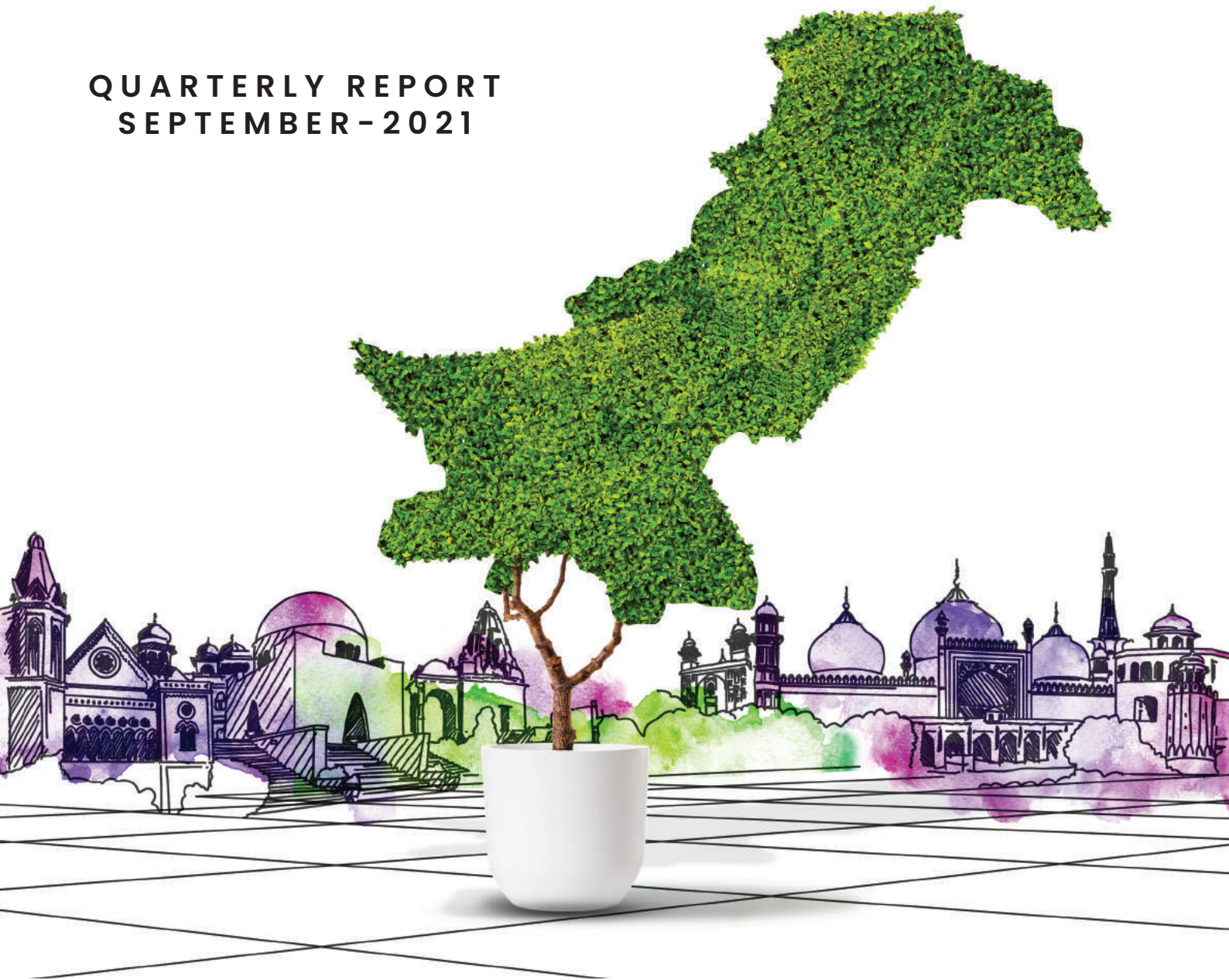


Al Meezan
Investment Management Ltd.

AM1
Rating by VIS & PACRA

INVEST IN THE **GROWTH POTENTIAL** OF PAKISTAN

QUARTERLY REPORT
SEPTEMBER - 2021



FUNDS

Meezan

Islamic Fund

Al Meezan

Mutual Fund

KSE-Meezan

Index Fund

Meezan

Energy Fund

Meezan

Pakistan Exchange Traded Fund

Meezan

Balanced Fund

Meezan

Asset Allocation Fund

Meezan

Dedicated Equity Fund

Meezan

Gold Fund

Meezan

Islamic Income Fund

Meezan

Sovereign Fund

Meezan

Daily Income Fund

Meezan

Cash Fund

Meezan

Rozana Amdani Fund

Meezan

Financial Planning Fund of Funds

Meezan

Strategic Allocation Fund

Meezan

Strategic Allocation Fund-II

Meezan

Strategic Allocation Fund-III

Meezan

Tahaffuz Pension Fund

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MIF	AMMF	KMIF	MEF	MPETF	MBF	MAAF	MDEF	MGF	MIIF	MSF	MDIF	MCF	MRAF	MFPF	MSAF	MSAF-II	MSAF-III	MTPF
38	55	70	85	100	114	132	148	164	178	197	211	232	246	264	286	312	332	345
39	56	71	86	101	115	133	149	165	179	198	212	233	247	264	287	313	333	346
40	57	72	87	102	116	134	150	166	180	199	213	234	248	267	289	315	334	347
41	58	73	88	103	117	135	151	167	181	200	214	235	249	269	291	317	335	348
42	59	74	89	104	118	136	152	168	182	201	215	236	250	270	292	318	336	349
43	60	75	90	105	119	137	153	169	183	202	216	237	251	272	296	320	337	-
44	61	76	91	106	120	138	154	170	184	203	217	238	252	274	298	322	338	352



Al Meezan
Investment Management Ltd.

WHO WE ARE

We began our journey in 1995. The objective of the journey was simple, to bring Shariah Compliant investment options to the people of Pakistan. In over 26 years since then, Al Meezan Investment Management Limited, due to the trust our customers hold in us, has now become the Largest Shariah Compliant Asset Manager in Pakistan. With an innate culture of innovation and the purpose of making Shariah Compliant investing every Pakistani's first investment avenue of choice, Al Meezan has achieved assets under management base of over Rs. 189 Billion (as on June 30, 2021).

As Pakistan's only full-fledged
Shariah Compliant Asset Management Company
with the sole mandate to provide Shariah Compliant
investment solutions to our valued clients, we have
enabled our customers towards achieving their
financial objectives.

Al Meezan offers a full breadth of Shariah Compliant investment solutions ranging from equity, sector, balanced, asset allocation, fixed income, money market, capital preservation, fund of funds, commodity, exchange traded and voluntary pension schemes. Depending on each investor's need, we provide expert guidance enabling them to reach their financial goals.





Al Meezan
Investment Management Ltd.

OUR CORE VALUES

Our Core Values are the 5 pillars of our foundation. They reflect and reinforce our character and standing as an organization. These values depict the paradigm of our internal and external expectations: Our dealings with members of the organization, our customers, the shareholders and the communities we serve. Our corporate culture is based on these values and serves as a beacon of guidance for all our employees.



Our values are not about what we do or how we do it in fact they are about who we are and why we exist. These values, which fuel our drive to achieve newer milestones at every step of our journey to success are:



SHARIAH COMPLIANCE

We ensure that all business operations and activities are Shariah Compliant. As a Shariah Compliant entity we are also accountable for ensuring that rulings and decisions made by the regulators, Shariah Board and Shariah Advisors are complied with across the organization.

ETHICAL STANDARDS

We practice high ethical standards at work and in our services. Maintaining high ethical standards in the workplace translates in prioritizing the interest of the client, acting with integrity, competence and diligence, and respecting our dealings with the public, clients, prospective clients and colleagues.



PROFESSIONAL EXCELLENCE

Professional excellence is about achieving excellence as an employee. It is at the core of being a “professional.” Ensuring our approach to work and the people we work with – supervisors, colleagues and/or customers – is in a professional and respectful manner.

SERVICE EXCELLENCE

Service excellence is an attitude engrained in every department and employee. From support staff to the CEO, we simply go beyond delivering products and helping customers achieve their financial objectives. It is essential that we provide a unique customer experience by proactively anticipating and exceeding customers’ needs every time. Excellence is a consistent, premium service at every point of contact which is set by our service-oriented tone that drives our company’s strategy at every level.



SOCIAL RESPONSIBILITY

We work in an ethical framework, which suggests that as an entity we have an obligation to act for the benefit of our society at large. We want to contribute towards sustainable development not only through our products but also through the way we conduct business.



Al Meezan
Investment Management Ltd.

VISION



To make

Shariah Compliant Investing

a first choice for investors.

MISSION



To establish **Al Meezan** as a
leading and trusted brand
for savings and investments by offering
innovative Shariah Compliant investment solutions
through ethical conduct, value added services & optimal
returns, while protecting the interest of all stakeholders.

OUR **BRANCH** NETWORK





◆ **FTC Branch, Karachi:**

Ground Floor, Finance and Trade Centre,
Shahrah-e-Faisal, Karachi
Tel: (92-21) 111-633-926, 35630722-26

◆ **Sales Hub, Karachi:**

Banglow # 43-5-E/2, Shah Abdul Latif Road,
PECHS Block 6, Karachi.
Tel: (92-21) 34559262-5

◆ **North Nazimabad Branch, Karachi:**

Shop # G-1, G-2, Ground Floor, Ajwa
Residency, B-1, Block-L, North Nazimabad,
Karachi
Tel: (92-21) 36641491-4

◆ **Bahadurabad Branch, Karachi:**

Shop # 4, Ground floor, Adam Arcade,
B.M.C.H Society, Shaheed-e-Millat Road,
Block #3, Karachi
Tel: (92-21) 34923112-6

◆ **DHA Branch, Karachi:**

Shop # 01 Ground Floor, Sunset Commercial
St-02, Khayaban e Jami, Near Baitussalam
Masjid, Phase IV, D.H.A Karachi.
Tel: (92-21) 35802411-4

◆ **Gulshan-e-Iqbal Branch, Karachi:**

Shop # 02, Ground Floor, Shelozon Center,
Block 15, Gulshan-e-Iqbal Karachi.
Tel: (92-21) 34990491-4

◆ **Site Area Branch, Karachi:**

Shop # 05, plot # B/9-D, Main Estate
Avenue, Site Area Karachi.
Tel: (92-21) 32570051-4

◆ **DHA, Badar Commercial Branch, Karachi:**

Plot # 8C, Shop # 03 , Street # 10, Badar
Commercial, DHA phase V, Karachi.
Tel: (92-21) 35171381-4, 021-37131680-1,
021-37131683-4

◆ **Gulistan-e-Jauhar Branch, Karachi:**

Plot # B11, Shop # 06, Ground Floor, Alam
Shah Bukhari Apartment (Right Opposite
Hilltop Banquet Hall), Block -19,
Gulistan-e-Jauhar, Karachi.
Tel: (92-21) 34187181-84

◆ **Clifton Branch, Karachi:**

Shop # 3, ground Floor, Plot # D-39 , Tabba
Tower Gizri Road, Karachi
Tel: (92-21) 35155219, 021-35155220
021-35155221

◆ **Hyderabad Branch:**

Shop # A-1, 1 & 2, Mezzanine Floor Shifa
Heaven, Main Auto Bhan Road Hyderabad
Tel:(92-22) 3821277-80

◆ **Gulberg Branch, Lahore:**

Ground Floor, Leeds Centre, Gulberg III
Main Boulevard, Lahore
Tel: (92-42) 111-633-926, 042-35783608-12
042-32560548

◆ **DHA Branch, Lahore:**

1st Floor, Meezan Bank T Block Branch, Plot
No. 7, CCA-2, T Block, Phase II, DHA Lahore
Tel: (92-42) 35747060-3, 042-32560125

◆ **Johar Town Branch, Lahore:**

Plot No.39, Block-L, M.A. Johar Town
Scheme, Abdul Haq Road, Lahore
Tel: (92-42) 35290585-6, 042-35290588

◆ **Islamabad Branch:**

Office No 7 Ground Floor, Buland Markaz
Jinnah Avenue Blue Area, Islamabad
Tel: (92-51) 2801471-73

◆ **Rawalpindi Branch:**

Plot # 17, Zubair Plaza, 1st Floor, Chaklala
Scheme III, Main Commercial Area
Rawalpindi Cantt, Rawalpindi
Tel: (92-51) 5766364-6

◆ **Faisalabad Branch (Susan Road) :**

Shop # 27, First Floor Plot # 27, Susan Road
Near Chenab Market Faisalabad
Tel: 041-8503267, 041-8503268
041-8503269, (92-41)5250001

◆ **Peshawar Branch:**

Office No 6-D, Ground Floor, 6 Saddar Road
, Peshawar Cantt, Peshawar
Tel: (92-91) 5271911-14

- ◆ **Multan Branch:**
1st Floor, Meezan Bank Rasheedabad
Chowk Branch, Aneesa Plaza Rasheedabad
Chowk, Khanewal Road Multan.
Tel: (92- 61) 6305911-5
- ◆ **Abbottabad Branch:**
Office No 2, 3rd Floor Zaman Plaza, Near
Ayub Medical Complex, Mansehra Road,
Abbottabad.
Tel: (0992)-414123-24
- ◆ **Gujranwala Branch:**
Ground Floor, 387-A, Model Town,
Gujranwala
Tel: (92-55) 842205-8
- ◆ **Swat Branch:**
Mezzanine Floor, Sultan e Room Plaza,
Main G.T Road, Mingora Swat
Tel: (92-946) 714023-6

- ◆ **Sialkot Branch:**
Second floor Meezan Bank, Qayum plaza,
Aziz Shaheed Road, Sialkot Cant, Sialkot
Tel: (92-52) 4290460-2
- ◆ **Gujrat Branch:**
P-1037, Ground Floor, G.T Road,
IX Block, Gujrat
Tel: (92-53) 3724766-67
- ◆ **Bahawalpur Branch:**
Shop # 27, Ground Floor Liberty Square,
Fuji Basti Chowk, Airport Road,
Bahawalpur Cantt
Tel: (92-301) 1121912
- ◆ **Quetta Branch:**
1st floor Mega Trade Center, Ward No.18,
Tappa Urban No.1, Shahrah-e-iqbal,
Manan Chowk, Tehsil & District Quetta
Tel: (92-81) 2824156-58





DIRECTORS' REPORT – FUNDS UNDER MANAGEMENT COMPANY

The Board of Directors of Al Meezan Investment Management Limited is pleased to present the financial statements of the following open-end funds and a voluntary pension scheme for the period ended September 30, 2021.

Equity Funds

- Meezan Islamic Fund
- Al Meezan Mutual Fund
- KSE-Meezan Index Fund
- Meezan Pakistan Exchange Traded Fund
- Meezan Dedicated Equity Fund

Sector Specific Fund

- Meezan Energy Fund

Income Funds

- Meezan Islamic Income Fund
- Meezan Sovereign Fund
- Meezan Daily Income Fund

Money Market Fund

- Meezan Cash Fund
- Meezan Rozana Amdani Fund

Balanced Fund

- Meezan Balanced Fund

Funds of Funds

- Meezan Financial Planning Fund of Fund
- Meezan Strategic Allocation Fund
- Meezan Strategic Allocation Fund-II
- Meezan Strategic Allocation Fund-III

Commodity Fund

- Meezan Gold Fund

Asset Allocation Fund

- Meezan Asset Allocation Fund

Pension Fund

- Meezan Tahaffuz Pension Fund



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Economic Review

During the first quarter of FY22, apart from the external account, all major macroeconomic indicators continued to show moderate improvement. In this respect, most high-frequency domestic demand indicators such as sales of automobiles, petroleum, and cement along with electricity generation continue to depict significant improvement. The SBP expects the GDP growth during FY22 to be between 4-5%, which will be the highest economic growth rate in current regime.

During the first quarter of fiscal year, inflation averaged 8.6% YoY from 8.8% during the same period last year, within the projected range of 7.0%-9.0%, as guided by the State Bank of Pakistan. Core inflation readings remained soft around 6.5% during the period, which indicates that demand-side pressures in the economy remained under control. However, the SBP increased the policy rate by 25bps to 7.25% in the September Monetary Policy meeting, in order to reign in the widening imbalances in the external account. This was the first increase since the onset of COVID-19, where the decision showed that the SBP considered the pandemic to be a more manageable risk for Pakistan, given infection ratio fell below 4% by the end of September and more than 70% of the adult population has had at least the first dose of vaccination.

The Current Account balance swelled to USD 2.3 billion during July-August 2021 from a surplus of USD 0.8 billion during same period last year. While Remittances and Goods Exports continued to clock in near all-time levels of around USD 2.7 billion and USD 2.3 billion per month, respectively. There was 68% YoY growth in Goods Imports to over USD 6.0 billion per month, which worsened the Current Account balance. The sharp growth in Imports was because of broad-based growth in the Economy, led by imports of machinery, petroleum, food and chemicals; this was exacerbated by a surge in international commodity prices, including that of crude oil. As a result, the PKR depreciated about 8% against the USD during the quarter and closed at a level of 170.7/USD. The devaluation occurred despite the SBP holding record level of Forex reserves of USD 19- 20 billion during the quarter; as the SBP has significantly reduced intervention in the currency market and was using the exchange rate to be the first line of defense against external account pressures, before adjusting the monetary policy. The government has complemented the rate hike with measures to discourage non-essential or luxury imports.

The fiscal side, however, seemed more promising, where FBR tax collection surged 38% YoY to PKR 1.395 trillion during 1QFY22, predominantly on the back of significantly higher imports, which contributed 52% of the collection, aided further by the overall economic growth. Meanwhile, there has been minimal slippages on the expenditure side; the development expenditure remains moderate as hitherto the government has smartly incentivized the private sector to lead construction activity. Pakistan government targets to further improve its fiscal performance in FY22, which will be corroborated by the resumption of IMF EFF program following negotiations between the government and IMF in October 2021. The Finance Minister in particular has expressed his resolve to continue the program, even if it entails tough measures such as power tariff hikes.

Money Market Review

SBP in its latest monetary policy meeting decided to raise the policy rate by 25bps and keep it at 7.25% for the next two months. The central bank cited rising inflation number, increasing pressure on current account and currency devaluation as the main drivers for this change in the policy rate. During the start of fiscal year, money market participants expected no change in the monetary stance of the central bank, which was also evident from the secondary market T-bills and PIB yields, that showed a decline in the range of 5bps to 25bps. However, after the reversal in monetary stance of SBP, the secondary market yields adjusted sharply to reflect the change in policy rate. During the 1QFY22, KIBOR rates witnessed an increase in the range of 33 bps to 85 bps, whereby 3-months, 6-months and 12-months KIBOR rates were up by 33bps, 46 bps and 85

bps, clocking in at 7.78%, 8.15% and 8.93%, respectively. On the other hand, in the secondary market, both T-bills and PIB yields also showed an upward trend. PIB yields rose in the range of 45 bps to 75 bps, whereby 3-year bond yield closed at 9.72% (up by 73 bps), 5-year bond yield closed at 9.95% (up by 46 bps), and 10-year bond yield closed at 10.45% (up by 51 bps). In the shorter tenor, government paper yields were up in the range of 30 bps to 90 bps. On the liquidity front, the money market remained stable due to continuous Open Market operations (OMO) injections from SBP, where the Central Bank ensured that the overnight money market remains close to the policy rate. During FY22 so far, SBP borrowed Rs. 3.15 trillion through T-Bills against the maturity of Rs. 3.90 trillion. On the other hand, SBP accepted Rs. 566 billion through long term PIBs (Fixed + Floater) against the maturity of Rs. 1 trillion.

On the Shariah Compliant instrument front, GoP Ijarah/Sukuk prices also showed an upward trend due to immense interest shown by Islamic Market participants. The table below summarizes details of Ijarah/Sukuk:

Ijarah	Type	Coupon	Next Reset	Issue Size (bn)	Maturity	Reval			Change
						30-Jun	30-Sep	YTM	
XX	Floater	6.40%	30-Oct-21	76.39	30-Apr-25	97.12	97.80	7.40%	0.68
XXI	Floater	7.47%	29-Nov-21	74.62	29-May-25	100.63	100.76	7.59%	0.13
XXII	Floater	7.47%	24-Jun-21	47.24	24-Jun-25	100.60	100.83	7.57%	0.23
XXIII	Floater	7.32%	29-Jan-22	186.91	29-Jul-25	100.50	100.61	7.51%	0.11
XXIII	Fixed	8.37%	N/A	44.60	29-Jul-25	99.48	99.89	8.40%	0.41
XXIV	Floater	7.48%	9-Dec-21	227.26	9-Dec-25	100.92	101.06	7.53%	0.14
XXIV	Fixed	9.45%	N/A	8.25	20-Jan-26	101.23	101.25	9.09%	0.02
PES I	Floater	8.34%	1-Mar-22	200.00	1-Mar-29	106.75	106.75	7.54%	0.00
PES II	Floater	7.59%	21-Nov-21	199.97	21-May-30	100.80	101.50	7.58%	0.70
Total				1,065.22					

The central bank also conducted the much awaited GoP Ijarah auction during the month of September after a gap of seven months. The market participants welcomed this auction with heavy participation of Rs 247bn against a target of Rs. 100bn. SBP also supported the Islamic side of money market by accepting Rs. 203bn in both Floating Rate and Fixed Rate Ijarah and maintained the cut-off spread of minus 10bps for the Floating Rate Ijarah and for Fixed Rate Ijarah the cut-off clocked in at 9.70% (+0.25%). The corporate sector continued facing some challenges in raising money through long tenor Sukuk, however, an increase in the issuance of shorter tenor instruments was witnessed which played a crucial role in absorbing some portion of excess liquidity available with Islamic institutions.

Equity Review

During first quarter of FY22, the market remained under pressure with the KMI-30 index shedding 5.6% during the quarter to close at 72,316 points, while the KSE-100 index dropped by 5.2%, to reach at 44,900 points.

The market remained range bound during the first two months of the quarter; where, expectation of strong corporate result defied the worsening of Current Account deficit and rising Covid cases, thus limiting the market fall. The KSE-100 touched its peak level of the period in late-August, at 48,112 points. Subsequently, the downgrade of Pakistan by MSCI from Emerging Market (EM) to Frontier Market (FM) amid emerging macroeconomic concerns and signs of weakening of US-Pakistan relations, led to the worst market rout of the year in September where the KSE-100 Index fell by 5.3%. Active Covid cases rose initially during the quarter from around 31,000 at June end to its peak of around 95,000 as the country experienced its fourth wave of Covid-19. However, due to timely restrictions placed by the government and substantial increase in rate of vaccination, active cases declined substantially to around 48,000 level at September end, with infection ratio declining to around 3% from peak 9% witnessed during the quarter.



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With external account pressure building up due to rising current account deficit during the quarter, PKR witnessed hefty devaluation of around 8% versus USD, while the SBP also shifted from its accommodative monetary policy stance, in place since the advent of Covid-19, by raising policy rate by 25bps to 7.25%. The MPC noted that over the last few months the burden of adjusting to the rising current account deficit had fallen primarily on the exchange rate and it was appropriate for other adjustment tools, including interest rates, to also play their due role.

In a widely expected outcome, the MSCI on September 07, 2021, announced its decision to downgrade Pakistan to FM status with effect during its November review, as Pakistan had a negligible weight of 2bps in MSCI EM Index. The reason for reclassification is the steady decline in market capitalization of Pakistan constituents since 2017 leading towards ineligibility on meeting the criteria in the market classification framework for EM. Although the index continuity rule had been applied for MSCI Pakistan since November 2018 to artificially maintain the MSCI Pak index in EM, none of the three companies in MSCI EM has met the EM classification framework since November 2019.

Trading activity in the market declined significantly during the first quarter of FY22. Total volumes traded in the KMI-30 index stocks dipped by 71% YoY to 50 million shares, while volumes in the KSE-100 index stocks decreased by 53% to 141 million shares. Meanwhile, valuations of the overall market remained attractive, around 5.3x forward P/E, below the historical mean level of about 8.4x. After witnessing slowdown in corporate profitability during peak Covid-19 quarters of March and June 2020, the corporate profitability has witnessed a healthy surge since then. We have witnessed strong corporate results during the June-21 quarter, with decent cash payouts as well. The allure of equities over the fixed income asset class remains; this is depicted by the substantial difference between the market's earnings yield and the yield on benchmark government securities despite the recent rise in fixed income yields.

On the global front, flows into MSCI EM remained upbeat with inflows of USD 3.9bn into EM asset classes, which is in continuation of inflows of USD 41.5 billion through EM ETFs in last fiscal year. Flows continued to remain concentrated in Equities, which attracted USD 3.2 billion, deployed across key EM markets. The MSCI EM Index was under pressure during the first quarter FY22 despite continued inflows into the EMs with the index losing 9% in USD terms during the period; however, the MSCI World Index sustained its position and remained relatively unchanged during the quarter under review. Unabated rise in key inputs, namely, coal, RLNG and oil, is expected to keep the key EM and DM economies under stress as inflationary pressures mount. Supply shortages in key products and commodities were quite visible in the first quarter FY22 as demand normalized back to pre-Covid levels while COVID restrictions in some key supply centers disrupted global supply chains. International oil prices continued to rise with Brent surging by 5% during first quarter FY22 on the back of supply shortages and unwillingness of oil producers to raise production levels. Brent crude ended the period at USD 78.5 per barrel.

Major contributors to the Index:

Among the key sectors, Technology, Textile and Commercial Banks were the best performing sectors. The top contributing stocks in the KMI-30 index during first quarter FY22 were:

Major Positive Contributors to the Index	Contribution to KMI-30 (Points)	Total Return (%)
Meezan Bank Ltd	1,321	40.45
Systems Ltd	1,057	28.79
Engro Polymer & Chemicals Ltd	318	29.42
Engro Fertilizers Ltd	178	5.01

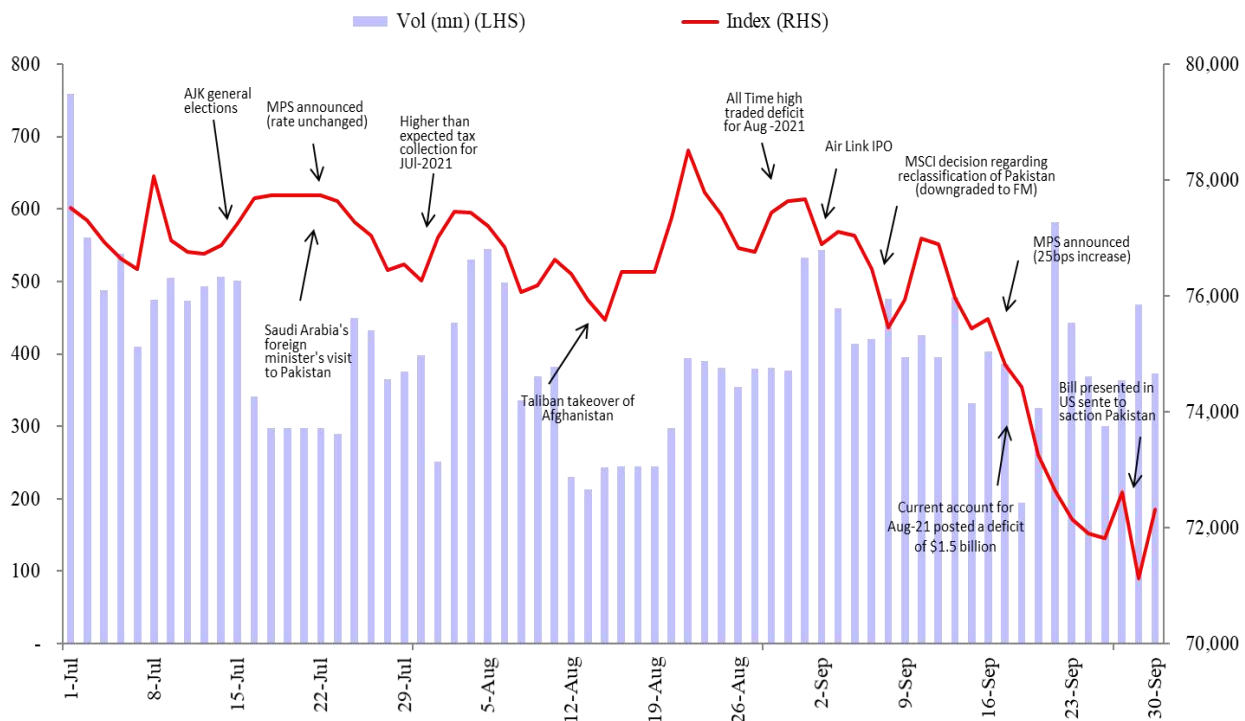
On the flip side, Refineries, Cement and Oil & Gas Exploration sectors were amongst the worst performing sectors. The key laggards in the KMI-30 index during the period were:

<u>Major Negative Contributors to the Index</u>	<u>Contribution to KMI-30 (Points)</u>	<u>Total Return (%)</u>
Lucky Cement Ltd	-1,494	-18.59
Pakistan Petroleum Ltd	-736	-15.57
Oil & Gas Development Co Ltd	-643	-12.94
Unity Foods Ltd	-636	-31.77

Equity Flows

Foreigners again remained net sellers during the first quarter of FY22, generating a total net outflow of around USD 83.4 million. Sell off mainly concentrated in the Commercial Banking (USD 46.3 million), Cement (USD 12.0 million) and Fertilizer (USD 4.5 million). In line with trends recently, Individuals continued to support the market with fresh inflows of USD 32.5 million. This was followed by significant buying by others (mainly government pension funds) and Banks/DFI of USD 26.8 million and USD 21.3 million, respectively. Broker prop books remained main sellers of stocks with a total outflow of USD 15.0 million worth of securities. Mutual Funds activity remained subdued with marginal selling of USD 7.4 million.

The following graph shows the movement of the KMI-30 during the period and key driving factors:



Mutual Fund Industry Review

During the first two months of FY22, AUMs of the Mutual Funds industry increased by 1.6% to Rs. 1,066 bn. Shariah Compliant AUMs increased by 1.1% to Rs. 444 bn which brings the share of Shariah Compliant funds at 41.7% in the industry. Al Meezan's share in the Mutual Funds industry stood at 16.2%; while amongst the Shariah Compliant Funds, it had a share of 38.8% as of August 31, 2021. Meezan Tahaffuz Pension Fund market share in the Pension Fund category stood at 34.8% while amongst the Shariah Compliant Funds, it held 52.9% market share by end of August. 2021.

Performance Review (Funds)

The table provided below depicts a summary of 1QFY22 performance of funds under our management:

Funds	Type	Net Assets Rs. in millions	Growth in Net Assets for 1QFY22 (%)	Returns for 1QFY22 (%)	Benchmark for 1QFY22 (%)	
Equity Funds						
Al Meezan Mutual Fund (AMMF)	Equity	4,471	-9.09	-2.7	-5.6	
Meezan Islamic Fund (MIF)	Equity	32,264	-5.87	-2.7	-5.6	
KSE Meezan Index Fund (KMIF)	Equity	2,776	2.94	-5.2	-5.6	
Meezan Energy Fund (MEF)	Equity	507	-13.21	-6.6	-5.6	
Meezan Dedicated Equity Fund (MDEF)	Equity	885	-12.87	-4.6	-5.6	
Fixed Income Funds						
Meezan Islamic Income Fund (MIIF)	Income	30,219	10.91	8.3	3.1	
Meezan Daily Income Plan - I*	Income	2,282	-	7.1	3.1	
Meezan Cash Fund (MCF)	Money Market	13,412	-1.07	7.9	3.3	
Meezan Sovereign Fund (MSF)	Income	10,743	8.09	9.5	3.1	
Meezan Rozana Amdani Fund (MRAF)	Money Market	47,835	-35.97	7.8	3.3	
Balanced Fund						
Meezan Balanced Fund (MBF)	Balanced	4,620	-1.98	-1.2	-2.3	
Exchange Traded						
Meezan Pakistan Exchange Traded Fund (MZNP-ETF)	Exchange Traded	81	105.16	-13.6	-13.2	
Fund of Funds						
Meezan Financial Planning Fund of Fund						
Aggressive	Fund of Fund	343	-1.54	0.01	-4.0	
Moderate		166	13.78	1.2	-2.4	
Conservative		229	2.23	1.7	-0.8	
MAAP-I		159	2.04	3.0	-4.0	
Meezan Strategic Allocation Fund						
MSAP-I	Fund of Fund	617	-8.34	-0.6	-4.0	
MSAP-II		409	-9.65	-1.2	-4.1	
MSAP-III		409	-18.26	-1.6	-4.0	
MSAP-IV		173	-18.77	-0.7	-4.0	
MSAP-V		61	-2.69	-1.6	-4.1	
MSAP-MCPP-III		257	-3.09	1.3	-0.4	
Meezan Strategic Allocation Fund - II						
MSAP-II -MCPPIV		Fund of Fund	746	-2.74	-0.6	-2.1
MSAP-II -MCPPIV			90	-4.31	1.5	-0.2
MSAP-II -MCPPIV			88	-4.97	2.3	0.8
MSAP-II -MCPPIV	102		-2.12	1.7	0.4	
MSAP-II -MCPPIV **	31		-10.85	1.7	0.5	
Meezan Strategic Allocation Fund - III						
MSAP-II -MCPPIV	Fund of Fund	95	-4.49	-0.8	-2.1	
Commodity Fund						
Meezan Gold Fund (MGF)	Commodity	487	-0.03	0.1	-0.2	
Asset Allocation Fund						
Meezan Asset Allocation Fund (MAAF)	Asset Allocation	1,505	-10.02	-4.8	-4.7	
Pension Fund Scheme						
Meezan Tahaffuz Pension Fund	Pension Fund Scheme					
Equity sub Fund		5,278	-4.24	-2.6	NA	
Debt sub Fund		4,466	3.03	8.4		
Money Market sub Fund		3,440	1.80	7.3		
Gold Sub Fund		120	-10.82	-0.3		
* Launched September 13, 2021, ** Matured on August 27, 2021						



Meezan Islamic Fund

The net assets of Meezan Islamic Fund (MIF) as at September 30, 2021 stood at Rs. 32,264 million compared to Rs. 34,274 million at the end of June 30, 2021, a decrease of 6%. The net asset value (NAV) per unit as at September 30, 2021 was Rs. 61.6634 in comparison to Rs. 63.3761 per unit as on June 30, 2021 translating into negative return of 2.7% during the period compared to the benchmark negative return of KSE Meezan Index (KMI 30) of 5.6%.

Al Meezan Mutual Fund

The net assets of Al Meezan Mutual Fund (AMMF) as at September 30, 2021 were Rs. 4,471 million compared to Rs. 4,918 million at the end of June 30, 2021, a decrease of 9%. The net asset value (NAV) per unit as at September 30, 2021 was Rs. 17.1627 compared to Rs. 17.6466 per unit on June 30, 2021 translating into negative return of 2.7% during the period compared to the benchmark negative return of KSE Meezan Index (KMI 30) of 5.6%.

KSE Meezan Index Fund

The net assets of KSE Meezan Index Fund (KMIF) as at September 30, 2021 were Rs. 2,776 million compared to Rs. 2,697 million at June 30, 2021, an increase of 3%. The net asset value (NAV) per unit at September 30, 2021 was Rs. 69.0735 as compared to Rs. 72.8711 per unit on June 30, 2021 translating into a negative return of 5.2% during the period compared to the benchmark negative return of KSE Meezan Index (KMI 30) of 5.6%.

Meezan Dedicated Equity Fund

The net assets of Meezan Dedicated Equity Fund (MDEF) as at September 30, 2021 were Rs. 885 million compared to Rs. 1,015 million at June 30, 2021, a decrease of 13%. The net asset value per unit (NAV) at September 30, 2021 was Rs. 44.7274 as compared to Rs. 46.9066 per unit on June 30, 2021 translating into a negative return of 4.6% during the period compared to the benchmark negative return of KSE Meezan Index (KMI 30) of 5.6%.

Meezan Energy Fund

The net assets of Meezan Energy Fund (MEF) as at September 30, 2021 were Rs. 507 million compared to Rs. 584 million in June 2021, a decrease of 13%. The net asset value (NAV) per unit as at September 30, 2021 was Rs. 32.0211 as compared to Rs. 34.2992 per unit on June 30, 2021, translating into a negative return of 6.6% during the period compared to the benchmark negative return of KSE Meezan Index (KMI 30) of 5.6%.

Meezan Pakistan Exchange Traded Fund

The net assets of Meezan Pakistan Exchange Traded Fund (MPETF) as at September 30, 2021 were Rs. 81 million compared to Rs. 39 million in June 2021, an increase of 107%. The net asset value (NAV) per unit as at September 30, 2021 was Rs. 8.9358 per unit as compared to Rs. 10.3387 translating into a negative return of 13.6% during the period compared to the benchmark negative return of MZNPI of 13.2%.

Meezan Asset Allocation Fund

The net assets of Meezan Asset Allocation Fund (MAAF) as at September 30, 2021 were Rs. 1,505 million compared to Rs. 1,672 million at June 30, 2021, a decrease of 10%. The net asset value (NAV) per unit as at September 30, 2021 was Rs. 47.1081 as compared to Rs. 49.4600 per unit on June 30, 2021 translating into a negative return of 4.8% during the period compared to the benchmark negative return of 4.7%.



Meezan Islamic Income Fund

The net assets of Meezan Islamic Income Fund (MIIF) as at September 30, 2021 were Rs. 30,219 million compared to Rs. 27,246 million at June 30, 2021, an increase of 11%. The net asset value (NAV) per unit as at September 30, 2021 was Rs. 52.5521 compared to Rs. 51.4736 per unit on June 30, 2021 translating into an annualized return of 8.3% compared to the benchmark annualized return of 3.1%. At period end, the fund was 15% invested in Islamic Corporate Sukuks, 1% in Commercial Papers, 39% in GoP Ijarah / Govt. Guaranteed Sukuks, 4% in Certificate of Musharaka and 39% of the net assets were placed with Islamic Banks or windows of Islamic banks.

Meezan Sovereign Fund

The net assets of Meezan Sovereign Fund (MSF) as at September 30, 2021 were Rs. 10,743 million compared to Rs. 9,939 million at June 30, 2021, an increase of 8%. The net asset value (NAV) per unit at September 30, 2021 was Rs. 52.8209 as compared to Rs. 51.5918 per unit on June 30, 2021 translating into an annualized return of 9.5% compared to the benchmark annualized return of 3.1%. At period end, the fund was 71% invested in GoP Ijarah/Govt. Guaranteed Sukuks, and 27% of the net assets were placed with Islamic Banks or windows of Islamic banks.

Meezan Cash Fund

The net assets of Meezan Cash Fund (MCF) at September 30, 2021 were Rs. 13,412 million compared to Rs. 13,557 million at June 30, 2021, a decline of 1%. The net asset value (NAV) per unit at September 30, 2021 was Rs. 51.5436 as compared to Rs. 50.5379 on June 30, 2021 translating into an annualized return of 7.9 % as compared to the benchmark annualized return of 3.3%. At period end 18% of the fund was placed in Term Deposit Receipts, 6% of the fund was placed in Commercial Papers and 76% of the net assets were placed with Islamic Banks or windows of Islamic banks.

Meezan Rozana Amdani Fund

The net assets of Meezan Rozana Amdani Fund (MRAF) at September 30, 2021 were Rs. 47,835 million compared to Rs. 74,704 million at June 30, 2021, a decline of 36%. The net asset value (NAV) per unit at September 30, 2021 was Rs. 50.0000. During the period fund provides an annualized return of 7.8% as compared to the benchmark annualized return of 3.3%. At period end 12% of the fund was placed in Term Deposit Receipts, 4% in Commercial Papers, 1% in Islamic Corporate Sukuks, 23% in Bai-muajjal and 60% of the net assets were placed with Islamic Banks or windows of Islamic banks.

Meezan Daily Income Fund – MDIP – I

Meezan Daily Income Fund – MDIP – I was launched on September 13, 2021. The net assets of the plan at September 30, 2021 were Rs. 2,282. The net asset value (NAV) per unit at September 30, 2021 was Rs. 50.0000. During the period plan provides an annualized return of 7.1% as compared to the benchmark annualized return of 3.1%. At period end 100% of the fund were placed with Islamic Banks or windows of Islamic banks.

Meezan Balanced Fund

The net assets of Meezan Balanced Fund (MBF) as at September 30, 2021 were Rs. 4,620 million compared to Rs. 4,713 million at June 30, 2021, a decrease of 2%. The net asset value (NAV) per unit as at September 30, 2021 was Rs. 16.0123 as compared to Rs. 16.2002 per unit on June 30, 2021 translating into a negative return of 1.2% during the period compared to the benchmark negative return of 2.3%.



Meezan Financial Planning Fund of Funds

Aggressive Allocation Plan

The net assets of the plan were Rs. 343 million as at September 30, 2021 compared to Rs. 348 million at June 30, 2021. The plan provided a return of 0.01% during the period compared to the benchmark negative return of 4.0%.

Moderate Allocation Plan

The net assets of the plan were Rs. 166 million as at September 30, 2021 compared to Rs. 146 million at June 30, 2021. The plan provided a return of 1.2% during the period compared to the benchmark negative return of 2.4%.

Conservative Allocation Plan

The net assets of the plan as at September 30, 2021 were Rs. 229 million compared to Rs. 224 million at June 30, 2021. The plan provided a return of 1.7% during the period compared to the benchmark negative return of 0.8%.

Meezan Asset Allocation Plan-I

The net assets of the plan as at September 30, 2021 were Rs. 159 million compared to Rs. 156 million at June 30, 2021. The plan provided a return of 3.0% during the period compared to the benchmark negative return of 4.0%.

Meezan Strategic Allocation Fund

Meezan Strategic Allocation Plan-I

The net assets of the plan as at September 30, 2021 were Rs. 617 million compared to 674 million at June 30, 2021. The plan provided a negative return of 0.6% during the period compared to the benchmark negative return of 4.0%.

Meezan Strategic Allocation Plan-II

The net assets of the plan as at September 30, 2021 were Rs. 409 million compared to Rs. 452 million at June 30, 2021. The plan provided a negative return of 1.2% during the period compared to the benchmark negative return of 4.1%.

Meezan Strategic Allocation Plan-III

The net assets of the plan as at September 30, 2021 were Rs. 409 million compared to Rs. 501 million at June 30, 2021. The plan provided a negative return of 1.6% during the period compared to the benchmark negative return of 4.0%.

Meezan Strategic Allocation Plan-IV

The net assets of the plan as at September 30, 2021 were Rs. 173 million compared to Rs. 213 million at June 30, 2021. The plan provided a negative return of 0.7% during the period compared to the benchmark negative return of 4.0%.

Meezan Strategic Allocation Plan-V

The net assets of the plan as at September 30, 2021 were Rs. 61 million compared to Rs. 63 million at June 30, 2021. The plan provided a negative return of 1.6% during the period compared to the benchmark negative return of 4.1%.

Meezan Capital Preservation Plan-III



The net assets of the plan as at September 30, 2021 were Rs. 257 million compared to Rs. 265 million at June 30, 2021. The plan provided a return of 1.3% during the period compared to the benchmark negative return of 0.4%.

Meezan Strategic Allocation Fund -II

Meezan Capital Preservation Plan-IV

The net assets of the plan as at September 30, 2021 were Rs. 746 million compared to Rs. 767 million at June 30, 2021. The plan provided a negative return of 0.6% during the period compared to the benchmark negative return of 2.1%.

Meezan Capital Preservation Plan-V

The net assets of the plan as at September 30, 2021 were Rs. 90 million compared to Rs. 94 million at June 30, 2021. The plan provided a return of 1.5% during the period compared to the benchmark negative return of 0.2%.

Meezan Capital Preservation Plan-VI

The net assets of the plan as at September 30, 2021 were Rs. 88 million compared to Rs. 93 million at June 30, 2021. The plan provided a return of 2.3% during the period compared to the benchmark return of 0.8%.

Meezan Capital Preservation Plan-VII

The net assets of the plan as at September 30, 2021 were Rs. 102 million compared to Rs. 104 million at June 30, 2021. The plan provided a return of 1.7% during the period compared to the benchmark return of 0.4%.

Meezan Capital Preservation Plan-VIII

The plan was matured on August 27, 2021.

Meezan Strategic Allocation Fund -III

Meezan Capital Preservation Plan-IX

The net assets of the plan as at September 30, 2021 were Rs. 95 million compared to Rs. 100 million at June 30, 2021. The plan provided a negative return of 0.8% during the period compared to the benchmark negative return was 2.1%.

Meezan Gold Fund (MGF)

The net assets of the fund as at September 30, 2021 were 487 million compared to Rs. 488 million at June 30, 2021, a decline of 0.03%. The net asset value (NAV) per unit at September 30, 2021 was Rs. 83.6927 as compared to Rs. 83.6357 per unit on June 30, 2021 translating into a return of 0.1% during the period compared to the benchmark negative return of 0.2%.

Meezan Tahaffuz Pension Fund (MTPF)

MTPF comprises of four sub-funds, namely Equity sub-fund, Debt sub-fund, Money Market sub-fund and Gold sub-fund. For the period ended September 30, 2021, the equity sub-fund provided a negative return of 2.6% and gold sub-fund provided a negative return of 0.3%, while the debt and money market sub-funds provided annualized returns of 8.4% and 7.3% respectively. Performance review for each sub fund is given as under:

Equity Sub Fund

The net assets of this sub fund stood at Rs. 5,278 million at September 30, 2021 compared to Rs. 5,511 million at June 30, 2021, a decrease of 4%. The net asset value (NAV) per unit of the plan was Rs. 525.1235 at the end of September 30, 2021 as compare to Rs. 539.0946 as at June 30, 2021.



Debt Sub Fund

The net assets of this sub fund stood at Rs. 4,466 million at September 30, 2021 compared to Rs. 4,334 million at June 30, 2021, an increase of 3%. The net asset value per (NAV) unit of the plan was Rs. 287.147 at the end of September 30, 2021 as compare to Rs. 281.2267 as at June 30, 2021.

Money Market Sub Fund

The net assets of this sub fund stood at Rs. 3,440 million at September 30, 2021 compared to Rs. 3,379 million at June 30, 2021, an increase of 2%. The net asset value (NAV) per unit of the plan was Rs. 275.683 at the end of September 30, 2021 as compare to Rs. 270.7037 as at June 30, 2021.

Gold Sub Fund

The net assets of this sub fund stood at Rs. 120 million at September 30, 2021 compared to Rs. 135 million at June 30, 2021, a decrease of 11%. The net asset value (NAV) per unit of the plan was Rs. 158.4779 at the end of September 30, 2021 as compare to Rs. 158.9588 as at June 30, 2021.

Outlook

Key economic indicators along with impressive growth in FBR revenues shows that government is likely to achieve its GDP growth target. With expected hike in electricity & gas tariff and food price rise on account of the commodity boom cycle, we expect inflation to remain on higher end of SBP's projection of 7-9% for FY22. Going ahead, rising import bill, global commodity prices are expected to maintain pressure on the current account deficit. Further, due to transition phase in Afghanistan, pressure on PKR can continue in short term.

On the Ijarah front, Government has budgeted to issue additional fixed and floating rate Ijarah Sukuk of approx. Rs 1.2 trillion in the local market, which will further enhance market participants' ability to deploy funds at attractive yields. We also expect the corporate sector to continue raising funds through Sukuks and Islamic Commercial Papers.

For the equity market, we expect positive outlook to continue on the back of robust corporate earnings growth and attractive valuations. While there are some concerns emerging on the external side due to high trade deficit in recent months. Nonetheless, the external situation is much more comfortable compared to what we saw in FY18-19 as SBP's forex reserves are near its all-time high level of around USD 19.3bn as of September, 2021 compared to just USD 7.3 billion in June 2019. The government is also engaged with IMF team for resumption of IMF program and working on a road map to improve tax collection and curb circular debt.

Acknowledgement

We take this opportunity to thank our valued investors for reposing their faith in Al Meezan Investments, one of the largest asset management company in Pakistan. We also thank the regulator, the Securities and Exchange Commission of Pakistan and our Trustee, the Central Depository Company of Pakistan for their support. Likewise, we would like to thank the members of the Shariah Supervisory Board of Meezan Bank for their continued assistance and support on Shariah aspects of fund management.

For and on behalf of the Board

Muhammad Asad

Acting CEO

Date: October 11, 2021

ڈائریکٹرز رپورٹ مینجمنٹ کمپنی کے زیر انتظام فنڈز

المیزان انویسٹمنٹ لمیٹڈ کا بورڈ آف ڈائریکٹرز 30 ستمبر 2021 کو ختم ہونے والے عرصہ کے لیے مندرجہ ذیل اوپن اینڈ فنڈز اور والنٹری پنشن اسکیم کے مالیاتی گوشوارے پیش کرتے ہوئے اظہار مسرت کرتا ہے۔

ایکویٹی فنڈز

میزان اسلامک فنڈ

المیزان میوچل فنڈ

کے ایس ای - میزان انڈیکس فنڈ

میزان پاکستان ایکس چینج ٹریڈڈ فنڈ

میزان ڈیڈ ویلٹیڈ ایکویٹی فنڈ

سیکرا اسپسیفک فنڈ

میزان انرجی فنڈ

انکم فنڈز

میزان اسلامک انکم فنڈ

میزان سوورن فنڈ

میزان ڈیلی انکم فنڈ

منی مارکیٹ فنڈ

میزان کیش فنڈ

میزان روزانہ آمدنی فنڈ

بیلنسڈ فنڈ

میزان بیلنسڈ فنڈ

فنڈز آف فنڈز

میزان فنانشل پلاننگ فنڈ آف فنڈز

میزان اسٹریٹجک ایلوکیشن فنڈ

میزان اسٹریٹجک ایلوکیشن فنڈ - II

میزان اسٹریٹجک ایلوکیشن فنڈ - III

کموڈیٹی فنڈ

میزان گولڈ فنڈ

ایسیٹ ایلوکیشن فنڈ

میزان ایسیٹ ایلوکیشن فنڈ (MAAF)

اقتصادی جائزہ

مالی سال 2022 کی پہلی سہ ماہی کے دوران، ماسوائے بیرونی کھاتوں کے، تمام اہم میکرو اکنامک اشاریوں میں متعادل بہتری دیکھی گئی۔ اس سلسلے میں، سب سے زیادہ تعداد میں مقامی طلب کے اشاریے جیسے کہ گاڑیوں، پیٹرولیم مصنوعات اور سیمنٹ کی فروخت کے ساتھ ساتھ بجلی کی پیداوار میں نمایاں بہتری نظر آئی ہے۔ اسٹیٹ بینک کو توقع ہے کہ مالی سال 22 کے دوران معاشی نمو کی شرح نمو 4-5 فی صد کے درمیان رہے گی، جو موجودہ دور حکومت میں اقتصادی ترقی کی بلند ترین شرح ہوگی۔

مالی سال کی پہلی سہ ماہی کے دوران، افراط زر کی اوسط شرح 8.6 فی صد سالانہ رہی جو گزشتہ سال کی اسی مدت کے دوران 8.8 فی صد تھی، جو کہ بینک دولت پاکستان کے تخمینہ کے مطابق 7.0 فی صد تا 9.0 فی صد کی حد کے اندر ہے۔ بنیادی افراط زر کی شرح اس مدت کے دوران نسبتاً کم یعنی 6.5 فی صد کے لگ بھگ رہی، جس سے ظاہر ہوتا ہے کہ معیشت میں طلب کا دباؤ قابو میں ہے۔ تاہم، بینک دولت پاکستان نے ستمبر کی ماہی پالیسی میٹنگ میں پالیسی ریٹ 25 پیسے پوائنٹس بڑھا کر 7.25 فی صد کر دیا، تاکہ بیرونی کھاتے میں بڑھتے ہوئے عدم توازن پر قابو پایا جاسکے۔ کووڈ-19 کے آغاز کے بعد یہ پہلا اضافہ تھا، جہاں فیصلے سے ظاہر ہوتا ہے کہ مرکزی بینک و بانی مرض کو پاکستان کے لیے ایک ایسے خطرے کے طور پر دیکھتا ہے، جس پر بہتر طور پر قابو پایا جاسکتا ہے، کیونکہ ستمبر کے آخر تک انفیکشن کا تناسب 4 فی صد سے نیچے آ گیا اور 70 فی صد سے زائد بالغ آبادی کو ویکسینیشن کی کم از کم پہلی خوراک مل چکی ہے۔

جولائی تا اگست 2021 کے دوران رواں کھاتہ میزانیہ 2.3 ارب ڈالر خسارے میں چلا گیا جو گزشتہ سال کے اسی عرصہ کے دوران 0.8 ارب ڈالر فاضل تھا، جب کہ ترسیلات زر اور مصنوعات کی برآمدات بالترتیب 2.7 ارب ڈالر اور 2.3 ارب ڈالر ماہانہ کی بلند ترین سطح کے قریب رہیں۔ سالانہ بنیاد پر ایشیا کی درآمدات میں 68 فی صد اضافہ ہوا جن کی مالیات 6.0 ارب ڈالر ماہانہ سے بڑھ گئی، جس نے رواں کھاتہ میزانیہ کی صورت حال کو مزید خراب کر دیا۔ درآمدات میں تیزی سے اضافہ معیشت میں وسیع البنیاد نمو کی وجہ سے ہوا، جس میں سب سے زیادہ حصہ مشینری، پیٹرولیم مصنوعات، خوراک اور کیمیکلز کی درآمدات کا تھا، اس صورت حال کو ایشیا کی بین الاقوامی قیمتوں بشمول خام تیل کی قیمتوں نے مزید مشکل بنا دیا۔ اس کے نتیجے میں، زیر جائزہ سہ ماہی کے دوران، امریکی ڈالر کے مقابلے میں پاکستانی روپے کی قدر میں 8 فی صد کمی ہوئی اور یہ 170.7 فی امریکی ڈالر کی سطح پر بند ہوا۔ سہ ماہی کے دوران بینک دولت پاکستان کے غیر ملکی زرمبادلہ ذخائر 19-20 ارب ڈالر کی ریکارڈ سطح پر رہنے کے باوجود روپے کی قدر میں کمی واقع ہوئی، اس کی وجہ یہ ہے کہ مرکزی بینک نے زرمبادلہ مارکیٹ میں مداخلت کو نمایاں طور پر کم کر دیا ہے اور زری پالیسی میں ردوبدل لانے سے پہلے، بیرونی کھاتوں کے دباؤ کے خلاف دفاع کی پہلی لائن کے طور پر شرح تبادلہ کا استعمال کر رہا تھا۔ حکومت نے پالیسی ریٹ میں اضافہ کو پورا اثر بنانے کے لیے غیر ضروری یا پرتعیش ایشیا کی درآمدات کی حوصلہ شکنی کرنے کے اقدام لیے ہیں۔

تاہم، فیکل پہلو زیادہ امید افزا رہا، جہاں درآمدات، جنہوں نے محصولات میں 52 فی صد حصہ ڈالا اور مجموعی اقتصادی نمو میں بہتری کے باعث، مالی سال 22 کی پہلی سہ ماہی کے دوران ایف بی آر ٹیکس وصولی 38 فی صد سالانہ اضافے سے 1.395 ٹریلین روپے ہو گئی۔ دریں اثناء، حکومتی اخراجات میں تخمینہ سے زائد اضافہ نہیں ہوا، اور ترقیاتی اخراجات کو معتدل رکھتے ہوئے، حکومت نے نجی شعبہ کو تعمیراتی سرگرمیوں میں اضافے کی ترغیب دی ہے۔ حکومت پاکستان نے مالی سال 22 میں اپنی مالی کارکردگی کو مزید بہتر بنانے کا ہدف رکھا ہے، جس کی تصدیق اکتوبر 2021 میں حکومت اور آئی ایم ایف کے درمیان مذاکرات کے بعد ای ایف ایف پروگرام کے دوبارہ شروع ہونے سے ہوگی۔ وزیر خزانہ نے خاص طور پر اس پروگرام کو جاری رکھنے کے عزم کا اظہار کیا، چاہے اس کا مطلب بجلی کے نرخوں میں اضافے جیسے سخت اقدامات لینا ہو۔

بازار زر کا جائزہ

بینک دولت پاکستان نے اپنے حالیہ زری پالیسی اجلاس میں پالیسی ریٹ میں 25 پیسے پوائنٹس اضافہ کرتے ہوئے آئندہ دو ماہ کے لیے اسے 7.25 فی صد پر رکھنے کا فیصلہ کیا۔ مرکزی بینک نے افراط زر کی بڑھتی ہوئی شرح، رواں کھاتے پر بڑھتے ہوئے دباؤ اور کرنسی کی قدر میں کمی کو پالیسی ریٹ میں اس اضافے کی بنیادی وجوہات کے طور پر بیان کیا۔ مالی سال کے آغاز پر، کرنسی مارکیٹ شرکاء مرکزی بینک کے زری موقف میں کسی ردوبدل کی توقع نہیں کر رہے تھے، جو کہ ثانوی مارکیٹ کے ٹریڈری بلز اور پاکستان سرمایہ کاری بانڈز پر شرح منافع سے بھی ظاہر تھی، جن میں 5 پیسے پوائنٹس تا 25 پیسے پوائنٹس کی حد میں کمی دیکھی گئی تھی۔ تاہم، مرکزی بینک کی جانب سے زری موقف میں تبدیلی کے نتیجے میں پالیسی ریٹ ردوبدل کا ثانوی مارکیٹ میں ایڈز نے تیزی سے اثر لیا۔ مالی سال 22 کی پہلی سہ ماہی کے دوران، مختلف دورانیہ کے کراچی انٹربینک آفر ریٹ (KIBOR) میں 33 پیسے پوائنٹس تا 85

پیسس پوائنٹس اضافہ ہوا۔ 3- ماہ، 6- ماہ اور 12- ماہ کراچی انٹرنیشنل آفر ریٹ (KIBOR) پر شرح منافع 33 پیس پوائنٹس، 46 پیس پوائنٹس اور 85 پیس پوائنٹس اضافہ کے ساتھ بالترتیب 7.78 فی صد، 8.15 فی صد اور 8.93 فی صد ہوئی۔ دوسری جانب، ثانوی مارکیٹ میں بھی، ٹی بلز اور پی آئی بی، دونوں کی شرح منافع میں اضافہ کارہجان دیکھا گیا۔ پی آئی بی شرح منافع میں 45 پیس پوائنٹس تا 45 پیس پوائنٹس تا 75 پیس پوائنٹس اضافہ ہوا، جہاں 3- سال کے بانڈ پر شرح منافع 9.72 فی صد (73 پیس پوائنٹس اضافہ) پر بند ہوئی، 5- سال کے بانڈ پر شرح منافع 9.95 فی صد (46 پیس پوائنٹس اضافہ) پر بند ہوئی اور 10- سال کے بانڈ پر شرح منافع 10.45 فی صد (51 پیس پوائنٹس اضافہ) پر بند ہوئی۔ قلیل مدت کے سرکاری سپر پر شرح منافع میں 30 تا 90 پیس پوائنٹس اضافہ ہوا۔ زریسیال کا جائزہ لیا جائے تو، بینک دولت پاکستان کی جانب سے مسلسل اوپن مارکیٹ آپریشنز (او ایم او) کے ذریعہ بازار میں رقوم کی فراہمی کو جاری رکھا گیا تاکہ قلیل مدتی منی مارکیٹ ریٹ، پالیسی ریٹ کے قریب تر رہیں۔ مالی سال '22 کے دوران اب تک، 3.90 ٹریلین روپے مالیت کی میچوریٹی کے برعکس، بینک دولت پاکستان نے ٹی بلز کے ذریعے 3.15 ٹریلین روپے قرض حاصل کیا۔ دوسری جانب، بینک دولت پاکستان نے ایک ٹریلین روپے مالیت کی میچوریٹی کے برعکس طویل مدتی پاکستان سرمایہ کاری بانڈ (فلسڈ+فلوٹر) کے ذریعے 566 ارب روپے کی پیشکش قبول کی۔

شرعی اصولوں کے مطابق جاری ہونے والے سرکاری انسٹرومنٹ کا جائزہ لیا جائے تو، تو اسلامک مارکیٹ کے شرکاء کی زبردست دلچسپی کے باعث گورنمنٹ آف پاکستان اجارہ/سکوک پر شرح منافع میں اضافے کا رجحان دیکھا گیا۔ اجارہ/سکوک کی تفصیلات درج ذیل ہیں:

Ijarah	Type	Coupon	Next Reset	Issue Size (bn)	Maturity	Reval			Change
						30-Jun	30-Sep	YTM	
XX	Floater	6.40%	30-Oct-21	76.39	30-Apr-25	97.12	97.80	7.40%	0.68
XXI	Floater	7.47%	29-Nov-21	74.62	29-May-25	100.63	100.76	7.59%	0.13
XXII	Floater	7.47%	24-Jun-21	47.24	24-Jun-25	100.60	100.83	7.57%	0.23
XXIII	Floater	7.32%	29-Jan-22	186.91	29-Jul-25	100.50	100.61	7.51%	0.11
XXIII	Fixed	8.37%	N/A	44.60	29-Jul-25	99.48	99.89	8.40%	0.41
XXIV	Floater	7.48%	9-Dec-21	227.26	9-Dec-25	100.92	101.06	7.53%	0.14
XXIV	Fixed	9.45%	N/A	8.25	20-Jan-29	101.23	101.25	9.09%	0.02
PES I	Floater	8.34%	1-Mar-22	200.00	1-Mar-29	106.75	106.75	7.54%	0.00
PES II	Floater	7.59%	21-Nov-21	199.97	21-May-30	100.80	101.50	7.58%	0.70
Total				1,065.22					

مرکزی بینک نے سات ماہ کے وقفے کے بعد ستمبر کے مہینے کے دوران جی او پی اجارہ کی نیلامی بھی کی۔ مارکیٹ شرکاء نے اس نیلامی کا خیر مقدم کیا، جس میں 100 ارب روپے کے ہدف کے مقابلے میں 247 ارب روپے کی شرکت کی گئی۔ بینک دولت پاکستان نے اسلامی بازار کو سہولت فراہم کی اور فلوٹنگ ریٹ اور فلسڈ ریٹ اجارہ میں 203 ارب روپے کی پیش کش قبول کی اور جس کا کٹ آف اسپریڈ فلوٹنگ ریٹ اجارہ کے لیے منفی 10 پیس پوائنٹس اور فلسڈ ریٹ اجارہ کی کٹ آف 9.70 فی صد (+0.25%) رہا۔ کارپوریٹ سیلکٹو طویل مدتی سکوک کے ذریعے رقم اکٹھا کرنے میں کچھ چیلنجز کا سامنا رہا، تاہم مختصر مدت کے انسٹرومنٹ کے اجراء میں اضافہ دیکھا گیا جس نے اسلامی انسٹی ٹیوشن کے پاس دستیاب اضافی زریسیال کے کچھ حصے کو استعمال کرنے میں اہم کردار ادا کیا۔

بازار حصص کا جائزہ

مالی سال '22 کی پہلی سہ ماہی کے دوران بازار حصص دباؤ کا شکار رہی، سہ ماہی کے دوران KMI-30 انڈیکس 5.6 فی صد کم ہو کر 72,316 پوائنٹس پر بند ہوا، جبکہ KSE-100 انڈیکس 5.2 فی صد کمی کے بعد 44,900 پوائنٹس پر پہنچ گیا۔ سہ ماہی کے پہلے دو مہینوں کے دوران مارکیٹ حد میں رہی۔ جہاں مضبوط کارپوریٹ نتائج کی توقع نے رواں کھاتوں کے خسارے کی بگڑتی ہوئی صورت حال اور کووڈ کے بڑھتے ہوئے کیسز کے اثر کو زائل کر دیا، اور اس طرح مارکیٹ کی تنزلی کو محدود کر دیا۔ KSE-100 نے اگست کے آخر میں 48,112 پوائنٹس پر اس مدت کی بلند ترین سطح کو چھوا۔ اس کے بعد، ابھرتے ہوئے میکرو اکنامک خدشات اور امریکا۔ پاکستان تعلقات کے کمزور ہونے کے آثار کے درمیان ایم ایس سی آئی کی طرف سے پاکستان کی ایمر جنگ مارکیٹ (ای ایم) سے فرینڈز مارکیٹ (ایف ایم) میں تنزلی، ستمبر میں سال کی بدترین مندی کا باعث بنی جس کے نتیجے میں KSE-100 انڈیکس 5.3 فی صد گر گیا۔ ملک نے کووڈ-19 کی چوتھی لہر کے باعث فعال کووڈ کیسز لہتدائی طور پر سہ ماہی کے دوران جون کے آخر میں تقریباً 3 ہزار سے بڑھ کر تقریباً 95 ہزار تک پہنچ گئے۔ تاہم، حکومت کی طرف سے بروقت پابندیوں اور ویسٹنیشن کی شرح میں خاطر خواہ اضافے کی وجہ سے، ستمبر کے آخر میں فعال کیسز میں کافی حد تک کمی واقع ہو کر اور یہ تقریباً 48 ہزار کی سطح پر آ گئے، انفیکشن کا تناسب اس سہ ماہی کے دوران 9 فی صد کی بلند ترین سطح سے کم ہو کر 3 فی صد کے قریب رہ گیا۔

سہ ماہی کے دوران بڑھتے ہوئے رواں کھاتوں کے خسارے کی وجہ سے بیرونی کھاتوں کے دباؤ میں اضافے کے ساتھ، پاکستانی روپے نے امریکی ڈالر

کے مقابلے میں تقریباً 8 فی صد کی بھاری گراوٹ دیکھی، جبکہ بینک دولت پاکستان نے بھی کووڈ-19 کے باعث اپنائی گئی اپنی سہولت کارمانیٹری پالیسی کے موقف سے ہٹ کر پالیسی ریٹ کو 25 پیسے پوائنٹس اضافہ کے ساتھ 7.25 فی صد کر دیا۔ مانیٹری پالیسی کمیٹی نے نوٹ کیا کہ پچھلے چند مہینوں کے دوران بڑھتے ہوئے رواں کھاتوں کے خسارے کو ایڈجسٹ کرنے کا بوجھ بنیادی طور پر شرح تبادلہ پر پڑا ہے اور ایسے میں یہ ضروری ہو گیا تھا کہ دیگر ایڈجسٹمنٹ ٹولز، بشمول پالیسی ریٹ، بھی اپنا کردار ادا کریں۔

ایک وسیع پیمانے پر متوقع نتیجے میں، ایم ایس سی آئی نے 07 ستمبر 2021 کو اپنے نومبر کے لیے موثر جائزے کے دوران پاکستان کی درجہ بندی میں تنزلی کرتے ہوئے اسے فرنٹیئر مارکیٹ میں شامل کرنے کے اپنے فیصلے کا اعلان کیا، کیونکہ پاکستان کا ایم ایس سی آئی ایمرجنگ مارکیٹ انڈیکس میں وزن 2 پیسے پوائنٹس کے ساتھ نہ ہونے کے برابر تھا۔ دوبارہ درجہ بندی کی وجہ 2017 سے پاکستان کی مارکیٹ کپٹلانزیشن میں مسلسل کمی ہے، جو EM کے لیے مارکیٹ کلاسیفیکیشن فریم ورک کے معیار پر پورا نہ اترنے کے نتیجے میں نااہلی کی طرف لے جاتی ہے۔ اگرچہ MSCI پاکستان کے لیے انڈیکس تسلسل کے اصول کا اطلاق نومبر 2018 سے پاک انڈیکس کو مصنوعی طور پر EM میں برقرار رکھنے کے لیے کیا گیا تھا، لیکن اس انڈیکس میں شامل تینوں کمپنیوں میں سے کسی نے بھی نومبر 2019 سے EM درجہ بندی فریم ورک کی اہلیت کے معیار کو پورا نہیں کیا۔

مالی سال 22 کی پہلی سہ ماہی کے دوران مارکیٹ میں حصص کی خرید و فروخت سرگرمیوں میں نمایاں کمی واقع ہوئی۔ KMI-30 انڈیکس پر درج حصص کا تجارتی حجم سالانہ بنیاد پر 71 فی صد کمی کے بعد 50 ملین حصص پر آ گیا، جب کہ KSE-100 انڈیکس کا تجارتی حجم 53 فی صد کمی سے 141 ملین حصص رہ گیا۔ دریں اثنا، مجموعی مارکیٹ کی قیمتیں تقریباً 5.3x فارورڈ P/E کے ساتھ پُرکشش رہیں، جو کہ تقریباً 8.4x کی تاریخی اوسط سطح سے نیچے ہیں۔ مارچ اور جون 2020 کی سہ ماہیوں کے دوران، جب کووڈ-19 وبائی مرض اپنے عروج پر تھا، تاہم اس کے بعد کمپنیوں کے منافع جات میں بہتری دیکھی گئی ہے۔ ہم نے جون 21 سہ ماہی کے دوران اچھے منافع منقسمہ کے ساتھ مضبوط کارپوریٹ نتائج دیکھے ہیں۔ فلکسڈ آمدنی والے اثاثہ جات طبقہ پر حصص کی کشش باقی ہے، جس کا اندازہ فلکسڈ آمدنی شرح منافع میں حالیہ اضافہ کے باوجود، مارکیٹ کی ارننگ شرح منافع اور بیچ مارک حکومتی سیکورٹیز پر شرح منافع کے درمیان فرق سے ہوتا ہے۔

عالمی سطح پر، EMMSCI میں سرمایہ کا بہاؤ حوصلہ افزا رہا، جہاں EM اثاثہ جات کلاسوں میں 3.9 ارب ڈالر کی سرمایہ کاری آئی، جو گزشتہ مالی سال میں ایمرجنگ مارکیٹ ETFs کے ذریعے 41.5 ارب ڈالر مالیت سرمایہ کاری کے تسلسل میں ہے۔ سرمایہ کا بہاؤ حصص میں مرکوز رہا، جہاں تمام ایمرجنگ مارکیٹس میں 3.2 ارب ڈالر کا سرمایہ آیا۔ ایمرجنگ مارکیٹس میں سرمایہ کے مسلسل بہاؤ کے باوجود، EMMSCI انڈیکس پہلی سہ ماہی FY22 کے دوران مسلسل آمد کے باوجود باؤ کا شکار رہا اور اس مدت کے دوران امریکی ڈالر کے لحاظ سے انڈیکس 9 فی صد کم ہو گیا۔ تاہم، MSCI ورلڈ انڈیکس نے اپنی پوزیشن کو برقرار رکھا اور زیر جائزہ سہ ماہی کے دوران نسبتاً کوئی تبدیلی نہیں دیکھی گئی۔ پیداوار کے لیے مطلوبہ اہم ایندھن، یعنی کولڈ، آرائل این جی اور تیل کی قیمتوں میں بے لگام اضافہ کے باعث خدشہ ہے کہ افراط زر کے دباؤ میں اضافہ کے باعث ایمرجنگ مارکیٹس اور ڈیولپڈ مارکیٹس کی معیشتیں دباؤ میں رہیں گی۔ مالی سال 22 کی پہلی سہ ماہی میں کچھ کلیدی رسد مراکز میں کووڈ سے متعلق پابندیوں کے باعث عالمی سپلائی چیزیں متاثر رہنے کے باعث، کلیدی مصنوعات اور اشیاء کی رسد کی کافی حد تک نظر آئی جب کہ ان اشیاء کی طلب کووڈ سے پہلے کی سطح پر واپس آ گئی تھی۔ رسد میں کمی اور تیل پیدا کرنے والے ممالک میں پیداوار کی سطح کو بڑھانے کی خواہش نہ ہونے کی وجہ سے مالی سال 22 کی پہلی سہ ماہی کے دوران برینٹ خام تیل کی قیمت میں 5 فی صد اضافہ ہوا۔ برینٹ کروڈ کی قیمت 78.5 ڈالر فی بیرل پر بند ہوئی۔

انڈیکس میں بڑے حصہ دار:

اہم شعبہ جات میں ٹیکنالوجی، ٹیکسٹائل، اور کمرشل بینک بہترین کارکردگی دکھانے والے سیکٹرز رہے۔ مالی سال 22 کی پہلی سہ ماہی کے دوران، کے ایم آئی 30- انڈیکس میں حصہ ڈالنے والے سرفہرست حصص درج ذیل ہیں:

Major Positive Contributors to the Index	Contribution to KMI-30 (Points)	Total Return (%)
Meezan Bank Ltd	1,321	40.45
Systems Ltd	1,057	28.79
Engro Polymer & Chemicals Ltd	318	29.42
Engro Fertilizers Ltd	178	5.01

دوسری جانب، ریٹائرمنٹ، سیمنٹ اور تیل و گیس کی تلاش کے سیکٹرز کی کارکردگی بدترین رہی۔ اس عرصے کے دوران، درج ذیل نے کے ایم آئی

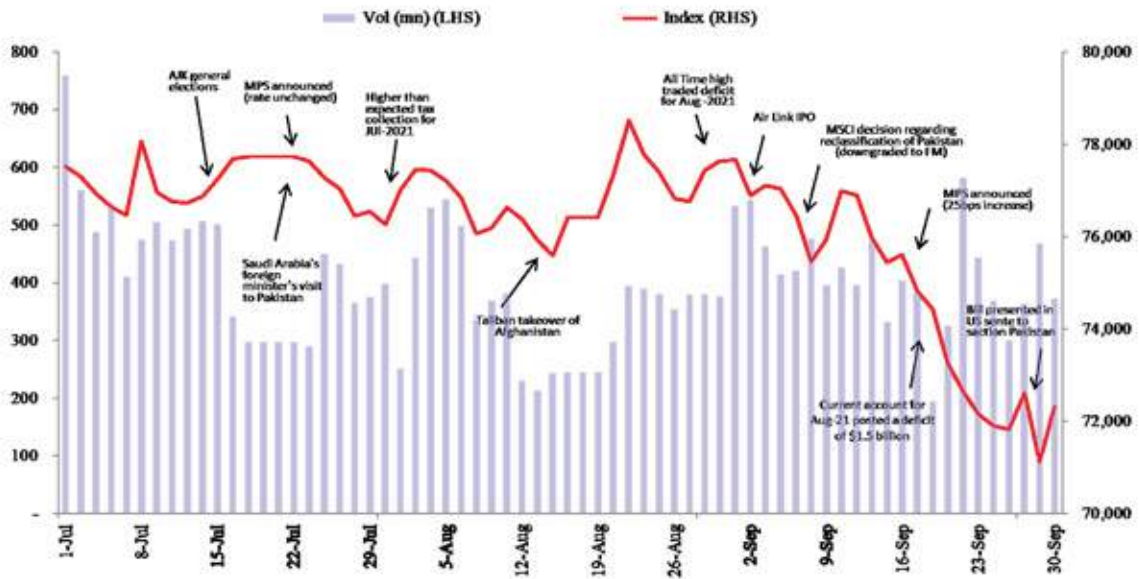
Major Negative Contributors to the Index	Contribution to KMI-30 (Points)	Total Return (%)
Lucky Cement Ltd	-1,494	-18.59
Pakistan Petroleum Ltd	-736	-15.57
Oil & Gas Development Co Ltd	-643	-12.94
Unity Foods Ltd	-636	-31.77

حصص میں سرمایہ کا بہاؤ

مالی سال '22 کی پہلی سہ ماہی کے دوران، غیر ملکی سرمایہ کار خالص فروخت کنندہ رہے جس کے نتیجے میں تقریباً 83.4 ملین ڈالر مارکیٹ سے نکل گئے۔ زیادہ تر اخراج کمرشل بینکنگ (46.3 ملین ڈالر)، سیمنٹ (12.0 ملین ڈالر)، فریڈا نر (4.5 ملین ڈالر) سیکٹرز میں دیکھا گیا۔ حالیہ رجحان کے عین مطابق، انفرادی سرمایہ کاروں نے 32.5 ملین ڈالر کی نئی سرمایہ کاری کے ساتھ مارکیٹ کی حمایت جاری رکھی۔

اس کے بعد قابل ذکر سرمایہ کاری دیگر (خصوصاً سرکاری پنشن فنڈز)، بینک / ڈی ایف آئی نے بالترتیب 26.8 ملین ڈالر اور 21.3 ملین ڈالر مالیت کے حصص خریدے۔ 15.0 ملین ڈالر کے ساتھ بروکر (پروپرائٹری) بکس، حصص کی اہم فروخت کنندگان رہیں کے ساتھ میوچل فنڈز کی سرگرمیاں 7.4 ملین ڈالر کی معمولی فروخت کے ساتھ محدود رہیں۔

ذیل میں دیا گیا گراف زیر جائزہ عرصہ کے دوران کے ایم آئی-30 انڈیکس میں اتار چڑھاؤ اور اس کا باعث بننے والے اہم عناصر کا احاطہ کرتا ہے:



میوچل فنڈ انڈسٹری کا جائزہ

مالی سال '22 کی پہلی سہ ماہی کے دوران، میوچل فنڈ انڈسٹری کے زیر انتظام اثاثہ جات کا حجم 1.6 فی صد اضافے کے ساتھ 1,066 ارب روپے ہو گیا۔ شریعہ موافق زیر انتظام اثاثہ جات 1.1 فی صد بڑھ کر 444 ارب روپے ہو گئے، جس کے بعد میوچل فنڈ انڈسٹری میں شریعہ فنڈز کا حصہ 41.7 فی صد ہو گیا۔ 31 اگست 2021 تک میوچل فنڈ انڈسٹری میں الیمیز ان کا حصہ 16.2 فی صد، جبکہ شریعہ فنڈز میں حصہ 38.8 فی صد تھا۔ اگست 2021 کے اختتام پر، پنشن فنڈ کیٹیگری میں میزان تحفظ پنشن فنڈ کا حصہ 34.8 فی صد جب کہ شریعہ فنڈز میں حصہ 52.9 فی صد تھا۔

کارکردگی کا جائزہ (فونڈز)

ذیل میں دی گئی جدول میں ہمارے زیر انتظام فونڈز کی مالی سال 22 کی پہلی سہ ماہی کی کارکردگی کا خلاصہ پیش کیا گیا ہے۔

Funds	Type	Net Assets Rs. in millions	Growth in Net Assets for 1QFY22 (%)	Returns for 1QFY22 (%)	Benchmark for 1QFY22 (%)
Equity Funds					
Al Meezan Mutual Fund (AMMF)	Equity	4,471	-9.09	-2.7	-5.6
Meezan Islamic Fund (MIF)	Equity	32,264	-5.87	-2.7	-5.6
KSE Meezan Index Fund (KMIF)	Equity	2,776	2.94	-5.2	-5.6
Meezan Energy Fund (MEF)	Equity	507	-13.21	-6.6	-5.6
Meezan Dedicated Equity Fund (MDEF)	Equity	885	-12.87	-4.6	-5.6
Fixed Income Funds					
Meezan Islamic Income Fund (MIIF)	Income	30,219	10.91	8.3	3.1
Meezan Daily Income Plan - I*	Income	2,282	-	7.1	3.1
Meezan Cash Fund (MCF)	Money Market	13,412	-1.07	7.9	3.3
Meezan Sovereign Fund (MSF)	Income	10,743	8.09	9.5	3.1
Meezan Rozana Amdani Fund (MRAF)	Money Market	47,835	-35.97	7.8	3.3
Balanced Fund					
Meezan Balanced Fund (MBF)	Balanced	4,620	-1.98	-1.2	-2.3
Exchange Traded					
Meezan Pakistan Exchange Traded Fund (MZNP-ETF)	Exchange Traded	81	105.16	-13.6	-13.2
Fund of Funds					
Meezan Financial Planning Fund of Fund					
Aggressive	Fund of Fund	343	-1.54	0.01	-4.0
Moderate		166	13.78	1.2	-2.4
Conservative		229	2.23	1.7	-0.8
MAAP-I		159	2.04	3.0	-4.0
Meezan Strategic Allocation Fund					
MSAP-I	Fund of Fund	617	-8.34	-0.6	-4.0
MSAP-II		409	-9.65	-1.2	-4.1
MSAP-III		409	-18.26	-1.6	-4.0
MSAP-IV		173	-18.77	-0.7	-4.0
MSAP-V		61	-2.69	-1.6	-4.1
MSAP-MCPP-III		257	-3.09	1.3	-0.4
Meezan Strategic Allocation Fund - II					
MSAP-II - MCPP-IV	Fund of Fund	746	-2.74	-0.6	-2.1
MSAP-II - MCPP-V		90	-4.31	1.5	-0.2
MSAP-II - MCPP-VI		88	-4.97	2.3	0.8
MSAP-II - MCPP-VII		102	-2.12	1.7	0.4
MSAP-II - MCPP-VIII **		31	-10.85	1.7	0.5
Meezan Strategic Allocation Fund - III					
MSAP-II - MCPP-IX	Fund of Fund	95	-4.49	-0.8	-2.1
Commodity Fund					
Meezan Gold Fund (MGF)	Commodity	487	-0.03	0.1	-0.2
Asset Allocation Fund					
Meezan Asset Allocation Fund (MAAF)	Asset Allocation	1,505	-10.02	-4.8	-4.7
Pension Fund Scheme					
Meezan Tahaffuz Pension Fund	Pension Fund Scheme				
Equity sub Fund		5,278	-4.24	-2.6	NA
Debt sub Fund		4,466	3.03	8.4	
Money Market sub Fund		3,440	1.80	7.3	
Gold Sub Fund	120	-10.82	-0.3		

میزان اسلامک فنڈ

30 ستمبر 2021 کے مطابق، میزان اسلامک فنڈ (MIF) کے خالص اثاثہ جات 32,264 ملین روپے ہو گئے، جو کہ 30 جون 2021 کے اختتام پر 34,274 ملین روپے تھے، اس طرح خالص اثاثہ جات میں 6 فیصد کمی ہوئی۔ 30 جون 2021 کو 63.3761 روپے فی یونٹ قدر و قیمت کے مقابلے میں 30 ستمبر 2021 کو مجموعی خالص اثاثہ جات کی فی یونٹ قدر و قیمت 61.6634 روپے رہی، اس طرح زیر جائزہ عرصہ کے دوران بیچ مارک کے ایس ای میزان انڈیکس (کے ایم آئی 30) کے 5.6 فی صد منفی شرح منافع کے مقابلے میں منفی 2.7 فی صد شرح منافع بنتی ہے۔

المیزان میوچل فنڈ

30 ستمبر 2021 کے مطابق، المیزان میوچل فنڈ (AMMF) کے خالص اثاثہ جات 4,471 ملین روپے ہو گئے، جو کہ 30 جون 2021 کے اختتام پر 4,918 ملین روپے تھے، اس طرح خالص اثاثہ جات میں 9 فیصد کمی ہوئی۔ 30 جون 2021 کو 17.6466 روپے فی یونٹ قدر و قیمت کے مقابلے میں 30 ستمبر 2021 کو مجموعی خالص اثاثہ جات کی فی یونٹ قدر و قیمت 17.1627 روپے رہی، اس طرح زیر جائزہ عرصہ کے دوران بیچ مارک کے

ایس ای میزان انڈیکس (کے ایم آئی 30) کے 5.6 فی صد منفی شرح منافع کے مقابلے میں منفی 2.7 فی صد شرح منافع بنتی ہے۔

کے ایس ای میزان انڈیکس فنڈ

30 ستمبر 2021 کے مطابق، کے ایس ای۔ میزان انڈیکس فنڈ (KMIF) کے خالص اثاثہ جات 2,776 ملین روپے ہو گئے، جو کہ 30 جون 2021 کے اختتام پر 2,697 ملین روپے تھے، اس طرح خالص اثاثہ جات میں 3 فی صد اضافہ ہوا۔ 30 جون 2021 کو 72.8711 روپے فی یونٹ قدر و قیمت کے مقابلے میں 30 ستمبر 2021 کو مجموعی خالص اثاثہ جات کی فی یونٹ قدر و قیمت 69.0735 روپے ہو گئی، اس طرح زیر جائزہ عرصہ کے دوران بیچ مارک کے ایس ای میزان انڈیکس (کے ایم آئی 30) کے 5.6 فی صد منفی شرح منافع کے مقابلے میں منفی 5.2 فی صد شرح منافع بنتی ہے۔

میزان ڈیڈیکلیڈ ایکویٹی فنڈ

30 ستمبر 2021 کے مطابق، میزان ڈیڈیکلیڈ ایکویٹی فنڈ (MDEF) کے خالص اثاثہ جات 885 ملین روپے کی سطح پر تھے، جو کہ 30 جون 2021 کے اختتام پر 1,015 ملین روپے تھے، اس طرح خالص اثاثہ جات میں 13 فی صد کمی ہوئی۔ 30 جون 2021 کو 46.9066 روپے فی یونٹ قدر و قیمت کے مقابلے میں 30 ستمبر 2021 کو مجموعی خالص اثاثہ جات کی فی یونٹ قدر و قیمت 44.7274 روپے رہی، اس طرح زیر جائزہ عرصہ کے دوران بیچ مارک کے ایس ای میزان انڈیکس (کے ایم آئی 30) کی 5.6 فی صد منفی شرح منافع کے مقابلے میں منفی 4.6 فی صد شرح منافع بنتی ہے۔

میزان انرجی فنڈ

30 ستمبر 2021 کے مطابق، میزان انرجی فنڈ (MEF) کے خالص اثاثہ جات 507 ملین روپے کی سطح پر تھے، جو کہ 30 جون 2021 کے اختتام پر 584 ملین روپے تھے، اس طرح خالص اثاثہ جات میں 13 فی صد کمی ہوئی۔ 30 جون 2021 کو 34.2992 روپے فی یونٹ قدر و قیمت کے مقابلے میں 30 ستمبر 2021 کو مجموعی خالص اثاثہ جات کی فی یونٹ قدر و قیمت 32.0211 روپے رہی، اس طرح زیر جائزہ عرصہ کے دوران بیچ مارک کے ایس ای میزان انڈیکس (کے ایم آئی 30) کی 5.6 فی صد منفی شرح منافع کے مقابلے میں منفی 6.6 فی صد شرح منافع بنتی ہے۔

میزان پاکستان ایکس چینج ٹریڈ فنڈ

30 ستمبر 2021 کے مطابق، میزان پاکستان ایکس چینج ٹریڈ ایکویٹی فنڈ (MPETF) کے خالص اثاثہ جات بڑھ کر 81 ملین روپے ہو گئے، جو کہ 30 جون 2021 کے اختتام پر 39 ملین روپے تھے، اس طرح خالص اثاثہ جات میں 107 فی صد اضافہ ہوا۔ 30 جون 2021 کو 10.3387 روپے فی یونٹ قدر و قیمت کے مقابلے میں 30 ستمبر 2021 کو مجموعی خالص اثاثہ جات کی فی یونٹ قدر و قیمت 8.9358 روپے رہی، اس طرح زیر جائزہ عرصہ کے دوران بیچ مارک MZNPI کی منفی 13.2 فی صد شرح منافع کے مقابلے میں منفی 13.6 فی صد شرح منافع بنتی ہے۔

میزان ایسیٹ ایلوکیشن فنڈ

30 ستمبر 2021 کے مطابق، میزان ایسیٹ ایلوکیشن فنڈ (MAAF) کے خالص اثاثہ جات 1,505 ملین روپے ہو گئے، جو کہ 30 جون 2021 کے اختتام پر 1,672 ملین روپے تھے، اس طرح خالص اثاثہ جات میں 10 فی صد کمی ہوئی۔ 30 جون 2021 کو 49.4600 روپے فی یونٹ قدر و قیمت کے مقابلے میں 30 ستمبر 2021 کو مجموعی خالص اثاثہ جات کی فی یونٹ قدر و قیمت 47.1081 روپے رہی، اس طرح زیر جائزہ عرصہ کے دوران بیچ مارک کی منفی 4.7 فی صد شرح منافع کے مقابلے میں منفی 4.8 فی صد شرح منافع رہی۔

میزان اسلامک انکم فنڈ

30 ستمبر 2021 کے مطابق، میزان اسلامک انکم فنڈ (MIIF) کے خالص اثاثہ جات 30,219 ملین روپے ہو گئے، جو کہ 30 جون 2021 کے اختتام پر 27,246 ملین روپے تھے، اس طرح خالص اثاثہ جات میں 11 فی صد اضافہ ہوا۔ 30 جون 2021 کو 51.4736 روپے فی یونٹ قدر و قیمت کے مقابلے میں 30 ستمبر 2021 کو مجموعی خالص اثاثہ جات کی فی یونٹ قدر و قیمت 52.5521 روپے رہی، اس طرح زیر جائزہ عرصہ کے دوران بیچ مارک کی سالانہ 3.1 فی صد شرح منافع کے مقابلے میں 8.3 فی صد سالانہ شرح منافع رہی۔ زیر جائزہ عرصہ کے اختتام پر فنڈ کی 15 فی صد سرمایہ کاری اسلامک کارپوریٹ سکوک، ایک فی صد کمرشل پیپر، 39 فی صد جی او پی اجارہ/گورنمنٹ گارنٹیڈ سکوک، چار فی صد مشارکہ سرٹیفکیٹ اور 39 فی صد اسلامی بینکوں یا اسلامک بینکنگ ونڈوز میں تھی۔

میزان سوورن فنڈ

30 ستمبر 2021 کے مطابق، میزان سوورن فنڈ (MSF) کے خالص اثاثہ جات 10,743 ملین روپے ہو گئے، جو کہ 30 جون 2021 کے اختتام پر 9,939 ملین روپے تھے، اس طرح خالص اثاثہ جات میں 8 فیصد اضافہ ہوا۔ 30 جون 2021 کو 51.5918 روپے فی یونٹ قدر و قیمت کے مقابلے میں 30 ستمبر 2021 کو مجموعی خالص اثاثہ جات کی فی یونٹ قدر و قیمت 52.8209 روپے رہی، اس طرح زیر جائزہ عرصہ کے دوران ہینج مارک کی سالانہ 3.1 فی صد شرح منافع کے مقابلے میں 9.5 فی صد سالانہ شرح منافع رہی۔ زیر جائزہ عرصہ کے اختتام پر، 71 فی صد فنڈ جی او پی اجارہ / گورنمنٹ گارنٹیڈ سکوک اور 27 فی صد خالص اثاثہ جات اسلامی بینکوں یا اسلامک بینکنگ ونڈوز میں لگے ہوئے تھے۔

میزان کیش فنڈ

30 ستمبر 2021 کے مطابق، میزان کیش فنڈ (MCF) کے خالص اثاثہ جات 13,412 ملین روپے ہو گئے، جو کہ 30 جون 2021 کے اختتام پر 13,557 ملین روپے تھے، اس طرح خالص اثاثہ جات میں ایک فیصد کمی ہوئی۔ 30 جون 2021 کو 50.5379 روپے فی یونٹ قدر و قیمت کے مقابلے میں 30 ستمبر 2021 کو مجموعی خالص اثاثہ جات کی فی یونٹ قدر و قیمت 51.5436 روپے رہی، اس طرح زیر جائزہ عرصہ کے دوران ہینج مارک کی سالانہ 3.3 فی صد شرح منافع کے مقابلے میں 7.9 فی صد سالانہ شرح منافع رہی۔ زیر جائزہ عرصہ کے اختتام پر، 18 فی صد فنڈ ٹرم ڈیپازٹ ریسیٹ، 6 فی صد کمرشل پیپر اور 76 فی صد خالص اثاثہ جات اسلامی بینک یا اسلامک بینکنگ ونڈوز میں لگے ہوئے تھے۔

میزان روزانہ آمدنی فنڈ

30 ستمبر 2021 کے مطابق، میزان روزانہ آمدنی فنڈ (MRAF) کے خالص اثاثہ جات 47,835 ملین روپے ہو گئے، جو کہ 30 جون 2021 کے اختتام پر 74,704 ملین روپے تھے، اس طرح خالص اثاثہ جات میں 36 فیصد کمی ہوئی۔ 30 ستمبر 2021 کو مجموعی خالص اثاثہ جات کی فی یونٹ قدر و قیمت 50.0000 روپے رہی، اس طرح زیر جائزہ عرصہ کے دوران ہینج مارک کی سالانہ 3.3 فی صد شرح منافع کے مقابلے میں فنڈ کی سالانہ شرح منافع 7.8 فی صد رہی۔ زیر جائزہ عرصہ کے اختتام پر، 12 فی صد فنڈ، ٹرم ڈیپازٹ ریسیٹس، 4 فی صد کمرشل پیپر، 1 فی صد اسلامک کارپوریٹ سکوک، 23 فی صد ہینج مینج اور 60 فی صد خالص اثاثہ جات اسلامی بینکوں یا بینکوں کے اسلامک ونڈوز میں لگے ہوئے تھے۔

میزان ڈیلی انکم فنڈ - MDIP-I

میزان ڈیلی انکم فنڈ - MDIP-I، 13 ستمبر 2021 کو لانچ کیا گیا تھا۔ 30 ستمبر 2021 کے مطابق اس کے خالص اثاثہ جات 2,282 ملین روپے ہو گئے۔ 30 ستمبر 2021 کو مجموعی خالص اثاثہ جات کی فی یونٹ قدر و قیمت 50.0000 روپے رہی، اس طرح زیر جائزہ عرصہ کے دوران ہینج مارک کی سالانہ 3.1 فی صد شرح منافع کے مقابلے میں پلان کی سالانہ شرح منافع 7.1 فی صد رہی۔ زیر جائزہ عرصہ کے اختتام پر 100 فی صد فنڈ اسلامی بینکوں یا اسلامی بینکوں کے ونڈوز میں لگے ہوئے تھے۔

میزان بیلنسڈ فنڈ

30 ستمبر 2021 کے مطابق، میزان بیلنسڈ فنڈ (MBF) کے خالص اثاثہ جات 4,620 ملین روپے ہو گئے، جو کہ 30 جون 2021 کے اختتام پر 4,713 ملین روپے تھے، اس طرح خالص اثاثہ جات میں 2 فیصد کمی ہوئی۔ 30 جون 2021 کو 16.2002 روپے فی یونٹ قدر و قیمت کے مقابلے میں 30 ستمبر 2021 کو مجموعی خالص اثاثہ جات کی فی یونٹ قدر و قیمت 16.0123 روپے رہی، اس طرح زیر جائزہ عرصہ کے دوران ہینج مارک کی سالانہ منفی 2.3 فی صد شرح منافع کے مقابلے میں منفی 1.2 فی صد سالانہ شرح منافع رہی۔

میزان فنانشل پلاننگ فنڈ آف فنڈز

ایگریسیو ایلو کیشن پلان

30 ستمبر 2021 کے مطابق، پلان کے خالص اثاثہ جات 343 ملین روپے تھے، جو کہ 30 جون 2021 کے اختتام پر 348 ملین روپے تھے۔ ہینج مارک 4.0 فی صد منفی شرح منافع کے مقابلے میں پلان کی شرح منافع 0.01 فی صد رہی۔

موڈریٹ ایلو کیشن پلان

30 ستمبر 2021 کو پلان کے خالص اثاثہ جات 166 ملین روپے تھے، جو کہ 30 جون 2020 کو 146 ملین روپے تھے۔ پلان نے زیر جائزہ عرصہ

کے دوران، بیئج مارک 2.4 فی صد شرح منافع کے مقابلے میں 1.2 فی صد شرح منافع دیا۔

کنزرویٹو ایلو کیشن پلان

30 ستمبر 2021 کو پلان کے خالص اثاثہ جات 229 ملین روپے تھے، جو کہ 30 جون 2020 کو 224 ملین روپے تھے۔ پلان نے اس عرصہ کے دوران بیئج مارک منفی 0.8 فی صد شرح منافع کے مقابلے میں 1.7 فی صد شرح منافع دیا۔

میزان ایسیٹ ایلو کیشن پلان-I

30 ستمبر 2021 کو پلان کے خالص اثاثہ جات 159 ملین روپے تھے، جو کہ 30 جون 2020 کو 156 ملین روپے تھے۔ پلان نے اس عرصہ کے دوران، بیئج مارک منفی 4.0 فی صد شرح منافع کے مقابلے میں 3.0 فی صد شرح منافع دیا۔

میزان اسٹریٹجک ایلو کیشن فنڈ

میزان اسٹریٹجک ایلو کیشن پلان-I

30 ستمبر 2021 کو پلان کے خالص اثاثہ جات 617 ملین روپے تھے، جو کہ 30 جون 2020 کو 674 ملین روپے تھے۔ پلان نے سہ ماہی کے دوران، بیئج مارک 4.0 فی صد منفی شرح منافع کے مقابلے میں 0.6 فی صد منفی شرح منافع دیا۔

میزان اسٹریٹجک ایلو کیشن پلان-II

30 ستمبر 2021 کو پلان کے خالص اثاثہ جات 409 ملین روپے تھے، جو کہ 30 جون 2020 کو 452 ملین روپے تھے۔ پلان نے سہ ماہی کے دوران، بیئج مارک منفی 4.1 فی صد شرح منافع کے مقابلے میں 1.2 فی صد منفی شرح منافع دیا۔

میزان اسٹریٹجک ایلو کیشن پلان-III

30 ستمبر 2021 کو پلان کے خالص اثاثہ جات 409 ملین روپے تھے، جو کہ 30 جون 2020 کو 501 ملین روپے تھے۔ پلان نے سہ ماہی کے دوران، بیئج مارک منفی 4.0 فی صد شرح منافع کے مقابلے میں 1.6 فی صد شرح منافع دیا۔

میزان اسٹریٹجک ایلو کیشن پلان-IV

30 ستمبر 2021 کو پلان کے خالص اثاثہ جات 173 ملین روپے تھے، جو کہ 30 جون 2020 کو 213 ملین روپے تھے۔ پلان نے سہ ماہی کے دوران، بیئج مارک منفی 4.0 فی صد شرح منافع کے مقابلے میں 0.7 فی صد شرح منافع دیا۔

میزان اسٹریٹجک ایلو کیشن پلان-V

30 ستمبر 2021 کو پلان کے خالص اثاثہ جات 61 ملین روپے تھے، جو کہ 30 جون 2020 کو 63 ملین روپے تھے۔ پلان نے سہ ماہی کے دوران، بیئج مارک منفی 4.1 فی صد شرح منافع کے مقابلے میں 1.6 فی صد شرح منافع دیا۔

میزان کپیٹل پریزرویشن پلان-III

30 ستمبر 2021 کو پلان کے خالص اثاثہ جات 257 ملین روپے تھے، جو کہ 30 جون 2020 کو 265 ملین روپے تھے۔ پلان نے زیر جائزہ عرصہ کے دوران، بیئج مارک منفی 0.4 فی صد شرح منافع کے مقابلے میں 1.3 فی صد شرح منافع دیا۔

میزان اسٹریٹجک ایلو کیشن فنڈ-II

میزان کپیٹل پریزرویشن پلان-IV

30 ستمبر 2021 کو پلان کے خالص اثاثہ جات 746 ملین روپے تھے، جو کہ 30 جون 2020 کو 767 ملین روپے تھے۔ پلان نے زیر جائزہ عرصہ کے دوران، بیئج مارک منفی 2.1 فی صد شرح منافع کے مقابلے میں 0.6 فی صد شرح منافع دیا۔

میزان کیپیٹل پریزرویشن پلان-V

30 ستمبر 2021 کو پلان کے خالص اثاثہ جات 90 ملین روپے تھے، جو کہ 30 جون 2020 کو 94 ملین روپے تھے۔ پلان نے زیر جائزہ عرصہ کے دوران، بیسٹ مارک منفی 0.2 فی صد شرح منافع کے مقابلے میں 1.5 فی صد شرح منافع دیا۔

میزان کیپیٹل پریزرویشن پلان-VI

30 ستمبر 2021 کو پلان کے خالص اثاثہ جات 88 ملین روپے تھے، جو کہ 30 جون 2020 کو 93 ملین روپے تھے۔ پلان نے زیر جائزہ عرصہ کے دوران، بیسٹ مارک 0.8 فی صد شرح منافع کے مقابلے میں 2.3 فی صد شرح منافع دیا۔

میزان کیپیٹل پریزرویشن پلان-VII

30 ستمبر 2021 کو پلان کے خالص اثاثہ جات 102 ملین روپے تھے، جو کہ 30 جون 2020 کو 104 ملین روپے تھے۔ پلان نے زیر جائزہ عرصہ کے دوران، بیسٹ مارک 0.4 فی صد شرح منافع کے مقابلے میں 1.7 فی صد شرح منافع دیا۔

میزان کیپیٹل پریزرویشن پلان-VIII

یہ پلان 27 اگست 2021 کو اپنی پختگی کو پہنچا۔

میزان اسٹریٹجک ایلوکیشن فنڈ-III

میزان کیپیٹل پریزرویشن پلان-IX

30 ستمبر 2021 کو پلان کے خالص اثاثہ جات 95 ملین روپے تھے، جو کہ 30 جون 2021 کو 100 ملین روپے تھے۔ پلان نے اس عرصہ کے دوران، بیسٹ مارک منفی 2.1 فی صد شرح منافع کے مقابلے میں منفی 0.8 فی صد منافع دیا۔

میزان گولڈ فنڈ

30 ستمبر 2021 کو فنڈ کے خالص اثاثہ جات 487 ملین روپے رہے، جو کہ 30 جون 2020 کو 488 ملین روپے تھے، جو کہ 0.03 فی صد کمی ہے۔ 30 ستمبر 2021 کو مجموعی خالص اثاثہ جات کی فی یونٹ قدر و قیمت 83.6927 روپے رہی، جبکہ 30 جون 2021 کو فی یونٹ قدر و قیمت 83.6357 روپے تھی، اس طرح سہ ماہی کے دوران فنڈ نے بیسٹ مارک منفی 0.2 فی صد شرح منافع کے مقابلے میں 0.1 فی صد منافع دیا۔

میزان تحفظ پنشن فنڈ

میزان تحفظ پنشن فنڈ چار ذیلی فنڈز بنام ایکویٹی ذیلی فنڈ، ڈیبٹ ذیلی فنڈ، منی مارکیٹ ذیلی فنڈ اور گولڈ ذیلی فنڈ پر مشتمل ہے۔ 30 ستمبر 2021 کو ختم ہونے والی سہ ماہی کے دوران ایکویٹی ذیلی فنڈ نے منفی 2.6 فی صد اور گولڈ ذیلی فنڈ نے منفی 0.3 فی صد منافع دیا، جبکہ ڈیبٹ اور منی مارکیٹ ذیلی فنڈز نے بالترتیب 8.4 فی صد اور 7.3 فی صد سالانہ منافع دیا۔ ہر ذیلی فنڈ کی کارکردگی کا جائزہ درج ذیل ہے:

ایکویٹی ذیلی فنڈ

30 ستمبر 2021 کو اس ذیلی فنڈ کے خالص اثاثہ جات 5,278 ملین روپے رہے، جو کہ 30 جون 2021 کو 5,511 ملین روپے تھے، یہ چار فی صد کمی کو ظاہر کرتا ہے۔ 30 ستمبر 2021 کے اختتام پر پلان کے مجموعی خالص اثاثہ جات کی فی یونٹ قدر و قیمت 525.1235 روپے رہی، جبکہ 30 جون 2021 کو 539.0946 روپے تھی۔

ڈیبٹ ذیلی فنڈ

30 ستمبر 2021 کو اس ذیلی فنڈ کے خالص اثاثہ جات 4,466 ملین روپے رہے، جو کہ 30 جون 2021 کو 4,334 ملین روپے تھے، یہ تین فی صد اضافہ کو ظاہر کرتا ہے۔ 30 ستمبر 2021 کے اختتام پر فنڈ کے مجموعی خالص اثاثہ جات کی فی یونٹ قدر و قیمت 287.147 روپے رہی، جبکہ 30 جون 2021 کو 281.2267 روپے تھی۔

منی مارکیٹ ذیلی فنڈ

30 ستمبر 2021 کو اس ذیلی فنڈ کے خالص اثاثہ جات 3,440 ملین روپے رہے، جو کہ 30 جون 2021 کو 3,379 ملین روپے تھے، یہ دونی صد کا اضافہ ہے۔ 30 ستمبر 2021 کے اختتام پر فنڈ کے مجموعی خالص اثاثہ جات کی فی یونٹ قدر و قیمت 275.683 روپے رہی، جبکہ 30 جون 2021 کو 270.7037 روپے تھی۔

گولڈ ذیلی فنڈ

30 ستمبر 2021 کو اس ذیلی فنڈ کے خالص اثاثہ جات 120 ملین روپے رہے، جو کہ 30 جون 2021 کو 135 ملین روپے تھے، یہ 11 فی صد کی ہمتی ہے۔ 30 ستمبر 2021 کے اختتام پر فنڈ کے مجموعی خالص اثاثہ جات کی فی یونٹ قدر و قیمت 158.4779 روپے رہی، جبکہ 30 جون 2021 کو 158.9588 روپے تھی۔

نکتہ نظر

ایف بی آر کے محصولات میں متاثر کن نمو کے ساتھ اہم اقتصادی اشاریے ظاہر کرتے ہیں کہ حکومت اپنے جی ڈی پی کی شرح نمو کا ہدف حاصل کر لے گی۔ عالمی سطح پر اجناس کی قیمتوں میں بڑے پیمانے پر اضافہ کے رجحان کے باعث بجلی اور گیس کے نرخوں میں متوقع اضافے اور ایشیائے خورد و نوش کی قیمتوں میں اضافے کے ساتھ، ہم توقع کرتے ہیں کہ مالی سال 22 میں افراط زر کی شرح بینک دولت پاکستان کی جانب سے 9-7 فی صد کی تخمینہ کردہ شرح کے بالائی حصہ میں رہے گی۔ آنے والے مہینوں میں، بڑھتے ہوئے درآمدی بل، اشیاء کی عالمی قیمتوں سے رواں کھاتوں کے خسارے پر دباؤ برقرار رہنے کی توقع ہے۔ مزید، افغانستان میں اقتدار کی منتقلی کے مرحلے کی وجہ سے پاکستانی روپے پر مختصر مدت میں دباؤ جاری رہ سکتا ہے۔

حکومت نے اضافی فیکسڈ اور فلوٹنگ ریٹ اجارہ سکوک جاری کرنے کے لیے مقامی مارکیٹ میں تقریباً 1.2 ٹریلین روپے مالیت کے اجارہ سکوک جاری کرنے کا ہدف رکھا ہے، جو مارکیٹ شرکاء کی پرکشش شرح منافع پر فنڈ زلگانے کی صلاحیت کو مزید بڑھا دے گا۔ ہم کارپوریٹ سیکٹر سے بھی توقع رکھتے ہیں کہ وہ سکوک اور اسلامک کرسٹل پیپرز کے ذریعے فنڈز اکٹھا کرتے رہیں گے۔

بازار حصص کے لیے، ہمیں توقع ہے کہ کارپوریٹ آمدنی میں مضبوط اضافہ اور پرکشش قیمتوں کی پشت پر مثبت آؤٹ لک برقرار رہے گا۔ ہر چند کہ حالیہ مہینوں میں بلند تجارتی خسارے کی وجہ سے بیرونی کھاتوں کے محاذ پر کچھ خدشات ابھر رہے ہیں تاہم، مالی سال 18-19 میں جو کچھ ہم نے دیکھا اس کے مقابلے میں یہ صورت حال کم سنگین ہے کیونکہ بینک دولت پاکستان کے زرمبادلہ ذخائر جون 2019 میں صرف 7.3 ارب ڈالر کے مقابلے میں ستمبر 2021 تک 19.3 ارب ڈالر ہیں جو کہ بلند ترین سطح کے قریب ہیں۔ حکومت، آئی ایم ایف پروگرام دوبارہ شروع کرنے اور ٹیکس وصولی کو بہتر بنانے اور گردش قرضوں کو روکنے کے لیے منصوبے پر کام کرنے کے لیے آئی ایم ایف ٹیم کے ساتھ بھی گفت و شنید میں مصروف ہے۔

اعتراف

ہم اس موقع کو غنیمت جانتے ہوئے اپنے گراں قدر سرمایہ کاروں سے ان کے المیزان انویسٹمنٹس پر بھروسہ کے لیے تشکر کا اظہار کرتے ہیں، جو پاکستان کی بڑی ایسیٹ مینجمنٹ کمپنیوں میں سے ایک ہے۔ ہم ضابطہ کار، سیکورٹیز اینڈ ایکس چینج کمیشن آف پاکستان اور ہمارے ٹرسٹی، سینٹرل ڈیپازٹری کمپنی آف پاکستان سے بھی ان کی بھرپور اعانت و مدد کے لیے اظہار تشکر کرتے ہیں۔ اسی طرح، میزبان بینک کے اراکین شریعہ سپروائزر بورڈ کا بھی ان کے مسلسل تعاون اور فنڈ مینجمنٹ کے شریعہ سے متعلق پہلوؤں پر اعانت کے لیے بھی شکریہ ادا کرنا چاہیں گے۔

برائے و بجانب بورڈ

محمد اسد

ایگزیکٹو چیف ایگزیکٹو آفیسر

بتاریخ 11 اکتوبر 2021



Al Meezan
Investment Management Ltd.

MEEZAN ISLAMIC FUND (MIF)

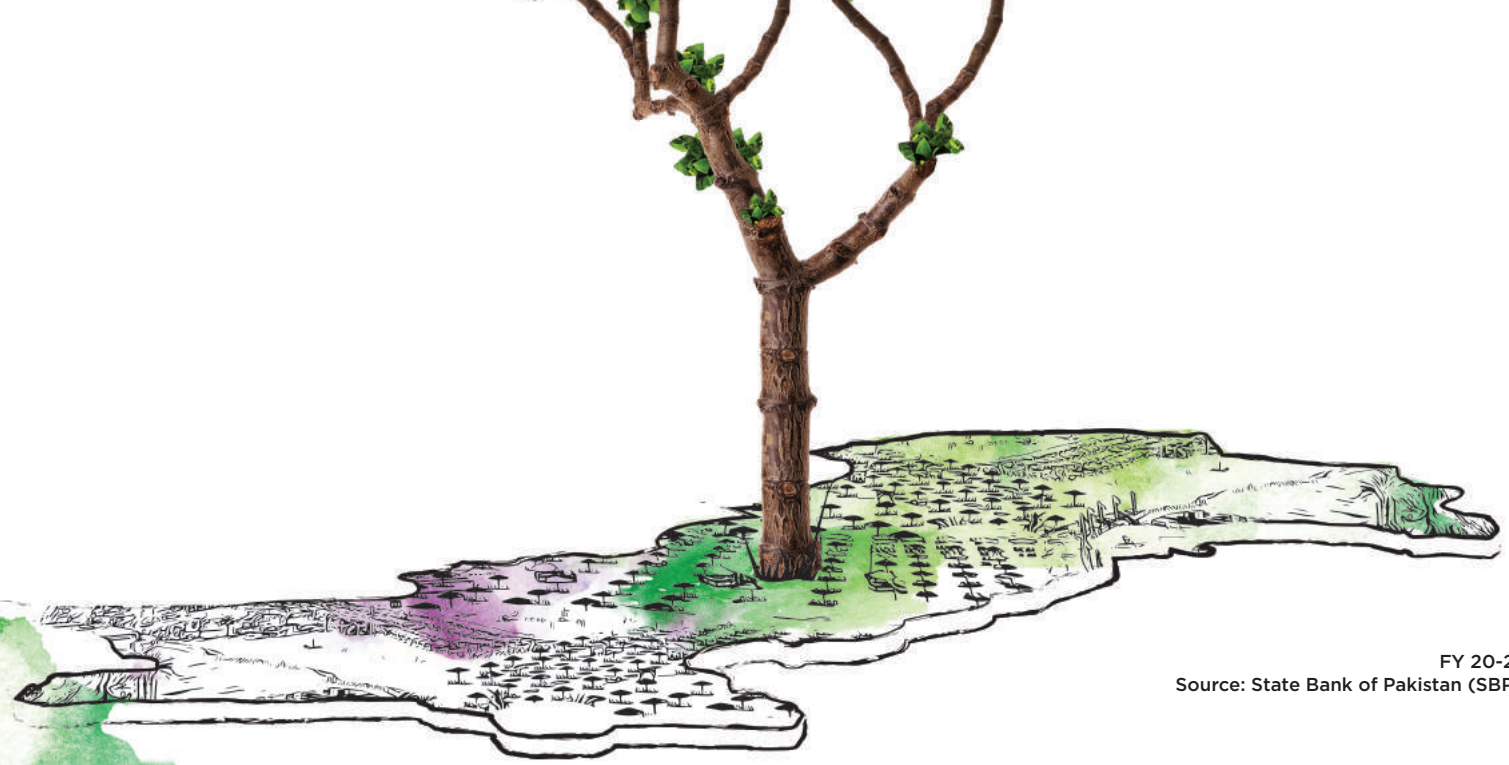
Meezan Islamic Fund seeks to optimize total investor returns by investing in Shariah Compliant equities focusing on both capital gains and dividend income.



PHENOMENAL **GROWTH** IN **FOREIGN** **REMITTANCES**

BY

27.0%



FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah Ahmed	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan R Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director - PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naeem Sattar	Nominee Director - PKIC
Mr. Feroz Rizvi	Independent Director
Ms. Danish Zuberi	Independent Director
Mr. Mohammad Shoaib, CFA	Chief Executive Officer

COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Salman Muslim

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Shahid Ojha

AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Tariq Mairaj	Member
Mr. Naeem Sattar	Member

RISK MANAGEMENT COMMITTEE

Mr. Mubashar Maqbool	Chairman
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ariful Islam	Chairman
Mr. Mubashar Maqbool	Member
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member
Mr. Mohammad Shoaib, CFA	Member

TRUSTEE

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block B, S.M.C.H.S., Main Sharah-e-Faisal Karachi.

AUDITORS

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

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Allied Bank Limited	Habib Metropolitan Bank Limited - Islamic Banking
Al Baraka Islamic Bank B.S.C (E.C)	MCB Bank Limited
Askari Bank Limited - Islamic Banking	MCB Islamic Bank Limited
Bank Al Habib Limited - Islamic Banking	Meezan Bank Limited
Bank Alfalah Limited	National Bank of Pakistan - Islamic Banking
Bank Islami Pakistan Limited	Samba Bank Limited
Dubai Islamic Bank Pakistan Limited	Sindh Bank Limited
Faysal Bank Limited - Islamic Banking	UBL Ameen - Islamic Banking
Habib Bank Limited -Islamic Banking	

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited
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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited
Standard Chartered Bank (Pakistan) Limited



**MEEZAN ISLAMIC FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2021**

		September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
Assets			
Balances with banks	5	1,575,595	2,061,391
Investments	6	30,638,282	32,886,340
Receivable against sale of investments		-	34,569
Receivable against conversion of units		79,214	145,285
Receivable against Issuance of units		447,200	-
Dividend receivable		240,607	84,683
Advances, deposits and other receivables		11,798	189,717
Total assets		<u>32,992,696</u>	<u>35,401,985</u>
Liabilities			
Payable to AI Meezan Investment Management Limited - Management Company	7	153,813	92,487
Payable to Central Depository Company of Pakistan Limited - Trustee		3,215	3,314
Payable to Meezan Bank Limited		425	1,035
Payable to the Securities and Exchange Commission of Pakistan		1,734	6,201
Payable against redemption and conversion of units		110,835	85,604
Payable against purchase of investments		139,825	70,503
Accrued expenses and other liabilities	8	319,280	868,818
Total liabilities		<u>729,127</u>	<u>1,127,962</u>
Net assets		<u>32,263,569</u>	<u>34,274,023</u>
Unit holders' funds (as per statement attached)		<u>32,263,569</u>	<u>34,274,023</u>
Contingencies and commitments	9		
		(Number of units)	
Number of units in issue		<u>523,220,565</u>	<u>540,803,980</u>
		(Rupees)	
Net asset value per unit		<u>61.6634</u>	<u>63.3761</u>

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN ISLAMIC FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	Note	September 30,	
		2021	2020
		(Rupees in '000)	
Income			
Dividend income		451,573	156,164
Profit on saving accounts with banks		32,477	30,245
Net realised gain on sale of investments		71,188	249,792
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)	8.1	525,426	-
		<u>1,080,664</u>	<u>436,201</u>
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1	(1,619,165)	4,079,365
Total (loss) / income		<u>(538,501)</u>	<u>4,515,566</u>
Expenses			
Remuneration of Al Meezan Investment Management Limited - Management Company	7	173,411	144,172
Sindh Sales Tax on remuneration of the Management Company		22,543	18,742
Allocated expenses		9,538	7,209
Selling and marketing expenses		86,705	28,834
Remuneration of Central Depository Company of Pakistan Limited - Trustee		8,923	7,461
Sindh Sales Tax on remuneration of the Trustee		1,160	970
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)		1,734	1,442
Auditors' remuneration		266	222
Fees and subscription		936	668
Legal and professional charges		184	-
Brokerage expense		12,608	9,891
Bank and settlement charges		1,077	924
Provision for Sindh Workers' Welfare Fund (SWWF)	8.1	-	85,809
Charity expense		13,355	4,585
Total expenses		<u>332,440</u>	<u>310,929</u>
Net (loss) / income for the quarter before taxation		<u>(870,941)</u>	<u>4,204,637</u>
Taxation	13	-	-
Net (loss) / income for the quarter after taxation		<u>(870,941)</u>	<u>4,204,637</u>
Allocation of net income for the quarter			
Net income for the quarter after taxation		-	4,204,637
Income already paid on units redeemed		-	(492,101)
		<u>-</u>	<u>3,712,536</u>
Accounting income available for distribution			
- Relating to capital gains		-	3,712,536
- Excluding capital gains		-	-
		<u>-</u>	<u>3,712,536</u>

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

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

Chief Executive

Chief Financial Officer

Director



**MEEZAN ISLAMIC FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	<u>September 30,</u>	
	<u>2021</u>	<u>2020</u>
	<u>(Rupees in '000)</u>	
Net (loss) / income for the quarter after taxation	(870,941)	4,204,637
Other comprehensive income for the quarter	-	-
Total comprehensive (loss) / income for the quarter	<u>(870,941)</u>	<u>4,204,637</u>

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

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

Chief Executive

Chief Financial Officer

Director

MEEZAN ISLAMIC FUND
STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	2021			September 30, 2020			
	Capital Value	Accumulated loss / Undistributed income	Total	Capital Value	Accumulated loss / Undistributed income	Over distribution	Total
	Rupees in '000			Rupees in '000			
Net assets at the beginning of the quarter as previously reported (Audited)	30,603,590	3,670,433	34,274,023	26,641,970	(1,860,387)	(709,398)	24,072,185
Issue of 140,484,396 units (September 30, 2020: 205,193,038 units)							
- Capital value (at net asset value per unit at the beginning of the quarter)	8,903,353	-	8,903,353	9,597,084	-	-	9,597,084
- Element of income	108,568	-	108,568	1,425,074	-	-	1,425,074
Total proceeds on issuance of units	9,011,921	-	9,011,921	11,022,158	-	-	11,022,158
Redemption of 158,067,811 units (September 30, 2020: 176,505,469 units)							
- Capital value (at net asset value per unit at the beginning of the quarter)	10,017,721	-	10,017,721	8,255,337	-	-	8,255,337
- Element of loss	133,713	-	133,713	722,086	492,101	-	1,214,187
Total payments on redemption of units	10,151,434	-	10,151,434	8,977,423	-	-	9,469,524
Total comprehensive (loss) / income for the quarter		(870,941)	(870,941)		4,204,637		4,204,637
Adjustment of over distribution					(709,398)	709,398	
Net (loss) / income for the quarter less distribution		(870,941)	(870,941)		3,495,239	709,398	4,204,637
Net assets at the end of the quarter	29,464,077	2,799,492	32,263,569	28,686,705	1,634,852	-	29,829,456
(Accumulated loss) / Undistributed income brought forward as previously reported (Audited)							
- Realised loss		(2,652,037)				(1,065,399)	
- Unrealised income / (loss)		6,322,470				(794,988)	
		3,670,433				(1,860,387)	
Adjustment of over distribution						(709,398)	
Accounting income available for distribution (after adjusting income already paid on units redeemed)							
- Relating to capital gains						3,712,536	
- Excluding capital gains						-	
						3,712,536	
Net loss for the quarter after taxation		(870,941)				-	
Undistributed income / (Accumulated loss) carried forward		2,799,492				1,142,751	
Undistributed income carried forward							
- Realised income / (loss)		4,418,657				(2,936,614)	
- Unrealised (loss) / income		(1,619,165)				4,079,365	
		2,799,492				1,142,751	
Net assets value per unit at the beginning of the quarter			(Rupees) 63.3761				(Rupees) 46.7710
Net assets value per unit at the end of the quarter			61.6634				54.8972

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director



MEEZAN ISLAMIC FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	September 30,	
	2021	2020
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the quarter before taxation	(870,941)	4,204,637
Adjustments for:		
Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	1,619,165	(4,079,365)
	<u>748,224</u>	<u>125,272</u>
Decrease / (increase) in assets		
Investments - net	628,893	(933,510)
Receivable against sale of investments	34,569	(214,575)
Dividend receivable	(155,924)	(94,891)
Advances, deposits and other receivables	177,919	(4,809)
	<u>685,457</u>	<u>(1,247,785)</u>
Decrease in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	61,326	58,729
Payable to Central Depository Company of Pakistan Limited - Trustee	(99)	615
Payable to Meezan Bank Limited	(610)	(297)
Payable to the Securities and Exchange Commission of Pakistan	(4,467)	(3,582)
Payable against purchase of investments	69,322	(123,732)
Accrued expenses and other liabilities	(549,538)	(36,692)
	<u>(424,066)</u>	<u>(104,959)</u>
Net cash generated from / (used in) operating activities	<u>1,009,615</u>	<u>(1,227,472)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	8,630,792	10,927,012
Dividend Paid	-	(152,480)
Payment against redemption and conversion of units	(10,126,203)	(9,401,150)
Net cash (used in) / generated from financing activities	<u>(1,495,411)</u>	<u>1,373,382</u>
Net (decrease) / increase in cash and cash equivalents during the quarter	<u>(485,796)</u>	<u>145,910</u>
Cash and cash equivalents at the beginning of the quarter	2,061,391	1,755,340
Cash and cash equivalents at the end of the quarter	<u><u>1,575,595</u></u>	<u><u>1,901,250</u></u>

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

MEEZAN ISLAMIC FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Meezan Islamic Fund (the Fund) was established under a Trust Deed executed between Al Meezan Investment Management Limited (Al Meezan) as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed on June 16, 2003 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on June 4, 2003 under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003, (NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008, (NBFC Regulations, 2008). The Management Company has been licensed by the Securities and Exchange Commission of Pakistan (SECP) to act as an Asset Management Company under the the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi, 74400, Pakistan.
- 1.2** The Fund has been formed to enable the unit holders to participate in a diversified portfolio of securities, which are Shariah compliant. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah. The Management Company has appointed Meezan Bank Limited (MBL) as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah. The investment objectives and policies are explained in the Fund's offering document.
- 1.3** The Fund is an open-end fund listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund is categorized as a Equity Scheme in accordance with Circular 7 of 2009 issued by Securities and Exchange Commission of Pakistan (SECP).
- 1.4** The Management Company has been assigned a quality rating of AM1 by VIS dated December 31, 2020 (2020: AM1 dated December 31, 2019) and by PACRA dated June 23, 2021 (2020: AM1 dated June 26, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.5** The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.6** The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company has fulfilled requirements for registration and accordingly, the fund has been registered under Sindh Trusts Act, 2020.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 Statement of Compliance

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

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2021.

These condensed interim financial statements are unaudited. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at September 30, 2021.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2021.

4.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2021. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2021.

4.3 There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2021. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

	Note	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
5. BALANCES WITH BANKS			
In current accounts		10,323	10,793
In saving accounts	5.1	1,565,272	2,050,598
		<u>1,575,595</u>	<u>2,061,391</u>

5.1 The balance in saving accounts have an expected profit ranging from 1.50% to 8.00% per annum (June 30, 2021: 1.50% to 7.32% per annum).

	Note	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
6. INVESTMENTS			
Shares of listed companies - 'ordinary shares'	6.1	<u>30,638,282</u>	<u>32,886,340</u>

6.1 Shares of listed companies - 'ordinary shares'

Name of the investee company	As at July 1, 2021	Purchases during the quarter	Bonus / Right issue	Sales during the quarter	As at Sep 30, 2021	Carrying value as at Sep 30, 2021	Market value as at Sep 30, 2021	Unrealised appreciation/ (diminution) as at Sep 30, 2021	Percentage in relation to		
									Net assets of the Fund	Total market value of invest- ments	Paid-up capital of investee company (with face value of investment)
						Number of shares		Rupees in '000		%	
Sectors / companies											
Automobile assembler											
Gandhara Industries Limited	-	130,000	-	-	130,000	39,022	25,346	(13,676)	0.08	0.08	0.31
Gandhara Nissan Limited	-	303,800	-	70,000	233,800	28,125	20,371	(7,754)	0.06	0.07	0.41
Millat Tractors Limited	590,110	20,000	-	-	610,110	658,689	654,770	(3,919)	2.03	2.14	1.09
Pak Suzuki Motor Company Limited	50,000	-	-	50,000	-	-	-	-	-	-	-
									2.17	2.29	1.80
Automobile parts and accessories											
Agriauto Industries Limited (note 6.1.1)	140,700	-	-	-	140,700	38,607	31,642	(6,965)	0.10	0.10	0.49
Panther Tyres Limited (note 6.1.3)	202,090	1,250,000	290,418	-	1,742,508	108,026	86,184	(21,842)	0.27	0.28	1.04
									0.37	0.38	1.53
Chemicals											
Engro Polymer & Chemicals Limited	16,475,221	1,935,000	-	-	18,410,221	883,486	1,013,851	130,365	3.14	3.31	2.03
Dynea Pakistan Limited (Note 6.1.1)	293,000	5,000	-	-	298,000	66,153	67,726	1,573	0.21	0.22	1.58
ICI Pakistan Limited	919,535	-	-	50,850	868,685	754,714	689,362	(65,352)	2.14	2.25	0.94
Ghani Global Holdings Limited	3,550	-	-	3,550	-	-	-	-	-	-	-
Nimir Resins Limited (Note 6.1.1)	375,000	-	-	375,000	-	-	-	-	-	-	-
Sitara Chemicals Industries Limited	30,500	-	-	-	30,500	10,736	8,630	(2,106)	0.03	0.03	0.14
									5.52	5.81	4.69

Name of the investee company	As at July 1, 2021	Purchases during the quarter	Bonus / Right issue	Sales during the quarter	As at Sep 30, 2021	Carrying value as at Sep 30, 2021	Market value as at Sep 30, 2021	Unrealised appreciation/ (diminution) as at Sep 30, 2021	Percentage in relation to				
									Net assets of the Fund	Total market value of investments	Paid-up capital of investee company (with face value of investment)		
					Number of shares			Rupees in '000			%		
Cement													
Attock Cement Pakistan Limited	425,400	-	-	15,600	409,800	73,690	57,724	(15,966)	0.18	0.19	0.30		
Cherat Cement Company Limited	3,335,000	120,000	-	-	3,455,000	612,336	494,825	(117,511)	1.53	1.62	1.78		
D.G. Khan Cement Company Limited	2,953,649	550,000	-	3,204,850	298,799	31,968	26,420	(5,548)	0.08	0.09	0.07		
Fauji Cement Company Limited	5,129,500	-	-	-	5,129,500	117,979	92,075	(25,904)	0.29	0.30	0.37		
Kohat Cement Company Limited	5,354,750	-	-	65,000	5,289,750	1,092,280	909,520	(182,760)	2.82	2.97	2.63		
Lucky Cement Limited	4,365,992	163,000	-	788,982	3,740,010	3,234,191	2,703,653	(530,538)	8.38	8.82	1.16		
Power Cement Limited	639,500	-	-	-	639,500	6,146	4,489	(1,657)	0.01	0.01	0.06		
Maple Leaf Cement Factory Limited	18,186,814	1,849,000	-	4,455,000	15,580,814	718,856	548,445	(170,411)	1.70	1.79	1.42		
									14.99	15.79	7.79		
Paper and Board													
Cherat Packaging Limited	161,847	-	-	-	161,847	32,193	29,003	(3,190)	0.09	0.09	0.38		
Century Paper & Board Mills Limited (note 6.1.3)	3,972,600	56,200	599,640	-	4,628,440	490,331	346,809	(143,522)	1.07	1.13	2.28		
Roshan Packages Limited	3,332,500	-	-	-	3,332,500	109,773	82,979	(26,794)	0.26	0.27	2.35		
Security Papers Limited	41,000	-	-	41,000	-	-	-	-	-	-	-		
Packages Limited	1,649,425	300	-	175,250	1,474,475	803,876	692,060	(111,816)	2.15	2.26	1.65		
									3.57	3.75	6.66		
Technology and communication													
Avanceon Limited	4,519,155	612,000	-	2,396,500	2,734,655	261,242	337,347	76,105	1.05	1.10	1.07		
Airlink communication Limited	-	2,869,500	-	-	2,869,500	205,169	206,805	1,636	0.64	0.67	0.78		
Octopus Digital Limited	-	74,336	-	-	74,336	3,018	3,018	-	0.01	0.01	0.05		
Netsol Technologies Limited	-	50,000	-	-	50,000	5,862	6,244	382	0.02	0.02	0.06		
Pakistan Telecommunication Company Limited "A"	3,873,000	-	-	-	3,873,000	45,856	36,251	(9,605)	0.11	0.12	0.10		
TPL Trakker Limited	605,000	-	-	-	605,000	10,594	10,321	(273)	0.03	0.03	0.32		
World call Telecom Limited	1,600,000	1,000,000	-	-	2,600,000	9,966	7,072	(2,894)	0.02	0.02	0.14		
Systems Limited	2,440,560	-	-	-	2,440,560	1,367,251	1,775,532	408,281	5.50	5.80	1.78		
									7.38	7.77	4.31		
Refinery													
Attock Refinery Limited	100,000	-	-	100,000	-	-	-	-	-	-	-		
Byco Petroleum Pakistan Limited	21,600,000	38,830,000	-	6,247,500	54,182,500	550,421	443,213	(107,208)	1.37	1.45	1.02		
									1.37	1.45	1.02		
Commercial Banks													
Meezan Bank Limited (a related party of the Fund) (note 6.1.3)	14,130,816	750,000	2,113,106	895,939	16,097,983	1,633,650	2,252,591	618,941	6.98	7.35	0.99		
BankIslami Pakistan Limited	14,692,500	1,000,000	-	-	15,692,500	178,272	197,726	19,454	0.61	0.65	1.42		
									7.59	8.00	2.40		
Oil and Gas Marketing Companies													
Attock Petroleum Limited	798,334	-	-	-	798,334	256,289	231,517	(24,772)	0.72	0.76	0.80		
Hascol Petroleum Limited	40,861	-	-	-	40,861	365	265	(100)	-	-	0.00		
Hi-Tech Lubricants Limited	50,000	-	-	-	50,000	3,546	3,101	(445)	0.01	0.01	0.04		
Shell Pakistan Limited	265,400	-	-	265,400	-	-	-	-	-	-	-		
Pakistan State Oil Company Limited	5,622,901	360,000	-	1,334,111	4,648,790	1,043,545	934,360	(109,185)	2.90	3.05	0.99		
Sui Southern Gas Pipelines Limited	-	-	-	-	-	-	-	-	-	-	-		
Sui Northern Gas Pipelines Limited	4,175,800	1,933,712	-	-	6,109,512	298,760	277,861	(20,899)	0.86	0.91	0.96		
									4.49	4.73	2.80		
Oil and Gas Exploration Companies													
Oil and Gas Development Company Limited	17,615,813	3,654,499	-	2,168,914	19,101,398	1,809,838	1,600,697	(209,141)	4.96	5.22	0.44		
Pakistan Oilfields Limited	2,110,607	-	-	537,146	1,573,461	619,723	590,599	(29,124)	1.83	1.93	0.55		
Pakistan Petroleum Limited	16,464,880	1,643,310	-	430,700	17,677,490	1,533,661	1,324,221	(209,440)	4.10	4.32	0.65		
Mari Petroleum Company Limited	1,794,247	-	-	7,500	1,786,747	2,723,699	2,775,479	51,780	8.60	9.06	1.34		
									19.49	20.53	2.99		
Pharmaceuticals													
Abbott Laboratories (Pakistan) Limited	69,050	-	-	9,000	60,050	47,581	46,410	(1,171)	0.14	0.15	0.06		
AGP Limited	3,242,300	74,100	-	2,997,600	318,800	37,429	36,595	(834)	0.11	0.12	0.11		
GlaxoSmithKline Consumer Healthcare Products Limited	364,656	-	-	25,000	339,656	84,945	86,639	1,694	0.27	0.28	0.29		
Ferozsons Laboratories Limited	24,000	-	-	-	24,000	8,468	8,753	285	0.03	0.03	0.07		
IBL Healthcare Limited	-	255,700	-	-	255,700	25,032	23,087	(1,945)	0.07	0.08	0.47		
Hignnoon Laboratories Limited	131,760	-	-	-	131,760	79,055	81,647	2,592	0.25	0.27	0.35		
The Searle Company Limited	3,527,044	-	-	554,800	2,972,244	721,126	598,937	(122,189)	1.86	1.95	1.24		
									2.73	2.88	2.59		
Power Generation and Distribution													
The Hub Power Company Limited	13,178,273	6,276,809	-	-	19,455,082	1,540,802	1,430,532	(110,270)	4.43	4.67	1.50		
K - Electric Limited (6.1.1)	110,064,000	900,000	-	-	110,964,000	463,416	443,856	(19,560)	1.38	1.45	0.40		
									5.81	6.12	1.90		

Name of the investee company	As at July 1, 2021	Purchases during the quarter	Bonus / Right issue	Sales during the quarter	As at Sep 30, 2021	Carrying value as at Sep 30, 2021	Market value as at Sep 30, 2021	Unrealised appreciation/ (diminution) as at Sep 30, 2021	Percentage in relation to		
									Net assets of the Fund	Total market value of investments	Paid-up capital of investee company (with face value of investment)
						-----Number of shares-----		----- (Rupees in '000) -----		----- % -----	
Fertilizer											
Engro Corporation Limited (note 6.1.2)	6,519,719	-	-	969,260	5,550,459	1,635,221	1,552,741	(82,480)	4.81	5.07	0.96
Engro Fertilizers Limited	13,834,619	1,200,000	-	1,108,111	13,926,508	981,923	978,755	(3,168)	3.03	3.19	1.04
									7.84	8.26	2.01
Engineering											
Agha Steels Industries Limited	3,138,910	-	-	398,500	2,740,410	92,434	75,334	(17,100)	0.23	0.25	0.48
Aisha Steel Mills Limited	4,100,000	5,372,500	-	-	9,472,500	231,657	197,123	(34,534)	0.61	0.64	1.24
International Industries Limited	2,221,440	25,000	-	315,500	1,930,940	406,291	322,023	(84,268)	1.00	1.05	1.46
Ittefaq Iron Industries Limited	5,181,500	111,000	-	-	5,292,500	99,765	77,641	(22,124)	0.24	0.25	3.67
International Steel Limited	3,308,107	-	-	748,491	2,559,616	239,094	195,068	(44,026)	0.60	0.64	0.59
Mughal Iron & Steel Industries Limited	4,237,520	1,259,800	-	-	5,497,320	583,782	536,648	(47,134)	1.66	1.75	1.88
KSB Pumps Company Limited	38,700	-	-	800	37,900	8,409	8,766	357	0.03	0.03	0.29
									4.37	4.61	9.60
Food and Personal Care Products											
Al-Shaheer Corporation Limited	62,711	-	-	-	62,711	1,250	890	(360)	-	-	0.02
At-Tahir Limited	632,049	1,633,000	-	-	2,265,049	63,935	61,972	(1,963)	0.19	0.20	1.28
National Foods Limited (note 6.1.1)	254,150	-	-	-	254,150	58,205	53,905	(4,300)	0.17	0.18	0.14
Unity Foods Limited	7,888,000	1,366,433	-	1,202,000	8,052,433	347,349	251,397	(95,952)	0.78	0.82	0.81
									1.14	1.20	2.24
Glass and Ceramics											
Ghani Global Glass Limited	460,000	-	-	460,000	-	-	-	-	-	-	-
Shabbir Tiles and Ceramics Limited (Note 6.1.1)	2,395,000	900,000	-	-	3,295,000	109,101	100,432	(8,669)	0.31	0.33	1.01
Ghani Glass Limited	1,253,200	-	-	-	1,253,200	60,404	62,447	2,043	0.19	0.20	0.15
									0.50	0.53	1.16
Textile Composite											
Feroze1888 Mills Limited	1,382,600	500	-	-	1,383,100	139,014	123,926	(15,088)	0.38	0.40	0.37
Interloop Limited	13,250,500	600,000	-	-	13,850,500	971,609	985,740	14,131	3.06	3.22	1.59
Kohinoor Textile Mills Limited	1,332,014	550,000	-	-	1,882,014	146,544	130,706	(15,838)	0.41	0.43	0.63
Nishat Mills Limited	5,383,500	360,000	-	747,200	4,996,300	467,317	453,964	(13,353)	1.41	1.48	1.42
									5.26	5.53	4.00
Leather & Tanneries											
Service Global Footwear Limited	1,021,325	-	-	200,000	821,325	47,497	36,869	(10,628)	0.11	0.12	0.40
Miscellaneous											
Pakistan Aluminum Beverage Cans Limited	-	1,775,942	-	916,000	859,942	42,137	33,744	(8,393)	0.10	0.11	0.24
Synthetic Products Enterprises Limited	1,040,525	-	-	-	1,040,525	44,751	41,631	(3,120)	0.13	0.14	1.13
									0.23	0.25	1.36
Total as at September 30, 2021					441,157,280	32,257,447	30,638,282	(1,619,165)			
Total as at June 30, 2021					390,664,729	26,563,870	32,886,340	6,322,470			

- 6.1.1** All shares have a nominal value of Rs 10 each except for the shares of Thal Limited, Agriauto Industries Limited Dynea Pakistan Limited, Shabbir Tiles and Ceramics Limited, Nimir Resins Limited and National Foods Limited which have a nominal value of Rs 5 each and K-Electric Limited which have a nominal value of Rs 3.5 each.
- 6.1.2** Investments include 1,060,000 shares of Engro Corporation Limited, having market value of Rs 296.54 million as at Sep 30, 2021 (June 30, 2021: Rs. 312.29 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.
- 6.2** The status of bonus shares already withheld prior to the introduction of Finance Act, 2018 is the same as that disclosed in the audited financial statements of the Fund for the year ended June 30, 2021. As at September 30, 2021, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 56.178 million (June 30, 2021: Rs. 62.612 million).

7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	September 30, 2021	June 30, 2021
		(Unaudited)	(Audited)
		(Rupees in '000)	
Management fee payable	7.1	55,021	3,738
Sindh Sales Tax payable on remuneration of the Management Company		7,153	486
Allocated expenses payable	7.2	3,026	3,124
Selling and marketing expenses payable	7.3	86,706	82,065
Sales load payable		1,688	2,720
Sindh Sales Tax on sales load payable		219	354
		153,813	92,487

- 7.1** As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 2% per annum of the average net assets of the Fund during the quarter. The remuneration is payable to the Management Company monthly in arrears.
- 7.2** In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

The Management Company based on its own discretion has currently fixed a maximum capping of 0.11% of the average annual net assets of the scheme for allocation of such expenses to the Fund for the period.

- 7.3** In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company based on its own discretion has charged during the period selling and marketing expense at 1% per annum of average annual net assets of the Fund.

8. ACCRUED EXPENSES AND OTHER LIABILITIES	Note	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
Provision for Sindh Workers' Welfare Fund (SWWF)	8.1	-	525,426
Charity payable		31,379	50,956
Capital gain tax payable		10,257	14,423
Provision for Federal Excise Duty and related Sindh Sales Tax on management fee		231,867	231,867
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load		32,608	32,607
Auditors' remuneration		196	480
Zakat payable		175	139
Printing expenses payable		483	483
Shariah advisory fee payable		2,579	1,650
Brokerage payable		9,736	10,787
		<u>319,280</u>	<u>868,818</u>

- 8.1** SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also been taken up with the SECP. All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its circular dated August 30, 2021. Provisioning against SWWF amounting to Rs. 532 million has been reversed and it has contributed towards an increase in NAV of the fund by Rs. 1.00 (1.56%) per unit. This was one-off event and is not likely to be repeated in the future.
- 8.2** The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2021. Had the provision of Federal Excise Duty not being made, the net asset value per unit as at September 30, 2021 would have been higher by Re. 0.51 (June 30, 2021: Re. 0.49) per unit.

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

10. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

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

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

	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
Al Meezan Investment Management Limited - the Management Company		
Remuneration payable	55,021	3,738
Sindh Sales Tax on management fee payable	7,153	486
Sales load payable	1,688	2,720
Sindh Sales Tax and on sales load payable	219	354
Allocated expenses	3,026	3,124
Selling and marketing expense payable	86,706	82,065
Investment of 323,009 units (June 30, 2021: 2,005,066 units)	19,918	127,073
Meezan Bank Limited		
Balance with bank	120,105	162,187
Profit receivable on saving accounts	84	125
Sales load payable	376	916
Sindh Sales Tax on sales load payable	49	119
Shariah advisor fee payable	2,579	1,650
Dividend receivable	21,131	-
Investment in 16,097,984 shares (June 30, 2021: 14,130,816 shares)	2,252,591	1,630,837
Investment of 12,475,049 units (June 30, 2021: 12,475,049 units)	769,254	790,620
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee payable	2,845	100
Sindh Sales Tax on trustee fee payable	370	2,933
Security deposit	100	381
Al Meezan Investment Management Limited - Employees' Gratuity Fund		
Investment of 189,837 units (June 30, 2021: 189,837 units)	11,706	12,031
Meezan Financial Planning Fund of Funds - Aggressive Allocation Plan		
Investment of 4,174,865 units (June 30, 2021: 4,122,205 units)	257,436	261,249
Meezan Financial Planning Fund of Funds - Moderate Allocation Plan		
Investment of 1,364,429 units (June 30, 2021: 1,187,441 units)	84,135	75,255
Meezan Financial Planning Fund of Funds - Conservative Allocation Plan		
Investment of 943,602 units (June 30, 2021: 898,279 units)	58,186	56,929
Meezan Strategic Allocation Fund - MSAP - I		
Investment of 2,285,887 units (June 30, 2021: 2,730,594 units)	140,956	173,054
Meezan Strategic Allocation Fund - MSAP - II		
Investment of 1,279,542 units (June 30, 2021: 1,579,575 units)	78,901	100,107
Meezan Strategic Allocation Fund - MSAP - III		
Investment of 1,576,461 units (June 30, 2021: 2,541,472 units)	97,210	161,069
Meezan Strategic Allocation Fund - MSAP - IV		
Investment of 16,743 units (June 30, 2021: 22,509 units)	1,032	1,427
Meezan Strategic Allocation Fund - MSAP - V		
Investment of 26,286 units (June 30, 2021: 26,286 units)	1,621	1,666
Directors and executives of the Management Company		
Investment of 13,092,282 units (June 30, 2021: 12,989,655 units)	807,315	823,234

Transactions during the period	September 30,	
	2021	2020
	(Unaudited) (Rupees in '000)	
AI Meezan Investment Management Limited - the Management Company		
Remuneration for the period	173,411	144,172
Sindh Sales Tax on management fee	22,543	18,742
Allocated expenses	9,538	7,209
Selling and marketing expense	86,705	28,834
Units issued: 779,935 units (September 30, 2020: 1,589,044 units)	50,000	85,000
Units redeemed: 2,461,992 units (September 30, 2020: 5,439,583 units)	160,000	284,482
Meezan Bank Limited		
Profit on saving accounts	270	334
Shares purchased: 750,000 shares (September 30, 2020: 937,000 shares)	103,447	271,457
Shares sold: 895,939 shares (September 30, 2020: 430,000 shares)	127,908	68,331
Bonus issue: 2,113,106 shares (September 30, 2020: 1,258,209 shares)	-	-
Dividend Income	21,131	-
Shariah advisory fee expense	929	661
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee	8,923	7,461
Sindh Sales Tax on trustee fee	1,160	970
CDS charges	346	226
Meezan Financial Planning Fund of Funds - Aggressive Allocation Plan		
Units issued: 175,971 units (September 30, 2020: 60,948 units)	10,878	3,375
Units redeemed: 123,311 units (September 30, 2020: 618,403 units)	7,875	32,625
Meezan Financial Planning Fund of Funds - Moderate Allocation Plan		
Units issued: 211,865 units (September 30, 2020: 145,099 units)	13,490	8,000
Units redeemed: 34,877 units (September 30, 2020: 224,458 units)	2,250	11,680
Meezan Financial Planning Fund of Funds - Conservative Allocation Plan		
Units issued: 76,843 units (September 30, 2020: nil)	4,771	-
Units redeemed: 31,520 units (September 30, 2020: 200,801 units)	2,000	10,475
Meezan Financial Planning Fund of Funds - MAAP - I		
Units issued: nil (September 30, 2020: 111,351 units)	-	6,000
Units redeemed: nil (September 30, 2020: 426,509 units)	-	22,500
Meezan Strategic Allocation Fund - MSAP - I		
Units issued: nil (September 30, 2020: 212,097 units)	-	12,000
Units redeemed: 444,707 units (September 30, 2020: 1,355,893 units)	28,550	74,000
Meezan Strategic Allocation Fund - MSAP - II		
Units issued: nil (September 30, 2020: 97,211 units)	-	5,000
Units redeemed: 300,033 units (September 30, 2020: 1,031,572 units)	19,480	54,500
Meezan Strategic Allocation Fund - MSAP - III		
Units issued: nil (September 30, 2020: 174,979 units)	-	9,000
Units redeemed: 965,010 units (September 30, 2020: 4,840,878 units)	61,850	258,500
Meezan Strategic Allocation Fund - MSAP - IV		
Units issued: nil (September 30, 2020: 208,562 units)	-	11,000
Units redeemed: 5,766 units (September 30, 2020: 6,898,544 units)	370	369,700
Meezan Strategic Allocation Fund - MSAP - V		
Units issued: nil (September 30, 2020: 28,280 units)	-	1,500
Units redeemed: nil (September 30, 2020: 1,457,276 units)	-	78,800
Directors and executives of the Management Company		
Units issued: 976,276 units (September 30, 2020: 82,831 units)	60,819	4,437
Units redeemed: 873,642 units (September 30, 2020: 1,637,858 units)	54,629	84,311

11. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

11.1 Fair value hierarchy

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

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

As at September 30, 2021 and June 30, 2021, the Fund held the following financial instruments measured at fair value:

	As at September 30, 2021			
	Level 1	Level 2	Level 3	Total
ASSETS	----- (Rupees in '000) -----			
Financial assets 'at fair value through profit or loss'				
Shares of listed companies - 'ordinary shares'	30,638,282	-	-	30,638,282
	----- (Rupees in '000) -----			
	As at June 30, 2021			
	Level 1	Level 2	Level 3	Total
ASSETS	----- (Rupees in '000) -----			
Financial assets 'at fair value through profit or loss'				
Shares of listed companies - 'ordinary shares'	32,886,340	-	-	32,886,340

12. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2021 is 3.83% (June 30, 2021: 3.99%) which includes 0.31% (June 30, 2021: 0.87%) representing government levies on the Fund such as Sales Taxes, Federal Excise Duties, annual fee to the SECP etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an Equity Scheme.

13. TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute atleast 90 percent of the net accounting income other than capital gains to the unit holders. The Fund has not recorded any tax liability as the Fund has incurred a net loss during the quarter.

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

14. GENERAL

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

15. DATE OF AUTHORISATION

This condensed interim financial information was authorised for issue on October 11, 2021 by the Board of Directors of the Management Company.

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

Chief Executive

Chief Financial Officer

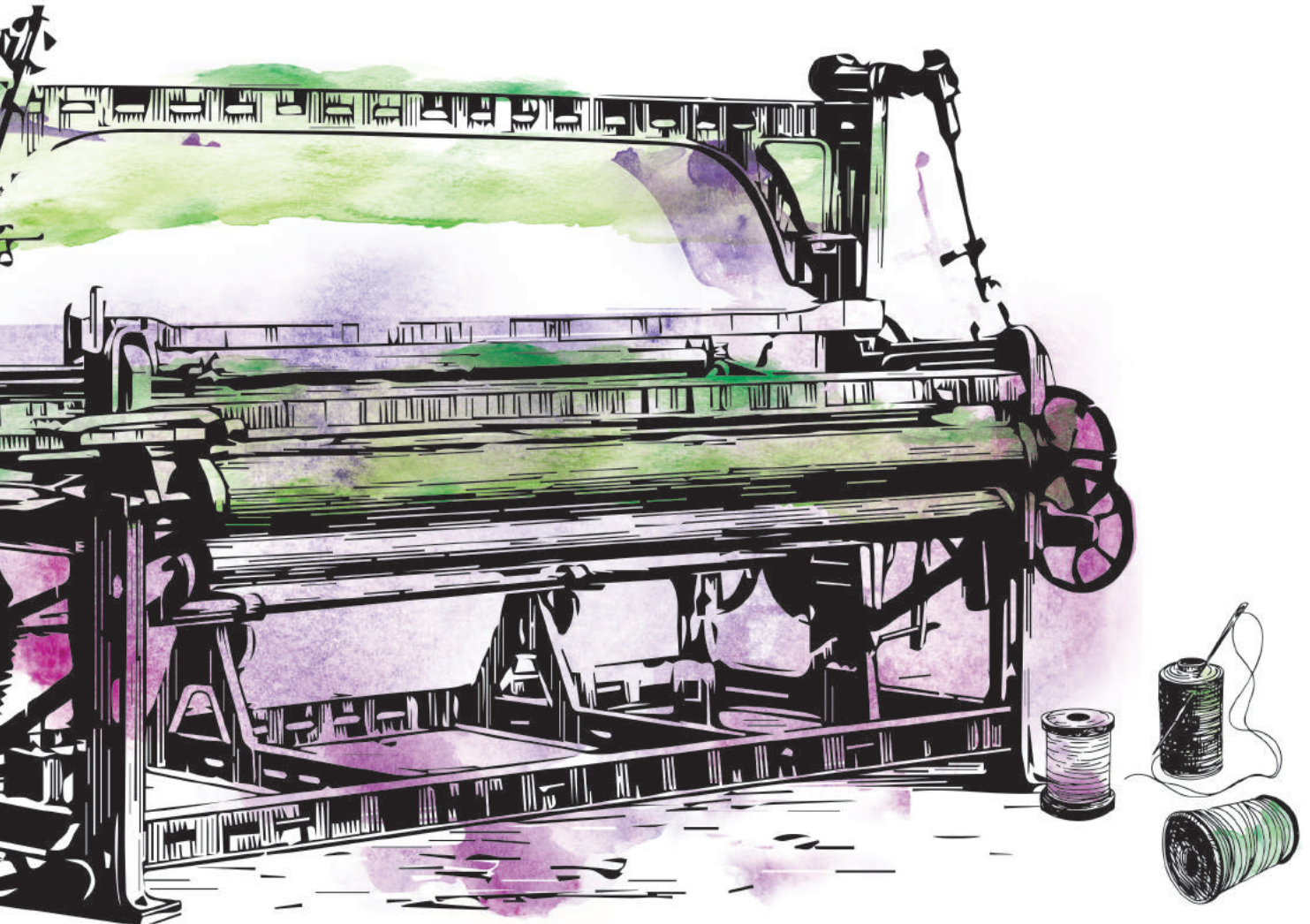
Director



Al Meezan
Investment Management Ltd.

AL MEEZAN MUTUAL FUND (AMMF)

Al Meezan Mutual Fund aims to optimize the total investment returns in the form of capital gains and dividend income, through prudent investment management.



RISING ECONOMY
WITH A
GROWTH
RATE OF

3.94%



FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah Ahmed	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan R Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director - PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naeem Sattar	Nominee Director - PKIC
Mr. Feroz Rizvi	Independent Director
Ms. Danish Zuberi	Independent Director
Mr. Mohammad Shoaib, CFA	Chief Executive Officer

COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Salman Muslim

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Shahid Ojha

AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Tariq Mairaj	Member
Mr. Naeem Sattar	Member

RISK MANAGEMENT COMMITTEE

Mr. Mubashar Maqbool	Chairman
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ariful Islam	Chairman
Mr. Mubashar Maqbool	Member
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member
Mr. Mohammad Shoaib, CFA	Member

TRUSTEE

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block B, S.M.C.H.S., Main Sharah-e-Faisal Karachi.

AUDITORS

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

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Allied Bank Limited	Habib Metropolitan Bank Limited - Islamic Banking
Al Baraka Islamic Bank B.S.C (E.C)	MCB Islamic Bank Limited
Askari Bank Limited - Islamic Banking	Meezan Bank Limited
Bank Alfalah Limited	National Bank of Pakistan - Islamic Banking
Bank Islami Pakistan Limited	Sindh Bank Limited
Dubai Islamic Bank Pakistan Limited	UBL Ameen - Islamic Banking
Faysal Bank Limited - Islamic Banking	

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited
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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited



**AL MEEZAN MUTUAL FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2021**

	September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
	(Rupees in '000)	
Note		
Assets		
Balances with banks	5 263,009	296,501
Investments	6 4,254,829	4,650,421
Receivable against sale of investments	27,553	12,682
Receivable against conversion of units	9,412	36,375
Dividend receivable	31,657	21,910
Advances, deposits, prepayments and other receivable	4,191	71,219
Total assets	4,590,650	5,089,108
Liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	21,493	13,185
Payable to Central Depository Company of Pakistan Limited - Trustee	529	557
Payable to Securities and Exchange Commission of Pakistan	242	937
Payable to Meezan Bank Limited	73	101
Payable against purchase of investments	15,365	-
Payable against conversion and redemption of units	21,955	16,040
Dividend payable	4,917	4,917
Accrued expenses and other liabilities	9 55,356	135,530
Total liabilities	119,930	171,267
Net assets	4,470,721	4,917,841
Unitholders' fund (as per statement attached)	4,470,721	4,917,841
Contingencies And Commitments	8	
Number of units in issue	260,490,360	278,685,368
	(Rupees)	
Net assets value per unit	17.1627	17.6466

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

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

Chief Executive

Chief Financial Officer

Director

**AL MEEZAN MUTUAL FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30,	
	2021	2020
Note	(Rupees in '000)	
Income		
Net realised (loss) / gain on sale of investments	(2,216)	73,611
Dividend income	58,810	25,744
Profit on saving accounts with banks	4,114	4,235
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)	77,692	-
	<u>138,400</u>	<u>103,589</u>
Net unrealised (diminution) / appreciation on re-measurement of investments classified as "financial assets at fair value through profit or loss"	6.1 (211,395)	584,183
Total (loss) / income	(72,995)	687,772
Expenses		
Remuneration to Al Meezan Investment Management Limited - Management Company	7.1 24,198	22,752
Sindh Sales Tax on management fee	3,146	2,958
Allocated expenses	7.2 1,331	1,138
Remuneration to Central Depository Company of Pakistan Limited - Trustee	1,462	1,390
Sindh Sales Tax on trustee fee	190	181
Annual fee to Securities and Exchange Commission of Pakistan	242	228
Auditors' remuneration	246	253
Legal and professional charges	184	-
Charity expense	1,848	742
Fees and subscription	108	61
Brokerage expense	2,638	1,986
Selling and marketing expenses	7.3 12,099	4,550
Bank and settlement charges	280	149
Provision for Sindh Workers' Welfare Fund (SWWF)	9.1 -	13,028
Total expenses	47,972	49,416
Net (loss) / income for the quarter before taxation	(120,967)	638,356
Taxation	12 -	-
Net (loss) / income for the quarter after taxation	(120,967)	638,356
Allocation of net income for the quarter		
Net income for the quarter after taxation	-	638,356
Income already paid on units redeemed	-	(53,203)
	<u>-</u>	<u>585,152</u>
Accounting income available for distribution		
- Relating to capital gains	-	585,152
- Excluding capital gains	-	-
	<u>-</u>	<u>585,152</u>

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

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

Chief Executive

Chief Financial Officer

Director



**AL MEEZAN MUTUAL FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30,	
	2021	2020
	(Rupees in '000)	
Net (loss) / income for the quarter after taxation	(120,967)	638,356
Other comprehensive income for the quarter	-	-
Total comprehensive (loss) / income for the quarter	<u>(120,967)</u>	<u>638,356</u>

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

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

Chief Executive

Chief Financial Officer

Director

**AL MEEZAN MUTUAL FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	2021			2020			
	Capital Value	(Undistributed income)	Total	Capital Value	(Accumulated losses / Undistributed income)	Over Distribution	Total
	(Rupees in '000)			(Rupees in '000)			
Net assets at the beginning of the quarter	4,144,037	773,804	4,917,841	4,045,463	(109,627)	(22,499)	3,913,337
Issuance of 35,597,638 units (2020: 61,338,188 units)							
- Capital value (at net asset value per unit at the beginning of the quarter)	628,177	-	628,177	816,878	-	-	816,878
- Element of Income	9,579	-	9,579	111,765	-	-	111,765
Total proceeds on issuance of units	637,756	-	637,756	928,643	-	-	928,643
Redemption of 53,792,647 units (2020: 65,735,556 units)							
- Capital value (at net asset value per unit at the beginning of the quarter)	949,257	-	949,257	875,440	-	-	875,440
- Element of loss	14,652	-	14,652	73,888	53,203	-	127,091
Total payments on redemption of units	963,909	-	963,909	949,327	53,203	-	1,002,531
Total comprehensive (loss) / income for the quarter	-	(120,967)	(120,967)	-	638,356	-	638,356
Adjustment of over distribution	-	-	-	-	(22,499)	22,499	-
(Loss) / Income for the quarter after adjustment		(120,967)	-		615,857	-	-
Net assets at end of the quarter	3,817,884	652,837	4,470,721	4,024,779	453,026	-	4,477,805
Undistributed income / (Accumulated loss) brought forward							
- Realised (loss)		(27,472)			(77,132)		
- Unrealised gain / (loss)		801,276			(32,495)		
		773,804			(109,627)		
Adjustment of over-distribution		-			(22,499)		
Accounting income available for distribution(after adjusting income already paid on units redeemed)							
- Relating to capital gains		-			585,152		
- Excluding capital gains		-			-		
Net loss for the quarter after taxation		(120,967)			585,152		
Undistributed income carried forward		652,837			453,026		
Undistributed income carried forward							
-Realised gain / (loss)		864,233			(131,156)		
-Unrealised (loss) / gain		(211,395)			584,183		
		652,837			453,026		
		(Rupees)			(Rupees)		
Net assets value per unit at beginning of the quarter	17.6466			13.3176			
Net assets value per unit at end of the quarter	17.1627			15.4701			

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

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

Chief Executive

Chief Financial Officer

Director



**AL MEEZAN MUTUAL FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30,	
	2021	2020
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the quarter before taxation	(120,967)	638,356
Adjustments for:		
Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	211,395	(584,183)
	<u>90,429</u>	<u>54,173</u>
Decrease / (increase) in assets		
Investments - net	184,197	85,642
Receivable against sale of investments	(14,871)	(35,962)
Dividend receivable	(9,747)	(14,211)
Deposits, prepayments, profit accrued and other receivables	67,028	122
	<u>226,607</u>	<u>35,590</u>
(Decrease) / increase in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	8,308	8,572
Payable to Central Depository Company of Pakistan Limited - Trustee	(28)	79
Payable to Meezan Bank Limited	(28)	(4)
Payable to Securities and Exchange Commission of Pakistan	(695)	(625)
Payable against purchase of investments - net	15,365	(5,800)
Accrued expenses and other liabilities	(80,174)	4,542
	<u>(57,252)</u>	<u>6,764</u>
Net cash generated from operating activities	<u>259,784</u>	<u>96,526</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	664,719	932,055
Payment against redemption and conversion of units	(957,994)	(998,279)
Dividend Paid	-	(14,655)
Net cash used in financing activities	<u>(293,275)</u>	<u>(80,879)</u>
Net (decrease) / Increase in cash and cash equivalents during the quarter	<u>(33,492)</u>	<u>15,647</u>
Cash and cash equivalents at the beginning of the quarter	296,501	259,646
Cash and cash equivalents at the end of the quarter	<u><u>263,009</u></u>	<u><u>275,293</u></u>

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

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

Chief Executive

Chief Financial Officer

Director

**AL MEEZAN MUTUAL FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Al Meezan Mutual Fund (the Fund) was constituted by virtue of a scheme of arrangement for conversion of Al Meezan Mutual Fund Limited (AMMFL) into an Open End Scheme under a Trust Deed executed between Al Meezan Investment Management Limited (Al Meezan) as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed on June 17, 2011 in accordance with the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, (the NBFC Regulations). The Management Company has been licensed by the Securities and Exchange Commission of Pakistan (SECP) to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules) through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi 74400, Pakistan.
- 1.2** The Fund has been formed to provide the unitholders safe and stable stream of halal income on their investments and to generate superior long-term risk adjusted returns. The Fund shall also keep an exposure in short-term instruments for the purpose of maintaining liquidity and to capitalise on exceptional returns, if available, at any given point of time. The objective of the Fund is to provide the maximum total return to the unitholders from investment in "Shariah Compliant" equity investments for the given level of risk, while abiding by the regulations and any other prevailing rules and regulations. At least seventy percent of its net assets shall remain invested in listed equity securities during the year based on quarterly average investment calculated on daily basis. The remaining net assets shall be invested in cash and near cash instruments. Under the Trust Deed, all conducts and acts of the Fund are based on Shariah. Meezan Bank Limited (MBL) acts as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.
- 1.3** The Fund is an open-end fund listed on the Pakistan Stock Exchange Limited. Units of the Fund are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund is categorized as an Equity Scheme.
- 1.4** The Management Company has been assigned a quality rating of AM1 by VIS dated December 31, 2020 (2020: AM1 dated December 31, 2019) and by PACRA dated June 23, 2021 (2020: AM1 dated June 26, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.5** Title of the assets of the Fund is held in the name of CDC as a Trustee of the Fund.
- 1.6** The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company has fulfilled requirements for registration and accordingly, the fund has been registered under Sindh Trusts Act, 2020.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 Statement of compliance

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

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2021.

These condensed interim financial statements are unaudited. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at September 30, 2021.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT

- 4.1** The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2021
- 4.2** The preparation of these condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan require management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2021. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2021.
- 4.3** There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2021. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

		September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
	Note	(Rupees in '000)	
5. BALANCES WITH BANKS			
In saving accounts	5.1	253,758	285,161
In current accounts		<u>9,251</u>	<u>11,340</u>
		<u>263,009</u>	<u>296,501</u>

- 5.1** The balance in saving accounts have an expected profit ranging from 1.50% to 7.27% per annum (June 30, 2021: 1.50% to 7.32% per annum).

		September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
	Note	(Rupees in '000)	
6. INVESTMENTS			
Investments - 'at fair value through profit or loss'	6.1	<u>4,254,829</u>	<u>4,650,421</u>
		<u>4,254,829</u>	<u>4,650,421</u>

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

Name of the investee company	As at July 1, 2021	Purchases during the quarter	Bonus / right shares	Sales during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market Value as at September 30, 2021	Unrealised (diminution) / appreciation as at September 30, 2021	Percentage in relation to			
									Net assets of the fund on the basis of market value (note 6.1.3)	Market value of total investment	Paid-up capital of investee company (with face value of investment)	
									(Number of shares)			
									(Rupees in '000)			
									%			
Sectors / companies												
Automobile Assembler												
Ghandhara Industries Limited	2,200	22,500	-	-	24,700	7,124	4,816	(2,308)	0.11	0.11	0.06	
Ghandhara Nissan Limited	-	200,000	-	200,000	-	-	-	-	-	-	-	
Milat Tractors Limited	80,356	-	-	-	80,356	86,753	86,238	(515)	1.93	2.03	0.14	
									<u>2.04</u>	<u>2.14</u>	<u>0.20</u>	
Automobile Parts and Accessories												
Panther Tyres Ltd.	47,735	470,000	98,547	25,000	591,282	37,148	29,245	(7,903)	<u>0.65</u>	<u>0.69</u>	<u>0.35</u>	
Commercial Banks												
BankIslami Pakistan Ltd	5,821,000	21,500	-	-	5,842,500	65,654	73,616	7,962	1.65	1.73	0.53	
Meezan Bank Limited (an associate of the Fund) (note 6.1.3)	2,143,955	50,000	291,593	200,000	2,285,548	230,752	319,817	89,065	7.15	7.52	0.14	
									<u>8.80</u>	<u>9.25</u>	<u>0.67</u>	
Cement												
Cherat Cement Co.Ltd	422,700	45,000	-	21,100	446,600	78,996	63,962	(15,034)	1.43	1.50	0.23	
D.G. Khan Cement Company Limited	650,150	415,000	-	705,000	360,150	41,420	31,844	(9,576)	0.71	0.75	0.08	
Fauji Cement Co.Ltd.	60,000	-	-	-	60,000	1,380	1,077	(303)	0.02	0.03	-	
Kohat Cement Company Limited	650,820	1,100	-	22,500	629,420	129,970	108,222	(21,748)	2.42	2.54	0.31	
Lucky Cement Company Limited	565,630	30,000	-	115,500	480,130	414,246	347,086	(67,160)	7.76	8.16	0.15	
Maple Leaf Cement Company Limited	2,247,577	635,000	-	1,126,000	1,756,577	82,087	61,832	(20,255)	1.38	1.45	0.16	
Attock Cement Pakistan Limited	400	-	-	-	400	72	56	(16)	0.00	0.00	-	
									<u>13.74</u>	<u>14.43</u>	<u>0.93</u>	
Chemicals												
Dynea Pakistan Limited (note 6.1.1)	119,500	-	-	-	119,500	26,410	27,159	749	0.61	0.64	1.27	
Engro Polymer and Chemicals Limited	2,487,041	-	-	230,000	2,257,041	106,623	124,295	17,673	2.78	2.92	0.25	
ICI Pakistan Limited	150,179	-	-	25,250	124,929	108,538	99,140	(9,398)	2.22	2.33	0.14	
Sitara Chemical Industries Limited	29,200	-	-	29,200	-	-	-	-	-	-	-	
									<u>5.61</u>	<u>5.89</u>	<u>1.66</u>	
Engineering												
Agha Steel Ind.Ltd	672,000	-	-	175,000	497,000	16,764	13,663	(3,101)	0.31	0.32	0.09	
Aisha Steel Mills Limited	1,325,000	900,000	-	580,000	1,645,000	40,428	34,232	(6,195)	0.77	0.80	0.21	
Int. Ind.Ltd	354,300	-	-	141,700	212,600	44,863	35,455	(9,408)	1.79	0.83	0.16	
International Steel Limited	289,500	-	-	55,000	234,500	21,905	17,871	(4,033)	0.40	0.42	0.05	
Ittefaq Iron Industries Limited	640,000	-	-	640,000	-	12,128	9,389	(2,739)	0.21	0.22	0.44	
Mughal Iron & Steel Industries	517,980	267,600	-	-	785,580	83,626	76,688	(6,938)	1.72	1.80	0.31	
									<u>4.19</u>	<u>4.40</u>	<u>1.26</u>	
Fertilizer												
Engro Corporation Limited (note 6.1.2)	976,790	-	-	165,161	811,629	239,114	227,053	(12,061)	5.08	5.34	0.14	
Engro Fertilizers Limited	1,277,500	370,800	-	-	1,648,300	118,302	115,843	(2,460)	2.59	2.72	0.12	
									<u>7.67</u>	<u>8.06</u>	<u>0.26</u>	
Food and Personal Care Products												
At-Tahur Limited	-	1,269,500	-	-	1,269,500	36,548	34,734	(1,814)	0.78	0.82	0.72	
Al-Shaheer Corporation Limited	12,997	-	-	-	12,997	259	185	(74)	0.00	0.00	0.01	
National foods (note 6.1.1 & 6.1.3)	6,150	-	-	6,150	-	1,408	1,304	(104)	0.03	0.03	-	
									<u>0.81</u>	<u>0.85</u>	<u>0.73</u>	
Glass & Ceramics												
Ghani Glass Ltd.	702,625	-	-	204,500	498,125	24,010	24,822	812	0.56	0.58	0.09	
Shabbir Tiles & Ceramics Limited (note 6.1.1)	770,000	125,500	-	-	895,500	29,931	27,295	(2,636)	0.61	0.64	0.55	
									<u>1.17</u>	<u>1.22</u>	<u>0.64</u>	

Name of the investee company	As at July 1, 2021	Purchases during the quarter	Bonus / right shares	Sales during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market Value as at September 30, 2021	Unrealised (diminution) / appreciation as at September 30, 2021	Percentage in relation to			
									Net assets of the fund on the basis of market value (note 6.1.3)	Market value of total investment	Paid-up capital of investee company (with face value of investment)	
								(Number of shares)	(Rupees in '000)	-%		
Leather & Tanneries												
Service GlobalFootwear Limited	234,224	-	-	234,224	-	-	-	-	-	-	-	
Miscellaneous												
Pakistan Aluminium Beverage Cans Limited	-	674,760	-	437,224	237,536	11,639	9,321	(2,318)	0.21	0.22	0.07	
Synthetic Products Enterprises Limited	545	-	-	545	-	-	-	-	-	-	-	
									0.21	0.22	0.07	
Oil and Gas Exploration Companies												
Mari Petroleum Company Limited	286,581	17,500	-	35,440	268,641	409,827	417,299	7,472	9.33	9.81	0.20	
Oil and Gas Development Company Limited	2,341,388	325,000	-	195,500	2,470,888	235,224	207,060	(28,164)	4.63	4.87	0.06	
Pakistan Oilfields Limited	282,409	-	-	34,000	248,409	97,838	93,240	(4,598)	2.09	2.19	0.09	
Pakistan Petroleum Limited	2,760,363	-	-	508,035	2,252,328	195,570	168,722	(26,848)	3.77	3.97	0.08	
									19.83	20.83	0.43	
Oil & Gas Marketing Companies												
Attock Petroleum Limited	39,138	-	-	-	39,138	12,564	11,350	(1,214)	0.25	0.27	0.04	
Hascol Petroleum Limited	7,946	-	-	-	7,946	71	51	(19)	0.00	0.00	-	
Pakistan State Oil Company Limited	902,913	-	-	166,000	736,913	165,253	148,112	(17,141)	3.31	3.48	0.16	
Hi-Tech Lubricants Limited	9,000	-	-	-	9,000	638	558	(80)	0.01	0.01	0.01	
Sui Northern Gas Pipeline Limited	1,073,000	475,000	-	6,000	1,542,000	75,905	70,130	(5,774)	1.57	1.65	0.24	
									5.15	5.41	0.45	
Paper and Board												
Cherhat Packaging Limited	180	-	-	-	180	36	32	(4)	0.00	0.00	-	
Century Paper & Board Mills (note 6.1.3)	733,000	-	94,950	100,000	727,950	77,270	54,545	(22,725)	1.22	1.28	0.36	
Security Papers Limited	46,800	-	-	46,800	-	-	-	-	-	-	-	
Packages Limited	221,928	-	-	12,250	209,678	114,316	98,414	(15,902)	2.20	2.31	0.23	
									3.42	3.60	0.59	
Pharmaceuticals												
AGP Limited	476,250	-	-	476,250	-	-	-	-	-	-	-	
GlaxoSmithKline Consumer Health	117,200	-	-	-	117,200	29,311	29,895	585	0.67	0.70	0.10	
Highnoon Laboratories Limited	1,926	-	-	-	1,926	1,156	1,193	38	0.03	0.03	0.01	
IBL HealthCare Limited	163,500	-	-	76,500	87,000	9,668	7,855	(1,813)	0.18	0.18	0.16	
The Searle Company Limited	414,420	-	-	10,000	404,420	98,120	81,495	(16,626)	1.82	1.92	0.19	
									2.69	2.83	0.46	
Power Generation and Distribution												
K-Electric Limited (note 6.1.1)	13,887,500	800,000	-	233,000	14,454,500	59,836	57,818	(2,018)	1.29	1.36	0.05	
Hub Power Company Limited	1,801,316	830,000	-	144,907	2,486,409	197,262	182,826	(14,436)	4.09	4.30	0.19	
									5.38	5.66	0.24	
Refinery												
Attock Refinery Limited	40,000	75,000	-	115,000	-	-	-	-	-	-	-	
Byco Petroleum Pakistan Limited	3,160,000	5,650,000	-	1,390,000	7,420,000	74,915	60,696	(14,219)	1.36	1.43	0.14	
Pakistan Refinery Limited	-	850,000	-	-	850,000	19,547	14,263	(5,284)	0.32	0.34	0.13	
									1.68	1.76	0.27	
Technology and Communication												
Avanceon Limited	507,128	50,000	-	267,500	289,628	27,782	35,729	7,947	0.80	0.84	0.11	
TPL Tracker Limited	72,000	-	-	-	72,000	1,261	1,228	(32)	0.03	0.03	0.04	
Air Link Communication Limited	-	447,000	-	-	447,000	31,961	32,215	255	0.72	0.76	0.12	
Octopus Digital Limited	-	74,336	-	-	74,336	3,018	-	-	0.07	0.07	0.05	
Systems Limited (note 6.1.3)	319,175	-	-	10,500	308,675	172,926	224,564	51,638	5.02	5.28	0.23	
									6.64	6.97	0.55	
Textile Composite												
Nishat Mills Limited	628,100	102,700	-	50,000	680,800	63,201	61,857	(1,343)	1.38	1.45	0.19	
Kohinoor Textile Mills Limited	40,000	169,500	-	-	209,500	17,755	14,550	(3,205)	0.33	0.34	0.07	
Interloop Limited	1,623,500	266,000	-	-	1,889,500	133,659	134,476	817	3.01	3.16	0.22	
									4.72	4.96	0.48	
Textile Weaving												
Feroze 1888 Mills Limited	199,700	-	-	-	199,700	20,072	17,893	(2,179)	0.40	0.42	0.05	
Vanaspati & Allied Industries												
Unity Foods Limited	760,000	400,000	-	600,000	560,000	22,167	17,483	(4,684)	0.39	0.41	0.06	
Total as at September 30, 2021						4,466,224	4,254,829	(211,395)	100			
Total as at June 30, 2021						3,849,145	4,650,421	801,276	100			

- 6.1.1** All shares have a nominal value of Rs 10 each except for the shares of Dynea Pakistan Limited, National Foods Limited and Shabbir Tiles & Ceramics Limited which have a nominal value of Rs 5 each and K-Electric Limited which have a nominal value of Rs 3.5 each.
- 6.1.2** Investments include 202,000 shares (June 30, 2021: 202,000 shares) of Engro Corporation Limited, having market value of Rs 56.510 million (June 30, 2021: Rs 59.51 million) as at September 30, 2021, have been pledged as collateral in favour of National Clearing Company Pakistan Limited against exposure margins and mark to market losses.
- 6.1.3** The status of bonus shares already withheld prior to the introduction of Finance Act, 2018 is the same as that disclosed in the audited financial statements of the Fund for the year ended June 30, 2021. As at September 30, 2021, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 8.409 million (June 30, 2021: Rs. 9.261 million).

7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - THE MANAGEMENT COMPANY	Note	September 30, 2021	June 30, 2021
		(Unaudited)	(Audited)
		(Rupees in '000)	
Management fee payable	7.1	7,689	577
Sindh Sales Tax on Management fee payable		1,000	75
Allocated expenses payable	7.2	423	450
Sales load payable		251	181
Sindh Sales Tax on sales load		33	24
Selling and marketing expenses payable	7.3	12,098	11,878
		21,493	13,185



7.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. The Management Company has charged the rate of remuneration at 2.0% of average annual net assets of the fund. The remuneration is payable to the Management Company monthly in arrears.

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

The management company based on its own discretion charged 0.11% of the average annual net assets of the scheme for allocation of such expenses to the Fund.

7.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company based on its own discretion charged selling and marketing expense at 1% per annum of the average annual net assets of the Fund.

8. CONTINGENCIES AND COMMITMENTS

There were no other contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

		September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
	Note	(Rupees in '000)	
9. ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration payable		162	585
Brokerage payable		5,389	5,236
Shariah advisor fee payable		312	209
Charity payable		7,272	9,024
Capital gain tax payable		920	1,469
Provision for Federal Excise Duty and related Sindh Sales Tax on management fee	9.2	37,524	37,524
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	9.2	3,732	3,732
Provision for Sindh Workers' Welfare Fund (SWWF)	9.1	-	77,691
Zakat payable		44	60
		55,356	135,530

9.1 SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also been taken up with the SECP. All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its circular dated August 30, 2021. Provisioning against SWWF amounting to Rs.79 million has been reversed and it has contributed towards an increase in NAV of the fund by Rs. 0.29 (1.64%) per unit. This was one-off event and is not likely to be repeated in the future.

9.2 The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2021. Had the provision for FED not been made, the Net Asset Value of the Fund as at September 30, 2021 would have been higher by Re 0.16 (June 30, 2021 : Rs. 0.15) per unit.

10. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

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

Transactions and balances with related parties are as follows:

	September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
	(Rupees in '000)	
Al Meezan Investment Management Limited - Management Company		
Remuneration payable	7,689	577
Sindh Sales Tax on management fee payable	1,000	75
Sales load payable	251	181
Sindh Sales Tax on sales load payable	33	24
Selling and marketing expense payable	12,098	11,878
Allocated expenses payable	423	450
Investment of 20,544,868 units (June 30, 2021: 24,508,118 units)	352,606	432,484

Meezan Bank Limited		
Balance with bank	14,671	11,958
Profit receivable on saving account	57	64
Sales load payable	65	89
Sindh Sales Tax on sales load	8	12
Investment of 2,285,548.00 shares (June 30, 2021: 2,143,955 shares)	319,817	247,434
Investment of 22,984,581 units (June 30, 2021: 22,984,581 units)	394,478	405,599
Shariah Advisor fee payable	312	209
 Central Depository Company of Pakistan Limited - Trustee		
Security deposit	238	238
Remuneration payable	469	493
Sindh Sales Tax on trustee fee payable	61	64
 MSAF- Meezan Strategic Allocation Plan- I		
Investment of 9,530,913 units (June 30, 2021: 9,530,913 units)	163,576	168,188
 MSAF - Meezan Strategic Allocation Plan II		
Investment of 11,764,011 units (June 30, 2021: 11,986,975 units)	201,902	211,529
 MSAF- Meezan Strategic Allocation Plan IV		
Investment of 1,896,388 units (June 30, 2021: 2,774,152 units)	32,547	48,954
 Meezan Financial Planning Fund of Funds - MAAP - I		
Investment of 3,758,262 units (June 30, 2021: 3,758,262 units)	64,502	66,320
 MSAF - Meezan Strategic Allocation Plan - III		
Investment of 2,924,134 units (June 30,2021: 2,701,461 units)	50,186	47,672
 MSAF - Meezan Strategic Allocation Plan - V		
Investment of 130,368 units (June 30,2021: 130,368 units)	2,237	2,301
 Pakistan Kuwait Investment Company (Private) Limited		
Investment of 16,895,690 units (June 30, 2021: 16,895,690 units)	289,976	298,151
 Directors and executives of the Management Company		
Investment of 7,081,562 units (June 30 2021: 7,030,082 units)	121,539	124,057
 Al Meezan Investment Management Limited - Employees Gratuity Fund		
Investment of 438,459 units (June 30 2021: 438,459 units)	7,525	7,737
 Unitholders holding 10% or more units of the Fund		
	909,602	-
For the quarter ended		
September		
	2021	2020
	(Unaudited)	
	(Rupees in '000)	
 Al Meezan Investment Management Limited - Management Company		
Remuneration for the quarter	24,198	22,752
Sindh Sales Tax on management fee	3,146	2,958
Allocated expenses	1,331	1,138
Selling and marketing expense	12,099	4,550
Units issued: nil units (September 30, 2020: 2,282,882 units)	-	35,000
Units redeemed: 3,963,250 units (September 30, 2020: nil units)	70,000	-
 Meezan Bank Limited		
Profit on saving accounts with banks	82	79
Shariah Advisor fee	103	56
Shares purchased : 50,000 shares (September 30, 2020: 255,000 shares)	6,400	21,949
Shares sold: 200,000 shares (September 30, 2020: 55,000 shares)	29,587	4,739
Bonus share received: 291,593 shares (September 30, 2020: 154,905 shares)	-	-
Dividend income from shares	2,916	-
 Central Depository Company of Pakistan Limited - Trustee		
Trustee fee for the quarter	1,462	1,390
Sindh Sales Tax on trustee fee	190	181
CDS charges for the quarter	91	51
 MSAF- Meezan Strategic Allocation Plan IV		
Redemption of 877,764 units (September 30, 2020: 2,635,324 units)	15,930	40,000



MSAF- Meezan Strategic Allocation Plan - I

Units issued: nil units (September 30, 2020: 548,043 units)

Redemption of nil units (September 30, 2020: 1,168,168 units)

-	8,000
-	17,000

MSAF -Meezan Strategic Allocation Plan - II

Units issued: 611,135 units (September 30, 2020: nil units)

Redemption of 834,098 units (September 30, 2020: 1,229,749 units)

11,000	-
15,000	19,000

MSAF - Meezan Strategic Allocation Plan - III

Units issued: 611,135 (September 30, 2020: 376,485 units)

Redemption of 388,462 units (September 30, 2020: nil units)

11,000	6,000
7,000	-

Directors and executives of the Management Company

Units issued: 144,193 units (September 30, 2020: 3,037,100 units)

Units redeemed: 92,712 units (September 30, 2020: 14,764 units)

2,581	43,774
1,660	236

11. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2021 is 3.96% which includes 0.32% representing government levies on the Fund such as Sales Taxes and annual fee to the SECP. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an Equity Scheme.

12. TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute atleast 90 percent of the net accounting income other than capital gains to the unit holders. The Fund has not recorded any tax liability as the Fund has incurred a net loss during the quarter

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

13. FAIR VALUES OF FINANCIAL INSTRUMENTS

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

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

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

13.1 Fair value hierarchy

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

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

As at September 30, 2021 the Fund held the following financial instruments measured at fair value:

As at September 30, 2021			
Level 1	Level 2	Level 3	Total
(Rupees in '000)			

ASSETS

Financial assets 'at fair value through profit or loss'

Shares of listed companies 'ordinary shares' 4,254,829 - - 4,254,829

As at June 30, 2021			
Level 1	Level 2	Level 3	Total
(Rupees in '000)			

ASSETS

Financial assets 'at fair value through profit or loss'

Shares of listed companies 'ordinary shares' 4,650,421 - - 4,650,421

14. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on October 11, 2021 by the Board of Directors of the Management Company.

15. GENERAL

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

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

Chief Executive

Chief Financial Officer

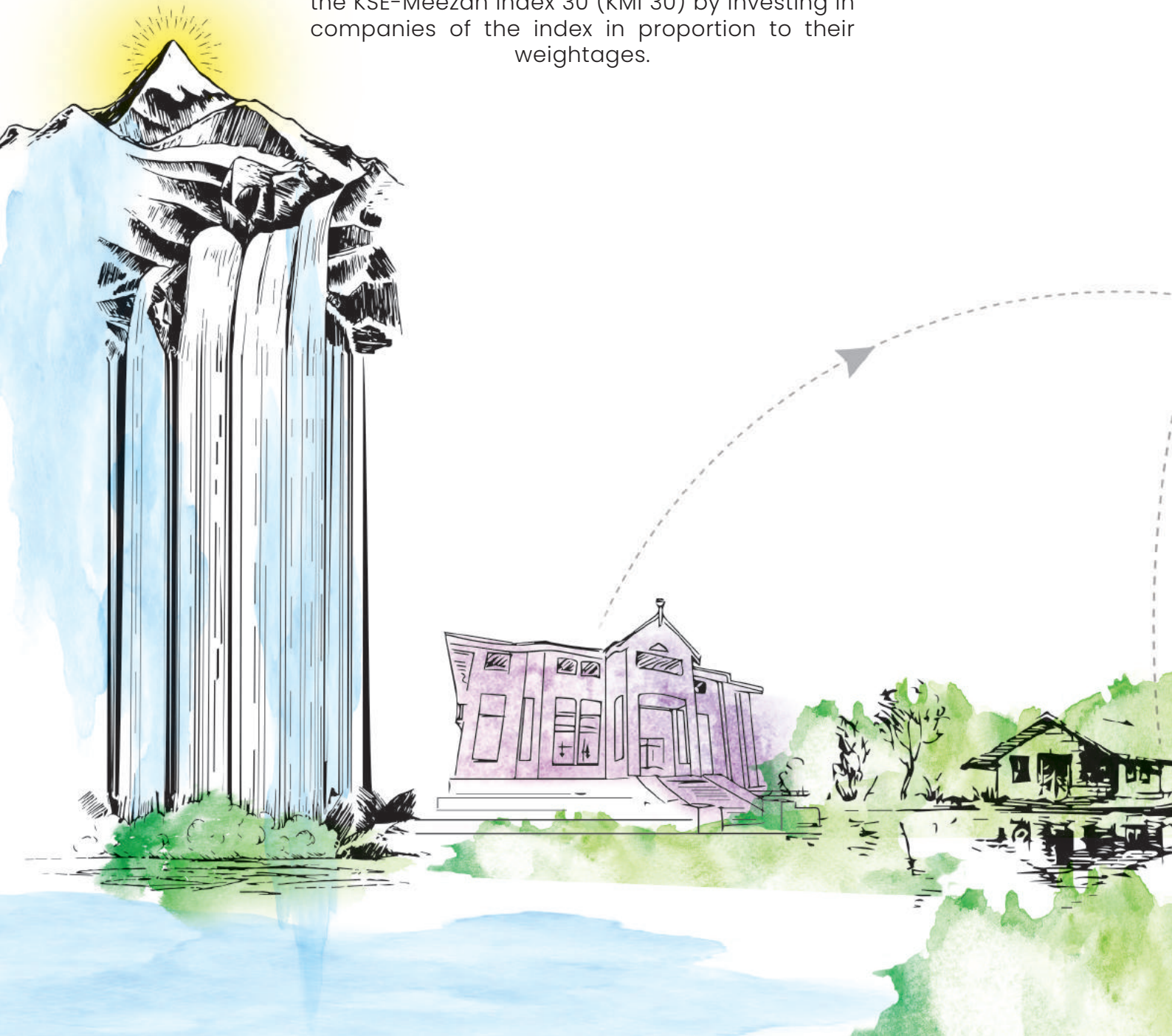
Director



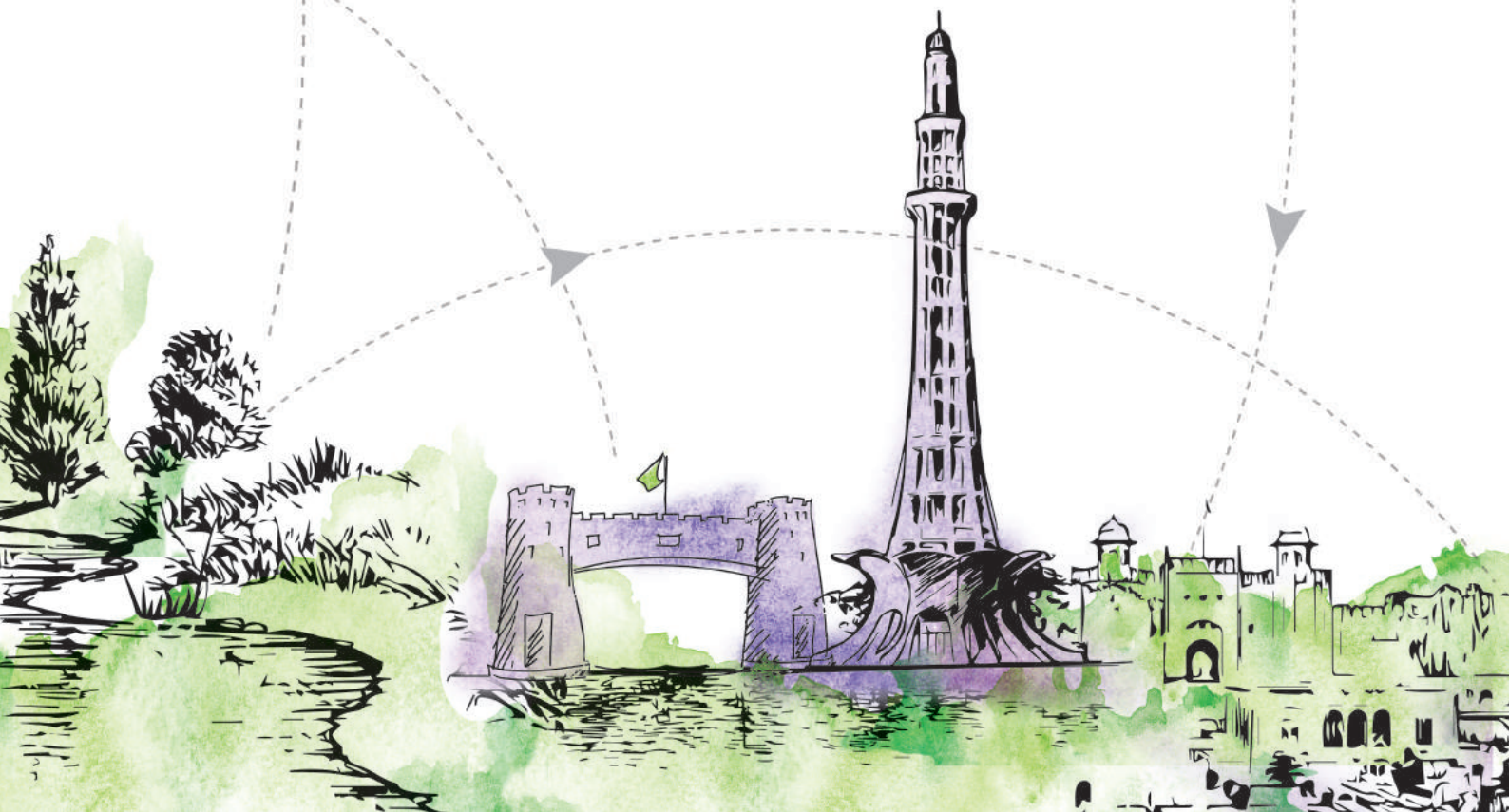
Al Meezan
Investment Management Ltd.

KSE-MEEZAN INDEX FUND (KMIF)

KSE Meezan Index Fund is a Shariah Compliant Index Fund that aims to provide investors an opportunity to closely track the performance of the KSE-Meezan Index 30 (KMI 30) by investing in companies of the index in proportion to their weightages.



ONE OF THE MOST
SOUGHT-AFTER
TOURIST DESTINATION



FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah Ahmed	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan R Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director - PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naeem Sattar	Nominee Director - PKIC
Mr. Feroz Rizvi	Independent Director
Ms. Danish Zuberi	Independent Director
Mr. Mohammad Shoaib, CFA	Chief Executive Officer

COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Salman Muslim

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Shahid Ojha

AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Tariq Mairaj	Member
Mr. Naeem Sattar	Member

RISK MANAGEMENT COMMITTEE

Mr. Mubashar Maqbool	Chairman
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ariful Islam	Chairman
Mr. Mubashar Maqbool	Member
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member
Mr. Mohammad Shoaib, CFA	Member

TRUSTEE

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block B, S.M.C.H.S., Main Sharah-e-Faisal Karachi.

AUDITORS

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

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Habib Metropolitan Bank Limited - Islamic
Banking Meezan Bank Limited
National Bank of Pakistan - Islamic Banking

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited
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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited



**KSE MEEZAN INDEX FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2021**

	September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
Note	----- (Rupees in '000) -----	
Assets		
Balances with banks	5 14,462	22,649
Investments	6 2,788,308	2,697,866
Receivable against conversion of units	333	1,182
Dividend receivable	32,092	4,155
Receivable against sale of investments	-	24,234
Deposits and other receivables	2,675	2,684
Total assets	<u>2,837,870</u>	<u>2,752,770</u>
Liabilities		
Payable to AI Meezan Investment Management Limited - Management Company	8 3,318	905
Payable to Central Depository Company of Pakistan Limited - Trustee	360	349
Payable to the Securities and Exchange Commission of Pakistan	147	489
Payable to Meezan Bank Limited	42	253
Payable against redemption and conversion of units	3,413	1,923
Payable against purchase of investments	40,773	12,393
Accrued expenses and other liabilities	9 13,931	39,954
Total liabilities	<u>61,985</u>	<u>56,266</u>
Net assets	<u>2,775,886</u>	<u>2,696,504</u>
Contingencies and commitments		
7		
Unit holders' fund (as per statement attached)	<u>2,775,886</u>	<u>2,696,504</u>
	(Number of units)	
Number of units in issue	<u>40,187,426</u>	<u>37,003,744</u>
	(Rupees)	
Net asset value per unit	<u>69.0735</u>	<u>72.8711</u>

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

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

Chief Executive

Chief Financial Officer

Director

**KSE MEEZAN INDEX FUND
CONDENSED INTERIM INCOME STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2021 (UNAUDITED)**

	September 30,	
	2021	2020
	Note ----- (Rupees in '000) -----	
Income		
Net realised (loss) / gain on sale of investments	(1,169)	18,491
Dividend income	51,410	14,429
Profit on saving accounts with banks	180	139
Reversal of Sindh Workers' Welfare Fund (SWWF)	23,931	-
Other income	1,028	707
	75,380	33,766
Net unrealised (diminution) / appreciation on re-measurement of investments at 'fair value through profit or loss'	(219,396)	303,312
Total (loss) / Income	(144,016)	337,078
Expenses		
Remuneration to Al Meezan Investment Management Limited - Management Company	7,370	5,445
Sindh Sales Tax on management fee	958	708
Allocated expenses	811	544
Remuneration to Central Depository Company of Pakistan Limited - Trustee	989	796
Sindh Sales Tax on trustee fee	129	103
Annual fee to Securities and Exchange Commission of Pakistan	147	109
Auditors' remuneration	40	119
Brokerage	772	1,871
Charity expense	2,063	404
Bank and settlement charges	221	71
Fees and subscription	124	136
Legal & Professional Charges	276	-
Provision for Sindh Workers' Welfare Fund (SWWF)	-	6,535
Total expenses	13,900	16,841
Net (loss) / income for the quarter before taxation	(157,916)	320,237
Taxation	-	-
Net (loss) / income for the quarter after taxation	(157,916)	320,237
Allocation of net income for the quarter		
Net Income for the quarter after taxation	-	320,237
Income already paid on units redeemed	-	(6,902)
	-	313,335
Accounting income available for distribution		
- Relating to capital gains	-	313,335
- Excluding capital gains	-	-
	-	313,335

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

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

Chief Executive

Chief Financial Officer

Director



**KSE MEEZAN INDEX FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED SEPTEMBER 30, 2021 (UNAUDITED)**

	<u>September 30,</u>	
	<u>2021</u>	<u>2020</u>
	(Rupees in '000)	
Net (loss) / income for the quarter before taxation	(157,916)	320,237
Other comprehensive income for the quarter	-	-
Total comprehensive (loss) / income for the quarter	<u>(157,916)</u>	<u>320,237</u>

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

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

Chief Executive

Chief Financial Officer

Director

**KSE MEEZAN INDEX FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDER'S FUND
FOR THE QUARTER ENDED SEPTEMBER 30, 2021 (UNAUDITED)**

	Quarter ended September 30, 2021			Quarter ended September 30, 2020		
	Capital Value	Undistrib-uted income / (accumul-ated losses)	Total	Capital Value	Undistrib-uted income / (accumul-ated losses)	Total
	------(Rupees in '000)-----			------(Rupees in '000)-----		
Net assets at the beginning of the quarter	2,559,822	136,682	2,696,504	2,094,337	(237,164)	1,857,173
Issuance of 5,586,802 units (2020: 4,522,104 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	407,116	-	407,116	241,539	-	241,539
- Element of income	5,035	-	5,035	40,982	-	40,982
Total proceeds on issuance of units	412,151	-	412,151	282,521	-	282,521
Redemption of 2,403,120 units (2020: 4,178,402 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	175,118	-	175,118	223,181	-	223,181
- Element of (income) / loss	(265)	-	(265)	30,890	6,902	37,792
Total payments on redemption of units	174,853	-	174,853	254,070	6,902	260,972
Total comprehensive (loss) / income for the quarter	-	(157,916)	(157,916)	-	320,237	320,237
Distribution during the quarter	-	-	-	-	-	-
Net (loss) / income for the quarter less distribution	-	(157,916)	(157,916)	-	320,237	320,237
Net assets at the end of the quarter	2,797,120	(21,234)	2,775,886	2,122,788	76,171	2,198,959
undistributed income / (Accumulated loss) brought forward						
- Realised loss		(267,341)			(138,664)	
- Unrealised loss		404,023			(98,500)	
		136,682			(237,164)	
Accounting income available for distribution						
- Relating to capital gains		-			313,335	
- Excluding capital gains		-			-	
		-			313,335	
Net (loss) / income for the quarter after taxation		(157,916)			-	
Distribution during the quarter		-			-	
Accumulated (loss) / income carried forward		(21,234)			76,171	
Accumulated (loss) / income carried forward						
- Realised gain / (loss)		198,162			(227,141)	
- Unrealised (loss) / income		(219,396)			303,312	
Net (loss) / Income for the quarter after taxation		(21,234)			76,171	
			(Rupees)			(Rupees)
Net assets value per unit at the beginning of the quarter			<u>72.8711</u>			<u>53.4129</u>
Net assets value per unit at the end of the quarter			<u>69.0735</u>			<u>62.6238</u>

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

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

Chief Executive

Chief Financial Officer

Director



**KSE MEEZAN INDEX FUND
CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2021 (UNAUDITED)**

	September 30,	
	2021	2020
	------(Rupees in '000)-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the quarter before taxation	(157,916)	320,237
Adjustments for:		
Net unrealised diminution / (appreciation) on re-measurement of investments at 'fair value through profit or loss'	219,396	(303,312)
	61,480	16,925
(Increase) / decrease in assets		
Investments	(309,838)	(45,966)
Receivable against sale of investments	24,234	(11,730)
Dividend receivable	(27,937)	(4,573)
Deposits and other receivables	8	1
	(313,533)	(62,268)
Increase / (decrease) in liabilities		
Payable to Al Meezan Investment Management Limited - the Management Company	2,413	578
Payable to Central Depository Company of Pakistan Limited - the Trustee	11	41
Payable to Meezan Bank Limited	(211)	(23)
Payable to the Securities and Exchange Commission of Pakistan	(342)	(233)
Payable against purchase of investments	28,380	(17,093)
Accrued expenses and other liabilities	(26,023)	9,452
	4,229	(7,278)
Net cash used in operating activities	(247,825)	(52,621)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipt against issuance of units	413,000	271,298
Payment against redemption of units	(173,363)	(246,310)
Net cash generated from financing activities	239,637	24,988
Net decrease in cash and cash equivalents during the quarter	(8,188)	(27,633)
Cash and cash equivalents at beginning of the quarter	22,649	46,350
Cash and cash equivalents at the end of the quarter	14,462	18,717

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

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

Chief Executive

Chief Financial Officer

Director

KSE MEEZAN INDEX FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021 (UNAUDITED)

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** KSE Meezan Index Fund (the Fund) was established under a Trust Deed executed between Al Meezan Investment Management Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on March 13, 2012 and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The Management Company has been licensed by the SECP to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi 74400, Pakistan.
- 1.2** The Fund is a Shariah Compliant Index Fund that aims to provide investors an opportunity to track closely the performance of the KSE-Meezan Index 30 (KMI 30) by investing in companies of the index in proportion to their weightages. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah principles. The Management Company has appointed Meezan Bank Limited as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.
- 1.3** The Fund is an open-end fund listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund is categorised as a Shariah Compliant Index Fund.
- 1.4** The Management Company has been assigned a quality rating of AM1 by VIS dated December 31, 2020 (2020: AM1 dated December 31, 2019) and by PACRA dated June 23, 2021 (2020: AM1 dated June 26, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.5** Title to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.
- 1.6** The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company has fulfilled requirements for registration and accordingly, the fund has been registered under Sindh Trusts Act, 2020.

2 BASIS OF PRESENTATION

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

3 BASIS OF PREPARATION

3.1 Statement of compliance

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

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2021.

These condensed interim financial statements are unaudited. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at September 30, 2021.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT

- 4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2021.
- 4.2 The preparation of these condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan require management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2019. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2021.
- 4.3 There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2021. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

5	BALANCES WITH BANKS	Note	September 30, 2021	June 30, 2021
			(Unaudited)	(Audited)
			(Rupees in '000)	
	In saving accounts	5.1	11,802	17,992
	In current accounts		2,660	4,657
			<u>14,462</u>	<u>22,649</u>

- 5.1 The balance in saving accounts have an expected profit ranging from 1.50% to 2.50% per annum (June 30, 2021: 1.50% to 2.50% per annum).

6	INVESTMENTS	Note	September 30, 2021	June 30, 2021
			(Unaudited)	(Audited)
			(Rupees in '000)	
	Investments at 'fair value through profit or loss'			
	Shares of listed companies - 'ordinary shares'	6.1	<u>2,788,308</u>	<u>2,697,866</u>

6.1 Shares of listed companies - 'ordinary shares'

Name of the investee company	As at July 1, 2021	Purchases during the quarter	Rights / Bonus issue	Sales during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised gain / (loss) as at September 30, 2021	Percentage in relation to		
									Net assets of the Fund	Paid-up capital of investee company (with face value of investment)	Total market value of invest- ments

	----- Number of shares -----					----- (Rupees in '000) -----		----- % -----			

Sectors / companies

Automobile Assembler

Honda Atlas Cars (Pakistan) Limited	80,100	14,600		3,700	91,000	31,265	23,975	(7,290)	0.86	0.06	0.86
Millat Tractors Limited	78,853	11,180	-	2,300	87,733	94,831	94,155	(676)	3.39	0.18	3.38
Gandhara Industries Limited	35,700	10,500		4,700	41,500	11,327	8,091	(3,235)	0.29	0.10	0.29
									4.54	0.34	4.53

Bank											
Meezan Bank Limited	995,813	139,041	164,017	25,042	1,273,829	129,808	178,247	48,439	6.42	0.09	6.39
									6.42	0.09	6.39
Cable And Electrical Goods											
Pak Elektron Limited	698,803	116,500	-	37,000	778,303	27,073	21,442	(5,631)	0.77	0.16	0.77
									0.77	0.16	0.77
Cement											
D.G. Khan Cement Company Limitec	616,111	84,277	-	13,059	687,329	80,545	60,774	(19,771)	2.19	0.16	2.18
Cherat Cement company Limited	328,201	45,100	-	8,000	365,301	64,546	52,318	(12,228)	1.88	0.19	1.88
Fauji Cement Company Limited	2,131,875	306,500	-	56,500	2,381,875	54,494	42,755	(11,740)	1.54	0.17	1.53
Lucky Cement Limited	318,493	43,292	-	7,188	354,597	306,448	256,338	(50,110)	9.23	0.11	9.19
Maple Leaf Cement Factory Limited '1	1,390,639	187,415	-	31,501	1,546,553	72,167	54,439	(17,729)	1.96	0.26	1.95
									16.80	0.89	16.73
Chemical											
Engro Polymer & Chemicals Limited	894,271	130,000	-	27,500	996,771	47,708	54,892	7,184	1.98	0.11	1.97
									1.98	0.11	1.97
Engineering											
International Industries	203,800	29,600	-	5,100	228,300	47,987	38,074	(9,913)	1.37	0.17	1.37
International Steels Limited	429,713	57,913	-	10,758	476,868	44,412	36,342	(8,070)	1.31	0.11	1.30
									2.68	0.28	2.67
Fertilizer											
Engro Corporation Limited	891,557	120,674	-	19,790	992,441	292,515	277,635	(14,879)	10.00	0.17	9.96
Engro Fertilizers Limited	1,690,607	229,955	-	38,693	1,881,869	133,014	132,258	(756)	4.76	0.14	4.74
									14.76	0.31	14.70
Oil And Gas Exploration Companies											
Mari Petroleum Company Limited	75,065	10,240	-	1,440	83,865	127,960	130,273	2,313	4.69	0.06	4.67
Oil & Gas Development Company Lir	1,813,235	268,041	-	59,217	2,022,059	191,770	169,449	(22,321)	6.10	0.05	6.08
Pakistan Oilfields Limited	365,459	49,010	-	7,783	406,686	160,071	152,650	(7,421)	5.50	0.14	5.47
Pakistan Petroleum Limited	1,874,578	276,512	-	64,957	2,086,133	180,566	156,272	(24,294)	5.63	0.08	5.60
									21.92	0.33	21.82

Name of the investee company	As at July 1, 2021	Purchases during the quarter	Rights / Bonus issue	Sales during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised gain / (loss) as at September 30, 2021	Percentage in relation to		
									Net assets of the Fund	Paid-up capital of investee company (with face value of investment)	Total market value of investments
----- Number of shares -----						(Rupees in '000)		----- % -----			

Oil And Gas Marketing Companies											
Hascol Petroleum Limited	471	-	-	-	471	4	3	(1)	-	-	-
Pakistan State Oil Company Limited	593,789	81,613	-	14,222	661,180	148,177	132,891	(15,286)	4.79	0.14	4.77
Sui Northern Gas Pipelines Limited	802,507	117,698	-	27,348	892,857	43,376	40,607	(2,769)	1.46	0.14	1.46
									6.25	0.28	6.23
Pharmaceuticals											
The Searle Company Limited	303,324	41,162	-	5,841	338,645	81,945	68,240	(13,704)	2.46	0.16	2.45
									2.46	0.16	2.45
Power Generation & Distribution											
The Hub Power Company Limited	2,736,859	372,998	-	61,527	3,048,330	242,573	224,144	(18,429)	8.07	0.24	8.04
									8.07	0.24	8.04
Refinery											
Attock Refinery Ltd	120,056	17,715	-	4,677	133,094	33,782	23,795	(9,987)	0.86	0.12	0.85
National Refinery Limited	73,400	10,017	-	1,580	81,837	41,960	24,785	(17,174)	0.89	0.10	0.89
									1.75	0.22	1.74
Technology & Communication											
Avanceon Limited	168,500	51,300	-	21,300	198,500	19,217	24,487	5,270	0.88	0.08	0.88
System Limited	229,000	32,100	-	5,900	255,200	144,573	185,661	41,087	6.69	0.21	6.66
									7.57	0.29	7.54
Textile Composite											
Nishat Mills Limited	444,550	65,300	-	14,800	495,050	46,355	44,980	(1,375)	1.62	0.14	1.61
									1.62	0.14	1.61
Transport											
Pakistan International Bulk Terminal	2,510,000	346,500	-	51,000	2,805,500	31,785	24,997	(6,788)	0.90	0.16	0.90
Vanaspati & Allied Industries											
Unity Foods Limited	1,535,536	211,365	-	38,366	1,708,535	75,451	53,340	(22,111)	1.92	0.31	1.91
									1.92	0.31	1.91
									3,007,704	2,788,308	(219,396)
											100

- 6.1.1 Investments include 682,000 shares (June 2021: 682,000 shares) of Pakistan Petroleum Limited and 80,000 shares of Oil & Gas Development Company Limited having market value of Rs 51.09 million and Rs. 6.70 million as at September 30, 2021 (June 2021: Rs 59.218 million and 7.602 million), which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23,
- 6.2 As at September 30, 2021, the market value of bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 1.291 million (June 30, 2021: Rs. 1.416 million).

7 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

8	PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY		September 30,	June 30,
			2021 (Unaudited)	2021 (Audited)
			(Rupees in '000)	
	Management fee payable	8.1	2,382	155
	Sindh Sales Tax on management fee payable		310	20
	Allocated expenses payable	8.2	262	251
	Sales load payable		322	424
	Sindh Sales Tax payable on sales load		42	55
			3,318	905

- 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 subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 1% (June 30, 2021: 1%) per annum of the average net assets of the Fund during the quarter ended September 30, 2021. The remuneration is payable to the Management Company monthly in arrears.

- 8.2 During the year, an amount of Rs. 0.958 million (June 30, 2021: Rs 3.178 million) was charged on account of sales tax on management fee levied through the Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 0.668 million (June 30, 2021: Rs. 3.354 million) has been paid to the Management Company which acts as a collecting agent.

The Management Company based on its own discretion has charged allocated expenses at the rate of 0.11% (June 30, 2021: 0.11% of the average annual net assets).

9	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	September 30,	June 30,
			2021 (Unaudited)	2021 (Audited)
			(Rupees in '000)	
	Auditor's remuneration payable		61	279
	Provision for Federal Excise Duty and related Sindh Sales Tax on remuneration of the Management Company	9.2	5,741	5,741
	Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	9.2	497	497
	Provision for Sindh Workers' Welfare Fund	9.1	-	23,931
	Withholding tax and capital gain tax payable		806	932
	Charity payable		4,505	4,942
	Brokerage payable		1,748	3,193
	Shariah advisory fee payable		385	263
	Printing charges payable		124	124
	Zakat payable		64	52
			13,931	39,954

- 9.1 SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also been taken up with the SECP. All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its circular dated August 30, 2021.

Provisioning against SWWF amounting to Rs. 23.931 million has been reversed and it has contributed towards an increase in NAV of the fund by Rs. 0.59 (0.82%) per unit. This was one-off event and is not likely to be repeated in the future

- 9.2 The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2021. Had the provision not been made, the NAV per unit of the Fund as at September 30, 2021 would have been higher by Re 0.16 (June 30, 2021: Re 0.17) per unit.

10 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

Remuneration payable to the Management Company and the Trustee is determined in accordance with the provision of the NBFC Rules, the NBFC Regulations and the Trust Deed respectively.

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

Balances	September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
	(Rupees in '000)	
Al Meezan Investment Management Limited - the Management Company		
Remuneration payable	2,382	155
Sindh Sales Tax on management fee payable	310	20
Sales load payable	322	424
Sindh Sales Tax on sales load payable	42	55
Allocated expenses payable	262	251
Investment of 13,952,768 units (June 30, 2021: 13,952,768 units)	963,767	1,016,754
Meezan Bank Limited		
Sales load payable	37	224
Sindh Sale Tax on sales load payable	5	29
Bank balance	5,383	16,436
Shariah advisor fee payable	385	263
Profit receivable on savings account	14	25
Outstanding of 2,113,224 units (June 30, 2021: 2,113,224 units)	145,968	153,993
Investment in 1,273,829 shares (June 30, 2021: 995,813 shares)	178,247	114,927
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee payable	319	289
Sindh Sales Tax on trustee fee payable	41	60
Security deposit	103	103
Directors and their close family members and key management		
Investment of 1,139,660 units (June 30, 2021: 1,136,665 units)	78,720	82,830
Unit holders holding 10% or more units of the Fund		
Investment of 9,725,888 units (June 30, 2021: 9,725,890 units)	671,801	708,736
Al Meezan Investment Management Limited (Gratuity Fund)		
Investment as at September 30, 2021: 133,559 units (June 30, 2021: 133,559 units)	9,225	9,733
Meezan Strategic Allocation Fund MSAP-I		
Investment as at September 30, 2021: 70,737 units (June 30, 2021: 70,737 units)	4,886	5,155
Meezan Strategic Allocation Fund MSAP-II		
Investment as at September 30, 2021: 147,796 units (June 30, 2021: 159,765 units)	10,209	11,642
Meezan Strategic Allocation Fund MSAP-III		
Investment as at September 30, 2021: 106,250 units (June 30, 2021: 159,037 units)	7,339	11,589
Meezan Strategic Allocation Fund MSAP-IV		
Investment as at September 30, 2021: 13,634 units (June 30, 2021: 13,634 units)	942	994
Meezan Strategic Allocation Fund MSAP-V		
Investment as at September 30, 2021: 28,295 units (June 30, 2021: 28,295 units)	1,954	2,062



Transactions during the quarter

Quarter ended September 30,
2021 **2020**
(Unaudited)
(Rupees in '000)

Al Meezan Investment Management Limited - the Management Company

Remuneration for the quarter	7,370	5,445
Sindh Sales Tax on remuneration of the Management Company	<u>958</u>	<u>708</u>
Allocated expenses	<u>811</u>	<u>544</u>
Units issued: nil units (September 30, 2020: 310,598 units)	<u>-</u>	<u>20,000</u>
Units redeemed: nil units (September 30, 2020: 151,053 units)	<u>-</u>	<u>9,200</u>

Meezan Bank Limited

Profit on savings account	32	52
Dividend income	<u>1,640</u>	<u>-</u>
Shariah Advisor fee	<u>122</u>	<u>-</u>
Shares purchased: 139,041 shares (September 30, 2020: 355,570 shares)	<u>17,640</u>	<u>19,257</u>
Bonus Share Received : 164,017 (September 30, 2020: 93,388 shares)	<u>-</u>	<u>-</u>
Shares sold: 25,042 shares (September 30, 2020: 45,500 shares)	<u>3,444</u>	<u>3,799</u>

Central Depository Company of Pakistan Limited - the Trustee

Trustee fee	989	796
Sindh Sales Tax on trustee fee for the quarter	<u>129</u>	<u>103</u>
CDS charges	<u>68</u>	<u>62</u>

Directors and their close family members and key management

Units issued: 2,995 units September 30, 2020: 77,383 units)	221	5,040
Units redeemed: nil units (September 30, 2020: 6,775 units)	<u>-</u>	<u>396</u>

Meezan Strategic Allocation Fund MSAP-II

Units issued: 136,326 units (September 30, 2020: nil units)	10,000	-
Units redeemed: 148,295 units (September 30, 2020: nil units)	<u>11,000</u>	<u>-</u>

Meezan Strategic Allocation Fund MSAP-III

Units issued: 95,507 units (September 30, 2020: nil units)	7,000	-
Units redeemed: 148,295 units (September 30, 2020: nil units)	<u>11,000</u>	<u>-</u>

11 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2021 is 1.89% (June 30, 2021: 2.45%) which includes 0.18% (June 30, 2021: 0.78%) representing government levies on the Fund such as Sales Taxes, Federal Excise Duties, annual fee to the SECP etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an Equity Scheme.

12 TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute atleast 90 percent of the net accounting income other than capital gains to the unit holders. The Fund has not recorded any tax liability as the Fund has incurred a net loss during the quarter.

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

13 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

13.1 FAIR VALUE HIERARCHY

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

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

As at September 30, 2021 and June 30, 2021, the Fund held the following financial instruments measured at fair value:

	As at September 30, 2021			
	Level 1	Level 2	Level 3	Total
ASSETS	----- (Rupees in '000) -----			
Financial assets 'at fair value through profit or loss'				
Shares of listed companies - 'ordinary shares'	2,788,308	-	-	2,788,308

	As at June 30, 2021			
	Level 1	Level 2	Level 3	Total
ASSETS	----- (Rupees in '000) -----			
Financial assets 'at fair value through profit or loss'				
Shares of listed companies - 'ordinary shares'	2,697,866	-	-	2,697,866

14 GENERAL

Figures have been rounded off to the nearest thousand rupees.

15 DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on October 11, 2021 by the Board of Directors of the Management Company.

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

Chief Executive

Chief Financial Officer

Director



Al Meezan
Investment Management Ltd.

MEEZAN ENERGY FUND (MEF)

Meezan Energy Fund is a Shariah Compliant Energy Sector (Equity) Scheme. It is an actively managed fund offering a simple way to take exposure to Shariah Compliant equity stocks, primarily from the energy sector/segment/industry available at Pakistan Stock Exchange (PSX).



CURRENT ACCOUNT DEFICIT LOWEST IN



FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah Ahmed	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan R Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director – PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naeem Sattar	Nominee Director - PKIC
Mr. Feroz Rizvi	Independent Director
Ms. Danish Zuberi	Independent Director
Mr. Mohammad Shoaib, CFA	Chief Executive Officer

COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Salman Muslim

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Shahid Ojha

AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Tariq Mairaj	Member
Mr. Naeem Sattar	Member

RISK MANAGEMENT COMMITTEE

Mr. Mubashar Maqbool	Chairman
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ariful Islam	Chairman
Mr. Mubashar Maqbool	Member
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member
Mr. Mohammad Shoaib, CFA	Member

TRUSTEE

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block B, S.M.C.H.S., Main Sharah-e-Faisal Karachi.

AUDITORS

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

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Allied Bank Limited
Al Baraka Islamic Bank B.S.C (E.C)
Bank Al Habib Limited - Islamic Banking
Habib Metropolitan Bank Limited - Islamic Banking
Meezan Bank Limited

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited
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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited



MEEZAN ENERGY FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2021

		September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
Assets			
Balances with banks	5	16,080	18,782
Investments	6	478,527	578,360
Receivable against conversion of units		8,452	8,251
Dividend receivable		10,456	1,764
Advance, deposits and other receivable		4,094	4,094
Preliminary expenses and floatation costs		33	83
Total assets		517,642	611,334
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	1,566	761
Payable to Central Depository Company of Pakistan Limited - Trustee		96	113
Payable to Meezan Bank Limited		2	33
Payable to the Securities and Exchange Commission of Pakistan (SECP)		27	105
Payable against redemption and conversion of units		6,481	20,927
Accrued expenses and other liabilities	8	2,328	5,085
Total liabilities		10,500	27,024
Net assets		507,142	584,310
Unit holders' funds (as per statement attached)		507,142	584,310
Contingencies and commitments	9		
		(Number of units)	
Number of units in issue		15,837,759	17,035,689
		(Rupees)	
Net asset value per unit		32.0211	34.2992

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

**MEEZAN ENERGY FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30,	
	2021	2020
Note	(Rupees in '000)	
Income		
Dividend income	12,267	463
Net realised (loss) / gain on sale of investments	(2,502)	23,718
Profit on balances with banks	115	212
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)	2,709	-
	<u>12,589</u>	<u>24,393</u>
Net unrealised (diminution) / appreciation on re-measurement of investments - 'at fair value through profit or loss'	(43,196)	38,361
Total (loss) / income	<u>(30,607)</u>	<u>62,754</u>
Expenses		
Remuneration of AI Meezan Investment Management Limited - Management Company	2,736	2,709
Sindh Sales Tax on remuneration of the Management Company	356	352
Allocated expenses	151	135
Selling and marketing expense	547	542
Remuneration to Central Depository Company of Pakistan Limited - Trustee	274	271
Sindh Sales Tax on remuneration of the Trustee	36	35
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	27	27
Auditors' remuneration	102	99
Charity expense	667	8
Fees and subscription	142	142
Legal and professional charges	184	-
Brokerage expense	405	704
Bank and settlement charges	109	114
Amortisation of preliminary expenses and floatation costs	50	50
Provision for Sindh Workers' Welfare Fund (SWWF)	-	1,151
Total expenses	<u>5,786</u>	<u>6,339</u>
Net (loss) / income for the quarter before taxation	<u>(36,393)</u>	<u>56,415</u>
Taxation	-	-
Net (loss) / income for the quarter after taxation	<u>(36,393)</u>	<u>56,415</u>
Allocation of net income for the quarter		
Net income for the quarter after taxation	-	56,415
Income already paid on units redeemed	-	(25,325)
	<u>-</u>	<u>31,090</u>
Accounting income available for distribution		
- Relating to capital gains	-	31,090
- Excluding capital gains	-	-
	<u>-</u>	<u>31,090</u>

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

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

Chief Executive

Chief Financial Officer

Director



**MEEZAN ENERGY FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30,	
	2021	2020
	(Rupees in '000)	
Net (loss) / income for the quarter after taxation	(36,393)	56,415
Other comprehensive income for the quarter	-	-
Total comprehensive (loss) / income for the quarter	(36,393)	56,415

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

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

Chief Executive

Chief Financial Officer

Director

MEEZAN ENERGY FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	September 30					
	2021			2020		
	Capital Value	Accumulated loss	Total	Capital Value	Accumulated loss	Total
(Rupees in '000)			(Rupees in '000)			
Net assets at the beginning of the quarter	974,734	(390,424)	584,310	964,237	(422,371)	541,866
Issue of 5,512,914 units (September 30, 2020: 17,725,623 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	189,089	-	189,089	532,123	-	532,123
- Element of income	(5,336)	-	(5,336)	60,719	-	60,719
Total proceeds on issuance of units	183,753	-	183,753	592,842	-	592,842
Redemption of 6,710,844 units (September 30, 2020: 22,006,035 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	230,177	-	230,177	660,621	-	660,621
- Element of (loss) / income	(5,649)	-	(5,649)	50,621	25,325	75,946
Total payments on redemption of units	224,528	-	224,528	711,242	25,325	736,567
Total comprehensive (loss) / income for the quarter	-	(36,393)	(36,393)	-	56,415	56,415
Distribution during the quarter	-	-	-	-	-	-
Net (loss) / income for the quarter less distribution	-	(36,393)	(36,393)	-	56,415	56,415
Net assets at the end of the quarter	933,959	(426,817)	507,142	845,837	(391,281)	454,556
Accumulated loss brought forward						
- Realised loss		(390,627)			(422,342)	
- Unrealised (loss) / income		203			(29)	
		(390,424)			(422,371)	
Accounting income available for distribution						
- Relating to capital gains		-			31,090	
- Excluding capital gains		-			-	
		-			31,090	
Net loss for the quarter after taxation		(36,393)			-	
Distribution during the quarter		-			-	
Accumulated loss carried forward		(426,817)			(391,281)	
Accumulated loss carried forward						
- Realised loss		(383,621)			(429,642)	
- Unrealised loss		(43,196)			38,361	
		(426,817)			(391,281)	
Net assets value per unit at the beginning of the quarter			(Rupees) 34.2992			(Rupees) 30.0200
Net assets value per unit at the end of the quarter			32.0211			33.0112

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director



MEEZAN ENERGY FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	September 30,	
	2021	2020
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the quarter before taxation	(36,393)	56,415
Adjustments for:		
Amortisation of preliminary expenses and floatation costs	50	50
Net unrealised diminution / (appreciation) on re-measurement investments - 'at fair value through profit or loss'	43,196	(38,361)
	<u>6,853</u>	<u>18,104</u>
Decrease in assets		
Investments - net	56,637	107,351
Receivable against sale of investments	-	30,650
Dividend receivable	(8,692)	(464)
Advances, deposits and other receivables	-	41
	<u>47,945</u>	<u>137,578</u>
Increase in liabilities		
Payable to AI Meezan Investment Management Limited - Management Company	805	(156)
Payable to Central Depository Company of Pakistan Limited - Trustee	(17)	201
Payable to Meezan Bank Limited	(31)	(340)
Payable to Securities and Exchange Commission of Pakistan - (SECP)	(78)	(82)
Payable against purchase of investments	-	(2,776)
Accrued expenses and other liabilities	(2,757)	1,422
	<u>(2,078)</u>	<u>(1,731)</u>
Net cash generated from operating activities	52,720	153,951
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	183,552	597,147
Payment against redemption and conversion of units	(238,974)	(747,280)
Net cash used in financing activities	(55,422)	(150,133)
Net (decrease) / increase in cash and cash equivalents during the quarter	(2,702)	3,818
Cash and cash equivalents at the beginning of the quarter	18,782	3,214
Cash and cash equivalents at the end of the quarter	<u>16,080</u>	<u>7,032</u>

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

MEEZAN ENERGY FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Meezan Energy Fund (the Fund) was established under a trust deed executed between Al Meezan Investment Management Company as the Management Company and Central Depository Company of Pakistan Limited as the Trustee. The Trust Deed was executed on September 09, 2016 and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations). The Management Company has been licensed by the Securities and Exchange Commission of Pakistan (SECP) to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shariah-e-Faisal, Karachi 74400, Pakistan.
- 1.2 The objective of the Fund is to seek long term capital appreciation through investments in Shariah compliant equity stocks, primarily from the energy sector / segment / industry, as defined in the constitutive documents. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah principles. The Management Company has appointed Meezan Bank Limited as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.
- 1.3 Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited. The Fund is categorised as an Open End Shariah Compliant (Islamic) Equity Scheme in accordance with Circular 7 of 2009 issued by the SECP.
- 1.4 The Management Company has been assigned a quality rating of AM1 by VIS dated December 31, 2020 (2020: AM1 dated December 31, 2019) and by PACRA dated June 23, 2021 (2020: AM1 dated June 26, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.5 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.6 The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company has fulfilled requirements for registration and accordingly, the fund has been registered under Sindh Trusts Act, 2020.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 STATEMENT OF COMPLIANCE

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

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

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



The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2021.

These condensed interim financial statements are unaudited. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at September 30, 2021.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT

- 4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2021.
- 4.2 The preparation of these condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan require management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2021. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2021.
- 4.3 There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2021. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

5. BALANCES WITH BANKS	Note	September 30,	June 30,
		2021 (Unaudited)	2021 (Audited)
		(Rupees in '000)	
In saving accounts	5.1	15,087	17,738
In current accounts		993	1,044
		16,080	18,782

- 5.1 The balance in saving accounts have an expected profit ranging from 1.85% to 7.15% per annum (June 30, 2021: 2.24% to 7.20% per annum).

6. INVESTMENTS	Note	September 30,	June 30,
		2021 (Unaudited)	2021 (Audited)
		(Rupees in '000)	
Investments - 'at fair value through profit or loss'			
Shares of listed companies 'ordinary shares'	6.1	478,527	578,360

- 6.1 Shares of listed companies 'ordinary shares'

Name of the investee company	As at July 1, 2021	Purchases during the quarter	Bonus / Right issue	Sales during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised gain / (loss) as at September 30, 2021	Percentage in relation to		
									Net Assets of the Fund	Paid-up capital of investee company	Total market value of investment
-----Number of shares-----						-----Rupees in '000-----			-----%-----		
Sectors / companies											
Oil and Gas Exploration Companies											
Mari Petroleum Company Limited (note 6.1.3)	57,143	4,000	-	4,600	56,543	86,216	87,832	1,616	17.32	0.04	18.36
Oil and Gas Development Company Limited	903,016	90,000	-	86,000	907,016	86,031	76,008	(10,023)	14.99	0.02	15.88
Pakistan Oilfields Limited (note 6.1.3)	226,280	-	-	57,500	168,780	66,476	63,352	(3,124)	12.49	0.06	13.24
Pakistan Petroleum Limited (note 6.1.3)	1,214,418	-	-	251,366	963,052	83,622	72,142	(11,480)	14.23	0.04	15.08
									59.03	0.16	62.56
Oil and Gas Marketing Companies											
Attock Petroleum Limited	31,500	-	-	-	31,500	10,112	9,135	(977)	1.80	0.03	1.91
Hascol Petroleum Limited	4,011	-	-	-	4,011	36	26	(10)	0.01	-	0.01
Hi-Tech Lubricants Limited	86,000	-	-	-	86,000	6,098	5,333	(765)	1.05	0.07	1.11
Pakistan State Oil Company Limited (note 6.1.2 & 6.1.3)	363,878	-	-	172,000	191,878	43,029	38,566	(4,463)	7.60	0.04	8.06
Shell Pakistan Limited	23,800	-	-	23,800	-	-	-	-	-	-	-
Sui Northern Gas Pipelines Limited	487,300	155,000	-	100,000	542,300	26,632	24,664	(1,968)	4.86	0.09	5.15
Sui Southern Gas Pipelines Limited	400,000	-	-	400,000	-	-	-	-	-	-	-
									15.32	0.23	16.24
Power Generation and Distribution											
The Hub Power Company Limited	526,444	370,000	-	-	896,444	70,328	65,916	(4,412)	13.00	0.07	13.77
K - Electric Limited (note 6.1.1)	2,953,500	-	-	500,000	2,453,500	10,256	9,814	(442)	1.94	0.01	2.05
									14.94	0.08	15.82
Refinery											
Attock Refinery Limited	39,500	-	-	39,500	-	-	-	-	-	-	-
Byco Petroleum Limited	1,330,000	1,800,000	-	455,000	2,675,000	27,548	21,882	(5,666)	4.31	0.05	4.57
Pakistan Refinery Limited	-	330,000	-	100,000	230,000	5,339	3,857	(1,482)	0.76	0.04	0.81
									5.07	0.09	5.38
Total as at September 30, 2021						521,723	478,527	(43,196)	94.36		100.00
Total as at June 30, 2021						578,157	578,360	203	98.98		100.00

6.1.1 All shares have a nominal value of Rs.10 each except for the shares of K-Electric Limited which have nominal value of Rs. 3.50 each.

6.1.2 The status of bonus shares already withheld prior to the introduction of Finance Act, 2018 is the same as that disclosed in the audited financial statements of the Fund for the year ended June 30, 2021. As at September 30, 2021, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 1.172 million (June 30, 2021: Rs. 1.308 million).

6.1.3 Investments include 65,000 shares of Pakistan Petroleum Limited, 26,500 shares of Pakistan Oilfields Limited, 4,000 shares of Mari Petroleum Limited and 5,000 shares of Pakistan State Oil Company Limited, having market value of Rs 4.869 million, Rs. 9.947 million, Rs. 6.213 million and Rs. 1.005 million respectively as at September 30, 2021 (June 30, 2021: 5,000 shares of Pakistan Petroleum Limited, 26,500 shares of Pakistan Oilfields Limited, 4,000 shares of Mari Petroleum Limited and 5,000 shares of Pakistan State Oil Company Limited, having market value of Rs 5.644 million, Rs. 10.437 million, Rs. 6.098 million and Rs. 1.121 million respectively) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.

7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	September 30, 2021	June 30, 2021
		(Unaudited)	(Audited)
		(Rupees in '000)	
Remuneration payable	7.1	852	67
Sindh Sales Tax payable on of the Management Company		110	9
Sales load		9	26
Sindh Sales Tax payable on sales load		1	3
Allocated expense payable	7.2	47	55
Selling and marketing expenses	7.3	547	601
		1,566	761

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

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

The Management Company based on its own discretion has currently fixed a maximum capping of 0.11% of the average annual net assets of the scheme for allocation of such expenses to the Fund for the period.

7.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company based on its own discretion has charged during the period selling and marketing expense at 0.4% per annum of average annual net assets of the Fund.

8. ACCRUED EXPENSES AND OTHER LIABILITIES	Note	September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
		(Rupees in '000)	
Auditors' remuneration payable		74	195
Printing charges payable		39	34
Shariah advisor fee payable		402	266
Charity payable		1,309	1,041
Capital gain tax payable		14	186
Provision for Sindh Workers' Welfare Fund	8.1	-	2,709
Zakat payable		31	30
Brokerage Payable		459	624
		<u>2,328</u>	<u>5,085</u>

8.1 SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also been taken up with the SECP. All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its circular dated August 30, 2021. Provisioning against SWWF amounting to Rs. 2.7 million has been reversed and it has contributed towards an increase in NAV of the fund by Rs. 0.17 (0.51%) per unit. This was one-off event and is not likely to be repeated in the future.

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

10. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

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

Transactions and balances with related parties are as follows:

	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
AI Meezan Investment Management Limited - the Management Company		
Remuneration payable	852	67
Sindh Sales Tax on management fee payable	110	9
Sales load payable	9	26
Sindh Sales Tax on sales load payable	1	3
Allocated expenses	47	55
Selling and marketing expense payable	547	601
Investment of 2,670,254 units (June 30, 2021: 3,263,145 units)	85,504	111,923
Meezan Bank Limited		
Bank balance	8,630	17,265
Profit receivable on saving accounts	10	72
Sales load payable	2	29
Sindh Sales Tax on sales load payable	0	4
Shariah advisor fee payable	402	266
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee payable	85	100
Sindh Sales Tax on trustee fee payable	11	13
Security deposit	100	100
Directors and executives of the Management Company		
Investment of 42,680 units (June 30, 2021: 219,868 units)	1,367	7,541
Unitholders holding 10 percent or more of the Fund		
Investment of 4,298,505 units (June 30, 2021: nil)	135,134	-
For the quarter ended September 30,		
	2021	2020
	(Rupees in '000)	
AI Meezan Investment Management Limited - the Management Company		
Remuneration for the quarter	2,736	2,709
Sindh Sales Tax on management fee	356	352
Allocated expenses	151	135
Selling and marketing expense	547	542
Units issued: nil (September 30, 2020: 431,954 units)	-	15,000
Units redeemed: 592,891 units (September 30, 2020: 2,548,000 units)	20,000	85,000
For the quarter ended September 30,		
	2021	2020
	(Rupees in '000)	
Meezan Bank Limited		
Profit on saving accounts	37	116
Shariah advisory fee expense	135	135
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee	274	271
Sindh Sales Tax on trustee fee	36	35
CDS charges	13	20
Directors and executives of the Management Company		
Units issued: 167,085 units (September 30, 2020: 43 units)	5,623	1
Units redeemed: 344,272 units (September 30, 2020: 9,947 units)	11,300	311

11. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

11.1 Fair value hierarchy

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

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

As at September 30, 2021 and June 30, 2021, the Fund held the following financial instruments measured at fair value:

ASSETS	As at September 30, 2021			
	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----				
Financial assets 'at fair value through profit or loss'				
Shares of listed companies 'ordinary shares'	478,527	-	-	478,527

ASSETS	As at June 30, 2021			
	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----				
Financial assets 'at fair value through profit or loss'				
Shares of listed companies 'ordinary shares'	578,360	-	-	578,360

12. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2021 is 4.23% (June 30, 2021: 4.34%) which includes 0.34% (June 30, 2021: 0.60%) representing government levies on the Fund such as sales taxes, annual fee to the SECP. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an Equity Scheme.

13. TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute at least 90 percent of the net accounting income other than capital gains to the unit holders. The Fund has not recorded any tax liability as the Fund has incurred a net loss during the quarter.

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

14. GENERAL

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

15. DATE OF AUTHORISATION

This condensed interim financial information was authorised for issue on October 11, 2021 by the Board of Directors of the Management Company.

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

Chief Executive

Chief Financial Officer

Director

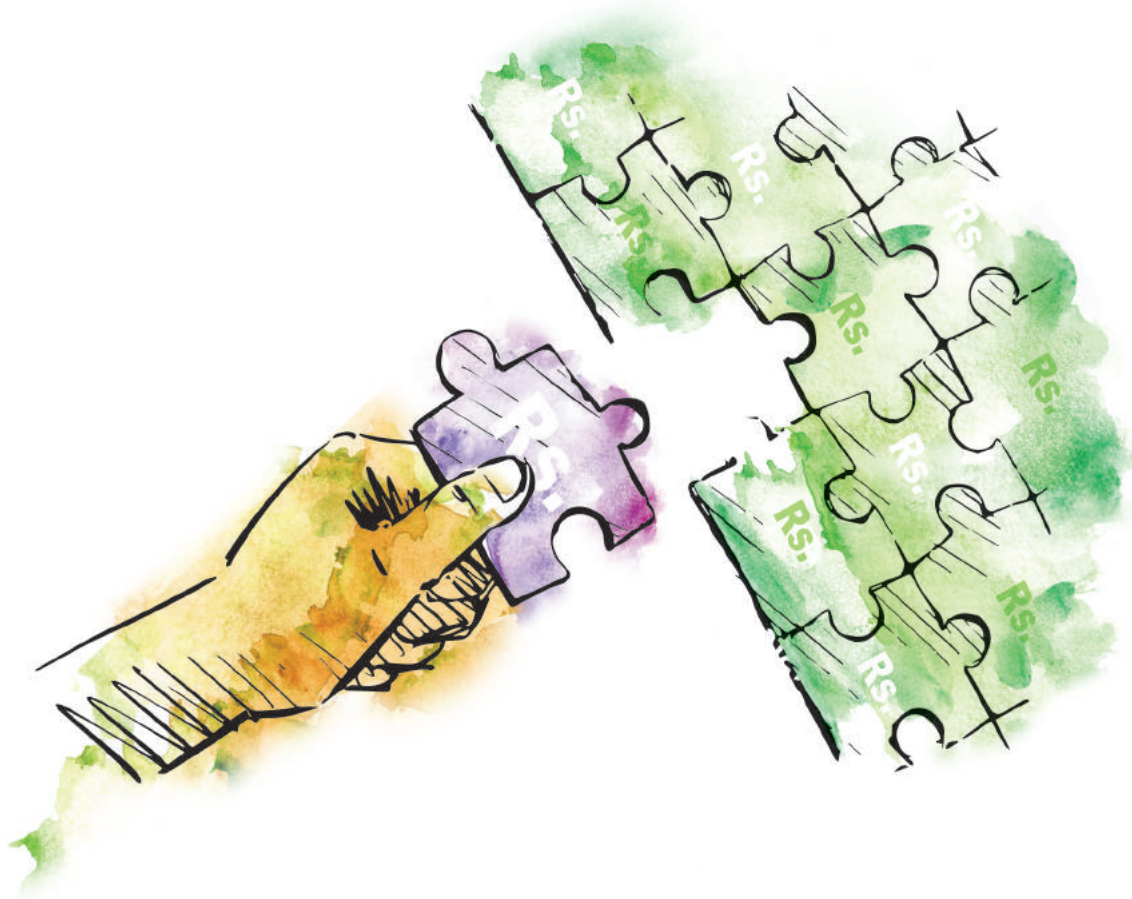


Al Meezan
Investment Management Ltd.

MEEZAN

PAKISTAN EXCHANGE TRADED FUND (MP-ETF)

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



ONE OF ASIA'S BEST PERFORMING STOCK MARKET



FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah Ahmed	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan R Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director - PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naem Sattar	Nominee Director - PKIC
Mr. Feroz Rizvi	Independent Director
Ms. Danish Zuberi	Independent Director
Mr. Mohammad Shoaib, CFA	Chief Executive Officer

COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Salman Muslim

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Shahid Ojha

AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Tariq Mairaj	Member
Mr. Naem Sattar	Member

RISK MANAGEMENT COMMITTEE

Mr. Mubashar Maqbool	Chairman
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ariful Islam	Chairman
Mr. Mubashar Maqbool	Member
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member
Mr. Mohammad Shoaib, CFA	Member

TRUSTEE

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block B, S.M.C.H.S., Main Sharah-e-Faisal Karachi.

AUDITORS

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

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Meezan Bank Limited

LEGAL ADVISER

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

TRANSFER AGENT

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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited



**MEEZAN PAKISTAN EXCHANGE TRADED FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2021**

		September 30,	June 30,
		2021	2021
		(Unaudited)	(Audited)
		(Rupees in '000)	
	Note		
Assets			
Balances with banks	5	2,194	1,208
Investments	6	77,935	38,827
Dividend receivable		747	295
Other receivables		53	57
Total assets		80,929	40,387
Liabilities			
Payable to AI Meezan Investment Management Limited - Management Company	7	36	1
Payable to Central Depository Company of Pakistan Limited - Trustee		7	5
Payable to the Securities and Exchange Commission of Pakistan (SECP)		3	5
Accrued expenses and other liabilities	8	283	1,089
Total liabilities		329	1,100
Net assets		80,600	39,287
Unit holders' fund (as per statement attached)		80,600	39,287
Contingencies and commitments	9		
Number of units in issue		9,020,000	3,800,000
Net asset value per unit		8.9358	10.3387

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN PAKISTAN EXCHANGE TRADED FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30, 2021	
	(Rupees in '000)	Note
Income		
Profit on balances with banks	12	
Dividend income	748	
Net realised gain on sale of investments	34	
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)	123	8.1
	<u>917</u>	
Net unrealised diminution on re-measurement of investments - 'at fair value through profit or loss'	(10,872)	6.1
Total loss	<u>(9,955)</u>	
Expenses		
Remuneration to AI Meezan Investment Management Limited - Management Company	84	7
Sindh Sales Tax on remuneration of the Management Company	11	
Remuneration to Central Depository Company of Pakistan Limited - Trustee	17	
Sindh Sales Tax on Remuneration of the Trustee	2	
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	3	
Auditors' remuneration	28	
Charity expense	54	
Fees and subscription	12	
Legal and professional charges	184	
Brokerage expense	51	
Bank and settlement charges	2	
Total expenses	448	
Net loss from operating activities during the quarter	<u>(10,403)</u>	
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - net	(2,251)	
Net loss for the quarter before taxation	(12,654)	
Taxation	-	13
Net loss for the quarter after taxation	<u>(12,654)</u>	
Accounting income available for distribution		
- Relating to capital gains	-	
- Excluding capital gains	-	
	<u>-</u>	

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN PAKISTAN EXCHANGE TRADED FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**



Meezan
Pakistan Exchange Traded Fund

**September 30,
2021
(Rupees in '000)**

Net loss for the quarter after taxation	(12,654)
Other comprehensive income	-
Total comprehensive loss for the quarter	<u><u>(12,654)</u></u>

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN PAKISTAN EXCHANGE TRADED FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30, 2021		
	Capital value	Undistributed income	Total
	(Rupees in '000)		
Net assets at the beginning of the quarter	38,000	1,287	39,287
Issue of 5,650,000 units			
- Capital value (at par value)	58,414	-	58,414
- Element of loss	(2,241)	-	(2,241)
Total proceeds on issuance of units	56,172	-	56,172
Redemption of 430,000 units			
- Capital value (at par value)	4,446	-	4,446
- Element of loss	10	-	10
Total payments on redemption of units	4,456	-	4,456
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed - net	2,251	-	2,251
Total comprehensive loss for the quarter	-	(12,654)	(12,654)
Net assets at end of the quarter	<u>91,967</u>	<u>(11,367)</u>	<u>80,600</u>
Undistributed income brought forward			
- Realised Income		101	
- Unrealised Income		1,186	
		<u>1,287</u>	
Accounting income available for distribution			
- Realised income		-	
- Unrealised income		-	
		-	
Net loss for the quarter after taxation		(12,654)	
Accounted loss carried forward		<u>(11,367)</u>	
Accounted loss carried forward			
- Realised loss		(495)	
- Unrealised loss		(10,872)	
		<u>(11,367)</u>	
		(Rupees)	
Net assets value per unit at the beginning of the quarter		10.3387	
Net assets value per unit at the end of the quarter		<u>8.9358</u>	

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN PAKISTAN EXCHANGE TRADED FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**



	September 30, 2021
Note	(Rupees in '000)
CASH FLOWS FROM OPERATING ACTIVITIES	
Net loss for the quarter before taxation	(12,654)
Adjustments for:	
Net unrealised diminution on re-measurement of investments - 'at fair value through profit or loss'	10,872
Element of loss / (income) and capital (gains) / losses included in prices of units issued less those in units redeemed - net	2,251
	469
(Increase) / decrease in assets	
Investments	(49,980)
Dividend receivable	(452)
Other receivables	4
	(50,428)
(Decrease) / Increase in liabilities	
Payable to AI Meezan Investment Management Limited - Management Company	35
Payable to Central Depository Company of Pakistan Limited - Trustee	2
Payable to the Securities and Exchange Commission of Pakistan (SECP)	(2)
Accrued expenses and other liabilities	(806)
	(771)
Net cash used in operating activities	(50,730)
CASH FLOWS FROM FINANCING ACTIVITIES	
Receipts against issuance of units	56,172
Payment against redemption of units	(4,456)
Net cash generated from financing activities	51,716
Net increase in cash and cash equivalents during the quarter	986
Cash and cash equivalents at beginning of the quarter	1,208
Cash and cash equivalents at end of the quarter	2,194
5	

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

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

Chief Executive

Chief Financial Officer

Director

MEEZAN PAKISTAN EXCHANGE TRADED FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Meezan Pakistan Exchange Traded Fund (the Fund) was established under a Trust Deed executed between Al Meezan Investment Management Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on January 9, 2020 and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, (the NBFC Regulations), 2008. The Management Company has been granted license by the SECP to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi 74400, Pakistan.
- 1.2** The Fund is a Shariah Compliant Exchange Traded Fund that aims to provide investors an opportunity to track the performance of Meezan Pakistan Index (MZNPI) that has been constituted and is maintained by the Management Company, and comprises of 12 shariah compliant equity securities selected with high consideration towards market capitalization and traded value. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah principles. The Management Company has appointed Meezan Bank Limited as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.
- 1.3** The Fund is a hybrid type of fund having features of both open and closed end funds. A new concept of "Authorised Participants "APs" has been introduced who will act as market makers. The Management Company will only have contact with the APs for issuance and redemption of units. The units of the Fund are tradeable in the Pakistan Stock Exchange Limited (PSX). The APs to whom the units are issued may either keep the units with themselves or trade in the PSX. Consequently, upon trading, the holder of the units keeps on changing. Moreover, on issuance and redemption of units, the basket of shares will be exchanged between AP and Management Company and cash will be paid / received if there is a difference in the applicable net asset value of a creation unit and the market value of the portfolio deposit.
- 1.4** The Fund is an Open Ended Exchange Traded Mutual Fund categorised as "Listed Index Tracking Fund" and is listed on Pakistan Stock Exchange (PSX) Limited.
- 1.5** The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.6** As per the offering document approved by the SECP, the accounting period, in case of the first such period, shall commence from the date on which the trust property is first paid or transferred to the Trustee. Accordingly, these financial statements have been prepared from October 6, 2020. Hence, there are no corresponding figures for the quarter.
- 1.7** The Management Company has been assigned a quality rating of AM1 by VIS dated December 31, 2020 (2020: AM1 dated December 31, 2019) and by PACRA dated June 23, 2021 (2020: AM1 dated June 26, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.8** The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company has fulfilled requirements for registration and accordingly, the fund has been registered under Sindh Trusts Act, 2020.

2 BASIS OF PRESENTATION

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



3 BASIS OF PREPARATION

3.1 Statement of compliance

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

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

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

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declared that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at September 30, 2021.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2021.

4.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2021. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2021.

4.3 There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2021. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

	Note	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
5 BALANCES WITH BANKS			
Balances with banks in:			
Savings account	5.1	2,154	1,186
Current account		40	22
		<u>2,194</u>	<u>1,208</u>

5.1 The balance in savings account has an expected profit rate of 2.50% per annum (June 30, 2021: 2.5% per annum)

	Note	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
6 INVESTMENTS			
Investment at 'fair value through profit or loss'			
Listed equity securities	6.1	<u>77,935</u>	<u>38,827</u>

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

Name of the investee company	As at July 1, 2021	Unaudited						Percentage in relation to						
		Purchases during the quarter	Bonus / Right issue	Sales during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised gain / (loss) as at September 30, 2021	Net Assets of the Fund	Paid-up capital of investee company (with face value of investment)	Total Market Value of Investment			
		Number of shares			(Rupees in '000)			--%--						
Sectors / companies														
Cement														
DG Khan Cement Company Limited	18,550	24,474	-	6,042	36,982	4,122	3,270	(852)	4.06	0.01	4.20			
Lucky Cement Limited	7,700	10,166	-	2,532	15,334	13,044	11,085	(1,959)	13.75	-	14.22			
Maple Leaf Cement Factory Limited	42,700	56,098	-	14,912	83,886	3,732	2,953	(779)	3.66	0.01	3.79			
									21.47	0.02	22.21			
Engineering														
International Steels Limited	17,850	-	-	-	-	-	-	-	-	-	-			
Fertilizer														
Engro Corporation Limited	17,500	31,382	-	1,978	46,904	13,748	13,121	(627)	16.28	0.01	16.84			
Engro Fertilizers Limited	53,550	26,180	-	79,730	-	-	-	-	-	-	-			
									16.28	0.01	16.84			
Foods and Personal Care Products														
Unity Foods limited	60,900	68,854	-	36,848	92,906	3,882	2,901	(981)	3.60	0.01	3.72			
Oil and Gas Exploration Companies														
Oil and Gas Development Company Limited	32,550	80,247	-	3,655	109,142	10,153	9,146	(1,007)	11.35	-	11.74			
Pakistan Oilfields Limited	6,300	2,992	-	9,292	-	-	-	-	-	-	-			
Pakistan Petroleum Limited	33,600	82,934	-	3,784	112,750	9,453	8,446	(1,007)	10.48	-	10.84			
									21.83	-	22.58			
Oil and Gas Marketing Companies														
Hascal Petroleum Limited	-	-	-	-	-	-	-	-	-	-	-			
Pakistan State Oil Company Limited	18,550	23,718	-	7,090	35,178	7,748	7,070	(678)	8.77	0.01	9.07			
Sui Northern Gas Pipelines Limited	-	-	-	-	-	-	-	-	-	-	-			
									8.77	0.01	9.07			
Pharmaceuticals														
The Searle Company Limited	8,400	11,053	621	2,034	18,040	4,277	3,635	(642)	4.51	0.07	4.66			
Power Generation & Distribution														
The Hub Power Company Limited	-	164,445	621	-	165,066	12,940	12,137	(803)	15.06	0.01	15.57			
Refinery														
Attock Refinery Limited	-	12,007	621	-	12,628	2,973	2,258	(715)	2.80	0.01	2.90			
National Refinery Limited	-	5,693	621	-	6,314	2,735	1,912	(823)	2.37	0.01	2.45			
									5.17	0.02	5.35			
Total as at September 30, 2021									88,807	77,935	(10,872)	96.69	0.15	100.00

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

7	PAYABLE TO AI MEEZAN MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
			(Rupees in '000)	
	Management fee payable	7.1	32	1
	Sindh Sales Tax payable on remuneration of the Management Company		4	-
			<u>36</u>	<u>1</u>

7.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 0.50% per annum of the average net assets of the Fund during the quarter. The remuneration is payable to the Management Company monthly in arrears.

8	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
			(Rupees in '000)	
	Auditors' remuneration payable		128	100
	Brokerage Payable		57	5
	Charity payable		94	40
	Zakat Payable		-	80
	Withholding tax payable		-	737
	Other accrued expenses payable		4	4
	Provision for Sindh Workers' Welfare Fund (SWWF)	8.1	-	123
			<u>283</u>	<u>1,089</u>

- 8.1** SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also been taken up with the SECP. All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its circular dated August 30, 2021.

Provisioning against SWWF amounting to Rs. 0.12 million has been reversed and it has contributed towards an increase in NAV of the fund by Rs. 0.02 (0.17%) per unit. This was one-off event and is not likely to be repeated in the future.

9 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

10 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

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

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

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

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

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

	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
Balances		
Al Meezan Investment Management Limited - Management Company		
Remuneration payable	32	1
Sindh Sales Tax on management fee payable	4	-
Investment of 1,000,000 units	8,936	10,741
Meezan Bank Limited		
Bank balance	2,194	1,208
Profit receivable on saving accounts	20	24
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee payable	6	4
Sindh Sales Tax on trustee fee payable	1	1
Transactions during the quarter		
Al Meezan Investment Management Limited - Management Company		
Remuneration for the quarter		84
Sindh Sales Tax on remuneration of the Management Company		11
Meezan Bank Limited		
Profit on saving accounts		12
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee		17
Sindh Sales Tax on Remuneration of the Trustee		2
CDS charges		2

11 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.

11.1 Fair value hierarchy

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

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

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

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

As at September 30, 2021 and June 30, 2021, the Fund held the following financial instruments measured at fair value:

	As at September 30, 2021		
	Level 1	Level 2	Level 3
	(Rupees in '000)		
Financial assets 'at fair value through profit or loss'			
Shares of listed companies - 'ordinary shares'	77,935	-	-
	<u>77,935</u>	<u>-</u>	<u>-</u>
	As at June 30 2021		
	Level 1	Level 2	Level 3
	(Rupees in '000)		
Financial assets 'at fair value through profit or loss'			
Shares of listed companies - 'ordinary shares'	38,827	-	-
	<u>38,827</u>	<u>-</u>	<u>-</u>

12 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2021 is 2.67% which includes 0.13% representing government levies on the Fund such as provision for sales taxes, annual fee to the SECP, etc. This ratio is annualised and AI Meezan Investments is taking measures to restrict it within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an Index Tracking Fund.

13 TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute atleast 90 percent of the net accounting income other than capital gains to the unit holders. The Fund has not recorded any tax liability as the Fund has incurred a net loss during the quarter.

The Fund is also exempt from the provisions of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Moreover, super tax introduced in the Finance Act, 2015 is also not applicable on funds as per Section 4B of the Income Tax Ordinance, 2001.



14 GENERAL

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

15 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on October 11, 2021 by the Board of Directors of the Management Company.

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

Chief Executive

Chief Financial Officer

Director



Al Meezan
Investment Management Ltd.

MEEZAN

BALANCED FUND (MBF)

Meezan Balanced Fund is Pakistan's first Shariah Compliant balanced scheme. It seeks to generate long term capital appreciation as well as current income by creating a balanced portfolio that is invested in both high quality Shariah Compliant equity securities and income instruments such as TFC's, COI's, Certificates of Musharika, Islamic Sukuks, Ready-future hedges and other Shariah Compliant instruments.



PAKISTAN COLLECTS

RS. 4.7



**TRILLION
IN
TAXES,
SURPASSING
THE TARGET**

FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah Ahmed	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan R Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director - PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naeem Sattar	Nominee Director - PKIC
Mr. Feroz Rizvi	Independent Director
Ms. Danish Zuberi	Independent Director
Mr. Mohammad Shoaib, CFA	Chief Executive Officer

COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Salman Muslim

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Shahid Ojha

AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Tariq Mairaj	Member
Mr. Naeem Sattar	Member

RISK MANAGEMENT COMMITTEE

Mr. Mubashar Maqbool	Chairman
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ariful Islam	Chairman
Mr. Mubashar Maqbool	Member
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member
Mr. Mohammad Shoaib, CFA	Member

TRUSTEE

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block B, S.M.C.H.S., Main Sharah-e-Faisal Karachi.

AUDITORS

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

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Allied Bank Limited	Habib Metropolitan Bank Limited - Islamic Banking
Al Baraka Islamic Bank B.S.C (E.C)	MCB Islamic Bank
Askari Bank Limited - Islamic Banking	Meezan Bank Limited
Bank Al Habib Limited - Islamic Banking	National Bank of Pakistan - Islamic Banking
Bank Alfalah Limited	Samba Bank Limited
Bank Islami Pakistan Limited	Sindh Bank Limited
Dubai Islamic Bank Pakistan Limited	The Bank Of Khyber - Islamic Banking
Faysal Bank Limited - Islamic Banking	UBL Ameen - Islamic Banking

LEGAL ADVISER

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Phone (+9221) 35156191-94 Fax: (+9221) 35156195
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TRANSFER AGENT

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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited



MEEZAN BALANCED FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2021

		September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
	Note		
Assets			
Balances with banks	5	927,305	1,116,066
Investments	6	3,725,064	3,653,901
Receivables against conversion of units		2,555	7,965
Dividend receivable		15,877	8,950
Receivable against sale of investments		21,482	3,217
Advances, deposits and other receivables		48,135	77,868
Total assets		4,740,418	4,867,967
Liabilities			
Payable to AI Meezan Investment Management Limited - Management Company	8	21,471	12,761
Payable to Central Depository Company of Pakistan Limited - Trustee		535	516
Payable to the Securities and Exchange Commission of Pakistan		240	876
Payable to Meezan Bank Limited		176	143
Payable against purchase of investments - net		24,935	14,269
Payable against redemption and conversion of units		21,429	11,551
Dividend payable		7,498	7,498
Accrued expenses and other liabilities	9	44,364	107,216
Total liabilities		120,648	154,830
Net assets		4,619,771	4,713,137
Contingencies and commitments	7		
Unit holders' fund (as per statement attached)		4,619,771	4,713,137
		(Number of units)	
Number of units in issue		288,513,007	290,931,590
		(Rupees)	
Net asset value per unit		16.0123	16.2002

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

**MEEZAN BALANCED FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

		<u>September 30,</u>	
		2021	2020
		(Rupees in '000)	
Note			
Income			
	Profit on saving accounts with banks	16,475	13,467
	Dividend income	30,673	12,496
	Profit on sukuk certificates	32,181	31,290
	Net realised (loss) / gain on sale of investments	(3,609)	25,281
9.1	Reversal of provision for Sindh Workers' Welfare Funds (SWWF)	60,542	-
		136,262	82,534
	Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(117,904)	306,649
6		18,358	389,183
Total income			
Expenses			
	Remuneration of AI Meezan Investment Management Limited - Management Company	23,958	21,477
	Sindh Sales Tax on remuneration of the management company	3,115	2,792
8.2	Allocated expenses	1,318	1,074
8.3	Selling and marketing expenses	11,979	4,295
	Remuneration of Central Depository Company of Pakistan Limited - Trustee	1,450	1,324
	Sindh Sales Tax on remuneration of the Trustee	189	172
	Annual fee to the Securities and Exchange Commission of Pakistan	240	215
	Auditors' remuneration	154	142
	Charity expense	1,010	347
	Fees and subscription	28	79
	Legal and professional charges	184	-
	Brokerage expense	1,212	842
	Bank and settlement charges	163	37
	Provision against sukuk	28,125	-
	Provision for Sindh Workers' Welfare Fund (SWWF)	-	7,128
	Total expenses	73,124	39,924
	Net (loss) / income for the quarter before taxation	(54,766)	349,259
	Taxation	-	-
12		(54,766)	349,259
	Net (loss) / income for the quarter after taxation	(54,766)	349,259
Allocation of net income for the quarter			
	Net (loss) / Income for the quarter after taxation	-	349,259
	Income already paid on units redeemed	-	(20,251)
		-	329,008
Accounting income available for distribution			
	- Relating to capital gains	-	329,008
	- Excluding capital gains	-	-
		-	329,008

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

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

Chief Executive

Chief Financial Officer

Director



MEEZAN BALANCED FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	September 30,	
	2021	2020
	(Rupees in '000)	
Net (loss) / income for the quarter after taxation	(54,766)	349,259
Other comprehensive income for the quarter	-	-
Total comprehensive (loss) / income for the quarter	(54,766)	349,259

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

**MEEZAN BALANCED FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30, 2021			September 30, 2020		
	Capital Value	Undistributed income / (accumulated loss)	Total	Capital Value	Undistributed income	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the quarter as previously reported (Audited)	4,059,835	653,302	4,713,137	3,839,430	76,131	3,915,561
Issue of 19,394,988 units (2020: 43,985,379 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	314,203	-	314,203	603,198	-	603,198
- Element of income	2,417	-	2,417	47,511	-	47,511
Total proceeds on issuance of units	316,620	-	316,620	650,708	-	650,708
Redemption of 21,813,571 units (2020: 37,500,177 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	353,384	-	353,384	514,262	-	514,262
- Element of loss	1,836	-	1,836	22,386	20,251	42,637
Total payments on redemption of units	355,220	-	355,220	536,648	20,251	556,899
Total comprehensive (loss) / income for the quarter	-	(54,766)	(54,766)	-	349,259	349,259
Distribution during the quarter	-	-	-	-	-	-
Net (loss) / income for the quarter less distribution	-	(54,766)	(54,766)	-	349,259	349,259
Net assets at the end of the quarter	<u>4,021,235</u>	<u>598,536</u>	<u>4,619,771</u>	<u>3,953,490</u>	<u>405,139</u>	<u>4,358,629</u>
Undistributed income brought forward (as previously reported (Audited))						
- Realised income		218,892			25,518	
- Unrealised gain		434,410			50,613	
		653,302			76,131	
Accounting income available for distribution						
- Relating to capital gains		-			329,008	
- Excluding capital gains		-			-	
		-			329,008	
Net loss for the quarter after taxation		(54,766)			-	
Distribution during the quarter		-			-	
Undistributed income carried forward		598,536			405,139	
Undistributed income carried forward						
Realised income		716,440			98,490	
Unrealised (loss) / gain		(117,904)			306,649	
		598,536			405,139	
		(Rupees)			(Rupees)	
Net assets value per unit at the beginning of the quarter		16.2002			13.7136	
Net assets value per unit at the end of the quarter		16.0123			14.9263	

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

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

Chief Executive

Chief Financial Officer

Director



MEEZAN BALANCED FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	September 30,	
	2021	2020
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the quarter before taxation	(54,766)	349,259
Adjustments for:		
Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	117,904	(306,649)
	<u>63,138</u>	<u>42,610</u>
Decrease / (Increase) in assets		
Investments - net	(189,068)	105,821
Dividend receivable	(6,927)	(5,308)
Receivable against sale of investments - net	(18,265)	4,051
Advances, deposits and other receivables	29,733	2,725
	<u>(184,527)</u>	<u>107,289</u>
Increase / (decrease) in liabilities		
Payable to AI Meezan Investment Management Limited - Management Company	8,710	10,049
Payable to Central Depository Company of Pakistan Limited - Trustee	19	44
Payable to Securities and Exchange Commission of Pakistan	(636)	(690)
Payable to Meezan Bank Limited	33	(58)
Payable against purchase of investments - net	10,666	1,258
Accrued expenses and other liabilities	(62,852)	(16,937)
	<u>(44,061)</u>	<u>(6,334)</u>
Net cash (used in) / generated from operating activities	<u>(165,449)</u>	<u>143,565</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	322,030	642,793
Payment against redemption and conversion of units	(345,342)	(518,175)
Dividend paid	-	(45,496)
Net cash (used in) / generated from financing activities	<u>(23,312)</u>	<u>79,122</u>
Net (decrease) / increase in cash and cash equivalents during the quarter	<u>(188,761)</u>	<u>222,687</u>
Cash and cash equivalents at the beginning of the quarter	1,116,066	785,606
Cash and cash equivalents at the end of the quarter	<u><u>927,305</u></u>	<u><u>1,008,293</u></u>

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

MEEZAN BALANCED FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

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

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

1.2 The Management Company has been licensed by the SECP to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP.

1.3 The investment objective of the Fund is to generate long-term capital appreciation as well as current income by creating a balanced portfolio that is invested both in high quality Shariah compliant equity securities and Islamic income instruments such as Islamic Sukuks (certificates of Islamic investment), musharaka certificates, Government Securities, cash in bank accounts, Money Market Placements, Deposits, Certificates of Deposits, Term Deposits Receipts, Commercial Papers, Islamic alternatives of Reverse Repos, Spread Transactions, and other Shariah compliant instruments as indicated by the SECP. Under the Trust Deed all the conducts and acts of the Fund are based on Shariah principles. The Management Company has appointed Meezan Bank Limited as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.

1.4 The Fund is an open-end fund listed on the Pakistan Stock Exchange Limited. The Fund is categorised as a Shariah Compliant Balanced Fund in accordance with Circular 7 of 2009 issued by the SECP.

1.5 Title to the assets of the Fund are held in the name of Central Depository Company (CDC) as the Trustee of the Fund.

1.6 The Management Company has been assigned a quality rating of AM1 by VIS Credit Rating Company Limited dated December 31, 2020 (2020: AM1 dated December 31, 2019) and by PACRA dated June 23, 2021 (2020: AM1 dated June 26, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

1.7 The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company has fulfilled requirements for registration and accordingly, the fund has been registered under Sindh Trusts Act, 2020.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 STATEMENT OF COMPLIANCE

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

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2021.

These condensed interim financial statements are unaudited. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at September 30, 2021.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES / ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT

- 4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2021.
- 4.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2021. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2021.
- 4.3 There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2021. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

5. BALANCES WITH BANKS	Note	September 30, 2021	June 30, 2021
		(Unaudited)	(Audited)
		(Rupees in '000)	
In saving accounts	5.1	919,686	1,107,485
In current accounts		7,619	8,581
		927,305	1,116,066

- 5.1 The balance in saving accounts have an expected profit ranging from 1.50% to 7.27% per annum (June 30, 2021: 1.50% to 7% per annum).

6. INVESTMENTS	Note	September 30, 2021	June 30, 2021
		(Unaudited)	(Audited)
		(Rupees in '000)	
Investments - 'at fair value through profit or loss'	6.1	3,725,064	3,653,901
		3,725,064	3,653,901
6.1 Investments - 'at fair value through profit or loss'			
Shares of listed companies - 'ordinary shares'	6.1.1	2,194,086	2,205,560
Sukuk certificates	6.1.2	1,377,598	1,448,341
Commercial papers	6.2	153,380	-
		3,725,064	3,653,901

6.1.1 Shares of listed companies 'ordinary shares'

Name of the investee company	As at July 1, 2021	Purchases during the quarter	Right / Bonus issue	Sales during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised gain / (loss) as at September 30, 2021	Percentage in relation to		
									Net Assets of the Fund	Paid-up-Capital of the investee company (with face value of investments)	Total market value of investments
Number of shares						Rupees in '000			%		
Sectors / companies											
Automobile Assemblers											
Ghandhara Industries Limited	2,100	-	-	-	2,100	586	409	(177)	0.01	-	0.01
Ghandhara Nissan Limited	-	120,000	-	80,400	39,600	4,741	3,450	(1,291)	0.07	0.07	0.09
Milat Tractors Company Limited	27,063	5,000	-	-	32,063	34,612	34,410	(202)	0.74	0.06	0.92
Pak Suzuki Motor Company Limited	77,000	-	-	47,000	30,000	10,663	8,027	2,637	0.17	0.04	0.22
									1.00	0.17	1.24
Automobile parts and accessories											
Panther Tyres Ltd	22,460	200,000	44,492	-	266,952	16,203	13,203	(3,000)	0.29	0.16	0.35
Cement											
Attock Cement Pakistan Limited	4,527	-	-	-	4,527	814	638	(176)	0.01	-	0.02
Cherat Cement Company Limited	147,300	115,000	-	66,100	196,200	34,846	28,100	(6,747)	0.61	0.10	0.75
DG Khan Cement Company Limited	360,938	75,000	-	255,400	180,538	21,219	15,963	(5,256)	0.35	0.04	0.43
Kohat Cement Limited	415,520	-	-	-	415,520	85,801	71,445	(14,356)	1.55	0.21	1.92
Lucky Cement Limited	260,391	16,019	-	53,709	222,701	192,530	160,991	(31,539)	3.48	0.07	4.32
Maple Leaf Cement Limited	1,098,771	200,000	-	460,000	838,771	39,253	29,525	(9,728)	0.64	0.08	0.79
									6.64	0.50	8.23
Chemicals											
Dynea Pakistan Limited	25,000	1,000	-	-	26,000	5,801	5,909	108	0.13	0.14	0.16
Engro Polymer & Chemicals Limited	848,454	450,000	-	65,500	1,232,954	60,863	67,899	7,036	1.47	0.14	1.82
I.C.I. Pakistan Limited	82,266	-	-	16,050	66,216	57,528	52,547	(4,981)	1.14	0.07	1.41
Nimir Resins Limited	80,000	-	-	80,000	-	-	-	-	-	-	-
Sitara Chemical Industries Limited	18,100	-	-	18,100	-	-	-	-	-	-	-
									2.74	0.35	3.39
Commercial Banks											
BankIslami Pakistan Limited	631,462	-	-	-	631,462	7,098	7,956	859	0.17	0.06	0.21
Meezan Bank Limited	931,273	40,000	138,190	10,000	1,099,463	111,444	153,848	42,404	3.33	0.07	4.13
									3.50	0.13	4.34
Engineering											
Agha Steel Ind Ltd	389,484	-	-	-	389,484	13,137	10,707	(2,430)	0.23	0.07	0.29
Aisha Steel Mills Limited	240,000	450,000	-	290,000	400,000	9,886	8,324	(1,562)	0.18	0.05	0.22
International Industries Limited	156,720	-	-	74,100	82,620	17,434	13,779	(3,656)	0.30	0.06	0.37
International Steels Limited	100,000	-	-	22,000	78,000	7,286	5,944	(1,342)	0.13	0.02	0.16
Ittefaq Iron Industries Limited	545,000	173,500	-	-	718,500	12,774	10,540	(2,234)	0.23	0.50	0.28
Mughal Iron & Steels Ind Ltd	191,800	495,100	-	-	686,900	71,533	67,055	(4,478)	1.45	0.24	1.80
K.S.B. Pumps Company Limited	5,000	-	-	5,000	-	-	-	-	-	-	-
									2.52	0.94	3.12
Fertilizers											
Engro Corporation Limited (Note 6.1.1.2)	356,014	20,000	-	-	376,014	110,845	105,190	(5,655)	2.28	0.04	2.82
Engro Fertilizers Limited	556,924	495,000	-	-	1,051,924	75,653	73,929	(1,723)	1.60	0.08	1.98
									3.88	0.12	4.81
Food & Personal Care Products											
Al-Shaheer Corporation Limited	8,546	-	-	-	8,546	170	121	(49)	0.00	-	0.00
Al-Tahir Limited	-	286,500	-	-	286,500	7,524	7,839	314	0.17	0.16	0.21
Unity Foods Limited	658,000	315,000	-	125,000	848,000	35,572	26,475	(9,098)	0.57	0.09	0.71
									0.75	0.25	0.92
Glass & Ceramics											
Shabbir Tiles & Ceramics Limited	675,000	154,000	-	-	829,000	27,724	25,268	(2,456)	0.55	0.25	0.68
Leather & Tanneries											
Service GlobalFootwear Limited	108,430	-	-	-	108,430	6,271	4,867	(1,403)	0.11	0.05	0.13
Miscellaneous											
Pakistan Aluminium Beverage Cans Limited	-	303,247	-	200,000	103,247	5,059	4,051	(1,008)	0.09	0.17	0.11
Oil & Gas Exploration											
Mari Petroleum Company Limited	113,247	-	-	-	113,247	172,633	175,914	3,282	3.81	0.08	4.72
Oil and Gas Development Company Limited	1,222,369	52,991	-	-	1,275,360	121,200	106,875	(14,325)	2.31	0.03	2.87
Pakistan Oilfields Limited	177,223	-	-	4,000	173,223	68,226	65,019	(3,206)	1.41	0.06	1.75
Pakistan Petroleum Limited	1,409,128	50,000	-	-	1,459,128	126,667	109,303	(17,364)	2.37	0.05	2.93
									9.89	0.22	12.27
Oil and Gas Marketing											
Hascal Petroleum Limited	1,901	-	-	-	1,901	17	12	(5)	0.00	-	0.00
Pakistan State Oil Company Limited	431,190	-	-	45,000	386,190	86,603	77,620	(8,983)	1.68	0.08	2.08
Sui Northern Gas Pipeline Limited	458,000	570,000	-	-	1,028,000	50,542	46,753	(3,789)	1.01	0.16	1.26
									2.69	0.24	3.34
Paper & Board											
Cherat Packaging Limited	40	-	-	-	40	8	7	(1)	0.00	-	0.00
Century Paper & Board Mills Limited	300,300	-	45,045	-	345,345	36,658	25,877	(10,781)	0.56	0.17	0.69
Roshan Packages Limited	86,500	-	-	44,000	42,500	1,400	1,058	(342)	0.02	0.03	0.03
Security Paper Limited	25,000	-	-	-	25,000	3,614	3,344	(270)	0.07	0.07	0.09
Packages Limited	94,023	-	-	2,650	91,373	49,817	42,887	(6,930)	0.93	0.10	1.15
									1.58	0.30	1.96



Name of the investee company	As at July 1, 2021	Purchases during the quarter	Right / Bonus issue	Sales during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised gain / (loss) as at September 30, 2021	Percentage in relation to		
									Net Assets of the Fund	Paid-up-Capital of the investee company (with face value of investments)	Total market value of investments
						Number of shares		Rupees in '000		%	
Pharmaceuticals											
Abbott Laboratories (Pakistan) Limited	2,250	-	-	-	2,250	1,783	1,739	(44)	0.04	-	0.05
AGP Limited	203,500	-	-	203,000	500	59	57	(1)	0.00	-	0.00
GlaxoSmithKline Consumer Healthcare	46,900	-	-	-	46,900	11,729	11,963	234	0.26	0.01	0.32
Highnoon Laboratories Limited	481	-	-	-	481	289	298	9	0.01	-	0.01
IBL HealthCare Limited	170,000	43,000	-	20,000	193,000	21,222	17,426	(3,796)	0.38	0.36	0.47
The Searle Company Limited	151,181	-	-	-	151,181	36,680	30,464	(6,215)	0.66	0.06	0.82
									1.34	0.43	1.66
Power Generation & Distribution											
K-Electric Limited (note 6.1.1.1)	6,482,500	1,000,000	-	-	7,482,500	30,448	29,930	(518)	0.65	0.03	0.80
The Hub Power Company Limited*	967,150	314,400	-	-	1,281,550	100,821	94,232	(6,588)	2.04	0.10	2.53
									2.69	0.13	3.33
Real Estate Investment Trust											
Dolmen City RET	1,909,000	-	-	-	1,909,000	21,037	22,373	1,336	0.48	0.09	0.68
Refinery											
Attock Refinery Limited	58,000	-	-	58,000	-	-	-	-	-	-	-
Byco Petroleum Pakistan Limited	1,810,000	1,860,000	-	316,000	3,354,000	33,758	27,436	(6,323)	0.59	0.06	0.84
									0.59	0.06	0.84
Technology & Communication											
Air Link Communication Limited	-	198,750	-	-	198,750	14,211	14,324	113	0.31	0.05	0.38
Avanceon Limited	442,776	85,000	-	170,000	357,776	34,363	44,135	9,772	0.96	0.14	1.18
Octopus Digital Limited	-	74,336	-	-	74,336	3,018	3,018	-	0.07	0.05	0.08
Systems Limited	153,615	-	-	-	153,615	86,058	111,756	25,698	2.42	0.11	3.00
Worldcall Telecom Limited	-	1,000,000	-	-	1,000,000	2,834	2,720	(114)	0.06	0.06	0.07
									3.75	0.35	4.65
Textile composite											
Feroze1888 Mills Limited	77,800	-	-	-	77,800	7,820	6,971	(849)	0.15	0.02	0.19
Interloop Limited	914,222	5,000	-	-	919,222	64,385	65,421	1,036	1.42	0.11	1.76
Kohinoor Textile Mills Limited	50,000	55,000	-	-	105,000	8,540	7,292	(1,248)	0.16	0.04	0.20
Nishat Mills Limited	314,100	60,000	-	50,000	324,100	30,306	29,448	(858)	0.64	0.09	0.79
									2.36	0.26	2.93
September 30, 2021	27,095,939				33,825,500	2,311,614	2,194,086	(117,529)			58.86

6.1.1.1 All shares have a nominal value of Rs 10 each except for the shares of Dynea Pakistan Limited and Shabbir Tiles and Ceramics Limited which have a nominal value of Rs 5 each and K-Electric Limited which have a nominal value of Rs 3.5 each.

6.1.1.2 Investments include 150,000 shares of Engro Corporation Limited, having a market value of Rs 41.963 million (June 30, 2021: Rs 44.192 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.

6.1.1.3 As at September 30, 2021, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 5.342 million (June 30, 2021: 6.102 million).

6.1.2 Sukuk Certificates

6.1.2.1 Government Securities - GOP Ijarah Sukuk

Name of the Security	Maturity date	Profit rate	As at July 1, 2021	Purchases during the quarter	Sales / matured during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised gain as at September 30, 2021	Percentage in relation to	
										Net Assets of the Fund	Total market value of investments
						Number of certificates		Rupees in '000		%	
GoP Ijarah Sukuk Certificates - XX (Note 6.1.2.1.1)	April 30, 2025	Weighted Average 6 months T-Bills	1,480	-	-	1,480	143,738	144,744	1,006	3.13	3.89
GoP Ijarah Sukuk Certificates - XXI (Note 6.1.2.1.1)	May 29, 2025	Weighted Average 6 months T-Bills	1,500	-	-	1,500	150,945	151,140	195	3.27	4.06
GoP Ijarah Sukuk Certificates - XXIV (Note 6.1.2.1.1)	December 09, 2025	Weighted Average 6 months T-Bills	2,000	-	-	2,000	201,840	202,120	280	4.38	5.43
Total as at September 30, 2021							496,523	498,004	1,481		

6.1.2.1.1 The nominal value of the GoP Ijarah sukuk certificates is Rs 100,000 each.

6.1.2.2 Corporate Sukuks

Name of the investee company	Maturity	Profit rate	As at July 1, 2021	Purchases during the quarter	Sales / Redemptions / matured during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021*	Market value as at September 30, 2021*	Unrealised gain / (loss) as at September 30, 2021	Percentage in relation to		
										Net Assets of the Fund	Paid-up-Capital of the investee company (with face value of investments)	Total market value of investments
-----Number of certificates-----							----- (Rupees in '000) -----			----- % -----		
Secured												
K Electric Limited - (7 years) (note 6.1.2.2.1) (AA+, VIS, non-traded)	June 17, 2022	3 months KIBOR plus base rate of 1%	60,003	-	-	60,003	45,414	45,389	(24)	0.98	0.01	1.22
Security Leasing Corporation Limited II* (note 6.1.2.2.1 & 6.1.2.2.2)	January 19, 2022	N/A	1,540	-	-	1,540	-	-	-	-	-	-
Eden Housing Limited* (note 6.1.2.2.1 & 6.1.2.2.2)	September 29, 2014	N/A	5,000	-	-	5,000	-	-	-	-	-	-
Arzoo Textile Mills Limited* (note 6.1.2.2.1 & 6.1.2.2.2)	April 15, 2014	N/A	5,000	-	-	5,000	-	-	-	-	-	-
Hascol Petroleum Limited - Sukuk (note 6.1.2.2.1, 6.1.2.2.2 & 6.1.2.2.3)	January 6, 2022	3 months KIBOR plus base rate of 1.50%	50,000	-	50,000	-	-	-	-	-	3.75	-
Dubai Islamic Bank Pakistan Limited - Sukuk (AA-, VIS, non-traded) (note 6.1.2.2.1)	July 14, 2027	6 months KIBOR plus base rate of 0.50%	141	-	-	141	144,943	144,948	5	3.14	3.53	3.89
International Brands Limited (AA, VIS, non-traded) (note 6.1.2.2.1)	November 15, 2021	3 months KIBOR plus base rate of 0.50%	650	-	-	650	18,840	18,711	(129)	0.41	2.69	0.50
Neelum Jhelum Hydropower Company (Private) Limited (AAA, VIS, non-traded) (note 6.1.2.2.1)	June 29, 2026	6 months KIBOR plus base rate of 1.13%	230	-	-	230	14,806	14,806	-	0.32	0.02	0.40
K-Electric Limited (sukuk 5) (AA+, VIS, traded) (note 6.1.2.2.1)	August 03, 2027	3 months KIBOR plus base rate of 1.70%	30,000	-	12,000	18,000	91,395	91,599	204	1.98	0.80	2.46
Meezan Bank Limited (AA+, VIS, non-traded) (note 6.1.2.2.1 & 6.1.2.2.4)	September 22, 2026	6 months KIBOR plus base rate of 0.5%	80	-	-	80	82,850	80,077	(2,773)	1.73	1.14	2.15
Shakarganj Food Products Limited (BBB+, VIS, non-traded) (note 6.1.2.2.1 & 6.1.2.2.2)	July 10, 2025	3 months KIBOR plus base rate of 1.75%	82	-	-	82	65,852	66,107	255	1.43	11.31	1.77
Javedan Corporation Limited (AA-, VIS, non-traded) (note 6.1.2.2.1)	October 4, 2026	6 months KIBOR plus base rate of 1.75%	750	-	-	750	68,063	68,063	-	1.47	2.51	1.83
Agha Steel Industries Limited (A+, VIS, non-traded) (note 6.1.2.2.1 & 6.1.2.2.4)	October 9, 2025	3 months KIBOR plus base rate of 0.80%	100	-	-	100	99,783	100,301	517	2.17	2.00	2.69
AGPLimited (A+, PACRA, non-traded) (note 6.1.2.2.1)	June 9, 2022	3 months KIBOR plus base rate of 1.30%	405	-	-	405	6,118	6,130	12	0.13	4.73	0.16
Hub Power Holdings Limited** (AA+, PACRA, non-traded) (note 6.1.2.2.1)	November 12, 2025	6 months KIBOR plus base rate of 2.5%	2,000	-	-	2,000	180,667	180,667	-	3.91	1.14	4.85
Hub Power Company Limited (AA+, PACRA, non-traded) (note 6.1.2.2.1)	March 19, 2024	1 year KIBOR plus base rate of 1.90%	300	-	-	300	30,720	30,796	76	0.67	1.00	0.83
OBS AGP (Private) Limited (A+, VIS) (note 6.1.2.2.1)	July 15, 2026	3 months KIBOR plus base rate of 1.55%	-	320	-	320	32,000	32,000	-	0.69	1.23	0.86
Total							881,451	879,594	(1,857)			

6.1.2.2.1 The nominal value of these sukuk certificates is Rs 5,000 each except for the sukuk certificates of Eden Housing Limited having nominal value of Rs 984.375, International Brands Limited, AGP Limited, OBS AGP (Private) Limited, Javedan Corporation Limited, Hub Power Holdings Limited and Hub Power Company Limited having nominal value of Rs. 100,000 each and Dubai Islamic Bank Pakistan Limited, Meezan Bank Limited, Shakarganj Food Products Limited and Agha Steel Industries Limited having nominal value of Rs 1,000,000 each respectively.

6.1.2.2.2 The Securities and Exchange Commission of Pakistan (SECP), vide its circular No. 16 dated July 07, 2010, prescribed certain disclosures for the schemes holding investments that were non-compliant either with the minimum investment criteria specified for the category assigned to such schemes or with the investment requirement of their constitutive documents. The Securities and Exchange Commission of Pakistan vide circular 7 of 2009 dated March 6, 2009 required all Asset Management Companies to classify funds under their management on the basis of categorisation criteria laid down in the circular. Al Meezan Investment Management Limited (the Management Company) classified Meezan Balanced Fund (the Fund) as a 'Balanced Scheme' in accordance with the said circular. As at September 30, 2021, the Fund is compliant with all the requirements of the said circular except for that the rating of any security in the portfolio shall not be lower than the investment grade.

Following investments of the Funds are in sukuks which are non compliant securities. At the time of investment, these were compliant as per SECP criteria and the investment policy of the Fund.

Name of the investee company	Type of investments	Value of investments before provision	Provision held as at September 30, 2021	Value of investments after provision	Percentage of net assets	Percentage of total market value
		(Rupees in '000)			%	
Arzoo Textile Mills Limited	Non-traded sukuk certificates	25,000	25,000	-	-	-
Eden Housing Limited	Non-traded sukuk certificates	4,922	4,922	-	-	-
Security Leasing Corporation Limited II	Non-traded sukuk certificates	7,701	7,701	-	-	-
Hascol Petroleum Limited	Non-traded sukuk certificates	62,500	62,500	-	-	-
Shakarganj Food Products Limited	Non-traded sukuk certificates	66,107	-	66,107	1.43	1.77
		166,230	100,123	66,107		

6.1.2.2.3 On April 1, 2021, Hascol Petroleum Limited sukuk certificates have been classified as non-performing by Mutual Funds Association of Pakistan (MUFAP). Therefore, in accordance with the requirement of SECP's Circular No.33 of 2012, the sukuk certificates have been classified as non-performing asset and no further profit has been accrued thereafter. Further, in accordance with the said Circular, an amount of Rs. 62.5 million have also been held as provision against the outstanding principal as at September 30, 2021.

6.1.2.2.4 Circular No. 33 of 2012 allows the asset manager to apply a mark up/mark down within available limit for valuation of any specific debt security. Exercising the discretionary power, the above mentioned Sukuks of Agha Steel Industries Limited and Meezan Bank Limited has been valued at a discretionary rate of 100.3006 and 100.0961 when the reported market rate on MUFAP valuation sheet as at September 30, 2021 was 98.9039 and 103.4962 respectively.

6.2 Commercial papers

Name of the security	Maturity date	Profit rate	As at July 1, 2021	Purchases during the period	Sales / redemptions / maturity during the period	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised appreciation / (diminution)	Percentage in relation to	
			(Number of certificates)			(Rupees in '000)		--- % ---			
Mughal Iron & Steel Industries Limited CP	July 21, 2022	6 months KIBOR plus base rate of 1.75%	-	165	-	165	153,380	153,380	-	3.32	4.12
Total	September 30, 2021						153,380	153,380			

7. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

8. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY

		September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
		(Rupees in '000)	
Management fee payable	8.1	7,811	555
Sindh Sales Tax on management fee payable		1,015	72
Allocated expenses payable	8.2	430	412
Selling and marketing expenses payable	8.3	11,978	10,966
Sales load payable		210	669
Sindh Sales Tax on sales load payable		27	87
		<u>21,471</u>	<u>12,761</u>

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 subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 2% (June 30, 2021: 2%) per annum of the average net assets of the Fund during the period ended September 30, 2021. The remuneration is payable to the Management Company monthly in arrears.

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

The management company based on its own discretion has currently charged allocated expenses at the rate of 0.11% of the average annual net assets of the scheme for allocation of such expenses to the Fund for the quarter

8.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion has charged selling and marketing expenses at 1% of the average annual net assets of the Fund during the quarter. These expenses have also been approved by the Board of Directors of the Management Company.

	Note	September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
		(Rupees in '000)	
9. ACCRUED EXPENSES AND OTHER LIABILITIES			
Withholding tax payable		763	917
Provision for Sindh Workers' Welfare Fund (SWWF)	9.1	-	60,542
Provision for Federal Excise Duty and related Sindh Sales Tax on Management Fee	9.2	31,961	31,961
Provision for Federal Excise Duty and related Sindh Sales Tax on Sales load		6,838	6,838
Brokerage expenses payable		1,471	1,401
Charity payable		2,961	4,946
Shariah advisory fee payable		243	243
Auditors' remuneration payable		92	361
Zakat Payable		35	7
		<u>44,364</u>	<u>107,216</u>

9.1 SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also been taken up with the SECP. All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its circular dated August 30, 2021. Provisioning against SWWF amounting to Rs. 61 million has been reversed and it has contributed towards an increase in NAV of the fund by Rs. 0.21 (1.29%) per unit. This was one-off event and is not likely to be repeated in the future.

Provisioning against SWWF amounting to Rs. 61.062 million has been reversed and it has contributed towards an increase in NAV of the fund by Rs. 0.21 (1.29%) per unit. This was one-off event and is not likely to be repeated in the future."

9.2 The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2021. Had the provision not been made, the NAV per unit of the Fund as at September 30, 2021 would have been higher by Re 0.13 (June 30, 2021: Re 0.13) per unit.

10. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

Remuneration payable to the Management Company and the trustee is determined in accordance with the provisions of the NBFC Rules, the NBFC Regulations and the Trust Deed respectively.

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

	September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
	(Rupees in '000)	
Al Meezan Investment Management Limited - Management Company		
Remuneration payable	7,811	555
Sindh Sales Tax on sales load payable	1,015	72
Sales load payable	210	669
Sindh Sales Tax on sales load payable	27	87
Allocated expenses payable	430	412
Selling and Marketing expenses payable	11,978	10,966
Investment of 947,787 units (June 30, 2021: 947,787 units)	15,176	15,354
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	473	457
Sindh Sales Tax on trustee fee payable	62	59
Security deposit	300	300
Meezan Bank Limited		
Bank balance	11,802	22,259
Sales load payable	155	127
Sindh Sales Tax on sales load payable	20	16
Shariah advisory fee payable	243	243
Investment of 18,886,746 units (June 30, 2021: 18,886,746 units)	302,420	305,969
Investment in 80 sukuk certificates (June 30, 2021: 80 sukuk certificates)	80,077	82,850
Investment in 1,099,463 shares (June 30, 2021: 931,273 shares)	153,848	107,478
Al Meezan Investment Management Limited - Employees Gratuity Fund		
Investment of 473,186 units (June 30, 2021: 473,186 units)	7,577	7,666
Directors and Executives of the Management Company		
Investment of 6,518,967 units (June 30, 2021: 6,524,913 units)	104,384	105,705

**For the quarter ended
September 30**

2021	2020
(Unaudited)	
(Rupees in '000)	

Al Meezan Investment Management Limited - Management Company

Remuneration for the quarter	23,958	21,477
Sindh Sales Tax on management fee	3,115	2,792
Allocated expenses	1,318	1,074
Selling and Marketing expenses	11,979	4,295

Central Depository Company of Pakistan Limited - Trustee

Remuneration for the quarter	1,450	1,324
Sindh Sales Tax on trustee fee	189	172
CDS charges	32	36

Meezan Bank Limited

Profit on saving account	162	136
Profit on sukuk certificates	1,625	2,393
Purchase of shares: 40,000 shares (September 30, 2020: 60,000 shares)	5,120	4,837
Bonus shares: 138,190 shares (September 30, 2020: 93,388 shares)	-	-
Sale of 10,000 shares ((September 30, 2020: nil)	1,606	-
Shariah advisor fee	-	51
Dividend income	1,382	-

Directors and Executives of the Management Company

Units issued: 3,309 units (September 30, 2020: 16,101 units)	54	234
Units redeemed: 9,255 units (September 30, 2020: 4,588 units)	150	67

11. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2021 is 3.76% which includes 0.31% representing government levies on the Fund such as sales taxes, annual fee to the SECP etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as a Balanced Scheme.

12. TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute atleast 90 percent of the net accounting income other than capital gains to the unit holders. The Fund has not recorded any tax liability as the Fund has incurred a net loss during the quarter.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Moreover, super tax introduced in Finance Act, 2015 is also not applicable on Funds as per Section 4B of the Income Tax Ordinance, 2001.

13. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

13.1. FAIR VALUE HIERARCHY

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

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

As at September 30, 2021 and June 30, 2021, the Fund held the following financial instruments measured at fair value:

As at September 30, 2021				
	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----				
ASSETS				
Financial assets 'at fair value through profit or loss'				
Shares of listed companies - 'ordinary shares'	2,194,086	-	-	2,194,086
Sukuk certificates	-	1,377,598	-	1,377,598
	<u>2,194,086</u>	<u>1,377,598</u>	<u>-</u>	<u>3,571,684</u>
As at June 30, 2021				
	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----				
ASSETS				
Financial assets 'at fair value through profit or loss'				
Shares of listed companies - 'ordinary shares'	2,205,560	-	-	2,205,560
Sukuk certificates	-	1,448,341	-	1,448,341
	<u>2,205,560</u>	<u>1,448,341</u>	<u>-</u>	<u>3,653,901</u>

14. GENERAL

Figures have been rounded off to the nearest thousand rupees.

15. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on **October 11, 2021** by the Board of Directors of the Management Company.

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

Chief Executive

Chief Financial Officer

Director



Al Meezan
Investment Management Ltd.

MEEZAN

ASSET ALLOCATION FUND (MAAF)

Meezan Asset Allocation Fund is a Shariah Compliant Asset Allocation Scheme. It is designed to help investors build wealth by long-term capital appreciation, diversification across asset classes and the flexibility to change investment portfolio exposure as per the outlook.



AGRICULTURE SECTOR RECORDED A REMARKABLE GROWTH OF

2.77%



FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah Ahmed	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan R Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director - PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naeem Sattar	Nominee Director - PKIC
Mr. Feroz Rizvi	Independent Director
Ms. Danish Zuberi	Independent Director
Mr. Mohammad Shoaib, CFA	Chief Executive Officer

COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Salman Muslim

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Shahid Ojha

AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Tariq Mairaj	Member
Mr. Naeem Sattar	Member

RISK MANAGEMENT COMMITTEE

Mr. Mubashar Maqbool	Chairman
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ariful Islam	Chairman
Mr. Mubashar Maqbool	Member
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member
Mr. Mohammad Shoaib, CFA	Member

TRUSTEE

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block B, S.M.C.H.S., Main Sharah-e-Faisal Karachi.

AUDITORS

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

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Al Baraka Islamic Bank B.S.C (E.C)
Bank Al Habib Limited - Islamic Banking
Bank Islami Pakistan Limited
Habib Metropolitan Bank Limited - Islamic Banking
Meezan Bank Limited
Dubai Islamic Bank Pakistan Limited

LEGAL ADVISER

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

TRANSFER AGENT

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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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited



**MEEZAN ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2021**

	September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
Note	(Rupees in '000)	
Assets		
Balances with banks	5	222,438
Investments	6	1,300,394
Dividend receivable		5,043
Receivable against sale of investments		17,466
Receivable against conversion of units		7,515
Advances, deposits and other receivables		6,183
Total assets	<u>1,559,039</u>	<u>1,713,673</u>
Liabilities		
Payable to AI Meezan Investment Management Limited - Management Company	9	6,646
Payable to Central Depository Company of Pakistan Limited - Trustee		232
Payable to the Securities and Exchange Commission of Pakistan		82
Payable to Meezan Bank Limited		25
Payable against purchase of investments		32,779
Payable against redemption and conversion of units		9,784
Accrued expenses and other liabilities	7	4,776
Total liabilities		<u>54,324</u>
Net assets		<u>1,504,715</u>
Unit holders' fund (as per statement attached)		<u>1,504,715</u>
Contingencies and commitments	8	
		(Number of units)
Number of units in issue		<u>31,941,749</u>
		<u>33,809,750</u>
		(Rupees)
Net asset value per unit		<u>47.1081</u>
		<u>49.4600</u>

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN ASSET ALLOCATION FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	Note	September 30,	
		2021	2020
		(Rupees in '000)	
Income			
Net realised (loss) / gain on sale of investments		(13,584)	19,515
Dividend income		16,701	7,434
Profit on balances with banks		3,230	4,644
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)		21,839	-
		<u>28,186</u>	<u>31,593</u>
Net unrealised (diminution) / appreciation on re-measurement of investments classified 'as financial assets at fair value through profit or loss'	6.1	(84,364)	168,756
Total (loss) / income		<u>(56,178)</u>	<u>200,349</u>
Expenses			
Remuneration of AI Meezan Investment Management Limited - Management Company	9.1	6,186	5,742
Sindh Sales Tax on remuneration of the Management Company		804	746
Allocated expenses	9.2	454	383
Selling and marketing expenses	9.3	4,124	1,531
Remuneration of Central Depository Company of Pakistan Limited - Trustee		664	635
Sindh Sales Tax on remuneration of the Trustee		86	83
Annual fee to the Securities and Exchange Commission of Pakistan		82	77
Auditors' remuneration		87	109
Brokerage expenses		1,893	632
Charity expense		425	208
Bank and settlement charges		169	47
Amortisation of preliminary expenses and floatation costs		-	45
Fees and subscription		162	145
Legal and professional charges		184	-
Provision for Sindh Worker's Welfare Fund (SWWF)	7.1	-	3,799
Total expenses		<u>15,320</u>	<u>14,182</u>
Net (loss) / income for the quarter before taxation		<u>(71,498)</u>	<u>186,167</u>
Taxation	11		-
Net (loss) / income for the quarter after taxation		<u>(71,498)</u>	<u>186,167</u>
Allocation of net income for the quarter			
Net income for the quarter after taxation		-	186,167
Income already paid on units redeemed		-	(12,579)
		<u>-</u>	<u>173,588</u>
Accounting income available for distribution			
- Relating to capital gains		-	173,588
- Excluding capital gains		-	-
		<u>-</u>	<u>173,588</u>

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

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

Chief Executive

Chief Financial Officer

Director



**MEEZAN ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30,	
	2021	2020
	(Rupees in '000)	
Net (loss) / income for the quarter after taxation	(71,498)	186,167
Other comprehensive income for the quarter	-	-
Total comprehensive (loss) / income for the quarter	<u>(71,498)</u>	<u>186,167</u>

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September, 2021			September, 2020		
	Capital Value	Accumulated losses	Total	Capital Value	Accumulated losses	Total
	----- Rupees in 000-----			----- Rupees in 000-----		
Net assets at beginning of the quarter	2,243,280	(571,049)	1,672,231	2,270,614	(931,312)	1,339,302
Issuance of 5,880,157 units (2020: 5,680,682 units)						
- Capital value (at net asset value per unit beginning of the quarter)	290,832	-	290,832	207,879	-	207,879
- Element of income	1,276	-	1,276	22,973	-	22,973
Total proceeds on issuance of units	292,108	-	292,108	230,852	-	230,852
Redemption of 7,748,158 units (2020: 6,568,410 units)						
- Capital value (at net asset value per unit beginning of the quarter)	383,224	-	383,224	240,364	-	240,364
- Element of loss	4,902	-	4,902	18,562	12,579	31,141
Total payments on redemption of units	388,126	-	388,126	258,926	12,579	271,505
Total comprehensive (loss) / income for the quarter	-	(71,498)	(71,498)	-	186,167	186,167
Distribution during the quarter	-	-	-	-	-	-
Net (loss) / income for the quarter less distribution	-	(71,498)	(71,498)	-	186,167	186,167
Net assets at end of the quarter	2,147,262	(642,547)	1,504,715	2,242,540	(757,724)	1,484,816
Accumulated loss brought forward						
- Realised loss		(768,055)			(982,342)	
- Unrealised income		197,006			51,030	
		(571,049)			(931,312)	
Accounting income available for distribution						
- Relating to capital gains		-			173,588	
- Excluding capital gains		-			-	
		-			173,588	
Net loss for the quarter after taxation		(71,498)			-	
Distribution during the quarter		-			-	
Accumulated loss carried forward		(642,547)			(757,724)	
Accumulated loss carried forward						
- Realised loss		(558,183)			(926,480)	
- Unrealised (loss) / income		(84,364)			168,756	
		(642,547)			(757,724)	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the quarter		49.4600			36.5940	
Net assets value per unit at end of the quarter		47.1081			41.5784	

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

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

Chief Executive

Chief Financial Officer

Director



**MEEZAN ASSET ALLOCATION FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30,	
	2021	2020
Note	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the quarter before taxation	(71,498)	186,167
Adjustments for:		
Amortisation of preliminary expenses and floatation costs	-	45
Net unrealised diminution / (appreciation) on re-measurement of investments classified 'as financial assets at fair value through profit or loss'	6.1 84,364	(168,756)
	<u>12,866</u>	<u>17,456</u>
Decrease / (Increase) in assets		
Investments	38,644	87,755
Dividend receivable	(4,403)	(4,047)
Receivable against sale of investments	(9,334)	2,647
Advances, deposits and other receivables	21,779	(1,983)
	46,686	84,372
Increase / (Decrease) in liabilities		
Payable to AI Meezan Investment Management Limited - Management Company	2,142	709
Payable to Central Depository Company of Pakistan Limited - Trustee	(9)	24
Payable to the Securities and Exchange Commission of Pakistan	(228)	(234)
Payable to Meezan Bank Limited	(24)	(33)
Payable against purchase of investments - net	32,651	(3,166)
Accrued expenses and other liabilities	(22,644)	(1,646)
	11,888	(4,346)
Net cash generated from operating activities	<u>71,440</u>	<u>97,482</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	288,268	234,148
Dividend Paid	-	(4,236)
Payment against redemption and conversion of units	(387,132)	(235,799)
Net cash used in financing activities	(98,864)	(5,887)
Net (decrease) / increase in cash and cash equivalents during the quarter	<u>(27,424)</u>	<u>91,595</u>
Cash and cash equivalents at beginning of the quarter	249,862	245,253
Cash and cash equivalents at end of the quarter	<u><u>222,438</u></u>	<u><u>336,848</u></u>

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

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

Chief Executive

Chief Financial Officer

Director

MEEZAN ASSET ALLOCATION FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Meezan Asset Allocation Fund (the Fund) was established under a trust deed executed between Al Meezan Investment Management Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The trust deed was executed on November 25, 2015 and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) on November 16, 2015. The initial offering period of the Fund was from April 18, 2016 to April 20, 2016 and the Fund commenced its operations from April 21, 2016. The Management Company has been licensed by the SECP to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi 74400, Pakistan.
- 1.2** The objective of the Fund is to earn potentially high return through asset allocation between Shariah Compliant Equity Instruments, Shariah Compliant Fixed Income Instruments, Shariah Compliant Money Market Instruments and any other Shariah Compliant instruments as permitted by the SECP and the Shariah Advisor. Meezan Bank Limited acts as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.
- 1.3** The Fund is an open-end Shariah Compliant Asset Allocation Scheme. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.4** The Management Company has been assigned a quality rating of AM1 by VIS dated December 31, 2020 (2020: AM1 dated December 31, 2019) and by PACRA dated June 23, 2021 (2020: AM1 dated June 26, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.5** Title to the assets of the Fund are held in the name of Central Depository Company as the Trustee of the Fund.
- 1.6** The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company has fulfilled requirements for registration and accordingly, the fund has been registered under Sindh Trusts Act, 2020.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 Statement Of Compliance

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

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2021.

These condensed interim financial statements are unaudited. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at September 30, 2021.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2021.

4.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2021. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2021.

4.3 There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2021. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

5. BALANCES WITH BANKS	Note	September 30,	June 30,
		2021 (Unaudited) (Rupees in '000)	2021 (Audited)
In saving accounts	5.1	221,360	247,213
In current accounts		1,078	2,649
		<u>222,438</u>	<u>249,862</u>

5.1 The balance in saving accounts have an expected profit ranging from 1.85% to 7.27% per annum (June 30, 2021: 2.24% to 7.32% per annum).

6. INVESTMENTS	Note	September 30,	June 30,
		2021 (Unaudited) (Rupees in '000)	2021 (Audited)
Investments at 'fair value through profit or loss'			
Shares of listed companies 'ordinary shares'	6.1	<u>1,300,394</u>	<u>1,423,402</u>

6.1 Shares of listed companies 'ordinary shares'

Name of the investee company	As at July 1, 2021	Purchases during the quarter	Bonus issue / Right shares	Sales during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised gain / (loss) as at September 30, 2021	Percentage in relation to				
									Net assets of the Fund	Paid up capital of investee company (with face value of investment)	Total market value of investments		
					----- (Number of shares) -----			----- (Rupees in '000) -----			----- % -----		
Sectors/ Companies													
Automobile Assembler													
Millat Tractors Limited	22,612	-	-	-	22,612	24,412	24,267	(145)	1.61	0.04	1.87		
Pak Suzuki Motor Company Limited	99,500	-	-	46,000	53,500	19,016	14,314	(4,702)	0.95	0.07	1.10		
									2.56	0.11	2.97		
Automobile Parts & Accessories													
Panther Tyres Limited	236,345	345,000	91,269	125,000	547,614	32,920	27,085	(5,835)	1.80	0.33	2.08		
Cable & Electrical Goods													
Waves Singer Pakistan Limited	67,500	-	-	67,500	-	-	-	-	-	-	-		
Cement													
Attock Cement Pakistan Limited	4,900	-	-	1,800	3,100	557	437	(121)	0.03	0.00	0.03		
Cherat Cement Company Limited	284,700	30,000	-	194,100	120,600	21,330	17,272	(4,058)	1.15	0.06	1.33		
D.G. Khan Cement Company Limited	459,000	30,000	-	445,000	44,000	5,183	3,890	(1,292)	0.26	0.01	0.30		
Fauji Cement Company Limited	320,000	-	-	75,000	245,000	5,635	4,398	(1,237)	0.29	0.02	0.34		
Gharibw al Cement	196,000	-	-	-	196,000	7,638	5,598	(2,040)	0.37	0.05	0.43		
Kohat Cement Company Limited	125,300	7,500	-	2,000	130,800	27,116	22,490	(4,627)	1.49	0.07	1.73		
Lucky Cement Limited	132,049	40,000	-	84,375	87,674	76,312	63,380	(12,933)	4.21	0.03	4.87		
Maple Leaf Cement Limited	677,707	-	-	510,000	167,707	7,879	5,903	(1,976)	0.39	0.02	0.45		
									8.19	0.25	9.48		
Chemicals													
Dynea Pakistan Limited (face value Rs. 5)	80,900	-	-	15,000	65,900	14,564	14,977	413	1.00	0.35	1.15		
Engro Polymer & Chemicals Limited	432,261	530,000	-	-	962,261	48,254	52,992	4,737	3.52	0.11	4.08		
Ghani Global Holdings Limited	162,450	-	-	162,450	-	-	-	-	-	-	-		
ICI Pakistan Limited	26,550	-	-	8,650	17,900	15,552	14,205	(1,347)	0.94	0.02	1.09		
Nimir Resins Limited (face value Rs. 5)	78,000	-	-	78,000	-	-	-	-	-	-	-		
Sitara Chemical Limited	19,500	-	-	19,500	-	-	-	-	-	-	-		
									5.46	0.47	6.32		
Commercial Banks													
Meezan Bank Limited (an associate of the Fund)	327,825	216,234	71,108	25,000	590,167	63,877	82,582	18,705	5.49	0.04	6.35		
Bank Islami Pakistan Limited	857,500	1,418,000	-	-	2,275,500	27,492	28,671	1,179	1.91	0.21	2.20		
									7.40	0.24	8.55		
Engineering													
Agha Steel Industries Limited	261,000	-	-	-	261,000	8,804	7,175	(1,629)	0.48	0.05	0.55		
Aisha Steel Limited	285,000	575,000	-	743,000	117,000	2,900	2,435	(465)	0.16	0.02	0.19		
International Industries Limited	201,200	-	-	185,400	15,800	3,334	2,635	(699)	0.18	0.01	0.20		
International Steels Limited	297,000	-	-	245,000	52,000	4,857	3,963	(894)	0.26	0.01	0.30		
Ittefaq Iron Industries Limited	915,000	617,500	-	-	1,532,500	26,052	22,482	(3,570)	1.49	1.06	1.73		
Mughal Iron and Steel Industries Limited	404,020	428,400	-	-	832,420	87,245	81,261	(5,984)	5.40	0.29	6.25		
									7.97	1.43	9.22		
Fertilizer													
Engro Corporation Limited	105,487	-	-	14,000	91,487	26,953	25,593	(1,359)	1.70	0.02	1.97		
Engro Fertilizers Limited	228,348	215,000	-	-	443,348	32,732	31,158	(1,574)	2.07	0.03	2.40		
									3.77	0.05	4.37		
Food and Personal Care Products													
Al-Shaheer Corporation Limited	7,704	-	-	-	7,704	154	109	(44)	0.01	0.00	0.01		
At-Tahur Limited	-	485,000	-	200,000	285,000	7,609	7,798	188	0.52	0.16	0.60		
Unity Foods Limited	511,000	635,000	-	364,980	781,020	28,187	24,383	(3,803)	1.62	0.08	1.88		
									2.15	0.24	2.49		
Glass and Ceramics													
Shabbir Tiles and Ceramics Limited (face value Rs. 5)	1,753,000	315,000	-	-	2,068,000	68,168	63,033	(5,136)	4.19	0.63	4.85		
Tariq Glass Industries Limited	76,500	-	-	76,500	-	-	-	-	-	-	-		
									4.19	0.63	4.85		

Name of the investee company	As at July 1, 2021	Purchases during the quarter	Bonus issue / Right shares	Sales during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised gain / (loss) as at September 30, 2021	Percentage in relation to		
									Net assets of the Fund	Paid up capital of investee company (with face value of investment)	Total market value of investments
						----- (Rupees in '000) -----			----- % -----		
Leather & Tanneries											
Service Global Footwear Limited	79,505	-	-	-	79,505	4,598	3,569	(1,029)	0.24	0.04	0.27
Miscellaneous											
Pakistan Aluminum Beverage Cans Limited	-	223,601	-	170,000	53,601	2,626	2,103	(523)	0.14	0.01	0.16
Oil and Gas Exploration Companies											
Mari Petroleum Company Limited	21,692	11,640	-	-	33,332	51,262	51,777	515	3.44	0.02	3.98
Oil and Gas Development Company Limited	356,650	180,000	-	-	536,650	50,376	44,971	(5,404)	2.99	0.01	3.46
Pakistan Oilfields Limited	66,667	-	-	10,000	56,667	22,319	21,270	(1,049)	1.41	0.02	1.64
Pakistan Petroleum Limited	580,428	-	-	-	580,428	50,399	43,480	(6,919)	2.89	0.02	3.34
									10.73	0.08	12.42
Oil and Gas Marketing Companies											
Pakistan State Oil Company Limited	193,861	22,000	-	42,000	173,861	39,007	34,944	(4,063)	2.32	0.04	2.69
Sui Northern Gas Pipelines Limited	641,400	230,000	-	-	871,400	42,932	39,631	(3,301)	2.63	0.14	3.05
									4.95	0.17	5.74
Paper and Board											
Century Paper & Board Mills Limited	304,100	-	32,100	90,100	246,100	26,123	18,440	(7,683)	1.23	0.12	1.42
Packages Limited	45,100	-	-	4,800	40,300	21,972	18,915	(3,056)	1.26	0.05	1.45
Roshan Packages Limited	200,000	-	-	-	200,000	6,588	4,980	(1,608)	0.33	0.14	0.38
Security Paper Limited	90,500	-	-	66,200	24,300	3,513	3,251	(262)	0.22	0.04	0.25
									3.04	0.35	3.50
Pharmaceuticals											
Abbott Laboratories (Pakistan) Limited	50	-	-	50	-	-	-	-	-	-	-
AGP Limited	136,100	-	-	116,000	20,100	2,358	2,307	(51)	0.15	0.01	0.18
Ferozsons Laboratories Limited	38,300	-	-	38,300	-	-	-	-	-	-	-
GlaxoSmithKline Consumer Healthcare Limited	22,100	-	-	-	22,100	5,527	5,637	110	0.37	0.02	0.43
IBL Healthcare Limited	444,000	6,000	-	56,000	394,000	43,670	35,574	(8,096)	2.36	0.73	2.74
The Searle Company Limited	142,661	-	-	20,000	122,661	29,760	24,717	(5,043)	1.64	0.05	1.90
									4.52	0.81	5.25
Power Generation and Distribution											
K-Electric Limited (face value Rs. 3.5)	2,579,500	1,000,000	-	-	3,579,500	14,208	14,318	110	0.95	0.01	1.10
The Hub Power Company Limited	797	110,000	-	-	110,797	8,643	8,147	(497)	0.54	0.01	0.63
									1.49	0.02	1.73
Refinery											
Attock Refinery Limited	90,000	-	-	90,000	-	-	-	-	-	-	-
Byco Petroleum Pakistan Limited	2,590,000	3,920,000	-	312,000	6,198,000	59,167	50,700	(8,467)	3.37	0.12	3.90
Pakistan Refinery Limited	-	540,000	-	-	540,000	10,031	9,061	(970)	0.60	0.68	0.70
									3.97	0.79	4.60
Technology and Communication											
Air Link Communication	-	136,500	-	-	136,500	9,760	9,838	78	0.65	0.04	0.76
Avanceon Limited	424,400	110,000	-	155,000	379,400	36,784	46,803	10,018	3.11	0.15	3.60
Netsol Technologies Limited	-	35,000	-	-	35,000	4,090	4,371	281	0.29	0.04	0.34
Octopus Digital Limited	-	75,024	-	-	75,024	3,046	3,046	-	0.20	0.05	0.23
Systems Limited	69,630	-	-	-	69,630	39,008	50,657	11,648	3.37	0.05	3.90
WorldCall Telecom Limited	3,050,000	5,000,000	-	-	8,050,000	27,684	21,896	(5,788)	1.46	0.45	1.68
									8.43	0.74	10.51
Textile Composite											
Feroze1888 Mills Limited	60,000	-	-	-	60,000	6,031	5,376	(655)	0.36	0.02	0.41
Interloop Limited	397,712	-	-	-	397,712	27,852	28,305	453	1.88	0.05	2.18
Kohinoor Textile Mills Limited	214,000	61,500	-	-	275,500	21,365	19,133	(2,231)	1.27	0.09	1.47
Nishat Mills Limited	197,500	50,000	-	41,800	205,700	19,328	18,690	(639)	1.24	0.06	1.44
									4.75	0.21	5.50
Total as at September 30, 2021						1,384,758	1,300,394	(84,364)			
Total as at June 30, 2021						1,226,396	1,423,402	197,006			

- 6.1.1** All shares have a nominal value of Rs 10 each except for the shares of Dynea Pakistan Limited, Nimir Resins Limited and Shabbir Tiles and Ceramics Limited which have a nominal value of Rs 5 each and K-Electric Limited which have a nominal value of Rs 3.5 each.
- 6.1.2** Investments include 60,000 shares of Engro Corporation Limited, 10,000 shares of Millat Tractors Limited, 100,000 shares of Oil and Gas Development Company Limited, having market value of Rs 16.785 million, Rs. 10.732 million and Rs. 8.380 million respectively as at September 30, 2021 (June 30, 2021: 60,000 shares of Engro Corporation Limited, 10,000 shares of Millat Tractors Limited, 100,000 shares of Oil and Gas Development Company Limited, having market value of Rs 17.676 million, Rs. 10.796 million and Rs. 9.503 million respectively) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.
- 6.2** The status of bonus shares already withheld prior to the introduction of Finance Act, 2018 is the same as that disclosed in the audited financial statements of the Fund for the year ended June 30, 2021. As at September 30, 2021, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 1.70 million (June 30, 2021: Rs. 1.99 million).

7. ACCRUED EXPENSES AND OTHER LIABILITIES	Note	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
Charity payable		622	1,997
Brokerage payable		2,361	1,675
Auditors' remuneration payable		282	195
Withholding tax payable		183	177
Capital gain tax payable		252	595
Provision for Sindh Workers' Welfare Fund (SWWF)	7.1	-	21,839
Provision for Federal Excise Duty and related Sindh Sales Tax on management fee	7.2	482	482
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	7.2	145	145
Shariah advisory fee payable		403	269
Zakat payable		46	46
		4,776	27,420

- 7.1** SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also been taken up with the SECP. All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its circular dated August 30, 2021. Provisioning against SWWF amounting to Rs. 22 million has been reversed and it has contributed towards an increase in NAV of the fund by Rs. 0.68 (1.36%) per unit. This was one-off event and is not likely to be repeated in the future.
- 7.2** The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2021. Had the provision for Federal Excise Duty not being made, the Net Asset Value per unit of the Fund as at September 30, 2021 would have been higher by Re 0.02 (June 30, 2021: Re 0.02) per unit.

8. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

9. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED-MANAGEMENT COMPANY	Note	September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
Management fee payable	9.1	1,935	137
Sindh Sales Tax on Management fee payable Management Company		252	18
Allocated expenses payable	9.2	143	152
Sales load payable		170	182
Sindh Sales Tax Payable on sales load		22	24
Selling and marketing expenses payable	9.3	4,124	3,991
		6,646	4,504



9.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 1.5% (2021: 1.5%) per annum of the average net assets of the Fund during the quarter ended September 30, 2021. The remuneration is payable to the Management Company monthly in arrears.

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

The management company based on its own discretion has currently fixed a maximum capping of 0.11% of the average annual net assets of the scheme for allocation of such expenses to the Fund.

9.3 The SECP vide circular # 11 dated July 05, 2019 has revised the conditions for charging of Selling and Marketing expenses to the fund. Accordingly, effective from July 22, 2019 the Management Company, based on its own discretion has charged selling and marketing expense at 1% of the average annual net assets of the Fund which has also been approved by the Board.

10. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

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

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

	September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
	(Rupees in '000)	
Al Meezan Investment Management Limited - the Management Company		
Remuneration payable	1,935	137
Sindh Sales Tax on management fee payable	252	18
Sales load payable	170	182
Sindh sales tax on sales load payable	22	24
Allocated expense payable	143	152
Selling & marketing expense payable	4,124	3,991
Meezan Bank Limited		
Sales load payable	22	43
Sindh Sales Tax on sales load payable	3	6
Bank balance	42,712	56,325
Profit receivable on saving account	51	84
Investment in 590,167 shares (June,30 2021: 327,825 shares)	82,582	37,834
Shariah Advisor fee payable	403	269
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee payable	205	213
Sindh Sales Tax on trustee fee payable	27	28
Security deposit	100	100
Directors and Executives of the Management Company		
Investments of 628,709 units (June 30, 2021: 991,743 units)	29,617	49,052
Unit holders holding 10% or more of units of the Fund		
Investment of 3,520,814 units (June 30, 2021: 3,520,814 units)	165,859	174,139

	For the quarter ended September 30,	
	2021	2020
	(Rupees in '000)	
	(Unaudited)	
Al Meezan Investment Management Limited - the Management Company		
Remuneration for the quarter	6,186	5,742
Sindh Sales Tax on management fee for the quarter	804	746
Allocated expenses	454	383
Selling and marketing expense	4,124	1,531
Meezan Bank Limited		
Profit on savings account	162	124
Purchase of 216,234 shares (2020: Nil shares)	28,947	-
Bonus shares issued: 71,108 shares (September 30, 2020: 55,344 shares)	-	-
Sale 25,000 shares (2020: Nil shares)	3,990	-
Dividend income	711	-
Shariah Advisor fee	134	133
Central Depository Company of Pakistan Limited - the Trustee		
Remuneration for the quarter	664	635
Sindh Sales Tax on trustee fee for the quarter	86	83
CDS charges	41	19
Directors and Executives of the Management Company		
Units issued: 409,901 units (September 30, 2020: 194,044 units)	19,748	7,829
Units redeemed: 772,934 units (September 30, 2020: 150,609 units)	38,936	6,176

11. TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute 90 percent of the net accounting income other than capital gains to the unitholders. The Fund has not recorded any tax liability as the Fund has incurred a net loss during the quarter.

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.

12. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2021 is 3.71% which includes 0.29% representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an Asset Allocation scheme.

13. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

Fair value hierarchy

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



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

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

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

As at September 30, 2021, the Fund held the following financial instruments measured at fair values:

As at September 30, 2021			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			

ASSETS

Financial assets 'at fair value through profit or loss'

Shares of listed companies 'ordinary shares'	1,300,394	-	-	1,300,394
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As at June 30, 2021			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			

ASSETS

Financial assets 'at fair value through profit or loss'

Shares of listed companies 'ordinary shares'	1,423,402	-	-	1,423,402
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14. GENERAL

Figures have been rounded off to the nearest thousand rupees.

15. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on October 11, 2021 by the Board of Directors of the Management Company.

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

Chief Executive

Chief Financial Officer

Director

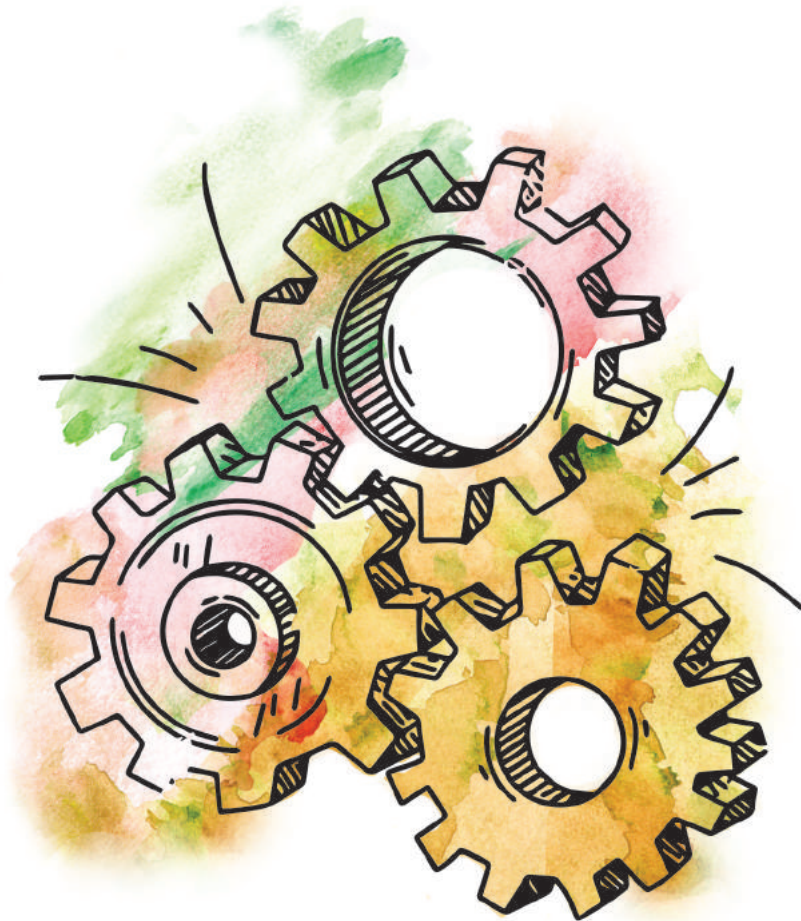


Al Meezan
Investment Management Ltd.

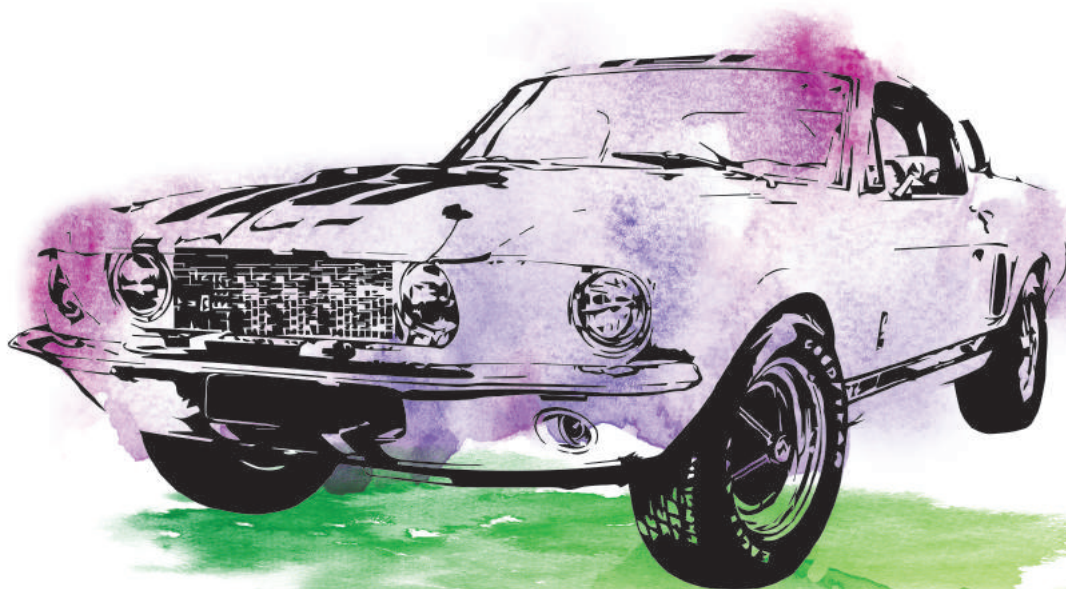
MEEZAN

DEDICATED EQUITY FUND (MDEF)

Meezan Dedicated Equity Fund aims to provide Fund of Funds scheme a dedicated equity platform to seek long term capital appreciation.



AUTOMOTIVE
INDUSTRY
HAS PUT PAKISTAN ON THE
FAST TRACK
AS GOVT POLICIES
PROMOTE COMPETITION



FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah Ahmed	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan R Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director – PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naeem Sattar	Nominee Director - PKIC
Mr. Feroz Rizvi	Independent Director
Ms. Danish Zuberi	Independent Director
Mr. Mohammad Shoaib, CFA	Chief Executive Officer

COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Salman Muslim

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Shahid Ojha

AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Tariq Mairaj	Member
Mr. Naeem Sattar	Member

RISK MANAGEMENT COMMITTEE

Mr. Mubashar Maqbool	Chairman
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ariful Islam	Chairman
Mr. Mubashar Maqbool	Member
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member
Mr. Mohammad Shoaib, CFA	Member

TRUSTEE

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block B, S.M.C.H.S., Main Sharah-e-Faisal Karachi.

AUDITORS

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

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Al Baraka Islamic Bank B.S.C (E.C)
Dubai Islamic Bank Pakistan Limited
Habib Metropolitan Bank Limited - Islamic Banking
Meezan Bank Limited

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited
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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

**MEEZAN DEDICATED EQUITY FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2021**



		September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
Assets			
Balances with banks	5	20,658	10,265
Investments	6	855,530	990,186
Receivable against sale of investments		10,535	2,485
Dividend receivable		6,121	3,639
Deposits and other receivables		4,008	17,859
Total assets		896,852	1,024,434
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	8	2,921	1,259
Payable to Central Depository Company of Pakistan Limited -Trustee		188	193
Payable to the Securities and Exchange Commission of Pakistan		50	177
Payable against purchase of investments		-	8
Payable against redemption and conversion of units		6,500	-
Accrued expenses and other liabilities	9	2,498	7,453
Total liabilities		12,157	9,090
Net assets		884,695	1,015,344
Contingencies and commitments	7		
Unit holders' fund (as per statement attached)		884,695	1,015,344
		(Number of units)	
Number of units in issue		19,779,691	21,646,065
		(Rupees)	
Net asset value per unit		44.7274	46.9066

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN DEDICATED EQUITY FUND
CONDENSED INTERIM INCOME STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2021 (UNAUDITED)**

	September 30,	
	2021	2020
Note	(Rupees in '000)	
Income		
Net realised (loss) / gain on sale of investments	(3,336)	12,346
Dividend income	12,580	4,402
Profit on saving accounts with banks	243	129
Reversal of Sindh Workers' Welfare Fund (SWWF)	4,997	-
	<u>14,484</u>	<u>16,877</u>
Net unrealised (diminution) / appreciation on re-measurement of investments 'at fair value through profit or loss'	6.1 (49,767)	95,852
Total (loss) / Income	<u>(35,283)</u>	<u>112,729</u>
Expenses		
Remuneration to AI Meezan Investment Management Limited - Management Company	8.1 4,982	3,767
Sindh Sales Tax on management fee	648	490
Allocated expenses	8.3 274	188
Selling and marketing expenses	8.3 996	753
Remuneration to Central Depository Company of Pakistan Limited - Trustee	497	480
Sindh Sales Tax on trustee fee	65	62
Annual fee to Securities and Exchange Commission of Pakistan	50	38
Auditors' remuneration	103	53
Brokerage expenses	463	565
Charity expense	409	127
Bank and settlement charges	103	19
Fees and subscription	141	137
Legal & Professional Charges	184	-
Provision for Sindh Workers' Welfare Fund (SWWF)	-	2,121
Total expenses	<u>8,915</u>	<u>8,800</u>
Net (loss) / Income for the quarter before taxation	<u>(44,198)</u>	<u>103,929</u>
Taxation	12 -	-
Net (loss) / Income for the quarter after taxation	<u>(44,198)</u>	<u>103,929</u>
Allocation of net income for the quarter		
Net income for the quarter after taxation	-	103,929
Income already paid on units redeemed	-	(8,903)
	<u>-</u>	<u>95,026</u>
Accounting income available for distribution		
- Relating to capital gains	-	95,026
- Excluding capital gains	-	-
	<u>-</u>	<u>95,026</u>

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

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

Chief Executive

Chief Financial Officer

Director



**MEEZAN DEDICATED EQUITY FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED SEPTEMBER 30, 2021 (UNAUDITED)**

	September 30,	
	2021	2020
	(Rupees in '000)	
Net (loss) / Income for the quarter after taxation	(44,198)	103,929
Other comprehensive income for the quarter	-	-
Total comprehensive (loss) / Income for the quarter	(44,198)	103,929

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

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

Chief Executive

Chief Financial Officer

Director

MEEZAN DEDICATED EQUITY FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDER'S FUND
FOR THE QUARTER ENDED SEPTEMBER 30, 2021 (UNAUDITED)

	Quarter Ended September 30, 2021			Quarter Ended September 30, 2020		
	Capital Value	Accumulated losses	Total	Capital Value	Undistributed income / Accumulated (losses)	Total
	------(Rupees in '000)-----			------(Rupees in '000)-----		
Net assets at the beginning of the quarter	1,621,443	(606,099)	1,015,344	1,410,246	(791,231)	619,015
Issue of nil units (2020: 3,500,433 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	-	-	-	121,130	-	121,130
- Element of income	-	-	-	17,471	-	17,471
Total proceeds on issuance of units	-	-	-	138,601	-	138,601
Redemption of 1,866,374 units (2020: 1,996,028 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	87,545	-	87,545	69,072	-	69,072
- Element of (loss) / income	(1,094)	-	(1,094)	992	8,903	9,895
Total payments on redemption of units	86,451	-	86,451	70,064	8,903	78,967
Total comprehensive (loss) / Income for the quarter	-	(44,198)	(44,198)	-	103,929	103,929
Distribution during the quarter	-	-	-	-	-	-
Net (loss) / Income for the quarter less distribution	-	(44,198)	(44,198)	-	103,929	103,929
Net assets at the end of the quarter	1,534,992	(650,297)	884,695	1,478,783	(696,205)	782,578
Accumulated loss brought forward						
- Realised loss		(757,234)			(821,914)	
- Unrealised gain		151,135			30,683	
		(606,099)			(791,231)	
Accounting income available for distribution						
- Relating to capital gains		-			95,026	
- Excluding capital gains		-			-	
		-			95,026	
Net (loss) / Income for the quarter after taxation		(44,198)			-	
Distribution during the quarter		-			-	
Accumulated loss carried forward		(650,297)			(696,205)	
Accumulated loss carried forward						
- Realised loss		(600,530)			(792,057)	
- Unrealised (loss) / gain		(49,767)			95,852	
		(650,297)			(696,205)	
			(Rupees)			(Rupees)
Net assets value per unit at the beginning of the quarter			<u>46.9066</u>			<u>34.6044</u>
Net assets value per unit at the end of the quarter			<u>44.7274</u>			<u>40.3542</u>

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director



**MEEZAN DEDICATED EQUITY FUND
CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2021 (UNAUDITED)**

	September 30 ,	
	2021	2020
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / Income for the quarter before taxation	(44,198)	103,929
Adjustments for		
Net unrealised diminution / (appreciation) on re-measurement of investments 'at fair value through profit or loss'	49,767	(95,852)
	<u>5,569</u>	<u>8,077</u>
Decrease / (Increase) in assets		
Investments - net	84,889	(73,544)
Dividend receivable	(2,482)	(3,837)
Receivable against sale of investments	(8,050)	460
Advances, prepayments and other receivables	13,851	(60)
	88,208	(76,981)
(Decrease) / Increase in liabilities		
Payable to AI Meezan Investment Management Limited - Management Company	1,662	552
Payable to Central Depository Company of Pakistan Limited - Trustee	(5)	155
Payable to Securities and Exchange Commission of Pakistan	(127)	38
Payable against purchase of investments	(8)	(2,616)
Accrued expenses and other liabilities	(4,955)	2,278
	<u>(3,433)</u>	<u>407</u>
Net cash generated from / (used in) operating activities	<u>90,344</u>	<u>(68,497)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	-	138,601
Payment against redemption and conversion of units	(79,951)	(79,003)
Net cash (used in) / generated from financing activities	<u>(79,951)</u>	<u>59,598</u>
Net increase / (decrease) in cash and cash equivalents during the quarter	<u>10,393</u>	<u>(8,899)</u>
Cash and cash equivalents at the beginning of the quarter	10,265	22,127
Cash and cash equivalents at the end of the quarter	<u><u>20,658</u></u>	<u><u>13,228</u></u>

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

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

Chief Executive

Chief Financial Officer

Director

MEEZAN DEDICATED EQUITY FUND

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED SEPTEMBER 30, 2021 (UNAUDITED)

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Meezan Dedicated Equity Fund (the Fund) was established under a Trust Deed executed between Al Meezan Investment Management Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on October 9, 2017 and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The Management Company has been granted license by the SECP to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi 74400, Pakistan.
- 1.2** The Fund has been formed to enable the unit holders to participate in a diversified portfolio of securities, which are Shariah compliant. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah principles. The Management Company has appointed Meezan Bank Limited as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.
- 1.3** The Fund is an open-end Shariah Compliant Equity Scheme. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange.
- 1.4** The Management Company has been assigned a quality rating of AM1 by VIS dated December 31, 2020 (2020: AM1 dated December 31, 2019) and by PACRA dated June 23, 2021 (2020: AM1 dated June 26, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.5** Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited (CDC) as the Trustee
- 1.6** The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company has fulfilled requirements for registration and accordingly, the fund has been registered under Sindh Trusts Act, 2020.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 Statement of compliance

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

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2021.

These condensed interim financial statements are unaudited. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at September 30, 2021.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES / ACCOUNTING ESTIMATES, JUDGEMENTS AND RISK MANAGEMENT

- 4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2021.
- 4.2 The preparation of these condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan require management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2021. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements of the Fund for the year ended June 30, 2021.
- 4.3 There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2021. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

5. BALANCES WITH BANKS	Note	September 30,	June 30,
		2021 (Unaudited)	2021 (Audited)
		(Rupees in '000)	
In saving accounts	5.1	19,701	9,104
In current accounts		957	1,161
		<u>20,658</u>	<u>10,265</u>

- 5.1 The balances in saving accounts have an expected profit ranging from 1.85% to 7.15% per annum. (June 30, 2021: 2.24% to 7.20% per annum).

6. INVESTMENTS	Note	September 30,	June 30,
		2021 (Unaudited)	2021 (Audited)
		(Rupees in '000)	
Investments - 'at fair value through profit or loss'	6.1	855,530	990,186
		<u>855,530</u>	<u>990,186</u>

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

Name of the investee company	As at July 1, 2021	Purchases during the quarter	Bonus issue / Right shares	Sales during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised gain / (loss) as at September 30, 2021	Percentage in relation to		
									Net assets of the fund	Paid up capital of investee company (with face value of investment)	Total market value of investment
Number of shares						(Rupees in '000)		%			
Sectors / companies											
Automobile Assembler											
Gandhara Nissan Limited	-	60,000	-	60,000	-	-	-	-	0.33	-	-
Pak Suzuki Motor Company Limited	33,000	-	-	22,000	11,000	3,910	2,943	(967)	0.33	0.01	0.34
Milat Tractors Limited	14,231	-	-	-	14,231	15,364	15,273	(91)	1.73	0.03	1.79
									2.06	0.04	2.13
Automobile Parts & Accessories											
Panther Tyres Limited	11,328	125,001	27,265	-	163,594	9,946	8,091	(1,854)	0.91	0.10	0.95
									0.91	0.10	0.95
Commercial Banks											
BankIslami Pakistan Limited	307,000	-	-	-	307,000	3,451	3,868	418	0.44	0.03	0.45
Meezan Bank Limited (an associate)	440,505	25,000	61,575	30,000	497,080	50,576	69,556	18,980	7.86	0.04	8.13
									8.30	0.07	8.58
Cement											
Cherat Cement Company Limited	141,100	-	-	91,100	50,000	8,869	7,161	(1,708)	0.81	0.03	0.84
D.G. Khan Cement Company Limited	244,252	-	-	210,599	33,653	3,968	2,976	(993)	0.34	0.01	0.35
Fauji Cement Company Limited	200,000	-	-	70,000	130,000	2,990	2,334	(657)	0.26	0.01	0.27
Kohat Cement Company Limited	162,270	-	-	600	161,670	33,383	27,798	(5,586)	3.14	0.08	3.25
Lucky Cement Limited	109,900	5,000	-	25,000	89,900	77,766	64,989	(12,777)	7.35	0.03	7.60
Maple Leaf Cement Factory Limited	665,000	-	-	316,000	349,000	16,396	12,285	(4,111)	1.39	0.06	1.44
									13.29	0.22	13.75
Chemical											
Engro Polymer & Chemicals Limited	346,144	156,500	-	-	502,644	24,593	27,681	3,088	3.13	0.06	3.24
ICI Pakistan Limited	24,350	-	-	8,650	15,700	13,640	12,459	(1,181)	1.41	0.02	1.46
Nimir Resins Limited	7,500	-	-	7,500	-	-	-	-	-	-	-
Dynea Pakistan	20,000	-	-	600	19,400	4,287	4,409	122	0.50	0.10	0.52
Sitara Chemical Limited	14,500	-	-	14,500	-	-	-	-	-	-	-
									5.04	0.18	5.22
Engineering											
International Industries Limited	76,700	-	-	45,000	31,700	6,689	5,287	(1,403)	0.60	0.02	0.62
Aisha Steel Mills Limited	110,000	300,000	-	252,500	157,500	3,899	3,278	(622)	0.37	0.02	0.38
Agha Steel Industries Limited	54,500	-	-	-	54,500	1,838	1,498	(340)	0.17	0.01	0.18
Ittefaq Iron Industries Limited	375,000	-	-	-	375,000	7,106	5,501	(1,605)	0.62	0.26	0.64
International Steels Limited	112,000	-	-	61,336	50,664	4,733	3,861	(871)	0.44	0.01	0.45
Mughal Iron & Steel Industries Limited	117,300	90,000	-	-	207,300	22,144	20,237	(1,908)	2.29	0.08	2.37
									4.49	0.40	4.64
Fertilizer											
Engro Corporation Limited	147,534	-	-	-	147,534	43,465	41,273	(2,192)	4.67	0.03	4.82
Engro Fertilizers Limited	229,387	100,000	-	-	329,387	23,879	23,149	(730)	2.62	0.02	2.71
									7.29	0.05	7.53
Leather & Tanneries											
Service Global Footwear Limited	46,113	-	-	-	46,113	2,667	2,070	(597)	0.23	0.02	0.24
									0.23	0.02	0.24
Food And Personal Care											
At Tahir Limited	-	160,000	-	-	160,000	4,117	4,378	260	0.49	0.10	0.51
Unity Foods Limited	345,000	-	-	65,000	280,000	12,466	8,742	(3,724)	0.99	0.05	1.02
									1	0	2
Glass And Ceramics											
Shabbir Tiles And Ceramics Limited	537,500	-	-	-	537,500	17,926	16,383	(1,543)	1.85	0.16	1.91
Ghani Glass Limited	97,650	-	-	-	97,650	4,707	4,866	159	0.55	0.02	0.57
									2.40	0.18	2.48

Name of the investee company	As at July 1, 2021	Purchases during the quarter	Bonus issue / Right shares	Sales during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised gain / (loss) as at September 30, 2021	Percentage in relation to		
									Net assets of the fund	Paid up capital of investee company (with face value of investment)	Total market value of investment
								----- Number of shares -----			
								(Rupees in '000)			
								----- % -----			
Oil & Gas Exploration Companies											
Mari Petroleum Company Limited	40,848	-	-	-	40,848	62,268	63,452	1,184	7.17	0.03	7.42
Oil & Gas Development Company Limited	524,295	-	-	-	524,295	49,824	43,936	(5,888)	4.97	0.01	5.14
Pakistan Oilfields Limited	57,760	-	-	-	57,760	22,749	21,680	(1,069)	2.45	0.02	2.53
Pakistan Petroleum Limited	532,452	-	-	-	532,452	46,233	39,886	(6,347)	4.51	0.02	4.67
									19.10	0.08	19.76
Oil & Gas Marketing Companies											
Pakistan State Oil Company Limited	197,971	-	-	36,890	161,081	36,122	32,376	(3,747)	3.66	0.03	3.78
Sui Northern Gas Pipelines Limited	361,735	100,000	-	-	461,735	22,810	21,000	(1,810)	2.37	0.10	2.45
									6.03	0.10	6.23
Paper & Board											
Century Paper Limited	110,000	-	16,500	-	126,500	13,428	9,479	(3,949)	1.07	0.30	1.11
Packages Limited	40,250	-	-	3,500	36,750	20,036	17,249	(2,787)	1.95	0.04	2.02
Security Paper Limited	10,000	-	-	6,000	4,000	578	535	(43)	0.06	0.01	0.06
Roshan Packages Limited	106,500	-	-	50,000	56,500	1,861	1,407	(454)	0.16	0.04	0.16
									3.24	0.39	3.35
Pharmaceuticals											
AGP Limited	95,000	-	-	95,000	-	-	-	-	-	-	-
Ferozsons laboratories Limited	120	-	-	-	120	42	44	1	-	-	0.01
Ibl Healthcare Limited	103,000	-	-	20,000	83,000	9,224	7,494	(1,730)	0.85	0.15	0.88
Glaxosmithkline Consumer Healthcare Limited	9,200	-	-	-	9,200	2,301	2,347	46	0.27	0.01	0.27
The Searle Company Limited	88,732	-	-	-	88,732	21,528	17,880	(3,648)	2.02	0.04	2.09
									3.14	0.20	3.25
Power Generation & Distribution											
K-Electric Limited (note 6.1.1)	2,998,500	-	-	-	2,998,500	12,534	11,994	(540)	1.36	0.01	1.40
The Hub Power Company Limited	376,655	60,000	-	-	436,655	34,673	32,107	(2,566)	3.63	0.03	3.75
									4.99	0.04	5.15
Refinery											
Attock Refinery Limited	35,000	-	-	35,000	-	-	-	-	-	-	-
Pakistan Refinery Ltd	-	135,000	-	-	135,000	3,137	2,265	(872)	0.26	0.02	0.26
Byco Petroleum	1,060,000	530,000	-	128,000	1,462,000	15,890	11,959	(3,931)	1.35	0.03	1.40
									1.61	0.05	1.66
Technology & Communication											
Avanceon Limited	196,080	25,000	-	95,000	126,080	12,127	15,553	3,426	1.76	0.07	1.82
Octopus Digital Limited	-	74,501	-	-	74,501	3,025	3,025	-	0.34	0.05	0.35
Air Link Communication Limited	-	83,250	-	-	83,250	5,952	6,000	47	0.68	0.02	0.70
World call Telecom Limited	650,000	-	-	-	650,000	2,574	1,768	(806)	0.20	0.04	0.21
Systems Limited	58,870	-	-	-	58,870	32,980	42,829	9,848	4.84	0.05	5.01
									7.82	0.23	8.09
Textile Composite											
Feroze1888 Mills Limited	43,300	-	-	-	43,300	4,352	3,880	(472)	0.44	0.01	0.45
Kohinoor Textile	90,000	25,000	-	-	115,000	8,918	7,987	(931)	0.90	0.11	0.93
Interloop Limited	310,882	-	-	-	310,882	21,771	22,125	354	2.50	0.04	2.59
Nishat Mills Limited	127,200	-	-	-	127,200	11,868	11,557	(310)	1.31	0.04	1.35
									5.15	0.20	5.32
Miscellaneous											
Pakistan Aluminum Beverage Cans Ltd	-	139,999	-	105,000	34,999	1,715	1,373	(342)	0.16	0.01	0.16
									0.16	0.01	0.16
Total						905,297	855,530	(49,767)			

- 6.1.1** All shares have a nominal value of Rs 10 each except for the shares of Dynea Pakistan Limited and Shabbir Tiles and Ceramics Limited which have a nominal value of Rs 5 each and K-Electric Limited which have a nominal value of Rs 3.5 each.
- 6.2** The status of bonus shares already withheld prior to the introduction of Finance Act, 2018 is the same as that disclosed in the audited financial statements of the Fund for the year ended June 30, 2021. As at September 30, 2021, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 0.327 million (June 30, 2021: Rs. 0.365 million)..

7. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

		September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
(Rupees in '000)			
8. PAYABLE TO AL MEEZAN MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note		
Management fee payable	8.1	1,579	121
Sindh Sales Tax on Management fee payable		206	16
Allocated expenses payable	8.3	140	148
Selling and marketing expenses payable	8.3	996	974
		<u>2,921</u>	<u>1,259</u>

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 subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 2% (June 2021: 2%) per annum of the average net assets of the Fund during the quarter ended September 30, 2021. The remuneration is payable to the Management Company monthly in arrears.

8.2 During the quarter, an amount of Rs. 0.648 million (June 30, 2021: Rs 2.303 million) was charged on account of sales tax on Management fee levied through the Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 0.458 million (June 30, 2021: Rs. 2.420 million) has been paid to the Management Company which acts as a collecting agent.

8.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion has charged selling and marketing expenses at 0.4% of the average annual net assets of the Fund during the quarter. These expenses have also been approved by the Board of Directors of the Management Company.

The Management Company based on its own discretion has charged allocated expenses at the rate of 0.11% (June 30, 2021: 0.11% of the average annual net assets).

		September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
(Rupees in '000)			
9. ACCRUED EXPENSES AND OTHER LIABILITIES			
Withholding tax payable		82	81
Printing expenses payable		69	69
Auditors' remuneration payable		44	170
Brokerage payable		706	683
Charity payable		1,198	1,189
Provision for Sindh Worker's Welfare Fund	9.1	-	4,997
Shariah advisor fee payable		399	264
		<u>2,498</u>	<u>7,453</u>

9.1. SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also been taken up with the SECP. All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its circular dated August 30, 2021.

Provisioning against SWWF amounting to Rs. 5.203 million has been reversed and it has contributed towards an increase in NAV of the fund by Rs. 0.25 (0.52%) per unit. This was one-off event and is not likely to be repeated in the future."

10. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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



Remuneration payable to the management company and the trustee is determined in accordance with the provisions of the NBFC Rules, the NBFC Regulations and the Trust Deed respectively.

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

Balances	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
AI Meezan Investment Management Limited - the Management Company		
Remuneration payable	1,579	121
Sindh Sales Tax payable on management fee	206	16
Selling and marketing expenses payable	996	974
Allocated expense payable	140	148
Meezan Bank Limited		
Balances with bank	1,519	1,658
Profit receivable on saving accounts	7	6
Shariah Advisor fee payable	399	264
Investment in shares: 497,080 shares (June 30, 2021: 440,505 shares)	69,556	50,839
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee payable	166	171
Sindh Sales Tax on trustee fee payable	22	22
Security deposit	103	103
Meezan Financial Planning Fund of Funds MAAP I		
Investment of 1,253,414 units (June 30, 2021: 1,253,414 units)	56,062	58,793
Meezan Strategic Allocation Fund MSAP - I		
Investment of 3,313,498 units (June 30, 2021: 3,396,951 units)	148,204	159,339
Meezan Strategic Allocation Fund MSAP - II		
Investment of 396,165 units (June 30, 2021: 396,165 units)	17,719	18,583
Meezan Strategic Allocation Fund MSAP - III		
Investment of 3,295,552 units (June 30, 2021: 3,295,552 units)	147,402	154,583
Meezan Strategic Allocation Fund MSAP - IV		
Investment of 2,113,441 units (June 30, 2021: 2,371,642 units)	94,529	111,246
Meezan Strategic Allocation Fund MSAP - V		
Investment of 898,076 units (June 30, 2021: 898,076 units)	40,169	42,126
Meezan Strategic Allocation Fund MCPP-III		
Investment of 727,737 units (2021: 1,066,314 units)	32,550	50,017
Meezan Strategic Allocation Fund - II MCPP-IV		
Investment of 6,566,505 units (June 30, 2021: 7,491,425 units)	293,703	351,397
Meezan Strategic Allocation Fund - II MCPP-V		
Investment of 219,375 units (June 30, 2021: 329,431 units)	9,812	15,452
Meezan Strategic Allocation Fund - II MCPP-VII		
Investment of 124,227 units (June 30, 2021: 181,851 units)	5,556	8,530
Meezan Strategic Allocation Fund - III MCPP-IX		
Investment of 871,701 units (June 30, 2021: 965,243 units)	38,989	45,276
	September 30 ,	
	2021	2020
	(Unaudited)	
	(Rupees in '000)	
Transactions during the quarter		
AI Meezan Investment Management Limited - the Management Company		
Remuneration for the quarter	4,982	3,767
Sindh Sales Tax on management fee for the quarter	648	490
Allocated expenses	274	188
Selling and marketing expense	996	753

Meezan Bank Limited		
Profit on saving account	19	36
Shares purchased during the quarter: 25,000 shares (September 30, 2020: 75,001 shares)	3,200	6,341
Bonus shares received: 61,575 shares (September 30, 2020: 33,600 shares)	-	-
Shares sold during the quarter: 30,000 shares (September 30, 2020: 5,000 shares)	4,726	415
Shariah Advisor fee	135	535
Dividend income	616	-
Central Depository Company of Pakistan Limited - the Trustee		
Remuneration for the quarter	497	480
Sindh Sales Tax on trustee fee	65	62
CDS charges	15	16
Meezan Strategic Allocation Fund MSAP - I		
Units issued: nil units (September 30, 2020: nil units)	-	-
Units redeemed: 83,453 units (September 30, 2020: nil units)	4,000	-
Meezan Strategic Allocation Fund MSAP - II		
Units issued: nil units (September 30, 2020: 96,045 units)	-	4,000
Meezan Strategic Allocation Fund MSAP - IV		
Units redeemed: 258,201 units (September 30, 2020: nil units)	12,250	-
Meezan Strategic Allocation Fund MCPP-III		
Units redeemed: 338,577 units (September 30, 2020: nil units)	15,350	-
Meezan Strategic Allocation Fund -II MCPP-IV		
Units issued: nil units (September 30, 2020: 2,585,498 units)	-	102,450
Units redeemed: 924,920 units (September 30, 2020: 1,217,367 units)	42,800	48,270
Meezan Strategic Allocation Fund -II MCPP-V		
Units issued: nil units (September 30, 2020: 134,706 units)	-	5,350
Units redeemed: 110,056 units (September 30, 2020: 105,675 units)	5,000	4,289
Meezan Strategic Allocation Fund-II MCPP-VII		
Units redeemed: 57,625 units (September 30, 2020: nil units)	2,700	-
Meezan Strategic Allocation Fund-III MCPP-IX		
Units issued: nil units (September 30, 2020: 687,652 units)	-	26,800
Units redeemed: 93,542 units (September 30, 2020: 676,455 units)	4,350	26,547

11. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2021 is 3.58% (June 30, 2021: 2.45%) which includes 0.33% (June 30, 2021: 0.78%) representing government levies on the Fund such as Sales Taxes, Federal Excise Duties, annual fee to the SECP etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an Equity Scheme.

12. TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute atleast 90 percent of the net accounting income other than capital gains to the unit holders. The Fund has not recorded any tax liability as the Fund has incurred a net loss during the quarter.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Moreover, super tax introduced in Finance Act, 2015 is also not applicable on Funds as per Section 4B of the Income Tax Ordinance, 2001.

13. FINANCIAL INSTRUMENTS - FAIR VALUES

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

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

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



13.1. Fair value hierarchy

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

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

As at September 30, 2021 and June 30, 2021, the Fund held the following financial instruments measured at fair value:

As at September 30, 2021				
	Level 1	Level 2	Level 3	Total
ASSETS	----- (Rupees in '000) -----			
Financial assets 'at fair value through profit or loss'	855,530	-	-	855,530
As at June 30, 2021				
	Level 1	Level 2	Level 3	Total
ASSETS	----- (Rupees in '000) -----			
Financial assets 'at fair value through profit or loss'	990,186	-	-	990,186

14. GENERAL

Figures have been rounded off to the nearest thousand rupees.

15. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on October 11, 2021 by the Board of Directors of the Management Company.

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

Chief Executive

Chief Financial Officer

Director



Al Meezan
Investment Management Ltd.

MEEZAN GOLD FUND (MGF)

Meezan Gold Fund is Pakistan's first Shariah Compliant Gold Fund. It invests in gold instruments in the most efficient manner, to provide maximum exposure to prices of Gold in a Shariah Compliant (Islamic) manner. This is done by investing a significant portion of the Fund's net assets in deliverable gold based contracts available on the Pakistan Mercantile Exchange (PMEX).



OUR ECONOMY
WAS LABELLED AS
"STABLE"
BY
MOODY'S ANALYTICS



FUND INFORMATION

MANAGEMENT COMPANY

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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. Ariful Islam	Chairman
Mr. Muhammad Abdullah Ahmed	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan R Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director - PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naeem Sattar	Nominee Director - PKIC
Mr. Feroz Rizvi	Independent Director
Ms. Danish Zuberi	Independent Director
Mr. Mohammad Shoaib, CFA	Chief Executive Officer

COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Salman Muslim

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Shahid Ojha

AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Tariq Mairaj	Member
Mr. Naeem Sattar	Member

RISK MANAGEMENT COMMITTEE

Mr. Mubashar Maqbool	Chairman
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ariful Islam	Chairman
Mr. Mubashar Maqbool	Member
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member
Mr. Mohammad Shoaib, CFA	Member

TRUSTEE

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block B, S.M.C.H.S., Main Sharah-e-Faisal Karachi.

AUDITORS

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

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

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

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited
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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

**MEEZAN GOLD FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2021**



**Meezan
Gold Fund**

		September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
	Note		
Assets			
Balances with banks	5	95,136	99,260
Investment in gold	6	393,516	396,272
Receivable against conversion of units		192	616
Advances and other receivables		2,304	2,321
Total assets		<u>491,148</u>	<u>498,469</u>
Liabilities			
Payable to AI Meezan Investment Management Limited - Management Company	8	1,053	1,091
Payable to Central Depository Company of Pakistan Limited - Trustee		78	79
Payable to the Securities and Exchange Commission of Pakistan		25	101
Payable to Meezan Bank Limited		20	-
Payable against conversion and redemption of units		511	18
Accrued expenses and other liabilities	9	2,084	9,650
Total liabilities		<u>3,771</u>	<u>10,939</u>
Net assets		<u>487,377</u>	<u>487,530</u>
Unit holders' fund (as per statement attached)		<u>487,377</u>	<u>487,530</u>
Contingencies and commitments	7		
		(Number of units)	
Number of units in issue		<u>5,823,419</u>	<u>5,829,208</u>
		(Rupees)	
Net asset value per unit		<u>83.6927</u>	<u>83.6357</u>

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN GOLD FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

		September 30,	
		2021	2020
		(Rupees in '000)	
	Note		
Income			
Profit on balances with banks		664	1,927
Price adjustment charges		1,132	666
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)	11	5,068	-
		6,864	2,593
Net unrealised (diminution) / appreciation on re-measurement of investment in gold	6	(2,756)	32,073
Total income		4,108	34,666
Expenses			
Remuneration of Al Meezan Investment Management Limited - Management Company	8.1	1,248	1,385
Sindh Sales Tax on remuneration of Management Company		162	180
Allocated expenses	8.2	137	138
Selling and marketing expenses	8.3	499	554
Remuneration of Central Depository Company of Pakistan Limited - Trustee		212	235
Sindh Sales Tax on remuneration of the Trustee		28	31
Annual fees to the Securities and Exchange Commission of Pakistan		25	28
Auditors' remuneration		82	99
Fees and subscription		109	112
Legal and professional charges		184	-
Bank and settlement charges		6	1
Custodian fee		1,009	1,085
Provision for Sindh Workers' Welfare Fund (SWWF)	9	-	616
Total expenses		3,701	4,464
Net income for the quarter before taxation		407	30,202
Taxation	13	-	-
Net income for the quarter after taxation		407	30,202
Allocation of net income for the quarter			
Net income for the quarter after taxation		407	30,202
Income already paid on units redeemed		-	(5,008)
		407	25,194
Accounting income available for distribution			
- Relating to capital gains		-	25,194
- Excluding capital gains		407	-
		407	25,194

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

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

Chief Executive

Chief Financial Officer

Director



MEEZAN GOLD FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	September, 30	
	2021	2020
	(Rupees in '000)	
Net income for the quarter after taxation	407	30,202
Other comprehensive income for the quarter	-	-
Total comprehensive income for the quarter	<u>407</u>	<u>30,202</u>

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

MEEZAN GOLD FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	2021			2020		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
	------(Rupees in '000)-----			------(Rupees in '000)-----		
Net assets at the beginning of the quarter	367,432	120,098	487,530	429,142	118,804	547,946
Issue of 674,824 units (2020: nil units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	56,439	-	56,439	-	-	-
- Element of income	579	-	579	-	-	-
Total proceeds on issuance of units	57,018	-	57,018	-	-	-
Redemption of 680,613 units (2020: 733,989 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	56,924	-	56,924	61,789	-	61,789
- Element of loss	654	-	654	-	5,008	5,008
Total payments on redemption of units	57,578	-	57,578	61,789	5,008	66,797
Total comprehensive income for the quarter	-	407	407	-	30,202	30,202
Distribution during the quarter	-	-	-	-	-	-
Net income for the period less distribution	-	407	407	-	30,202	30,202
Net assets at end of the quarter	366,872	120,505	487,377	367,353	143,998	511,351
Undistributed income brought forward						
- Realised Income		114,051			40,133	
- Unrealised income		6,047			78,671	
		<u>120,098</u>			<u>118,804</u>	
Accounting income available for distribution (after adjusting income already paid on units redeemed)						
- Relating to capital gains		-			25,194	
- Excluding capital gains		407			-	
		<u>407</u>			<u>25,194</u>	
Distribution for the quarter		-			-	
Undistributed income carried forward		<u>120,505</u>			<u>143,998</u>	
Undistributed income carried forward						
- Realised income		120,505			111,925	
- Unrealised income		-			32,073	
		<u>120,505</u>			<u>143,998</u>	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the quarter		<u>83.6357</u>			<u>84.1829</u>	
Net assets value per unit at end of the quarter		<u>83.6927</u>			<u>88.5456</u>	

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

**MEEZAN GOLD FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**



**Meezan
Gold Fund**

	September 30,	
	2021	2020
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the quarter before taxation	407	30,202
Adjustments for:		
Unrealised (diminution) / appreciation on re-measurement of investment in gold	2,756	(32,073)
	<u>3,163</u>	<u>(1,871)</u>
Decrease in assets		
Advances and other receivables	17	353
Increase/ (Decrease) in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	(38)	(343)
Payable to Central Depository Company of Pakistan Limited - Trustee	(1)	(19)
Payable to the Securities and Exchange Commission of Pakistan	(76)	(71)
Payable to Meezan Bank Limited	20	
Accrued expenses and other liabilities	(7,566)	2,169
	<u>(7,661)</u>	<u>1,736</u>
Net cash (used in) / generated from operating activities	<u>(4,481)</u>	<u>218</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	57,442	-
Payment against conversion and redemption of units	(57,085)	(66,906)
Net cash generated from / (used in) financing activities	<u>357</u>	<u>(66,906)</u>
Net decrease in cash and cash equivalents during the quarter	<u>(4,124)</u>	<u>(66,688)</u>
Cash and cash equivalents at beginning of the quarter	99,260	157,431
Cash and cash equivalents at end of the quarter	<u>5</u> <u>95,136</u>	<u>90,743</u>

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

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

Chief Executive

Chief Financial Officer

Director

MEEZAN GOLD FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Meezan Gold Fund is an open ended mutual fund constituted under a Trust Deed entered into on October 15, 2014 between Al Meezan Investment Management Company as the Management Company and Central Depository Company of Pakistan Limited as the Trustee. The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) through a certificate of registration issued by the SECP. The Fund is registered as a Notified entity under Non-Banking Finance Companies and Notified Entities Regulations, (NBFC Regulations) issued through S.R.O.1203(1)/2008 on November 21, 2008. The Fund commenced its operations from August 18, 2015. The registered office of the Management Company is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shariah-e-Faisal, Karachi 74400, Pakistan.
- 1.2** The Fund is an open-ended Shariah Compliant (Islamic) Commodity Fund that aims to provide maximum exposure to prices of Gold in a Shariah Compliant (Islamic) manner by investing a significant portion of the Fund's net assets in deliverable gold based contracts available on Pakistan Mercantile Exchange Limited (PMEX). Furthermore, all investments of the Fund's property shall be in accordance with the Shariah as advised by the Shariah Advisor. The Fund shall also be subject to the rules and regulations framed by the State Bank of Pakistan with regard to the foreign investments made by the Fund and investments made in the Fund from outside Pakistan in foreign currency. The investments in Gold contracts listed at the Commodity Exchange shall be subject to the PMEX Regulations and / or rules and regulations of the pertinent Commodity Exchange, if the Commodity Exchange is other than PMEX. All pertinent contracts, agreements and documents of PMEX shall be approved by Shariah advisor. Under the Trust Deed, all the conducts and acts of the fund are based on Shariah. The management company has appointed Meezan Bank Limited as its Shariah advisor to ensure that the activities of the fund are in compliance with the principles of Shariah. The investment objectives and policies are explained in the Fund's Offering document.
- 1.3** The Fund has been categorised as a Shariah compliant Commodity Scheme by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs 50 per unit. Thereafter, the units are being offered for public subscription on a continuous basis from August 13, 2015 and are transferable and redeemable by surrendering them to the Fund.
- 1.4** The Management Company has been assigned a quality rating of AM1 by VIS dated December 31, 2020 (2020: AM1 dated December 31, 2019) and PACRA dated June 23, 2021 (2020: AM1 dated June 26, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.5** Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as trustee of the Fund. The fund is listed on Pakistan Stock Exchange Limited.
- 1.6** The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company has fulfilled requirements for registration and accordingly, the fund has been registered under Sindh Trusts Act, 2020.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 Statement Of Compliance

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

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2021.

These condensed interim financial statements are unaudited. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at September 30, 2021.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2021.

4.2 The preparation of these condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan require management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2021. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2021.

4.3 There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2021. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

5. BALANCES WITH BANKS	Note	September 30,	June 30,
		2021 (Unaudited)	2021 (Audited)
		(Rupees in '000)	
In saving accounts	5.1	95,136	99,166
In current accounts		-	94
		95,136	99,260

5.1 The balance in saving accounts have an expected profit ranging from 1.50% to 6.90% per annum (June 30, 2021: 1.50% to 7.00% per annum).

6. INVESTMENTS	Note	September 30,	June 30,
		2021 (Unaudited)	2021 (Audited)
		(Rupees in '000)	
Investment in gold	6.1	393,516	396,272

6.1 Investment in gold

Commodity	As at July 1, 2021	Purchases during the quarter	Sales during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised gain / (loss)	Percentage in relation to Net assets of the Fund
	----- (Tola) -----				----- (Rupees in '000) -----			--- (%) ---
TOLAGOLD	3,675	-	-	3,675	394,662	391,917	(2,745)	80.41%
MITOLA	15,000	-	-	15,000	1,610	1,599	(11)	0.33%
Total as at September 30, 2021					396,272	393,516	- 2,756	

6.1.1 The Pakistan Mercantile Exchange (PMEX) delivers refined Gold in 10 TOLA Bars. These are physically held by PMEX under their custody in the vaults of a commercial bank.

6.1.2 The investment in gold of Rs 393.516 million (June 30, 2021: Rs 396.272 million) has been measured at fair value based on the quoted market price in active markets.

7. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

	Note	September 30, 2021	June 30, 2021
		(Unaudited)	(Audited)
-----Rupees in 000-----			
8. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED- MANAGEMENT COMPANY			
Management fee payable	8.1	404	409
Sindh Sales Tax on Management fee payable Management Company		53	53
Allocated expenses payable	8.2	44	45
Sales load payable		47	87
Sindh Sales Tax Payable on sales load		6	11
Selling and marketing expenses payable	8.3	499	486
		<u>1,053</u>	<u>1,091</u>

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 subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 1% (June 30, 2021: 1%) per annum of the average net assets of the Fund during the quarter ended September 30, 2021. The remuneration is payable to the Management Company monthly in arrears.

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

The management company based on its own discretion has currently fixed a maximum capping of 0.11% of the average annual net assets of the scheme for allocation of such expenses to the Fund.

8.3 The SECP vide circular # 11 dated July 05, 2019 has revised the conditions for charging of Selling and Marketing expenses to the fund. Accordingly, effective from July 22, 2019 the Management Company, based on its own discretion has charged selling and marketing expense at 0.4% of the average annual net assets of the Fund which has also been approved by the Board.



**September 30,
2021
(Unaudited)
(Rupees in '000)**

**June 30,
2021
(Audited)**

9. ACCRUED EXPENSES AND OTHER LIABILITIES

Note

Auditor's remuneration		257	175
Custodian fee payable		718	3,316
Provision for Sindh Worker's Welfare Fund (SWWF)	9.1	-	5,067
Withholding tax payable		-	31
Capital gain tax payable		156	189
Shariah advisory fee payable		242	161
Provision for Federal Excise Duty and related Sindh Sales Tax on management fee	9.2	414	414
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	9.2	297	297
		<u>2,084</u>	<u>9,650</u>

9.1 SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also been taken up with the SECP. All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its circular dated August 30, 2021. Provisioning against SWWF amounting to Rs. 5 million has been reversed and it has contributed towards an increase in NAV of the fund by Rs. 0.86 (1.04%) per unit. This was one-off event and is not likely to be repeated in the future.

9.2 The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30,2021. Had the provision for Federal Excise Duty not being made, the Net Asset Value of the Fund as at September 30, 2021 would have been higher by Re 0.12 (June 30, 2021: Re 0.12) per unit.

10. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2021 is 2.97% which includes 0.17% representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 3% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as a Commodity Scheme.

11. PRICE ADJUSTMENT CHARGES

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

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

12. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

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

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

	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited) (Rupees in '000)
Al Meezan Investment Management Limited - the Management Company		
Remuneration payable	404	409
Sindh Sales Tax on management fee payable	53	53
Sales load payable	47	87
Sindh Sales Tax on sales load payable	6	11
Selling and marketing expenses payable	499	486
Allocated expenses payable	44	45
Meezan Bank Limited		
Sales load payable	18	-
Sindh Sales Tax on sales load payable	2	-
Bank balance	90,046	94,281
Profit receivable on saving account	178	171
Investment of 1,084,712 units (June 30, 2021: 1,084,712 units)	90,782	90,721
Shariah advisor fee payable	242	161
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee payable	69	70
Sindh Sales Tax on trustee fee payable	9	9
Directors and Executives of the Management Company		
Investment of 545,003 units (June 30, 2021: 533,642 units)	45,613	44,632

	September 30, 2021 (Unaudited) (Rupees in '000)	2020 (Unaudited) (Rupees in '000)
Al Meezan Investment Management Limited - the Management Company		
Remuneration for the quarter	1,248	1,385
Sindh Sales Tax on management fee for the quarter	162	180
Allocated expenses	137	138
Selling and marketing expense	499	554
Meezan Bank Limited		
Profit on saving account	578	61
Shariah Advisor fee	81	100
Central Depository Company of Pakistan Limited - the Trustee		
Remuneration for the quarter	212	235
Sindh Sales Tax on trustee fee for the quarter	28	31
Directors and Executives of the Management Company		
Units issued: 11,398 units (September 30, 2020: Nil units)	965	-
Units redeemed: 37 units (September 30, 2020: 38 units)	3	3

13. TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. The Fund has not recorded any tax liability in respect of income relating to the current quarter as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 2022 as reduced by capital gains (whether realised or unrealised) to its unitholders.



The Fund is also exempt from the provisions of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Moreover, super tax introduced in Finance Act, 2015 is also not applicable on funds as Section 4B of Income Tax Ordinance, 2001.

14. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

Fair value hierarchy

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

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

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

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

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

As at September 30, 2021, the Fund does not hold any asset which required fair valuation.

15. GENERAL

Figures have been rounded off to the nearest thousand rupees.

16. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on October 11, 2021 by the Board of Directors of the Management Company.

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

Chief Executive

Chief Financial Officer

Director



Al Meezan
Investment Management Ltd.

MEEZAN

ISLAMIC INCOME FUND (MIIF)

Meezan Islamic Income Fund is Pakistan's first Shariah Compliant income fund scheme. The purpose of Meezan Islamic Income Fund is to provide investors with a high and stable rate of current income consistent with long term preservation of capital in a Shariah Compliant way. A secondary objective is to take advantage of opportunities to realize capital appreciation.



ISLAMIC BANKING ASSETS EXPANDED BY

408

BILLION

BRINGING
THE TOTAL ASSETS TO
4.8 TRILLION

FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah Ahmed	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan R Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director – PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naeem Sattar	Nominee Director - PKIC
Mr. Feroz Rizvi	Independent Director
Ms. Danish Zuberi	Independent Director
Mr. Mohammad Shoaib, CFA	Chief Executive Officer

COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Salman Muslim

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Shahid Ojha

AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Tariq Mairaj	Member
Mr. Naeem Sattar	Member

RISK MANAGEMENT COMMITTEE

Mr. Mubashar Maqbool	Chairman
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ariful Islam	Chairman
Mr. Mubashar Maqbool	Member
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member
Mr. Mohammad Shoaib, CFA	Member

TRUSTEE

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block B, S.M.C.H.S., Main Sharah-e-Faisal Karachi.

AUDITORS

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

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Allied Bank Limited	MCB Bank Limited
Al Baraka Islamic Bank B.S.C (E.C)	MCB Islamic Bank Limited
Askari Bank Limited - Islamic Banking	Meezan Bank Limited
Bank Al Habib Limited - Islamic Banking	National Bank of Pakistan - Islamic Banking
Bank Alfalah Limited	Samba Bank Limited
Bank Islami Pakistan Limited	Sindh Bank Limited
Dubai Islamic Bank Pakistan Limited	Soneri Bank Limited - Islamic Banking
Faysal Bank Limited - Islamic Banking	The Bank Of Punjab - Islamic Banking
Habib Bank Limited -Islamic Banking	The Bank Of Khyber - Islamic Banking
Habib Metropolitan Bank Limited - Islamic Banking	UBL Ameen - Islamic Banking

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited
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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited



MEEZAN ISLAMIC INCOME FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2021

		September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
Assets			
Balances with banks	5	11,912,253	12,514,171
Investments	6	17,961,994	15,889,474
Receivable against conversion of units		44,264	18,133
Receivable against sale of investments		-	506
Advance, deposits, prepayments and other receivables		446,858	256,318
Total assets		<u>30,365,369</u>	<u>28,678,602</u>
Liabilities			
Payable to AI Meezan Investment Management Limited - Management Company	7	43,143	35,570
Payable to Central Depository Company of Pakistan Limited - Trustee		2,133	2,460
Payable to the Securities and Exchange Commission of Pakistan (SECP)		1,505	6,965
Payable to Meezan Bank Limited		3,562	2,424
Payable against conversion and redemption of units		35,557	952,543
Dividend payable		-	36,220
Accrued expenses and other liabilities	8	60,631	396,245
Total liabilities		<u>146,531</u>	<u>1,432,427</u>
Net assets		<u>30,218,838</u>	<u>27,246,175</u>
Unit holders' fund (as per statement attached)		<u>30,218,838</u>	<u>27,246,175</u>
Contingencies and commitments	9		
Number of units in issue		<u>575,026,287</u>	<u>529,323,430</u>
		(Rupees)	
Net asset value per unit		<u>52.5521</u>	<u>51.4736</u>

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

MEEZAN ISLAMIC INCOME FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Note	September 30,	
		2021	2020
		(Rupees in '000)	
Income			
Profit on sukuk certificates		335,361	343,386
Profit on term deposit receipts		-	3,260
Profit on musharakah certificates		22,791	30,081
Profit on Bai Muajjal		-	102,417
Net realised gain on sale of sukuk certificates		735	6,400
Profit on saving accounts with banks		206,160	162,169
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)	8.1	130,733	-
Other income		96	88
		695,876	647,803
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1.1 & 6.1.2	56,349	48,273
Total income		752,225	696,075
Expenses			
Remuneration of AI Meezan Investment Management Limited - Management Company	7.1	37,627	38,930
Sindh Sales Tax on remuneration of the Management Company		4,891	5,061
Remuneration of Central Depository Company of Pakistan Limited - Trustee		5,630	5,839
Sindh Sales Tax on remuneration of the Trustee		732	759
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)		1,505	1,557
Allocated expenses	7.2	11,288	11,679
Selling and marketing expense	7.3	22,572	31,144
Auditors' remuneration		231	229
Fees and subscription		354	353
Legal and professional charges		184	-
Brokerage expense		212	554
Bank and settlement charges		948	1,538
Provision against sukuk		45,000	-
Provision for Sindh Workers' Welfare Fund (SWWF)	8.1	-	11,969
Total expenses		131,174	109,611
Net income for the quarter before taxation		621,051	586,464
Taxation	12	-	-
Net income for the quarter after taxation		621,051	586,464
Allocation of net income for the quarter			
Net income for the quarter after taxation		621,051	586,464
Income already paid on units redeemed		(53,783)	(241,649)
		567,268	344,815
Accounting income available for distribution			
- Relating to capital gains		57,084	54,673
- Excluding capital gains		510,184	290,142
		567,268	344,815

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director



**MEEZAN ISLAMIC INCOME FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30,	
	2021	2020
	(Rupees in '000)	
Net income for the quarter after taxation	621,051	586,464
Other comprehensive income	-	-
Total comprehensive income for the quarter	<u>621,051</u>	<u>586,464</u>

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

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

Chief Executive

Chief Financial Officer

Director

MEEZAN ISLAMIC INCOME FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	September 30, 2021			September 30, 2020		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the quarter	27,004,995	241,180	27,246,175	27,541,424	234,941	27,776,365
Issuance of 230,496,822 units (2020: 334,369,469 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	11,864,501	-	11,864,501	17,208,525	-	17,208,525
- Element of income	90,182	-	90,182	308,432	-	308,432
Total proceeds on issuance of units	11,954,683	-	11,954,683	17,516,957	-	17,516,957
Redemption of 184,793,965 units (2020: 242,574,897 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	9,512,011	-	9,512,011	12,484,263	-	12,484,263
- Element of loss	37,277	53,783	91,060	32,166	241,649	273,815
Total payments on redemption of units	9,549,288	53,783	9,603,071	12,516,428	241,649	12,758,077
Total comprehensive income for the quarter	-	621,051	621,051	-	586,464	586,464
Distribution during the quarter	-	-	-	-	-	-
		621,051	621,051		586,464	586,464
Net assets at the end of the quarter	29,410,390	808,448	30,218,838	32,541,953	579,756	33,121,708
Undistributed income brought forward						
- Realised income		148,151			217,183	
- Unrealised income		93,029			17,758	
		241,180			234,941	
Accounting income available for distribution (after adjusting income already paid on units redeemed)						
- Relating to capital gains		57,084			54,673	
- Excluding capital gains		510,184			290,142	
		567,268			344,815	
Undistributed income carried forward		808,448			579,756	
Undistributed income carried forward						
- Realised income		752,099			531,483	
- Unrealised income		56,349			48,273	
		808,448			579,756	
			(Rupees)			(Rupees)
Net assets value per unit at the beginning of the quarter			51.4736			51.4656
Net assets value per unit at the end of the quarter			52.5521			52.4491

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director



**MEEZAN ISLAMIC INCOME FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30,	
	2021	2020
Note	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the quarter before taxation	621,051	586,464
Adjustments for		
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(56,349)	(48,273)
	<u>564,702</u>	<u>538,191</u>
(Increase) / decrease in assets		
Investments - net	(2,016,171)	2,162,912
Receivable against sale of investments	506	(155,134)
Advance, deposits, prepayments and other receivables	(190,540)	(111,793)
	(2,206,205)	1,895,985
(Decrease) / Increase in liabilities		
Payable to AI Meezan Investment Management Limited - Management Company	7,573	19,524
Payable to Central Depository Company of Pakistan Limited - Trustee	(327)	257
Payable to the Securities and Exchange Commission of Pakistan (SECP)	(5,460)	(2,707)
Payable to Meezan Bank Limited	1,138	(133)
Accrued expenses and other liabilities	(335,614)	(179,416)
	(332,690)	(162,475)
Net cash (used in) / generated from operating activities	<u>(1,974,193)</u>	<u>2,271,701</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	11,928,552	17,695,050
Payments against redemption and conversion of units	(10,520,057)	(12,658,205)
Dividend paid	(36,220)	-
Net cash generated from financing activities	1,372,275	5,036,845
Net (decrease) / increase in cash and cash equivalents during the quarter	<u>(601,918)</u>	<u>7,308,546</u>
Cash and cash equivalents at the beginning of the quarter	12,514,171	6,857,317
Cash and cash equivalents at the end of the quarter	<u><u>11,912,253</u></u>	<u><u>14,165,863</u></u>

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

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

Chief Executive

Chief Financial Officer

Director

MEEZAN ISLAMIC INCOME FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Meezan Islamic Income Fund (the Fund) was established under a Trust Deed executed between Al Meezan Investment Management Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on September 13, 2006 and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) notified through S.R.O. 1203 (I) / 2008 on November 21, 2008. The Management Company has been licensed by the SECP to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi 74400, Pakistan.
- 1.2** The Fund has been formed to provide the unit holders safe and stable stream of halal income on their investments and to generate superior long-term risk adjusted returns. The Fund shall also keep an exposure in short-term instruments for the purpose of maintaining liquidity and to capitalise on exceptional returns if available at any given point of time. Under the Trust Deed all 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. The investment objectives and policies are explained in the Fund's offering document.
- 1.3** The Fund is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund is categorised as an Open End Shariah Compliant (Islamic) Income Scheme in accordance with Circular 7 of 2009 issued by the SECP.
- 1.4** The Management Company has been assigned a quality rating of AM1 by VIS dated December 31, 2020 (2020: AM1 dated December 31, 2019) and by PACRA dated June 23, 2021 (2020: AM1 dated June 26, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes. The Fund has been given a stability rating of A+(f) by VIS Credit Rating Company Limited dated January 12, 2021.
- 1.5** The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.6** The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company has fulfilled requirements for registration and accordingly, the fund has been registered under Sindh Trusts Act, 2020.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 STATEMENT OF COMPLIANCE

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

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2021.

These condensed interim financial statements are unaudited. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at September 30, 2021.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2021.

4.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2021. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2021.

4.3 There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2021. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

		September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
5. BALANCES WITH BANKS	Note		
In saving accounts	5.1	11,912,219	12,514,127
In current accounts		34	44
		11,912,253	12,514,171

5.1 The balance in saving accounts have an expected profit ranging from 1.50% to 7.27% per annum (June 30, 2021: 1.50% to 7.32% per annum).

6. INVESTMENTS

Investments - 'at fair value through profit or loss'

Sukuk certificates	6.1	16,353,633	14,341,463
Certificates of musharakah	6.2	1,200,000	1,200,000
Commercial papers	6.3	408,361	348,011
		17,961,994	15,889,474
6.1 Sukuk certificates			
Government securities	6.1.1	11,894,703	9,816,183
Corporate sukuks	6.1.2	4,458,931	4,525,280
		16,353,633	14,341,463

6.1.1 Government securities

Name of the security	Maturity date	Profit rate	As at July 1, 2021	Purchases during the quarter	Sales / maturity during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised appreciation/ (diminution)	Percentage in relation to	
										Net assets of the Fund	Total market value of investment
GoP Ijarah Sukuk Certificates - XXI (note 6.1.1.1)	May 29, 2025	Weighted average 6 months T-Bills	2,000	-	-	2,000	201,260	201,520	260	0.67	1.12
GoP Ijarah Sukuk Certificates - XXII (note 6.1.1.1)	June 24, 2025	Weighted average 6 months T-Bills	2,340	-	-	2,340	235,404	235,942	538	0.78	1.31
GoP Ijarah Sukuk Certificates - XXIV - FRR (note 6.1.1.1)	Decemb er 9, 2025	Weighted average 6 months T-Bills	15,360	20,000	-	35,360	3,568,231	3,573,482	5,250	11.83	19.89
Pakistan Energy Sukuk II (note 6.1.1.1)	May 21, 2030	6 months KIBOR plus base rate of (0.10%)	1,553,450	-	-	1,553,450	7,829,388	7,883,759	54,371	26.09	43.89

Total as at September 30, 2021

11,834,283 11,894,703 60,419 39.36 66.22

Total as at June 30, 2021

9,747,172 9,816,183 69,011 36.03 61.78

6.1.1.1 The nominal value of these sukuk certificates is Rs 100,000 each except for Pakistan Energy Sukuk Certificates having nominal value of Rs. 5,000 each.

6.1.2 Corporate sukuks

Name of the security	Maturity date	Profit rate	As at July 1, 2021	Purchases during the quarter	Sales / redemptions during the quarter	As at September 30, 2021	* Carrying value as at September 30, 2021	* Market value as at September 30, 2021	Unrealised appreciation / (diminution)	Percentage in relation to		
										Net assets of the Fund	Total issue (with face value of investment)	Total market value of investment
Arzoo Textile Mills Limited (note 6.1.2.1 & 6.1.2.2) *	April 15, 2014	6 months KIBOR plus base rate of 2%	14,000	-	-	14,000	-	-	-	-	9.46	-
Eden Housing Limited (note 6.1.2.1 & 6.1.2.2) *	September 29, 2014	6 months KIBOR plus base rate of 2.5%	59,400	-	-	59,400	-	-	-	-	12.32	-
Security Leasing Corporation Limited II (note 6.1.2.1 & 6.1.2.2) *	January 19, 2022	Nil	3,081	-	-	3,081	-	-	-	-	6.67	-
Hascol Petroleum Limited (note 6.1.2.1, 6.1.2.2 & 6.1.2.3) *	January 06, 2022	3 months KIBOR plus base rate of 1.50%	80,000	-	-	80,000	-	-	-	-	4.00	-
BANKS												
Dubai Islamic Bank Pakistan Limited (AA-, VIS, traded) (note 6.1.2.1)	July 14, 2027	6 months KIBOR plus base rate of 0.5%	538	-	-	538	553,046	553,064	18	1.83	13.45	3.08
Meezan Bank Limited Tier - II (AA+, VIS, non-traded) (note 6.1.2.1)	September 22, 2026	6 months KIBOR plus base rate of 0.50%	298	-	-	298	308,615	298,286	(10,329)	0.99	4.26	1.66

Name of the security	Maturity date	Profit rate	As at July 1, 2021	Purchases during the quarter	Sales / redemptions during the quarter	As at September 30, 2021	* Carrying value as at September 30, 2021	* Market value as at September 30, 2021	Unrealised appreciation / (diminution)	Percentage in relation to		
			----	-----	-----	-----	-----	-----	-----	Net assets of the Fund	Total issue (with face value of investment)	Total market value of investment
							----- (Rupees in '000) -----			----- % -----		
FERTILIZER												
Fatima Fertilizer Company Limited (AA-, PACRA, non-traded) (note 6.1.2.1)	November 28, 2021	6 months KIBOR plus base rate of 1.10%	20,068	-	-	20,068	100,653	100,474	(179)	0.33	9.56	0.56
POWER GENERATION & DISTRIBUTION												
K-Electric Limited (sukuk 5) (AA+, VIS, non-traded) (note 6.1.2.1)	August 03, 2027	3 months KIBOR plus base rate of 1.70%	184,600	-	31,400	153,200	777,873	779,610	1,737	2.58	3.06	4.34
The Hub Power Company Limited (AA+, PACRA), non-traded (note 6.1.2.1)	August 22, 2023	3 months KIBOR plus base rate of 1.90%	2,455	-	-	2,455	250,396	250,471	75	0.83	3.51	1.39
The Hub Power Company Limited (AA+, PACRA, non-traded) (note 6.1.2.1)	March 19, 2024	1 year KIBOR plus base rate of 1.900%	6,550	-	2,000	4,550	465,920	467,075	1,155	1.55	9.10	2.60
Hub Power Holdings Limited (AA+, PACRA) (note 6.1.2.1)	November 12, 2025	6 months KIBOR plus base rate of 2.5%	6,000	-	-	6,000	542,000	542,000	-	1.79	10.00	3.02
Engro Powergen Thar (Private) Limited (A, PACRA, non-traded) (note 6.1.2.1)	August 2, 2024	3 months KIBOR plus base rate of 1.10%	62,400	-	-	62,400	312,000	313,839	1,839	1.04	10.40	1.75
PHARMACEUTICALS												
AGP Limited (A+, PACRA, non-traded) (note 6.1.2.1)	June 9, 2022	3 months KIBOR plus base rate of 1.30%	325	198	131	392	39,523	39,594	70	0.13	10.69	0.22
OBS AGP (Private) Limited (A+, VIS) (note 6.1.2.1)	July 15, 2026	3 months KIBOR plus base rate of 1.55%	-	3,900	-	3,900	390,000	390,000	-	1.29	15.00	2.17
CEMENT & CONSTRUCTION												
Javedan Corporation Limited (AA-, VIS non-traded) (note 6.1.2.1)	October 4, 2026	6 months KIBOR plus base rate of 1.75%	917	-	-	917	90,750	90,750	-	0.30	3.34	0.51
STEEL & ALLIED PRODUCTS												
Agha Steel Industries (A+, VIS, non-traded) (note 6.1.2.1)	09-10-25	3 months KIBOR plus base rate of 0.80%	250	-	-	250	249,459	250,752	1,293	0.83	5.00	1.40
CHEMICALS												
Engro Polymer and Chemicals Limited (AA, PACRA, non-traded) (note 6.1.2.1)	July 11, 2026	3 months KIBOR plus base rate of 0.90%	478	-	-	478	48,804	49,260	456	0.16	0.55	0.27
TEXTILE COMPOSITE												
Masood Textile Mills Limited (A, VIS, non-traded) (note 6.1.2.1)	December 17, 2024	3 months KIBOR plus base rate of 2.00%	150	-	-	150	137,715	137,993	278	0.46	6.00	0.77
MISCELLANEOUS												
International Brands Limited (AA, VIS, non-traded) (note 6.1.2.1)	November 15, 2021	12 months KIBOR plus base rate of 0.50%	1,641	-	479	1,162	115,938	115,143	(795)	0.38	14.13	0.64
Shakarganj Food Products Limited (BBB+, VIS, non-traded) (note 6.1.2.1 & 6.1.2.2)	July 10, 2025	3 months KIBOR plus base rate of 1.75%	85	-	5	80	80,308	80,619	311	0.27	13.79	0.45
Total as at September 30, 2021							4,463,001	4,458,931	(4,070)			
Total as at June 30, 2021							4,501,262	4,525,280	24,018			

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

6.1.2.1 The nominal value of these sukuk certificates is Rs 5,000 each except for the sukuk certificates of Eden Housing Limited having nominal value of Rs 984.375, International Brands Limited, AGP Limited, OBS AGP (Private) Limited, Javedan Corporation Limited, Engro Fertilizer Limited, Engro Polymer and Chemicals Limited, Hub Power Holdings Limited and Hub Power Company Limited having nominal value of Rs. 100,000 each and Dubai Islamic Bank Pakistan Limited, Meezan Bank Limited, Shakarganj Food Products Limited, Agha Steel Industries Limited and Masood Textile Mills Limited having nominal value of Rs 1,000,000 each respectively.

6.1.2.2 The Securities and Exchange Commission of Pakistan (SECP) vide circular no. 7 of 2009 dated March 6, 2009 required all Asset Management Companies to classify funds under their management on the basis of categorisation criteria laid down in the circular. Al Meezan Investment Management Limited (the Management Company) classified Meezan Islamic Income Fund (the Fund) as an 'Income Scheme' in accordance with the said circular. As at September 30, 2021, the Fund is compliant with all the requirements of the constitutive documents and said circular except for clauses which requires the rating of any security in the portfolio shall not be lower than the investment grade.

Following investments of the Funds are in sukuks which are non compliant securities. At the time of investment, these were compliant as per SECP criteria and the investment policy of the Fund.

Name of non-compliant investment	Type of investments	Value of investment before provision	Provision held (if any)	Value of investment after provision	Percentage of net assets	Percentage of total assets
		(Rupees in '000)			-----%	
Arzoo Textile Mills Limited	Non-traded sukuk certificates	70,000	70,000	-	-	-
Eden Housing Limited	Non-traded sukuk certificates	58,472	58,472	-	-	-
Security Leasing Corporation Limited II	Non-traded sukuk certificates	15,403	15,403	-	-	-
Hascol Petroleum Limited	Non-traded sukuk certificates	100,000	100,000	-	-	-
Shakarganj Food Products Limited	Non-traded sukuk certificates	80,619	-	80,619	0.27	0.27
Total - September 30, 2021		324,494	243,875	80,619	0.27	0.27
Total - June 30, 2021		328,461	198,134	130,327	0.48	0.46

6.1.2.3 On April 1, 2021, Hascol Petroleum Limited sukuk certificates have been classified as non-performing by Mutual Funds Association of Pakistan (MUFAP). Therefore, in accordance with the requirement of SECP's Circular No.33 of 2012, the sukuk certificates have been classified as non-performing asset and no further profit has been accrued thereafter. Further, in accordance with the said Circular, an amount of Rs. 100 million have also been held as provision against the outstanding principal as at September 30, 2021.

6.1.2.4 Circular No. 33 of 2012 allows the asset manager to apply a mark up/mark down within available limit for valuation of any specific debt security. Exercising the discretionary power, the above mentioned Sukuks of Agha Steel Industries Limited and Meezan Bank Limited has been valued at a discretionary rate of 100.3006 and 100.0961 when the reported market rate on MUFAP valuation sheet as at September 30, 2021 was 98.9039 and 103.4962 respectively.

6.2 Certificates of Musharakah

Name of the investee company	Maturity date	Profit rate	As at July 1, 2021	Placed during the quarter	Matured during the quarter	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised appreciation/ (diminution)	Percentage in relation to	
									Net assets of the Fund	Total market value of investment
			(Rupees in '000)					----- % -----		
Orix Modaraba	April 29, 2022	7.48	200,000	-	-	200,000	200,000	-	0.66	1.11
Orix Modaraba	April 29, 2022	7.48	200,000	-	-	200,000	200,000	-	0.66	1.11
Orix Modaraba	April 29, 2022	7.48	200,000	-	-	200,000	200,000	-	0.66	1.11
First Habib Modaraba	December 1, 2021	7.55	300,000	-	-	300,000	300,000	-	0.99	1.67
First Habib Modaraba	December 21, 2021	7.55	300,000	-	-	300,000	300,000	-	0.99	1.67
Total as at September 30, 2021			1,200,000	-	-	1,200,000	1,200,000	-	3.97	6.68
Total as at June 30, 2021			1,600,000	2,252,830	2,652,830	1,200,000	1,200,000	-	4.39	7.56

6.3 Commercial Papers

Name of the security	Maturity date	Profit rate	As at July 1, 2021	Purchases during the quarter	Sales / redemptions / maturity during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised appreciation / (diminution)	Percentage in relation to	
			----- (Number of certificates) -----			----- (Rupees in '000) -----			Net assets of the Fund	Total market value of investment	
K-Electric Limited CP-16 (note 6.3.1)	September 16, 2021	6 months KIBOR plus base rate of 0.60%	225	-	225	-	-	-	-	-	-
K-Electric Limited CP-18 (note 6.3.1)	October 19, 2021	6 months KIBOR plus base rate of 0.55%	130	-	-	130	129,488	129,488	-	0.43	0.72
Mughal Iron & Steel Industries Limited CP (note 6.3.1)	July 21, 2022	6 months KIBOR plus base rate of 1.75%	-	300	-	300	278,873	278,873	-	0.92	1.55
Total as at September 30, 2021							408,361	408,361	-	1.35	2.27
Total as at June 30, 2021							348,011	348,011	-	1.28	2.19

6.3.1 The nominal value of these commercial papers is Rs 1,000,000 each.

7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - THE MANAGEMENT COMPANY	Note	September 30, 2021	June 30, 2021
		(Unaudited) (Rupees in '000)	(Audited)
Management fee payable	7.1	12,587	751
Sindh Sales Tax on Management fee payable		1,636	98
Allocated expenses payable	7.2	3,776	4,326
Selling and marketing expenses payable	7.3	22,578	27,213
Sales load payable		2,270	2,815
Sindh Sales Tax on sales load payable		295	366
Certificate charges payable		1	1
		43,143	35,570

7.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 0.5% per annum of the average net assets of the Fund during the quarter. The remuneration is payable to the Management Company monthly in arrears.

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

The management company based on its own discretion has currently charged 0.15% of the average annual net assets of the scheme for allocation of such expenses to the Fund for the quarter.

7.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion has charged selling and marketing expenses at 0.3% of the average annual net assets of the Fund during the quarter. These expenses have also been approved by the Board of Directors of the Management Company.

8. ACCRUED EXPENSES AND OTHER LIABILITIES	Note	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
Auditors' remuneration payable		168	430
Printing expenses payable		566	566
Brokerage payable		382	207
Shariah advisor fee payable		806	538
Withholding tax payable		-	123,938
Capital gain tax payable		5,113	86,196
Provision for Sindh Workers' Welfare Fund (SWWF)	8.1	-	130,733
Zakat payable		518	517
Other accrued expenses payable		19	61
Provision for Federal Excise Duty and related Sindh Sales Tax on management fee	8.2	50,417	50,417
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	8.2	2,642	2,642
		<u>60,631</u>	<u>396,245</u>

8.1 SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also been taken up with the SECP. All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its circular dated August 30, 2021.

Provisioning against SWWF amounting to Rs. 135 million has been reversed and it has contributed towards an increase in NAV of the fund by Rs. 0.24 (0.46%) per unit. This was one-off event and is not likely to be repeated in

8.2 The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2021. Had the provision of Federal Excise Duty not being made, the net asset value per unit as at September 30, 2021 would have been higher by Re. 0.09 (June 30, 2021: Re. 0.10) per unit.

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

10. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

Remuneration payable to the Management Company and the Trustee is determined in accordance with the provision of the NBFC Rules, the NBFC Regulations and the Trust Deed respectively.

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

Balances	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
AI Meezan Investment Management Limited (Management Company)		
Remuneration payable	12,587	751
Sindh Sales Tax payable on remuneration of the Management Company	1,636	98
Sales load payable	2,270	2,815
Sindh Sales Tax on sales load	295	366
Allocated expenses payable	3,776	4,326
Selling and marketing expense payable	22,578	27,213
Certificate charges payable	1	1
Meezan Bank Limited		
Balances with bank	112,188	90,730
Sales load payable	3,152	2,145
Sindh Sales Tax on sales load	410	279
Profit receivable on saving account	99	-
Profit receivable on sukuk certificates	1,969	8,038
Investment of 298 sukuk certificates (June 30, 2021: 298 sukuk certificates)	298,286	308,615
Shariah advisor fee payable	806	538
Central Depository Company of Pakistan Limited - CDC (Trustee)		
Trustee fee payable	1,888	2,177
Sindh Sales Tax on Trustee Fee payable	245	283
Security deposit	100	100
Meezan Financial Planning Fund of Funds - Aggressive Allocation Plan		
Investment of 1,604,533 units (June 30, 2021: 1,681,170 units)	84,322	86,536
Meezan Financial Planning Fund of Funds - Moderate Allocation Plan		
Investment of 1,573,180 units (June 30, 2021: 1,452,832 units)	82,674	74,782
Meezan Financial Planning Fund of Funds - Conservative Allocation Plan		
Investment of 3,263,907 units (June 30, 2021: 3,297,127 units)	171,525	169,715
Meezan Financial Planning Fund of Funds - MAAP - I		
Investment of 803,803 units (June 30, 2021: 840,428 units)	42,242	43,260
AI Meezan Investment Management Limited - Employees' Gratuity Fund		
Investment of 200,139 units (June 30, 2021: 200,139 units)	10,518	10,302
Directors and Executives of the Management Company		
Investments of 3,862,635 units (June 30, 2021: 504,281 units)	202,990	25,957

Transactions during the quarter	For the quarter ended	
	September 30,	
	2021	2020
	(Unaudited)	
	(Rupees in '000)	
Al Meezan Investment Management Limited (Management Company)		
Remuneration for the quarter	37,627	38,930
Sindh Sales Tax on remuneration of the Management Company	4,891	5,061
Allocated expenses	11,288	11,679
Selling and marketing expense	22,572	31,144
Units issued: nil (September 30, 2020: 1,157,861 units)	-	60,000
Meezan Bank Limited		
Profit on saving account	478	794
Profit on sukuk certificate	6,259	8,914
Pakistan Energy Sukuk II certificates sold during the quarter: nil (September 30, 2020: 1,540,000 sukuk certificates)	-	7,702,310
Shariah advisor fee	269	269
Central Depository Company of Pakistan Limited - CDC (Trustee)		
Remuneration for the quarter	5,630	5,839
Sindh Sales Tax on trustee fee	732	759
CDS Charges	25	1,420
Meezan Strategic Allocation Fund - MSAP - I		
Units issued: nil (September 30, 2020: 924,876 units)	-	48,000
Units redeemed: nil (September 30, 2020: 780,585 units)	-	40,710
Meezan Strategic Allocation Fund - MSAP - II		
Units issued: nil (September 30, 2020: 500,876 units)	-	26,000
Units redeemed: nil (September 30, 2020: 632,063 units)	-	32,877
Meezan Strategic Allocation Fund - MSAP - III		
Units issued: nil (September 30, 2020: 838,091 units)	-	43,500
Units redeemed: nil (September 30, 2020: 2,035,361 units)	-	105,940
Meezan Strategic Allocation Fund - MSAP - IV		
Units issued: nil (September 30, 2020: 866,998 units)	-	45,000
Units redeemed: nil (September 30, 2020: 3,190,838 units)	-	166,046
Meezan Strategic Allocation Fund - MSAP - V		
Units issued: nil (September 30, 2020: 173,568 units)	-	9,000
Units redeemed: nil (September 30, 2020: 710,579 units)	-	36,990
Meezan Financial Planning Fund of Funds - Aggressive Allocation Plan		
Units issued: 45,561 units (September 30, 2020: 305,721 units)	2,375	15,811
Units redeemed: 122,198 units (September 30, 2020: 96,124 units)	6,378	5,000
Meezan Financial Planning Fund of Funds - Moderate Allocation Plan		
Units issued: 211,287 units (September 30, 2020: 327,384 units)	11,000	17,002
Units redeemed: 90,939 units (September 30, 2020: 21,252 units)	4,740	1,100
Meezan Financial Planning Fund of Funds - Conservative Allocation Plan		
Units issued: 130,251 units (September 30, 2020: 160,700 units)	6,750	8,305
Units redeemed: 163,471 units (September 30, 2020: nil)	8,521	-
Meezan Financial Planning Fund of Funds - MAAP - I		
Units issued: nil (September 30, 2020: 394,976 units)	-	20,500
Units redeemed: 36,625 units (September 30, 2020: 2,135,108 units)	1,900	111,645



For the quarter ended

September 30,

2021 2020

(Unaudited)

(Rupees in '000)

Directors and Executives of the Management Company

Units issued: 3,676,556 units (September 30, 2020: 388,654 units)

Units redeemed: 318,202 units (September 30, 2020: 185,839 units)

190,827	20,228
<u>16,509</u>	<u>9,644</u>

11. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2021 is 1.15% which includes 0.10% representing government levies on the Fund such as provision for Sales Taxes, Federal excise Duties, Annual fee to the SECP etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an Income Scheme.

12. TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. The Fund has not recorded any tax liability in respect of income relating to the current quarter as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 2022 as reduced by capital gains (whether realised or unrealised) to its unitholders.

The Fund is also exempt from the provisions of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Moreover, super tax introduced in the Finance Act, 2015 is also not applicable on funds as per Section 4B of the Income Tax Ordinance, 2001.

13. FAIR VALUES OF FINANCIAL INSTRUMENTS

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

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

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

Fair value hierarchy

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

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

As at September 30, 2021 and June 30, 2021, the Fund held the following financial instruments measured at fair value:

ASSETS	As at September 30, 2021			
	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			
Financial assets 'at fair value through profit or loss'				
Sukuk Certificates	-	16,353,633	-	16,353,633
Certificates of Musharakah*	-	1,200,000	-	1,200,000
Commercial Papers**	-	408,361	-	408,361
	<u>-</u>	<u>17,961,994</u>	<u>-</u>	<u>17,961,994</u>

ASSETS	As at June 30, 2021			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
Financial assets 'at fair value through profit or loss'				
Sukuk certificates	-	14,341,463	-	14,341,463
Certificates of musharakah*	-	1,200,000	-	1,200,000
Commercial papers**		348,011		348,011
	<u>-</u>	<u>15,889,474</u>	<u>-</u>	<u>15,889,474</u>

* 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.

** The valuation of commercial papers has been done based on amortisation of commercial paper to its face value as per the guidelines given in Circular 33 of 2012 since the residual maturity of this investment is less than six months and they are placed with counterparties which have high credit rating.

14. GENERAL

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

15. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on October 11, 2021 by the Board of Directors of the Management Company.

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

Chief Executive

Chief Financial Officer

Director



Al Meezan
Investment Management Ltd.

MEEZAN

SOVEREIGN FUND (MSF)

Meezan Sovereign Fund is Pakistan's first Shariah Compliant Government Securities Fund. The purpose of the fund is to provide maximum possible preservation of capital and a reasonable rate of return by investing primarily in Shariah Compliant Government Securities.



LARGE SCALE MANUFACTURING SECTOR GREW AT A 16 YEAR HIGH LEVEL OF



FUND INFORMATION

MANAGEMENT COMPANY

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Website: www.almeezangroup.com
E-mail: info@almeezangroup.com

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah Ahmed	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan R Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director – PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naeem Sattar	Nominee Director - PKIC
Mr. Feroz Rizvi	Independent Director
Ms. Danish Zuberi	Independent Director
Mr. Mohammad Shoaib, CFA	Chief Executive Officer

COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Salman Muslim

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Shahid Ojha

AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Tariq Mairaj	Member
Mr. Naeem Sattar	Member

RISK MANAGEMENT COMMITTEE

Mr. Mubashar Maqbool	Chairman
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ariful Islam	Chairman
Mr. Mubashar Maqbool	Member
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member
Mr. Mohammad Shoaib, CFA	Member

TRUSTEE

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block B, S.M.C.H.S., Main Sharah-e-Faisal Karachi.

AUDITORS

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

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Allied Bank Limited	Habib Metropolitan Bank Limited - Islamic Banking
Al Baraka Islamic Bank B.S.C (E.C)	MCB Islamic Bank Limited
Askari Bank Limited - Islamic Banking	Meezan Bank Limited
Bank Al Habib Limited - Islamic Banking	National Bank of Pakistan - Islamic Banking
Bank Alfalah Limited	Sindh Bank Limited
Bank Islami Pakistan Limited	Soneri Bank Limited
Dubai Islamic Bank Pakistan Limited	The Bank Of Punjab Limited
Faysal Bank Limited - Islamic Banking	UBL Ameen - Islamic Banking
Habib Bank Limited -Islamic Banking	

LEGAL ADVISER

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DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited



**MEEZAN SOVEREIGN FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UNAUDITED)
AS AT SEPTEMBER 30, 2021**

	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
Assets		
Balances with banks	5 2,976,230	2,060,201
Investments	6 7,655,168	7,613,507
Receivable against conversion of units	167,560	526,734
Deposits, prepayments and other receivables	197,054	88,668
Total assets	10,996,012	10,289,110
Liabilities		
Payable to AI Meezan Investment Management Limited - Management Company	7 14,780	9,590
Payable to Central Depository Company of Pakistan Limited - Trustee	644	830
Payable to Securities and Exchange Commission of Pakistan	504	1,822
Payable to Meezan Bank Limited	1,061	834
Payable on redemption and conversion of units	149,051	153,609
Accrued expenses and other liabilities	9 86,818	183,173
Total liabilities	252,858	349,858
Net assets	10,743,154	9,939,252
Unitholders' fund (as per statement attached)	10,743,154	9,939,252
Contingencies and commitments	8	
Number of units in issue	203,388,413	192,651,699
	(Rupees)	
Net assets value per unit	52.8209	51.5918

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN SOVEREIGN FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	Note	September 30,	
		2021	2020
		(Rupees in '000)	
Income			
Profit on sukuk certificates		145,150	161,504
Net realised gain on sale of sukuk certificates		-	2,735
Profit on saving accounts with banks		39,285	19,006
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)	9.1	40,077	
		<u>224,512</u>	<u>183,245</u>
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1.1	41,661	93,747
Total income		<u>266,173</u>	<u>276,992</u>
Expenses			
Remuneration to AI Meezan Investment Management Limited - Management Company	7.1	12,589	11,072
Sindh Sales Tax on remuneration of the Management Company		1,637	1,439
Remuneration to Central Depository Company of Pakistan Limited - Trustee		1,637	1,439
Sindh Sales Tax on remuneration of the Trustee		213	187
Annual fee to Securities and Exchange Commission of Pakistan		504	443
Auditors' remuneration		169	178
Legal and professional charges		184	-
Fees and subscription		257	274
Brokerage expense		-	384
Bank and settlement charges		17	576
Allocated expenses	7.2	3,777	3,321
Selling and marketing expense	7.3	7,554	8,857
Provision for Sindh Workers' Welfare Fund (SWWF)	9.1	-	4,976
Total expenses		<u>28,538</u>	<u>33,146</u>
Net income for the quarter before taxation		<u>237,635</u>	<u>243,846</u>
Taxation	12	-	-
Net income for the quarter after taxation		<u>237,635</u>	<u>243,846</u>
Allocation of net income for the quarter			
Net income for the quarter after taxation		237,635	243,846
Income already paid on units redeemed		25,522	53,417
		<u>212,113</u>	<u>190,429</u>
Accounting income available for distribution			
- Relating to capital gains		41,661	96,482
- Excluding capital gains		170,452	93,947
		<u>212,113</u>	<u>190,429</u>

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

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

Chief Executive

Chief Financial Officer

Director



MEEZAN SOVEREIGN FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	September 30,	
	2021	2020
	(Rupees in '000)	
Net income for the quarter after taxation	237,635	243,846
Other comprehensive income	-	-
Total comprehensive income for the quarter	237,635	243,846

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

MEEZAN SOVEREIGN FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	September 30, 2021			September 30, 2020		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
	------(Rupees in '000)-----			------(Rupees in '000)-----		
Net assets at beginning of the quarter	9,634,121	305,131	9,939,252	9,438,622	297,709	9,736,331
Issue of 104,445,111 units (2020: 99,223,950 units)						
- Capital value (at ex-net asset value per unit at the beginning of the quarter)	5,388,511	-	5,388,511	5,114,756	-	5,114,756
- Element of income	50,509	-	50,509	90,960	-	90,960
Total proceeds on issuance of units	5,439,020	-	5,439,020	5,205,716	-	5,205,716
Redemption of 93,708,397 units (2020: 121,909,604 units)						
- Capital value (at ex- net asset value per unit at the beginning of the quarter)	4,834,585	-	4,834,585	6,284,148	-	6,284,148
- Element of loss	12,646	25,522	38,168	41,491	53,417	94,908
Total payments on redemption of units	4,847,231	25,522	4,872,753	6,325,639	53,417	6,379,056
Total comprehensive income for the quarter	-	237,635	237,635	-	243,846	243,846
Distribution during the quarter	-	-	-	-	-	-
Refund of capital	-	-	-	-	-	-
	-	-	-	-	-	-
Net assets at end of the quarter	10,225,910	517,244	10,743,154	8,318,699	488,138	8,806,837
Undistributed income brought forward						
- Realised income		203,956			297,512	
- Unrealised income		101,175			197	
		305,131			297,709	
Accounting income available for distribution (after adjusting income already paid on units redeemed)						
- Relating to capital gains		41,661			96,482	
- Excluding capital gains		170,452			93,947	
		212,113			190,429	
Undistributed income carried forward		517,244			488,138	
Undistributed income carried forward						
- Realised income		475,583			394,391	
- Unrealised income		41,661			93,747	
		517,244			488,138	
Net assets value per unit at beginning of the quarter			(Rupees) 51.5918			(Rupees) 51.5476
Net assets value per unit at end of the quarter			52.8209			52.9911

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director



**MEEZAN SOVEREIGN FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30,	
	2021	2020
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the quarter before taxation	237,635	243,846
Adjustments for		
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(41,661)	(93,747)
	<u>195,974</u>	<u>150,099</u>
Increase in assets		
Investments - net	-	(32,534)
Receivable against sale of investments	-	(103,422)
Deposits, prepayments and other receivable	(108,386)	(88,446)
	<u>(108,386)</u>	<u>(224,402)</u>
(Decrease) / Increase in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	5,190	5,513
Payable to Central Depository Company of Pakistan Limited - Trustee	(186)	(13)
Payable to Securities and Exchange Commission of Pakistan	(1,318)	(524)
Payable to Meezan Bank Limited	227	(131)
Accrued expenses and other liabilities	(96,355)	(41,173)
	<u>(92,442)</u>	<u>(36,328)</u>
Net cash used in from operating activities	<u>(4,854)</u>	<u>(110,631)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	5,798,194	5,229,321
Payments against redemption and conversion of units	(4,877,311)	(6,369,352)
Net cash generated / (used in) financing activities	<u>920,883</u>	<u>(1,140,031)</u>
Net increase / (decrease) in cash and cash equivalents during the quarter	<u>916,029</u>	<u>(1,250,662)</u>
Cash and cash equivalents at the beginning of the quarter	2,060,201	2,580,042
Cash and cash equivalents at the end of the quarter	<u><u>2,976,230</u></u>	<u><u>1,329,380</u></u>

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

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

Chief Executive

Chief Financial Officer

Director

MEEZAN SOVEREIGN FUND

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Meezan Sovereign Fund (the Fund) was established under a trust deed executed between Al Meezan Investment Management Limited (Al Meezan) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on May 14, 2009 and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations). The Management Company has been licensed by the Securities and Exchange Commission of Pakistan (SECP) to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules) through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi, 74400, Pakistan.
- 1.2** The Fund has been formed to provide the unitholders maximum possible preservation of capital along with Halal and reasonable returns by investing primarily in a portfolio of Shariah compliant government securities thus, minimising the credit risk of investments. The Fund shall also keep an exposure in short-term near cash instruments for the purpose of maintaining liquidity and to capitalise on exceptional returns if available at any given point of time. Under the Trust Deed, all conducts and acts of the Fund are based on Shariah. Meezan Bank Limited (MBL) acts as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah. The investment objectives and policies are explained in the Fund's
- 1.3** The Fund is an open end Shariah Compliant (Islamic) Income Scheme, listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.
- 1.4** The Management Company has been assigned a quality rating of AM1 by VIS dated December 31, 2020 (2020: AM1 dated December 31, 2019) and by PACRA dated June 23, 2021 (2020: AM1 dated June 26, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes. The Fund has been given a stability rating of AA(f) by VIS Credit Rating Company Limited dated January 12, 2021 (2020: AA-(f) dated December 30, 2019).
- 1.5** Title to the assets of the Fund are held in the name of CDC as the Trustee of the Fund.
- 1.6** The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company has fulfilled requirements for registration and accordingly, the fund has been registered under Sindh Trusts Act, 2020.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 Statement of compliance

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

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the published audited annual financial statements of the Fund for the year ended June 30, 2021.

These condensed interim financial statements are unaudited. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at September 30, 2021.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES / ACCOUNTING ESTIMATES, JUDGEMENTS AND RISK MANAGEMENT

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2021.

4.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2021. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Funds for the year ended June 30, 2021.

4.3 There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2021. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

5. BALANCES WITH BANKS	Note	September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
		(Rupees in '000)	
In saving accounts	5.1	2,976,227	2,057,357
In current accounts		3	2,844
		<u>2,976,230</u>	<u>2,060,201</u>

5.1 The balance in saving accounts have an expected profit ranging from 1.50% to 7.27% per annum (June 30, 2021: 1.50% to 7.32% per annum).

6. INVESTMENTS	Note	September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
		(Rupees in '000)	
Investments - 'at fair value through profit or loss'			
Sukuk Certificates	6.1	<u>7,655,168</u>	<u>7,613,507</u>
6.1 Sukuk Certificates			
Government securities	6.1.1	7,544,443	7,502,782
Corporate sukuks	6.1.2	110,725	110,725
		<u>7,655,168</u>	<u>7,613,507</u>

6.1.1 Government securities

Name of the security	Issue date	Maturity Date	Rate of Return	As at July 01, 2021	Purchased during the quarter	Disposed/matured during the quarter	As at September 30, 2021	Carrying value as at July 01, 2021	Market value as at September 30, 2021	Unrealised (diminution) / appreciation as at September 30, 2021	Market value as a percentage of net assets of the Fund	Market value as a percentage of total investments
Pakistan Energy Sukuk (note 6.1.1.1)	March 1, 2019	March 1, 2029	6 months KIBOR plus base rate of 0.8%	150,000	-	-	150,000	800,625	800,625	-	7.45%	10.46%
Pakistan Energy Sukuk II (note 6.1.1.1)	May 20, 2020	May 20, 2030	6 months KIBOR plus base rate of 0.10%	1,154,200	-	-	1,154,200	5,817,168	5,857,565	40,397	54.52%	76.52%
GoP Ijarah Sukuk Certificates - XXII (note 6.1.2.1)	June 24, 2020	June 24, 2025	Weighted average 6 months T-Bills	1,000	-	-	1,000	100,600	100,830	230	0.94%	1.32%
GoP Ijarah Sukuk Certificates - XXIII - VRR (note 6.1.2.1)	July 29, 2020	July 29, 2025	Weighted average 6 months T-Bills	1,830	-	-	1,830	183,915	184,116	201	1.71%	2.41%
GoP Ijarah Sukuk Certificates - XXIV - FRR (note 6.1.2.1)	December 09, 2020	December 09, 2025	Weighted average 6 months T-Bills	5,950	-	-	5,950	600,474	601,307	833	5.60%	7.85%
Total - September 30, 2021								<u>7,502,782</u>	<u>7,544,443</u>	<u>41,661</u>	<u>70.22%</u>	<u>98.56%</u>
Total as at June 30, 2021								<u>7,402,091</u>	<u>7,502,782</u>	<u>100,691</u>	<u>75.49%</u>	<u>98.55%</u>

6.1.1.1 Pakistan Energy Sukuk Certificates having nominal value of Rs. 5,000 each

6.1.2 Corporate sukus

Name of the security	Maturity date	Profit rate	As at July 1, 2021	Purchases during the quarter	Sales / redemptions during the quarter	As at September 30, 2021	Carrying value as at July 01, 2021	Market value as at September 30, 2021	Unrealised (diminution) / appreciation as at September	Percentage in relation to		
										(Number of certificates)	(Rupees in '000)	Net assets of the Fund
Power generation & distribution												
Neelum Jhelum Hydropower Company (Private) Limited (AAA, VIS, non-traded) (note 6.1.2.1)	June 29, 2026	6 months	1,720	-	-	1,720	110,725	110,725	-	1.03%	1.45%	0.17%
Total - September 30, 2021							110,725	110,725	-	1.03%	1.45%	0.17%
Total as at June 30, 2021							110,241	110,725	484	1.11%	1.45%	

6.1.2.1 The nominal value of these sukuk certificate is of Rs. 100,000 each

7	PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - THE MANAGEMENT COMPANY	Note	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited) (Rupees in '000)
	Management fee payable	7.1	4,337	268
	Sindh Sales Tax payable on remuneration of the Management Company		564	35
	Allocated expenses payable	7.2	1,298	1,205
	Selling and marketing expenses payable	7.3	7,554	7,297
	Sales load payable		909	695
	Sindh sales tax on sales load payable		118	90
			14,780	9,590

7.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 0.5% (2021: 0.5%) per annum of the average net assets of the Fund during the quarter ended September 30, 2021. The remuneration is payable to the Management Company monthly in arrears.

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

The management company based on its own discretion has currently charged 0.15% of the average annual net assets of the scheme for allocation of such expenses to the Fund for the quarter.

7.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company based on its own discretion charged selling and marketing expense at 0.3% per annum of the average annual net assets of the Fund.

8. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

	Note	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited) (Rupees in '000)
9. ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration payable		119	350
Printing expenses payable		156	156
Brokerage payable		478	487
Shariah advisor fee payable		428	271
Withholding tax payable		420	36,570
Capital gain tax payable		2,397	22,411
Provision for Sindh Workers' Welfare Fund (SWWF)	9.1	-	40,077
Zakat payable		93	212
CDS Charges Payable		88	-
Provision for Federal Excise Duty and related Sindh Sales Tax on management fee	9.2	80,077	80,077
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	9.2	2,562	2,562
		86,818	183,173

- 9.1** SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also been taken up with the SECP. All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its circular dated August 30, 2021. Provisioning against SWWF amounting to Rs.42 million has been reversed and it has contributed towards an increase in NAV of the fund by Rs. 0.22 (0.42%) per unit. This was one-off event and is not likely to be repeated in the future.
- 9.2** The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2020. Had the provision for FED not been made, the Net Asset Value of the Fund as at September 30, 2021 would have been higher by Re 0.41 (June 30, 2021 : Rs. 0.43) per unit.

10. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

Remuneration payable to the management company and the trustee is determined in accordance with the provisions of the NBFC Rules, the NBFC Regulations and the Trust Deed respectively.

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

	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
AI Meezan Investment Management Limited - Management Company		
Remuneration payable	4,337	268
Sindh Sales Tax payable on management fee	564	35
Sales load payable	909	695
Sindh Sales Tax payable on sales load	118	90
Allocated expense payable	1,298	1,205
Selling and marketing expense payable	7,554	7,297
Investment of nil units (2021: 19,388,675 units)	-	1,000,297
Meezan Bank Limited		
Balances with bank	31,018	701,593
Profit receivable on saving accounts	98	59
Sales load payable	939	738
Sindh Sales Tax on sales load payable	122	96
Shariah advisor fee payable	428	271
Central Depository Company of Pakistan Limited - Trustee		
Security deposits refundable	100	100
Remuneration Payable	570	530
Sindh Sales Tax on trustee fee	74	69
CDS Charges payable	88	231
AI Meezan Investment Management Limited - Employees Gratuity Fund		
Investment of 173,525 units (2020: 173,525 units)	9,166	8,952
Directors and their close family members and key management personnel of the Management Company		
Investment of 485,341 units (June 30, 2021: 535,228 units)	25,636	27,613

	For the quarter ended September 30,	
	2021	2020
	(Unaudited) (Rupees in '000)	
Al Meezan Investment Management Limited - Management Company		
Remuneration for the quarter	12,589	11,072
Sindh Sales Tax on remuneration of the Management Company	1,637	1,439
Allocated expenses	3,777	3,321
Selling and marketing expense	7,554	8,857
Units issued: nil units (September 30, 2020: 4,526,209 units)	-	234,482
Units redeemed: 19,388,675 units (September 30, 2020: 4,526,209 units)	1,001,742	237,409
Meezan Bank Limited		
Profit on saving accounts	320	117
Shariah advisor fee	157	166
Pakistan Energy Sukuk II certificates sold during the quarter: nil sukuk certificates (September 30, 2020: 1,220,000 sukuk)	-	6,101,830
Central Depository Company of Pakistan Limited - Trustee		
Remuneration for the quarter	1,637	1,439
Sindh Sales Tax on trustee fee	213	187
CDS charges for the quarter	-	567
Meezan Financial Planning Fund of Funds - MAAP - I		
Units issued: nil units (September 30, 2020: 1,925,443 units)	-	101,785
Units redeemed: nil units (September 30, 2020: 71,245 units units)	-	3,770
Meezan Strategic Allocation Fund - MCPP - III		
Units redeemed: nil units (September 30, 2020: 649,910 units)	-	33,920
Meezan Strategic Allocation Fund - II - MCPP - IV		
Units issued: nil units (September 30, 2020: 3,798,563 units)	-	200,368
Units redeemed: nil units (September 30, 2020: 6,215,100 units)	-	326,278
Meezan Strategic Allocation Fund - II - MCPP - V		
Units issued: nil units (September 30, 2020: 484,576 units)	-	25,591
Units redeemed: nil units (September 30, 2020: 4,364,872 units)	-	229,440
Meezan Strategic Allocation Fund - II - MCPP - VI		
Units redeemed: nil units (September 30, 2020: 273,460 units)	-	14,320
Meezan Strategic Allocation Fund - II - MCPP - VII		
Units redeemed: nil units (September 30, 2020: 365,864 units)	-	19,274
Meezan Strategic Allocation Fund - II - MCPP - VIII		
Units redeemed: nil units (September 30, 2020: 60,697 units)	-	3,170
Meezan Strategic Allocation Fund - III - MCPP - IX		
Units issued: nil units (September 30, 2020: 451,261 units)	-	23,480
Units redeemed: nil units (September 30, 2020: 534,731 units)	-	27,898
Directors and executives of the Management Company		
Units issued: 368,354 units (September 30, 2020: 1,053,274 units)	19,139	54,597
Units redeemed: 418,242 units (September 30, 2020: 1,175,120 units)	21,699	61,267

11. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2021 is 1.13% which includes 0.09% representing government levies on the Fund such as Sales Taxes and Annual fee to the SECP. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an Income Scheme.

12. TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. The Fund has not recorded any tax liability in respect of income relating to the current quarter as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 2022 as reduced by capital gains (whether realised or unrealised) to its unitholders.

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

13. FINANCIAL INSTRUMENTS - FAIR VALUES

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

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

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

13.1. Fair value hierarchy

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

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

As at September 30, 2021, the Fund held the following financial instruments measured at fair value:

As at September 30, 2021				
	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----				
ASSETS				
Financial assets 'at fair value through profit or loss'				
Sukuk Certificates	-	7,655,168	-	7,655,168
----- (Rupees in '000) -----				
As at June 30, 2021				
	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----				
ASSETS				
Financial assets 'at fair value through profit or loss'				
Sukuk Certificates	-	7,613,507		7,613,507

14. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on October 11, 2021 by the Board of Directors of the Management Company.

15. GENERAL

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director



Al Meezan
Investment Management Ltd.

THE MEEZAN DAILY INCOME PLAN (MDIP-I)

is an Allocation Plan under “Meezan Daily Income Fund (MDIF)” with an objective to provide investors with a competitive rate of return, together with daily payout, through investment in Shariah Compliant Fixed Income Instruments.



**TECHNOLOGY
EXPORTS
REGISTERED
A STAGGERING HIKE
BY**

80.6%

A tree with a brown trunk and branches. The leaves are green and form the shape of the number 80.6%. The tree is positioned in the center of the page, with its trunk extending downwards towards the bottom.

**IN
AUGUST
2021**

FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah Ahmed	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan R Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director – PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naem Sattar	Nominee Director - PKIC
Mr. Feroz Rizvi	Independent Director
Ms. Danish Zuberi	Independent Director
Mr. Mohammad Shoaib, CFA	Chief Executive Officer

COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Salman Muslim

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Shahid Ojha

AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Tariq Mairaj	Member
Mr. Naem Sattar	Member

RISK MANAGEMENT COMMITTEE

Mr. Mubashar Maqbool	Chairman
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ariful Islam	Chairman
Mr. Mubashar Maqbool	Member
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member
Mr. Mohammad Shoaib, CFA	Member

TRUSTEE

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block B, S.M.C.H.S., Main Sharah-e-Faisal Karachi.

AUDITORS

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

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Al Baraka Islamic Bank B.S.C (E.C)
Bank Islami Pakistan Limited
Bank of Khyber - Islamic Banking
Meezan Bank Limited
United Bank Limited- Islamic Banking

LEGAL ADVISER

Bawaney & Partners
3rd & 4th Floor, 68-C, Lane-13, Bokhari Commercial Area,
Phase VI, DHA, Karachi.
Phone (+9221) 35156191-94 Fax: (+9221) 35156195
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TRANSFER AGENT

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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

**MEEZAN DAILY INCOME FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2021**



		September 30, 2021 (Unaudited) MDIP-I
	Note	(Rupees in '000)
Assets		
Balances with banks	5	2,275,596
Receivable against conversion of units		653
Deposits, prepayments and other receivables	6	7,017
Preliminary expenses and floatation costs	7	763
Total assets		2,284,029
Liabilities		
Payable to AI Meezan Investment Management Limited - Management Company	8	852
Payable to Central Depository Company of Pakistan Limited - Trustee	9	81
Payable to the Securities and Exchange Commission of Pakistan (SECP)	10	19
Payable to Meezan Bank Limited		54
Payable against conversion and redemption of units		380
Dividend payable		438
Accrued expenses and other liabilities	11	525
Total liabilities		2,349
NET ASSETS		2,281,680
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		2,281,680
CONTINGENCIES AND COMMITMENTS	12	
NUMBER OF UNITS IN ISSUE		45,633,593
NET ASSET VALUE PER UNIT		50.0000

The annexed notes from 1 to 22 form an integral part of these financial statements.

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN DAILY INCOME FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE PERIOD FROM SEPTEMBER 14, 2021 TO SEPTEMBER 30,2021**

		For the period from September 14, 2021 to September 30, 2021
	Note	MDIP-I (Rupees in '000)
Income		
Profit on saving accounts with banks		6,917
Total income		<u>6,917</u>
Expenses		
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	72
Sindh Sales Tax on remuneration of the Trustee	9.2	9
Annual fees to the Securities and Exchange Commission of Pakistan	10	19
Auditors' remuneration	13	11
Amortisation of preliminary expenses and floatation costs	7.1	6
Total expenses		<u>117</u>
Net income for the period before taxation		<u>6,800</u>
Taxation	15	-
Net income for the period after taxation		<u><u>6,800</u></u>
Allocation of net income for the period		
Net income for the period after taxation		6,800
Income already paid on units redeemed		-
		<u><u>6,800</u></u>
Accounting income available for distribution		
- Relating to capital gains		-
- Excluding capital gains		6,800
		<u><u>6,800</u></u>

The annexed notes from 1 to 22 form an integral part of these financial statements.

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN DAILY INCOME FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE PERIOD FROM SEPTEMBER 14, 2021 TO SEPTEMBER 30, 2021**



For the period
from September
14, 2021 to
September 30,
2021
MDIP-I
(Rupees in '000)

Net income for the period after taxation	6,800
Other comprehensive income for the period	-
Total comprehensive income for the period	<u>6,800</u>

The annexed notes from 1 to 22 form an integral part of these financial statements.

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN DAILY INCOME FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE PERIOD FROM SEPTEMBER 14, 2021 TO SEPTEMBER 30,2021**



	For the period from September 14, 2021 to September 30, 2021
Note	MDIP-I (Rupees in '000)
CASH FLOWS FROM OPERATING ACTIVITIES	
Net income for the period before taxation	6,800
Adjustment for non-cash items:	
Amortisation of preliminary expenses and floatation costs	6
Increase in assets	
Deposits, prepayments and other receivables	(7,017)
Preliminary expenses and floatation costs	(769)
	(7,786)
Increase in liabilities	
Payable to AI Meezan Investment Management Limited - Management Company	852
Payable to Central Depository Company of Pakistan Limited - Trustee	81
Payable to the Securities and Exchange Commission of Pakistan (SECP)	19
Payable to Meezan Bank Limited	54
Accrued expenses and other liabilities	525
	1,531
Net cash generated from operating activities	<u>551</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Receipts against issuance and conversion of units	2,375,621
Payments against redemption and conversion of units	(94,214)
Dividend paid	(6,362)
Net cash generated from financing activities	2,275,045
Net increase in cash and cash equivalents	<u>2,275,596</u>
Cash and cash equivalents at the beginning of the period	-
Cash and cash equivalents at the end of the period	<u>5</u> <u>2,275,596</u>

The annexed notes from 1 to 22 form an integral part of these financial statements.

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

Chief Executive

Chief Financial Officer

Director

MEEZAN DAILY INCOME FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD FROM SEPTEMBER 14, 2021 TO SEPTEMBER 30, 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Meezan Daily Income Fund (the "Fund" , the "Scheme") was established under a Trust Deed executed between Al Meezan Investment Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on August 13, 2021 under Sindh Trusts Act, 2020 and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The Management Company has been granted license by the SECP to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi 74400, Pakistan.

1.2 The Fund is an Open Ended Shariah Compliant Income Scheme with Allocation Plans. The investment objective of the Fund is to earn potentially high returns by investing in Shariah Compliant Fixed Income instruments.

1.3 The first Allocation Plan under the Scheme shall be called Meezan Daily Income Plan I (MDIP I) with an objective to provide investors with a potentially high returns, together with daily payout, through investment in Shariah Compliant fixed income instruments. It shall have the following salient features:

- (a) Dividend will be distributed to the entitled unit holders on a daily basis (i.e. each business day).
- (b) Daily dividend received by the unit holder shall be reinvested.
- (c) The duration of the Fund and the first plan, namely MDIP-I is perpetual.
- (d) The plan will work on forward pricing.

By distributing dividend on a daily basis, the Management Company is required to ensure that total distribution in an accounting period accumulates to an amount that is required under the tax laws and other regulations in force.

1.4 Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.

1.5 The Management Company has been assigned a quality rating of AM1 by VIS dated December 31, 2020 (2020: AM1 dated December 31, 2019) and by PACRA dated June 23, 2021 (2020: AM1 dated June 26, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

1.7 As per offering document approved by SECP, the accounting period, in case of the first such period, shall commence from the date on which the trust property is first paid or transferred to the Trustee. Accordingly, these condensed financial statements have been prepared from September 14, 2021.

2 BASIS OF PRESENTATION

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

3 BASIS OF PREPARATION

3.1 Statement of compliance

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

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

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

These condensed interim financial statements are unaudited. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declared that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at September 30, 2021

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2021. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these financial statements.

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

There are certain other standards, amendments and interpretations that are mandatory for the Fund's accounting period beginning on or after July 1, 2021 but are considered not to be relevant or will not have any significant effect on the Fund's operations and are therefore not disclosed in these financial statements.

3.4 Critical accounting estimates and judgments

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

The estimates and judgments that have a significant effect on the financial statements of the Fund relate to classification, valuation and impairment of financial assets (notes 4.4) and provision for taxation (note 4.14 and 15).

3.5 Accounting convention

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

3.6 Functional and presentation currency

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

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

4.2 Cash and cash equivalents

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

4.3 Bai Muajjal

Bai Muajjal transactions represent sales of Sukuks on a deferred payment basis. The difference between the deferred payment amount receivable and the carrying value at the time of sale is accrued and recorded as income over the life of the transaction.

4.4 Financial assets

4.4.1 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.

4.4.2 Classification and subsequent measurement

a) Debt instruments

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

- amortised cost
- at fair value through other comprehensive income (FVOCI)
- 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 recognised 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.

b) Impairment

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

- An unbiased and probability weighted amount that is determined by evaluating a range of possible outcomes;
- The time value of money; and
- Reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

c) 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 also been placed on the Management Company's website as required under the SECP's circular.

4.4.3 Regular way contracts

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

4.4.4 Derecognition

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

4.5 Financial liabilities

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

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

4.6 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.

4.7 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.

4.8 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.

4.9 Issue and redemption of units

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

Units redeemed are recorded at the redemption price applicable to units for which the Management Company receives redemption applications during business hours of that day. The redemption price is equal to NAV as of the close of the business day, less an amount as the Management Company may consider to be an appropriate provision of duties and charges.

4.10 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 period also includes portion of income already paid on units redeemed during the period. As more fully explained in note 1.3 to the condensed interim financial statements, the Fund is required to make distribution on each business day.

Distributions declared subsequent to the period 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.

4.11 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 period. Further, the element of income is a transaction of capital nature and the receipt and payment of element of income is taken to unit holders' fund. However, to maintain the same ex-dividend NAV of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund is refunded on units in the same proportion as dividend bears to accounting income available for distribution.

4.12 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 period in which these arise.
- Income on sukuk certificates, placements and commercial papers 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 the SECP for which the profits are recorded on cash basis.
- Income on bai muajjal is recognised on time proportion basis, the difference between the sale and the credit price is recognised over the credit period.

4.13 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.

4.14 Taxation

Current

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

Deferred

Deferred tax is accounted for using the balance sheet liability method in respect of all temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of the taxable profit. The deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which the deductible temporary differences, unused tax losses and tax credits can be utilised. Deferred tax is calculated at the rates that are expected to apply to the period when the differences reverse, based on enacted tax rates.

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90 percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders. Furthermore, for the purpose of determining distribution of at least 90 percent of the accounting income, the income distributed through bonus units shall not be taken into account.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Moreover, super tax introduced in the Finance Act, 2015 is also not applicable on funds (Section 4B of the Income Tax Ordinance, 2001).

4.15 Earnings / (loss) per unit

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

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

4.16 Foreign currency translation

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

5	BALANCES WITH BANKS	Note	September 30, 2021 (Unaudited) MDIP-I (Rupees in '000)
	Balances with banks in:		
	Savings accounts	5.1	<u>2,275,596</u>
5.1	The balance in savings accounts has expected profit rate of 2.5% to 7.22% per annum.		
6	DEPOSITS AND PREPAYMENTS		September 30, 2021 (Unaudited) MDIP-I (Rupees in '000)
	Security deposit with Central Depository Company of Pakistan Limited		100
	Profit receivable on saving accounts with bank		<u>6,917</u>
			<u>7,017</u>
7	PRELIMINARY EXPENSES AND FLOTATION COSTS		September 30, 2021 (Unaudited) MDIP-I (Rupees in '000)
	At the beginning of the period		769
	Less: amortisation during the period		<u>(6)</u>
	At the end of the period	7.1	<u>763</u>

7.1 Preliminary expenses and flotation costs represent expenditure incurred prior to the commencement of operations of the Fund. These costs are amortised over a period of five years in accordance with the requirements set out in the Trust Deed of the Fund and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

8 PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY

**September 30,
2021
(Unaudited)
MDIP-I
(Rupees in '000)**

Formation cost payable	769
Sales load payable	73
Sindh Sales Tax on sales load payable	10
	<u>852</u>

8.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Currently, the Management Company based on its own discretion has not charged any remuneration fee for the period ended September 30, 2021

8.2 In accordance with Circular 11 dated July 5, 2019, the Management Company is entitled for charging selling and marketing expenses to Collective Investment Schemes (CIS) managed by them. Currently, the Management Company based on its own discretion has not charged any remuneration fee for the period ended September 30, 2021

8.3 In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS). Currently, the Management Company based on its own discretion has not charged any remuneration fee for the period ended September 30, 2021

	Note	September 30, 2021 (Unaudited) MDIP-I (Rupees in '000)
9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE		
Trustee fee payable	9.1	72
Sindh Sales Tax payable on trustee fee	9.2	9
		<u>81</u>

9.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the trust deed, at the rate of 0.075% per annum of net assets of the Fund.

9.2 Sales tax on the trustee remuneration has been charged at the rate of 13%.

10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

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

Accordingly, the Fund has charged the SECP Fee at the rate of 0.02% of average annual net assets during the current period.

11 ACCRUED EXPENSES AND OTHER LIABILITIES

**September 30,
2021
(Unaudited)
MDIP-I
(Rupees in '000)**

Auditors' remuneration payable	10
Withholding tax payable	515
	<u>525</u>

12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021.

	For the period from September 14, 2021 to September 30, 2021 (Unaudited)
13 AUDITORS' REMUNERATION	MDIP-I (Rupees in '000)
Statutory audit fee	6
Half yearly review fee	5
	<hr/>
14 TOTAL EXPENSE RATIO	11

The Total Expense Ratio (TER) of the Fund as at September 30, 2021 is 0.10% which includes 0.01% representing government levies on the Fund such as, sales taxes, annual fee to the SECP etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as a Income 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 September 30, 2021 to the unit holders, therefore, the Fund has not recorded any tax liability in respect of income relating to the current 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. Moreover, super tax introduced in Finance Act, 2015 is also not applicable on funds as per Section 4B of the Income Tax Ordinance, 2001.

16 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

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

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

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

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

The details of transactions carried out by the Fund with connected persons / related parties during the period and balances with them as at period end are as follows:

Balances

September 30,
2021
(Unaudited)
MDIP-I
(Rupees in '000)

Al Meezan Investment Management Limited - Management Company

Formation cost payable	769
Sales Load Payable	73
Sindh Sales Tax on sales load payable	10
Investment of 40,098,707 units	2,004,935

Central Depository Company of Pakistan Limited - Trustee

Remuneration payable to the Trustee	72
Sindh Sales Tax on remuneration of the Trustee	9
Security deposit	100

Meezan Bank Limited

Balance with bank	64,066
Profit receivable on saving account	18
Sales Load Payable	48
Sindh Sales Tax on sales load payable	6

For the period
from September
14, 2021 to
September 30,
2021
(Unaudited)

MDIP-I
(Rupees in '000)

Transactions during the period
Al Meezan Investment Management Limited - Management Company

Units issued: 40,098,707 units	2,004,935
Dividend paid	5,806

Central Depository Company of Pakistan Limited - Trustee

Remuneration of the Trustee	72
Sindh Sales Tax on remuneration of the Trustee	9

Meezan Bank Limited

Profit on savings account	18
---------------------------	----

Directors and Executives of the Management Company

Units issued: 107,155 units	5,358
Units redeemed: 107,155 units	5,358
Dividend Paid	6

17 FINANCIAL INSTRUMENTS BY CATEGORY

----- September 30, 2021 (Unaudited) -----		
At amortised cost	At fair value through profit or loss	Total
MDIP-I		
----- (Rupees in '000) -----		

Financial assets

Balances with banks	2,275,596	-	2,275,596
Receivable against conversion of units	653	-	653
Deposits, prepayments and other receivables	7,017	-	7,017
	2,283,266	-	2,283,266

----- September 30, 2021 (Unaudited) -----		
At fair value through profit or loss	At amortised cost	Total
MDIP-I		
----- (Rupees in '000) -----		

Financial liabilities

Payable to Al Meezan Investment Management Limited - Management Company	-	852	852
Payable to Central Depository Company of Pakistan Limited - Trustee	-	81	81
Payable to Meezan Bank Limited	-	54	
Payable against conversion and redemption of units	-	380	380
Accrued expenses and other liabilities	-	10	10
	-	<u>1,377</u>	<u>1,323</u>

18 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The risk management policy of the Fund aims to maximise the return attributable to the unit holders and seeks to minimise 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 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 September 30, 2021, the Fund is exposed to such risk on its balances held with banks and investments in corporate sukus, commercial papers, term deposit receipts and Bai Muajjal. The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits.

a) Sensitivity analysis for variable rate instruments

Presently, the Fund holds balances with banks which expose the Fund to cash flow profit rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net income / loss for the period from September 14, 2021 to September 30, 2021 and net assets of the Fund would have been higher / lower by Rs. 0.02 million.

b) Sensitivity analysis for fixed rate instruments

As at September 30, 2021, the Fund does not hold any fixed rate instrument that may expose the Fund to fair value profit rate risk.

The composition of the Fund's investment portfolio and KIBOR rates are expected to change over time. Accordingly, the sensitivity analysis prepared as of September 30, 2021 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 September 30, 2021 can be determined as follows:

September 30, 2021 (Unaudited)					
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		
MDIP-I					
Rupees in '000					

Financial assets

Balances with banks	2.05% to 7.27%	2,275,596	-	-	-	2,275,596
Receivable against conversion of units		-	-	-	653	653
Deposits, prepayments and other receivables		-	-	-	7,017	7,017
		2,275,596	-	-	7,670	2,283,266

Financial liabilities

Payable to Al Meezan Investment Management Limited - Management Company		-	-	-	852	852
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	81	81
Payable to Meezan Bank Limited		-	-	-	54	
Payable against conversion and redemption of units		-	-	-	380	380
Dividend Payable		-	-	-	438	438
Accrued expenses and other liabilities		-	-	-	10	10
		-	-	-	1,815	1,761

On-balance sheet gap (a)		2,275,596	-	-	5,855	2,281,505
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a+b)		2,275,596	-	-		
Cumulative profit rate sensitivity gap		2,275,596	2,275,596	2,275,596		

(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.

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

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemptions during the period from September 14, 2021 to September 30, 2021.

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

-----September 30, 2021 (unaudited)-----						
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
MDIP-I						
-----Rupees in '000-----						

Financial assets

Balances with banks	2,275,596	-	-	-	-	-	2,275,596
Receivable against conversion of units	653	-	-	-	-	-	653
Deposits, prepayments and other receivables	6,917	-	-	-	-	100	7,017
	2,283,166	-	-	-	-	100	2,283,266

Financial liabilities

Payable to Al Meezan Investment Management Limited - Management Company	852	-	-	-	-	-	852
Payable to Central Depository Company of Pakistan Limited - Trustee	81	-	-	-	-	-	81
Payable to Meezan Bank Limited	54	-	-	-	-	-	54
Payable against conversion and redemption of units	380	-	-	-	-	-	380
Dividend Payable	438	-	-	-	-	-	438
Accrued expenses and other liabilities	-	10	-	-	-	-	10
	1,805	10	-	-	-	-	1,815
Net assets / (liabilities)	2,281,361	(10)	-	-	-	100	2,281,451

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.

Credit risk arises from deposits with banks and financial instruments, profit receivable on balances with banks, receivable against conversion of units and credit exposure arising as a result of receivable against sale of investments. Credit risk arising on other financial assets is monitored through a regular analysis of financial position of brokers and other parties. For debt instrument settlement, Delivery versus Payment (DvP) mechanism applied by the Trustee of the Fund minimises the credit risk. In accordance with the risk management policy of the Fund, the investment committee 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:

September 30, 2021 (Unaudited)	
MDIP-I	
Balance as per statement of assets and liabilities	Maximum exposure to credit risk
-----Rupees In '000-----	
Balances with banks	2,275,596
Receivable against conversion of units	653
Deposits, prepayments and other receivables	7,017
	<u>2,283,266</u>
	<u>2,283,266</u>

The maximum exposure to credit risk before any credit enhancement as at September 30, 2021 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 accrued thereon 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 credit risk
	September 30, 2021 (Unaudited) MDIP-I
AAA	3.16%
A+	96.84%
	<u>100.00%</u>

Ratings of corporate sukuku have been disclosed in related notes to the financial statements.

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 thereby any significant concentration of credit risk is mitigated.

All financial assets of the Fund as at September 30, 2021 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 September 30, 2021, the Fund does not hold any financial instruments to be measured at fair value.

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.

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 18, the Fund endeavours to invest the subscriptions received in appropriate investment avenues while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by disposal of investments or short-term borrowings, where necessary.

21 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on October 11, 2021

22 GENERAL

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

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

Chief Executive

Chief Financial Officer

Director



Al Meezan
Investment Management Ltd.

MEEZAN

CASH FUND (MCF)

Meezan Cash Fund is Pakistan's first Shariah Compliant Money Market Fund. MCF aims to seek maximum possible preservation of capital and a reasonable rate of return via investing primarily in liquid Shariah Compliant money market and debt securities.



ROSHAN DIGITAL ACCOUNT INFLOW SURPASSES



FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah Ahmed	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan R Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director - PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naeem Sattar	Nominee Director - PKIC
Mr. Feroz Rizvi	Independent Director
Ms. Danish Zuberi	Independent Director
Mr. Mohammad Shoaib, CFA	Chief Executive Officer

COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Salman Muslim

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Shahid Ojha

AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Tariq Mairaj	Member
Mr. Naeem Sattar	Member

RISK MANAGEMENT COMMITTEE

Mr. Mubashar Maqbool	Chairman
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ariful Islam	Chairman
Mr. Mubashar Maqbool	Member
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member
Mr. Mohammad Shoaib, CFA	Member

TRUSTEE

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block B, S.M.C.H.S., Main Sharah-e-Faisal Karachi.

AUDITORS

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

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Allied Bank Limited	MCB Bank Limited
Askari Bank Limited - Islamic Banking	MCB Islamic Bank Limited
Bank Al Habib Limited - Islamic Banking	Meezan Bank Limited
Bank Alfalah Limited	National Bank of Pakistan - Islamic Banking
Dubai Islamic Bank Pakistan Limited	Sindh Bank Limited
Faysal Bank Limited - Islamic Banking	The Bank of Punjab
Habib Bank Limited -Islamic Banking	UBL Ameen - Islamic Banking
Habib Metropolitan Bank Limited - Islamic Banking	

LEGAL ADVISER

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Phone (+9221) 35156191-94 Fax: (9221) 35156195
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TRANSFER AGENT

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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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited



MEEZAN CASH FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2021

		September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
Assets			
Balances with banks	5	10,141,452	10,670,565
Investments	6	3,241,706	2,724,517
Receivable against conversion of units		102,201	448,896
Profit accrued		54,477	56,718
Deposits and prepayments		534	589
Total assets		<u>13,540,370</u>	<u>13,901,285</u>
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	29,005	13,765
Payable to Central Depository Company of Pakistan Limited - Trustee		846	829
Payable to the Securities and Exchange Commission of Pakistan		693	2,964
Payable against conversion and redemption of units		60,319	135,383
Accrued expenses and other liabilities	8	37,024	191,330
Total liabilities		<u>127,887</u>	<u>344,271</u>
NET ASSETS		<u>13,412,483</u>	<u>13,557,014</u>
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		<u>13,412,483</u>	<u>13,557,014</u>
CONTINGENCIES AND COMMITMENTS	9		
NUMBER OF UNITS IN ISSUE		<u>260,216,351</u>	<u>268,254,374</u>
		(Rupees)	
NET ASSET VALUE PER UNIT		<u>51.5436</u>	<u>50.5379</u>

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

**MEEZAN CASH FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

		September 30,	
Note	2021	2020	
(Rupees in '000)			
Income			
	-	21,516	
	29,955	36,510	
	28,931	10,570	
	-	28,586	
	179,841	182,442	
	-	(193)	
8.1	72,854	-	
	<u>311,581</u>	<u>279,431</u>	
Expenses			
	17,325	19,246	
	2,252	2,502	
	10,395	15,397	
	5,198	5,774	
	2,252	2,502	
	293	325	
	693	770	
	185	180	
	359	364	
	184	-	
	-	30	
	147	499	
8.1	-	4,637	
	<u>39,283</u>	<u>52,226</u>	
	<u>272,298</u>	<u>227,205</u>	
	-	-	
	<u>272,298</u>	<u>227,205</u>	
Allocation of net income for the quarter			
	272,298	227,205	
	(41,082)	(42,751)	
	<u>231,216</u>	<u>184,454</u>	
Accounting income available for distribution			
	-	-	
	231,216	184,454	
	<u>231,216</u>	<u>184,454</u>	

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

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

Chief Executive

Chief Financial Officer

Director



MEEZAN CASH FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	<u>September 30,</u>	
	<u>2021</u>	<u>2020</u>
	<u>(Rupees in '000)</u>	
Net income for the quarter after taxation	272,298	227,205
Other comprehensive income	-	-
Total comprehensive income for the quarter	<u><u>272,298</u></u>	<u><u>227,205</u></u>

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

MEEZAN CASH FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	September 30, 2021			September 30, 2020		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
	------(Rupees in '000)-----			------(Rupees in '000)-----		
Net assets at the beginning of the quarter	13,448,645	108,369	13,557,014	13,928,564	97,875	14,026,439
Issuance of 145,352,066 units (September 30, 2020: 209,227,691 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	7,345,788	-	7,345,788	10,564,994	-	10,564,994
- Element of income	71,148	-	71,148	80,459	-	80,459
Total proceeds on issuance of units	7,416,936	-	7,416,936	10,645,453	-	10,645,453
Redemption of 153,390,089 units (September 30, 2020: 185,255,529 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	7,752,014	-	7,752,014	9,354,515	-	9,354,515
- Element of income	40,669	41,082	81,751	37,111	42,751	79,862
Total payments on redemption of units	7,792,683	41,082	7,833,765	9,391,626	42,751	9,434,377
Total comprehensive income for the quarter	-	272,298	272,298	-	227,205	227,205
Distribution during the quarter: nil, (September 30, 2020: nil)	-	-	-	-	-	-
Net income for the period less distribution	-	272,298	272,298	-	227,205	227,205
Net assets at the end of the quarter	13,072,898	339,585	13,412,483	15,182,391	282,329	15,464,720
Undistributed income brought forward						
- Realised income		108,369			97,875	
- Unrealised income		-			-	
		<u>108,369</u>			<u>97,875</u>	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		231,216			184,454	
		<u>231,216</u>			<u>184,454</u>	
Distribution during the quarter: nil, (September 30, 2020: nil)		-			-	
Undistributed income carried forward		<u>339,585</u>			<u>282,329</u>	
Undistributed income carried forward						
- Realised income		339,585			282,329	
- Unrealised income		-			-	
		<u>339,585</u>			<u>282,329</u>	
Net assets value per unit at the beginning of the quarter			(Rupees) <u>50.5379</u>			(Rupees) <u>50.4952</u>
Net assets value per unit at the end of the quarter			<u>51.5436</u>			<u>51.2501</u>

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director



MEEZAN CASH FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	September 30,	
	2021	2020
Note	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the quarter before taxation	272,298	227,205
Decrease / (increase) in assets		
Investments - net	582,811	(19,568)
Deposits and prepayments	55	57
Profit receivable	2,241	(11,531)
	585,107	(31,042)
Decrease in liabilities		
Payable to AI Meezan Investment Management Limited - Management Company	15,240	6,522
Payable to Central Depository Company of Pakistan Limited - Trustee	17	(27)
Payable to Securities and Exchange Commission of Pakistan	(2,271)	(1,630)
Accrued expenses and other liabilities	(154,306)	(125,032)
	(141,320)	(120,167)
Net cash generated from operating activities	716,085	75,996
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	7,763,631	10,570,516
Payments against redemption and conversion of units	(7,908,829)	(9,447,891)
Net cash (used in) / generated from financing activities	(145,198)	1,122,625
Net increase in cash and cash equivalents during the quarter	570,887	1,198,621
Cash and cash equivalents at the beginning of the quarter	11,970,565	10,404,710
Cash and cash equivalents at the end of the quarter	5.2 <u>12,541,452</u>	<u>11,603,331</u>

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

MEEZAN CASH FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Meezan Cash Fund (the Fund) was established under a trust deed executed between Al Meezan Investment Management Limited (Al Meezan) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The trust deed was executed on May 14, 2009 and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations). The Management Company has been licensed by the Securities and Exchange Commission of Pakistan (SECP) to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi 74400, Pakistan.
- 1.2** The Fund has been formed to provide the unitholders safe and stable stream of halal income on their investments and to generate superior long term risk adjusted returns. The Fund shall also keep an exposure in short-term instruments for the purpose of maintaining liquidity and to capitalise on exceptional returns, if available, at any given point in time. The Fund shall seek to maximise 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. Meezan Bank Limited (MBL) acts as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.
- 1.3** The Fund is categorized as an open-end Shariah Compliant (Islamic) Money Market Scheme listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.
- 1.4** The Management Company has been assigned a quality rating of AM1 by VIS Credit Rating Company Limited dated December 31, 2020 (2020: AM1 dated December 31, 2019) and by PACRA dated June 23, 2021 (2020: AM1 dated June 26, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes. The Fund has been given a stability rating of AA(f) by VIS Credit Rating Company Limited dated January 12, 2021.
- 1.5** The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.6** The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company has fulfilled requirements for registration and accordingly, the fund has been registered under Sindh Trusts Act, 2020.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 Statement of compliance

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

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2021.

These condensed interim financial statements are unaudited. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at September 30, 2021.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGEMENTS AND RISK MANAGEMENT

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2021.

4.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2021. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2021.

4.3 There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2021. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

	Note	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
5. BALANCES WITH BANKS			
In saving accounts	5.1	10,141,266	10,670,379
In current accounts		186	186
		<u>10,141,452</u>	<u>10,670,565</u>

5.1 The balances in saving accounts have an expected profit ranging from 1.50 % to 6.90 % per annum (June 30, 2021: 1.50% to 7.00% per annum).

	Note	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
5.2 Cash and cash equivalents			
Balances with banks	5	10,141,452	10,670,565
Term deposit receipts - having original maturity of 3 months or less	6	2,400,000	1,300,000
		<u>12,541,452</u>	<u>11,970,565</u>

6. INVESTMENTS

At fair value through profit or loss

Commercial papers	6.1	841,706	1,424,517
Term deposit receipts - having original maturity of 3 months or less	6.2	2,400,000	1,300,000
		<u>3,241,706</u>	<u>2,724,517</u>

6.1 Commercial papers

Name of the security	Maturity date	Profit rate	As at July 1, 2021	Purchases during the quarter	Sales / redemptions / maturity during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised appreciation/ (diminution)	Percentage in relation to	
										(Number of certificates)	(Rupees in '000)
										-----(%)-----	
K-Electric Limited CP XV (A-1+, PACRA) (note 6.1.1)	September 2, 2021	6 month KIBOR plus base rate of 0.60%	625	-	625	-	-	-	-	-	-
K-Electric Limited CP XVI (A-1+, PACRA) (note 6.1.1)	September 16, 2021	6 month KIBOR plus base rate of 0.60%	300	-	300	-	-	-	-	-	-
K-Electric Limited CP XVII (A-1+, VIS) (note 6.1.1)	October 6, 2021	6 month KIBOR plus base rate of 0.55%	325	-	-	325	324,640	324,640	-	2.42%	10.01%
K-Electric Limited CP XVIII (A-1+, VIS) (note 6.1.1)	October 19, 2021	6 month KIBOR plus base rate of 0.55%	200	-	-	200	199,212	199,212	-	1.49%	6.15%
K-Electric Limited CP XIX (A-1+, VIS) (note 6.1.1)	January 12, 2022	6 month KIBOR plus base rate of 0.45%	-	325	-	325	317,854	317,854	-	2.37%	9.81%
Total as at September 30, 2021							841,706	841,706			
Total as at June 30, 2021							1,424,517	1,424,517			

6.1.1 The nominal value of these commercial papers is Rs 1,000,000 each.

6.1.2 The securities are valued on the basis of amortization to its face value as per the requirements of Circular 33 of 2012 with respect to thinly and non traded debt securities with residual maturity of upto six months.

6.2 Term deposit receipts

Name of the bank	Maturity	Profit rate	As at July 1, 2021	Term deposit receipts placed during the quarter	Matured during the quarter	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised appreciation/ (diminution) as at September 30, 2021	Percentage in relation to	
									net assets of the fund	Total market value of investment
		%		(Rupees in '000)					---(%)---	
UBL - Ameen	July 5, 2021	7.00%	1,300,000	-	1,300,000	-	-	-	-	-
UBL - Ameen	August 9, 2021	6.80%	-	1,300,000	1,300,000	-	-	-	-	-
UBL - Ameen	September 9, 2021	6.80%	-	1,300,000	1,300,000	-	-	-	-	-
UBL - Ameen	October 8, 2021	7.00%	-	1,300,000	-	1,300,000	1,300,000	-	9.69%	40.10%
AKBL	December 1, 2021	7.15%	-	1,100,000	-	1,100,000	1,100,000	-	8.20%	33.93%
Total as at September 30, 2021				5,000,000	3,900,000	2,400,000	2,400,000	-		
Total as at June 30, 2021						1,300,000	1,300,000	-		

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

	Note	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
Management fee payable	7.1	5,689	449
Sindh Sales Tax payable on remuneration of the Management Company		740	57
Selling and marketing expenses payable	7.3	20,873	10,478
Allocated expenses payable	7.2	1,703	2,781
		<u>29,005</u>	<u>13,765</u>

7.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 0.5% from July 01, 2021 of average annual net assets of the Fund (2021: 0.5% per annum of the average net assets from July 1, 2020 to May 07, 2021 and at 0.6% of average annual net assets of the fund from May 08, 2021 till June 30, 2021). The remuneration is payable to the Management Company monthly in arrears.

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

The management company based on its own discretion charged 0.15% of the average annual net assets of the scheme for allocation of such expenses to the Fund from July 01, 2021 of the average annual net assets of the scheme (June 30, 2021: 0.15% from July 01, 2020 till May 07, 2021 and at 0.25% from May 08, 2021 till June 30, 2021 of the average annual net assets of the scheme).

7.3 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) upto a maximum limit approved by the Board of Directors of the Management Company as part of annual plan.

Accordingly, the Management Company has charged selling and marketing expenses based on its discretion while keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations, 2008 at the rate of 0.3% per annum of the average annual net assets of the Fund from July 1, 2021(0.4% of the average annual net assets of the fund effective July 01, 2020 to March 09, 2021 and 0.3% per annum from March 10, 2021 to June 30, 2021).

	Note	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
8. ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration payable		137	335
Printing expenses payable		111	111
Brokerage payable		49	49
Shariah advisor fee payable		930	653
Withholding tax payable		489	73,530
Capital gain tax payable		6,849	15,532
Federal Excise Duty payable on remuneration of the Management Company	8.2	27,018	27,018
Provision for Sindh Workers' Welfare Fund	8.1	-	72,854
Other expenses payable		230	463
Zakat payable		1,211	785
		<u>37,024</u>	<u>191,330</u>

8.1 SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also been taken up with the SECP. All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its circular dated August 30, 2021.



Provisioning against SWWF amounting to Rs. 74.69 million has been reversed and it has contributed towards an increase in NAV of the fund by Rs. 0.27 (0.54%) per unit. This was one-off event and is not likely to be repeated in the future.

- 8.2 The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2021. Had the provision of Federal Excise Duty not being made, the net asset value per unit as at September 30, 2021 would have been higher by Re. 0.10 (June 30, 2021: Rs. 0.10) per unit.

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

10. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

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

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

	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited) (Rupees in '000)
AI Meezan Investment Management Limited - the Management Company		
Remuneration payable	5,689	449
Sindh Sales Tax payable on management fee	740	57
Selling and marketing expenses	20,873	10,478
Allocated expenses payable	1,703	2,781
Meezan Bank Limited		
Balance with bank	25,425	321,188
Profit receivable on saving accounts	176	159
Shariah advisor fee payable	930	653
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee payable	749	734
Sindh Sales Tax on trustee fee payable	97	95
Security deposit	100	100
Directors and executives of the Management Company		
Investment of 7,070,930 units (June 30, 2021: 8,454,024 units)	364,461	427,248
	For the quarter ended September 30,	
	2021	2020
	(Unaudited)	(Unaudited)
	(Rupees in '000)	
AI Meezan Investment Management Limited - the Management Company		
Remuneration for the period	17,325	19,246
Sindh Sales Tax on remuneration of Management Company	2,252	2,502
Selling and marketing expense	10,395	15,397
Allocated expenses	5,198	5,774
Meezan Bank Limited		
Profit on saving accounts	707	789
Shariah advisor fee	276	281
	For the quarter ended September 30,	
	2021	2020
	(Unaudited)	(Unaudited)
	(Rupees in '000)	
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee for the period	2,252	2,502
Sindh Sales Tax on remuneration of the trustee	293	325
CDS charges	2	321
Meezan Strategic Allocation Fund II- MCPP - IV		
Units issued: nil units (September 30, 2020: 3,239,124 units)	-	165,000
Units redeemed: nil units (September 30, 2020: 3,239,124 units)	-	165,077
Meezan Strategic Allocation Fund II- MCPP - V		
Units issued: nil units (September 30, 2020: 569,301 units)	-	29,000
Units redeemed: nil units (September 30, 2020: 569,301 units)	-	29,014

For the quarter ended September 30,	
2021	2020
(Unaudited)	(Unaudited)
(Rupees in '000)	

Directors and Executives of the Management Company

Units issued: 420,047 units (September 30, 2020: 983,731 units)

Units redeemed: 1,803,136 units (September 30, 2020: 1,005,390 units)

21,441	50,079
92,276	51,106

11. TOTAL EXPENSE RATIO (TER)

The Total Expense Ratio (TER) of the Fund as at September 30, 2021 is 1.13% (June 30, 2021: 1.35%) which includes 0.09% (2021: 0.21%) representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as a Money Market scheme.

12. TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. The Fund has not recorded any tax liability in respect of income relating to the current quarter as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 2022 as reduced by capital gains (whether realised or unrealised) to its unitholders.

The Fund is also exempt from the provisions of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Moreover, super tax introduced in Finance Act, 2015 is also not applicable on Funds as per Section 4B of the Income Tax Ordinance, 2001.

13. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

Fair value hierarchy

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

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

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

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

As at September 30, 2021 and June 30, 2021, the Fund held the following financial instruments measured at fair values:

	As at September 30, 2021			
	Level 1	Level 2	Level 3	Total
ASSETS	(Rupees in '000)			
Financial assets 'at fair value through profit or loss'				
Term deposit receipts - having original maturity of 3 months or less *	-	2,400,000	-	2,400,000
Commercial papers**	-	841,706	-	841,706
	-	3,241,706	-	3,241,706

	As at June 30, 2021			
	Level 1	Level 2	Level 3	Total
ASSETS	(Rupees in '000)			
Financial assets 'at fair value through profit or loss'				
Term deposit receipts - having original maturity of 3 months or less *	-	1,300,000	-	1,300,000
Commercial papers**	-	1,424,517	-	1,424,517
	-	2,724,517	-	2,724,517

* 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.

** The valuation of commercial papers have been carried out based on amortisation of commercial papers as per the guidelines given in Circular 33 of 2012 since the residual maturity of these investments is less than six months and they are placed with counterparties which have high credit rating.



14. GENERAL

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

15. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on October 11, 2021 by the Board of Directors of the Management Company.

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

Chief Executive

Chief Financial Officer

Director



Al Meezan
Investment Management Ltd.

MEEZAN

ROZANA AMDANI FUND (MRAF)

The objective of the Fund is to meet liquidity needs of investors by providing investors a daily payout through investment in Shariah Compliant money market instruments.

The Fund shall be subject to such exposure limits as are specified in the Rules, the Regulations and directives issued by SECP from time to time. The Fund will make daily payout to the unit holders, which will be reinvested.



A QUANTUM LEAP
FROM
136TH POSITION
TO

108



FOR
**"EASE OF
DOING
BUSINESS"**

FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah Ahmed	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan R Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director – PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naeem Sattar	Nominee Director - PKIC
Mr. Feroz Rizvi	Independent Director
Ms. Danish Zuberi	Independent Director
Mr. Mohammad Shoaib, CFA	Chief Executive Officer

COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Salman Muslim

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Shahid Ojha

AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Tariq Mairaj	Member
Mr. Naeem Sattar	Member

RISK MANAGEMENT COMMITTEE

Mr. Mubashar Maqbool	Chairman
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ariful Islam	Chairman
Mr. Mubashar Maqbool	Member
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member
Mr. Mohammad Shoaib, CFA	Member

TRUSTEE

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block B, S.M.C.H.S., Main Sharah-e-Faisal Karachi.

AUDITORS

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

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Allied Bank Limited - Islamic Banking	Dubai Islamic Bank Pakistan Limited
Askari Bank Limited - Islamic Banking	Faysal Bank Limited - Islamic Banking
Bank Al Habib Limited - Islamic Banking	Habib Bank Limited -Islamic Banking
Bank Of Punjab – Islamic Banking	Meezan Bank Limited
Bank Alfalah Limited - Islamic Banking	UBL Ameen - Islamic Banking

LEGAL ADVISER

Bawaney & Partners
3rd & 4th Floor, 68-C, Lane-13, Bokhari Commercial Area,
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Phone (+9221) 35156191-94 Fax: (+9221) 35156195
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TRANSFER AGENT

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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited



MEEZAN ROZANA AMDANI FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2021

		September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
	Note	(Rupees in '000)	
Assets			
Balances with banks	5	28,145,738	56,743,167
Investments	6	19,532,249	17,726,099
Receivable against conversion of units		95,374	436,029
Accrued profit		168,892	257,354
Deposits and prepayments		261	294
Preliminary expenses and floatation costs		449	500
Total assets		<u>47,942,963</u>	<u>75,163,443</u>
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	15,339	-
Payable to Central Depository Company of Pakistan Limited - Trustee		3,018	3,554
Payable to the Securities and Exchange Commission of Pakistan (SECP)		2,942	9,092
Payable against conversion and redemption of units		40,635	280,124
Dividend payable		9,039	-
Accrued expenses and other liabilities	8	37,215	166,376
Total liabilities		<u>108,188</u>	<u>459,146</u>
Net assets		<u>47,834,775</u>	<u>74,704,297</u>
Unit holders' fund (as per statement attached)		<u>47,834,775</u>	<u>74,704,297</u>
Contingencies and commitments	9		
Number of units in issue		<u>956,695,498</u>	<u>1,494,085,918</u>
		----- (Rupees) -----	
Net asset value per unit		<u>50.0000</u>	<u>50.0000</u>

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

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

Chief Executive

Chief Financial Officer

Director

MEEZAN ROZANA AMDANI FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

		September 30,	
		2021	2020
Note	----- (Rupees in '000) -----		
Income			
		71,818	89,263
		145,465	44,908
		159,293	186,001
	6.4	653,149	497,790
		(1,685)	(1,094)
	8.1	141,199	-
		<u>1,169,239</u>	<u>816,868</u>
Expenses			
	7.1	26,467	22,827
		3,441	2,967
	7.2	7,092	41,861
		9,561	7,419
		1,243	964
		2,942	2,283
		160	139
		50	50
		332	330
		184	-
		362	236
		776	1,791
	8.1	-	14,720
		<u>52,610</u>	<u>95,587</u>
		<u>1,116,629</u>	<u>721,281</u>
	12	-	-
		<u>1,116,629</u>	<u>721,281</u>
Allocation of net income for the quarter			
		1,116,629	721,281
		-	-
		<u>1,116,629</u>	<u>721,281</u>
Accounting income available for distribution			
		-	-
		1,116,629	721,281
		<u>1,116,629</u>	<u>721,281</u>

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director



**MEEZAN ROZANA AMDANI FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30,	
	2021	2020
	----- (Rupees in '000) -----	
Net income for the quarter after taxation	1,116,629	721,281
Other comprehensive income for the quarter	-	-
Total comprehensive income for the quarter	<u>1,116,629</u>	<u>721,281</u>

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

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

Chief Executive

Chief Financial Officer

Director

MEEZAN ROZANA AMDANI FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	September 30, 2021			September 30, 2020		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
	----- (Rupees in '000) -----			----- (Rupees in '000) -----		
Net assets at the beginning of the quarter	74,704,297	-	74,704,297	53,350,947	-	53,350,947
Issuance of 455,474,074 units (September 30, 2020: 499,091,129 units)						
- Capital value (at par value)	22,773,704	-	22,773,704	24,954,556	-	24,954,556
- Element of income	-	-	-	-	-	0
Total proceeds on issuance of units	22,773,704	-	22,773,704	24,954,556	-	24,954,556
Redemption of 992,864,494 units (September 30, 2020: 687,169,874 units)				-	-	-
- Capital value (at par value)	49,643,226	-	49,643,226	34,358,494	-	34,358,494
- Element of Income	-	-	-	-	-	-
Total payments on redemption of units	49,643,226	-	49,643,226	34,358,494	-	34,358,494
Total comprehensive income for the quarter	-	1,116,629	1,116,629	-	721,281	721,281
Distribution during the quarter *	-	(1,116,629)	(1,116,629)	-	(721,281)	(721,281)
Net income for the quarter less distribution	-	-	-	-	-	-
Net assets at the end of the quarter	47,834,775	-	47,834,775	43,947,009	-	43,947,009
Undistributed income brought forward						
- Realised income		-			-	
- Unrealised income		-			-	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		1,116,629			721,281	
		1,116,629			721,281	
Distribution during the quarter *		(1,116,629)			(721,281)	
Undistributed income carried forward		-			-	
Undistributed income carried forward						
- Realised income		-			-	
- Unrealised income		-			-	
		-			-	
		(Rupees)			(Rupees)	
Net assets value per unit at the beginning of the quarter		50.0000			50.0000	
Net asset value per unit at the end of the quarter		50.0000			50.0000	

* Meezan Rozana Amdani Fund is required to distribute dividend on a daily basis on each business day.

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

MEEZAN ROZANA AMDANI FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021



	September 30,	
	2021	2020
Note	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the quarter before taxation	1,116,629	721,281
Adjustments for:		
Amortisation of preliminary expenses and floatation costs	51	50
	<u>1,116,680</u>	<u>721,331</u>
Increase in assets		
Investments	(7,876,150)	(2,168,065)
Accrued profit	88,462	63,674
Deposits and prepayments	33	29
	<u>(7,787,655)</u>	<u>(2,104,362)</u>
	<u>(6,670,975)</u>	<u>(1,383,031)</u>
(Decrease) / Increase in liabilities		
Payable to AI Meezan Investment Management Limited - Management Company	15,339	14,235
Payable to Central Depository Company of Pakistan Limited - Trustee	(536)	(424)
Payable to Securities and Exchange Commission of Pakistan	(6,150)	(4,374)
Accrued expenses and other liabilities	(129,161)	18,625
	<u>(120,508)</u>	<u>28,062</u>
Net cash used in from operating activities	<u>(6,791,483)</u>	<u>(1,354,969)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	23,114,359	24,917,955
Payments against redemption and conversion of units	(49,882,715)	(34,792,981)
Dividend paid	(1,107,590)	(726,386)
Net cash used in from financing activities	<u>(27,875,946)</u>	<u>(10,601,412)</u>
Net decrease in cash and cash equivalents during the quarter	<u>(34,667,429)</u>	<u>(11,956,381)</u>
Cash and cash equivalents at the beginning of the quarter	68,613,167	41,346,317
Cash and cash equivalents at the end of the quarter	5.3 <u><u>33,945,738</u></u>	<u><u>29,389,936</u></u>

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

For AI Meezan Investment Management Limited
(Management Company)

 Chief Executive

 Chief Financial Officer

 Director

MEEZAN ROZANA AMDANI FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Meezan Rozana Amdani Fund (the Fund) was established under a Trust Deed executed between Al Meezan Investment Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on October 29, 2018 and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The Management Company has been granted license by the SECP to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi 74400, Pakistan.
- 1.2** The investment objective of the Fund is to meet liquidity needs of investors by providing investors a daily payout through investment in Shariah Compliant money market instruments. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah principles. Meezan Bank Limited (MBL) acts as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.
- 1.3** The Fund is an open-end Shariah Compliant Money Market Scheme and has the following specific features:
- (a) Dividend will be distributed to the entitled unit holders on a daily basis (i.e. each business day).
 - (b) Daily dividend received by the unit holder shall be reinvested.
- By distributing dividend on a daily basis, the Management Company is required to ensure that total distribution in an accounting period accumulates to an amount that is required under the tax laws and other regulations in force.
- 1.4** Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.
- 1.5** The Management Company has been assigned a quality rating of AM1 by VIS dated December 31, 2020 (2020: AM1 dated December 31, 2019) and by PACRA dated June 23, 2021 (2020: AM1 dated June 26, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes. The Fund has been given a stability rating of AA+(f) by VIS Credit Rating Company Limited dated January 12, 2021.
- 1.6** Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.7** The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company has fulfilled requirements for registration and accordingly, the fund has been registered under Sindh Trusts Act, 2020.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 Statement of compliance

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

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2021.

These condensed interim financial statements are unaudited. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at September 30, 2021.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGEMENTS AND RISK MANAGEMENT

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2021.

4.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2021. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2021.

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2021. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

5. BALANCES WITH BANKS	Note	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
In saving accounts	5.1	28,145,704	56,743,123
In current accounts		34	44
		<u>28,145,738</u>	<u>56,743,167</u>

5.1 The balances in saving accounts have an expected profit ranging from 2.12% to 8.00% per annum (June 30, 2021: 2.05% to 7.60% per annum)

5.3 Cash And cash equivalents	Note	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
Balances with banks	5	28,145,738	56,743,167
Term deposit receipts having original maturity of 3 months or less	6.3	5,800,000	11,870,000
		<u>33,945,738</u>	<u>68,613,167</u>

6. INVESTMENTS

At fair value through profit or loss

Corporate sukuk	6.2	675,000	2,281,052
Commercial paper	6.1	2,146,929	675,000
Term deposit receipts having original maturity of 3 months or less	6.3	5,800,000	11,870,000
Bai Muajjal receivable	6.4	10,910,320	2,900,047
		<u>19,532,249</u>	<u>17,726,099</u>

6.1 Commercial papers

Name of the security	Maturity date	Profit rate	As at July 1, 2021	Purchases during the quarter	Sales / redemptions / maturity during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised appreciation / (diminution)	As a percentage of net assets of the Fund	As a percentage of total market value of investments
K-Electric Limited CP-15 Sukuk (note 6.2.1)	September 02, 2021	6 months Kibor plus base rate of 0.60%	675	-	675	-	-	-	-	-	-
K-Electric Limited CP-16 Sukuk (note 6.2.1)	September 16, 2021	6 months Kibor plus base rate of 0.60%	525	-	525	-	-	-	-	-	-
K-Electric Limited CP-17 Sukuk (note 6.2.1)	October 06, 2021	6 months Kibor plus base rate of 0.55%	525	-	-	525	524,419	524,419	-	1.10%	2.68%
K-Electric Limited CP-18 Sukuk (note 6.2.1)	October 19, 2021	6 months Kibor plus base rate of 0.55%	600	-	-	600	597,637	597,637	-	1.25%	3.06%
K-Electric Limited CP-19 Sukuk (note 6.2.1)	January 12, 2022	6 months Kibor plus base rate of 0.45%	-	375	-	375	366,755	366,755	-	0.77%	1.88%
K-Electric Limited CP-20 Sukuk (note 6.2.1)	January 27, 2022	6 months Kibor plus base rate of 0.45%	-	675	-	675	658,118	658,118	-	1.38%	3.37%
Total as at September 30, 2021							2,146,929	2,146,929			
Total as at June 30, 2021							2,281,052	2,281,052			

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

6.1.2 The securities are valued on the basis of amortization to its face value as per the requirements of Circular 33 of 2012 with respect to thinly and non traded debt securities with residual maturity of up to six months.

6.2 Corporate sukuk

Name of the security	Maturity date	Profit rate	As at July 1, 2021	Purchases during the quarter	Sales / redemptions during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised appreciation / (diminution)	Percentage in relation to	
										Net assets of the Fund	Total market value of investment
							----- (Rupees in '000) -----		----- % -----		
Hub Power Company Limited IV (AA+, PACRA) (note 6.2.1)	November 05, 2021	6 months Kibor plus base rate of 1.10%	6,750	-	-	6,750	675,000	675,000	-	1.41%	3.46%
Total as at September 30, 2021							675,000	675,000			
Total as at June 30, 2021							675,000	675,000			

6.2.1 The nominal value of the sukuk certificates is Rs 100,000 each.

6.3 Term deposit receipts

Name of the bank	Maturity	Profit rate	As at July 1, 2021	Term deposit receipts placed during the quarter	Matured during the quarter	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised gain / (loss) as at September 30, 2021	Percentage in relation to		
									Net assets of the fund	Total market value of investment	
		%	----- (Rupees in '000) -----					----- % -----			
United Bank Limited - Ameen	July 5, 2021	7.00%	4,300,000	-	4,300,000	-	-	-	-	-	
Meezan Bank Limited (related party)	August 2, 2021	7.10%	2,800,000	-	2,800,000	-	-	-	-	-	
Meezan Bank Limited (related party)	August 2, 2021	7.10%	750,000	-	750,000	-	-	-	-	-	
Meezan Bank Limited (related party)	August 2, 2021	7.10%	500,000	-	500,000	-	-	-	-	-	
Meezan Bank Limited (related party)	August 2, 2021	7.10%	950,000	-	950,000	-	-	-	-	-	
Askari Bank Limited	September 1, 2021	7.15%	2,570,000	-	2,570,000	-	-	-	-	-	
United Bank Limited - Ameen	August 9, 2021	6.80%	-	4,300,000	4,300,000	-	-	-	-	-	
United Bank Limited - Ameen	September 9, 2021	6.80%	-	4,300,000	4,300,000	-	-	-	-	-	
Askari Bank Limited	December 1, 2021	7.15%	-	1,500,000	-	1,500,000	1,500,000	-	3.14%	7.68%	
United Bank Limited - Ameen	October 8, 2021	7.00%	-	4,300,000	-	4,300,000	4,300,000	-	8.99%	22.01%	
Total as at September 30, 2021						4,300,000	11,870,000	5,800,000	5,800,000		
Total as at June 30, 2021						64,891,259	55,537,697	11,870,000	11,870,000		

6.4 Bai Muajjal receivable

Name of the counterparty	Maturity date	Profit rate	Total transaction price	Total deferred income	Accrued profit	Carrying value as at September 30, 2021	As a	Percentage
							percent	of total
							age of	market
							net	value of
							assets	investments
								%
----- (Rupees in '000) -----								
Samba Bank Limited (AA, VIS)	December 15, 2021	7.25%	444,735	14,046	7,420	452,155	0.95%	2.31%
Samba Bank Limited (AA, VIS)	December 15, 2021	7.25%	281,653	8,895	4,699	286,352	0.60%	1.47%
Samba Bank Limited (AA, VIS)	December 15, 2021	7.25%	445,118	13,704	7,073	452,191	0.95%	2.32%
Samba Bank Limited (AA, VIS)	December 15, 2021	7.25%	281,910	8,679	4,480	286,390	0.60%	1.47%
Samba Bank Limited (AA, VIS)	December 15, 2021	7.25%	445,208	13,618	6,986	452,194	0.95%	2.32%
Samba Bank Limited (AA, VIS)	December 15, 2021	7.25%	281,982	8,626	4,425	286,407	0.60%	1.47%
Samba Bank Limited (AA, VIS)	December 15, 2021	7.25%	445,298	13,533	6,899	452,197	0.95%	2.32%
Samba Bank Limited (AA, VIS)	December 15, 2021	7.25%	282,039	8,571	4,370	286,409	0.60%	1.47%
Samba Bank Limited (AA, VIS)	December 15, 2021	7.25%	445,410	13,448	6,812	452,222	0.95%	2.32%
Samba Bank Limited (AA, VIS)	December 15, 2021	7.25%	282,110	8,517	4,315	286,425	0.60%	1.47%
Samba Bank Limited (AA, VIS)	December 15, 2021	7.25%	247,988	6,995	3,300	251,288	0.53%	1.29%
Pak Brunei Investment Company Limited (AA+, VIS)	December 17, 2021	7.60%	442,969	16,510	9,408	452,377	0.95%	2.32%
Pak Brunei Investment Company Limited (AA+, VIS)	December 17, 2021	7.60%	280,520	10,455	5,958	286,478	0.60%	1.47%
Pak Brunei Investment Company Limited (AA+, VIS)	December 17, 2021	7.60%	443,067	16,421	9,318	452,385	0.95%	2.32%
Pak Brunei Investment Company Limited (AA+, VIS)	December 17, 2021	7.60%	280,584	10,399	5,901	286,485	0.60%	1.47%
Pak Brunei Investment Company Limited (AA+, VIS)	December 17, 2021	7.60%	443,165	16,333	9,228	452,393	0.95%	2.32%
Pak Brunei Investment Company Limited (AA+, VIS)	December 17, 2021	7.60%	280,647	10,343	5,844	286,491	0.60%	1.47%
Pak Brunei Investment Company Limited (AA+, VIS)	December 17, 2021	7.60%	443,262	16,244	9,134	452,396	0.95%	2.32%
Pak Brunei Investment Company Limited (AA+, VIS)	December 17, 2021	7.60%	280,711	10,287	5,786	286,497	0.60%	1.47%
Pak Kuwait Investment Company Limited (AAA, PACRA)	August 3, 2021	7.15%	447,154	11,737	5,168	452,322	0.95%	2.32%
Pak Kuwait Investment Company Limited (AAA, PACRA)	August 4, 2021	7.15%	447,244	11,652	5,081	452,325	0.95%	2.32%
Pak Kuwait Investment Company Limited (AAA, PACRA)	August 4, 2021	7.15%	283,304	7,381	3,219	286,523	0.60%	1.47%
Pak Kuwait Investment Company Limited (AAA, PACRA)	August 5, 2021	7.15%	447,334	11,567	4,995	452,329	0.95%	2.32%
Pak Kuwait Investment Company Limited (AAA, PACRA)	August 5, 2021	7.15%	283,362	7,327	3,164	286,526	0.60%	1.47%
Pak Kuwait Investment Company Limited (AAA, PACRA)	August 6, 2021	7.15%	447,424	11,482	4,908	452,332	0.95%	2.32%
Pak Kuwait Investment Company Limited (AAA, PACRA)	August 6, 2021	7.15%	283,447	7,274	3,109	286,556	0.60%	1.47%
Pak Kuwait Investment Company Limited (AAA, PACRA)	August 10, 2021	7.15%	447,840	11,141	4,562	452,402	0.95%	2.32%
Pak Kuwait Investment Company Limited (AAA, PACRA)	August 10, 2021	7.15%	283,676	7,057	2,890	286,566	0.60%	1.47%
Pak Kuwait Investment Company Limited (AAA, PACRA)	August 11, 2021	7.15%	447,919	11,056	4,475	452,394	0.95%	2.32%
Pak Kuwait Investment Company Limited (AAA, PACRA)	August 11, 2021	7.15%	148,826	3,673	1,487	150,313	0.31%	0.77%
Total as at September 30, 2021			10,745,906	326,971	164,414	10,910,320	22.81%	55.86%
Total as at June 30, 2021			27,829,092	938,786	605,383	2,900,047		

7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - THE MANAGEMENT COMPANY		September 30,	June 30,
		2021	2021
		(Unaudited)	(Audited)
		(Rupees in '000)	
Management fee payable	7.1.	7,299	-
Sindh Sales Tax payable on remuneration of the Management Company		949	-
Selling and marketing expenses payable	7.2.	7,091	-
		15,339	-

7.1. As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit.

Effective from July 01, 2021 to July 05, 2021 the Management Company has charged nil remuneration, from July 06, 2021 to September 16, 2021 0.2% and from September 17, 2021 to September 30, 2021 0.15% of average annual net assets of the Fund. The remuneration is payable to the Management Company monthly in arrears.

- 7.2. In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion has charged nil selling and marketing expense from July 01, 2021 to July 31, 2021, from August 01, 2021 to September 16, 2021 0.1% selling and marketing expense of the average annual net assets of the Fund, and subsequently effective from September 17, 2021 to September 30, 2021 the Management Company discontinued selling and marketing expense which has also been approved by the Board.

	Note	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
8. ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration payable		120	280
Brokerage payable		356	163
Shariah advisor fee payable		809	538
Withholding tax payable		34,040	21,675
Provision for Sindh Workers' Welfare Fund (SWWF)	8.1	-	141,199
CDS Charges Payable		1,200	1,679
Other payables		6	310
Zakat payable		684	532
		<u>37,215</u>	<u>166,376</u>

- 8.1 SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also been taken up with the SECP. All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its circular dated August 30, 2021.

Provisioning against SWWF amounting to Rs. 151 million has been reversed and it has contributed towards an increase in Pay out of the fund by Rs. 0.13 (0.27%) per unit. This was one-off event and is not likely to be repeated in

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

10. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund for the period ended September 30, 2021 is 0.36% which includes 0.05% representing government levy, sales tax, annual fee to the SECP etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as a Money Market Scheme.

11. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

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

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

	September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
	(Rupees in '000)	
Al Meezan Investment Management Limited - Management Company		
Remuneration payable to the Management Company	7,299	-
Sindh Sales Tax payable on remuneration of the Management Company	949	-
Selling and marketing expense payable	7,091	-
Investment of 1,226,451 units (June 30, 2020:33,990,446 units)	61,323	9,634,670
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee	2,671	3,145
Sindh Sales Tax on remuneration of the Trustee	347	409
Security deposit	100	100
CDS charges payable	1,200	1,679
Meezan Bank Limited		
Balance with bank	6,039	72,245
Profit receivable on saving account	325	312
Term deposit receipt placed	-	5,000,000
Profit on term deposit receipt	-	4,085
Shariah advisor fee payable	809	538
Meezan Strategic Allocation Fund - MSAP - I		
Investment of 3,198,133 units (June 2021: 3,548,805)	159,907	177,440
Meezan Strategic Allocation Fund - MSAP - II		
Investment of 2,010,532 units June 2021: 2,266,119)	100,527	113,306
Meezan Strategic Allocation Fund - MSAP - III		
Investment of 2,144,582 units (June 2021: 2,609,764)	107,229	130,488
Meezan Strategic Allocation Fund - MSAP - IV		
Investment of 868,949 units (June 2021: 1,081,951)	43,447	54,098
Meezan Strategic Allocation Fund - MSAP - V		
Investment of 296,152 units (June 2021: 302,398)	14,808	15,120
Meezan Strategic Asset Allocation Fund - MCPP - III		
Investment of 4,545,205 units (June 2021: 4,314,182)	227,260	215,709
Meezan Strategic Allocation Fund -II - MCPP - IV		
Investment of 9,048,871 units (June 2021: 8,383,770)	452,444	419,189
Meezan Strategic Allocation Fund-II - MCPP - V		
Investment of 1,634,755 units (June 2021: 1,583,794)	81,738	79,190

	September 30, 2021 (Unaudited) (Rupees in '000)	June 30, 2021 (Audited)
Meezan Strategic Allocation Fund II- MCPP - VI Investment of 1,772,242 units (June 2021: 1,863,801)	88,612	93,190
Meezan Strategic Allocation Fund II- MCPP - VII Investment of 1,931,610 units (June 2021: 1,916,378)	96,581	95,819
Meezan Strategic Allocation Fund II- MCPP - VIII Investment of nil units (June 2021: 694,122)	-	34,706
Meezan Strategic Allocation Fund III- MCPP - IX Investment of 1,133,377 units (June 2021: 1,096,628)	56,669	54,831
AI Meezan Investment Management Limited - Employee Gratuity Fund Investment of 434,765 units (June 30, 2021: 426,440 units)	21,738	21,322
Unitholders holding 10 percent or more of the Fund Investment of 105,464,827 units (June 30, 2021: 161,063,788 units)	5,273,241	8,053,189
Directors and Executives of the Management Company Investment of 302,063 units (June 30, 2021: 540,520 units)	15,103	27,026
	For the Quarter ended	
	September 30,	
	2021	2020
	(Rupees in '000)	
AI Meezan Investment Management Company Limited - Management Company		
Remuneration for the period	26,467	22,827
Sindh Sales Tax on management fee for the period	3,441	2,967
Selling and marketing expense	7,092	41,861
Units issued: 30,617,055 units (September 30,2020: 14,366,038 units)	1,530,853	718,302
Units redeemed: 48,660,000 units (September 30,2020: 8,800,000 units)	2,433,000	440,000
Dividend paid	32,100	28,476
Central Depository Company of Pakistan Limited - Trustee		
Remuneration fee for the period	9,561	7,419
Sindh Sales Tax on trustee fee for the period	1,243	964
CDS charges	505	1,591
Meezan Bank Limited		
Profit on saving account	1,025	3,961
Term deposit receipt matured	5,000,000	-
Profit on term deposit receipts	31,123	-
Shariah advisory fee expense	271	272
Meezan Strategic Allocation Fund - MSAP - I		
Units issued: 65,728 units (September 30,2020: Nil units)	3,286	-
Units redeemed: 416,400 units (September 30,2020: Nil units)	20,820	-
Dividend paid	3,254	-
Meezan Strategic Allocation Fund - MSAP - II		
Units issued: 41,413 units (September 30,2020: Nil units)	2,071	-
Units redeemed: 297,000 units (September 30,2020: Nil units)	14,850	-
Dividend paid	2,071	-

**For the Quarter ended
 September 30,**

	2021	2020
	(Rupees in '000)	
Meezan Strategic Allocation Fund - MSAP - III		
Units issued: 48,418 units (September 30,2020: Nil units)	2,421	-
Units redeemed: 513,600 units (September 30,2020: Nil units)	25,680	-
Dividend paid	2,421	-
Meezan Strategic Allocation Fund - MSAP - IV		
Units issued: 17,598 units (September 30,2020: Nil units)	880	-
Units redeemed: 230,600 units (September 30,2020: Nil units)	11,530	-
Dividend paid	880	-
Meezan Strategic Allocation Fund - MSAP - V		
Units issued: 5,753 units (September 30,2020: Nil units)	288	-
Units redeemed: 12,000 units (September 30,2020: Nil units)	600	-
Dividend paid	288	-
Meezan Strategic Asset Allocation Fund - MCPP-III		
Units issued: 374,023 units (September 30,2020: Nil units)	18,701	-
Units redeemed: 143,000 units (September 30,2020: Nil units)	7,150	-
Dividend paid	4,201	-
Meezan Strategic Allocation Fund II- MCPP - IV		
Units issued: 956,901 units (September 30,2020: 3,647,448 units)	47,845	182,372
Units redeemed: 291,800 units (September 30,2020: 3,457,360 units)	14,590	172,868
Dividend paid	8,345	695
Meezan Strategic Allocation Fund II- MCPP - V		
Units issued: 130,761 units (September 30,2020: 3,750,212 units)	6,538	187,511
Units redeemed: 79,800 units (September 30,2020: 506,540 units)	3,990	25,327
Dividend paid	1,538	1,068
Meezan Strategic Allocation Fund II- MCPP - VI		
Units issued: 35,041 units (September 30,2020: Nil units)	1,752	-
Units redeemed: 126,600 units (September 30,2020: Nil units)	6,330	-
Dividend paid	1,752	-
Meezan Strategic Allocation Fund II- MCPP - VII		
Units issued: 87,432 units (September 30,2020: Nil units)	4,372	-
Units redeemed: 72,200 units (September 30,2020: Nil units)	3,610	-
Dividend paid	1,872	-
Meezan Strategic Allocation Fund II- MCPP - VIII		
Units issued: 8,804 units (September 30,2020: Nil units)	440	-
Units redeemed: 702,926 units (September 30,2020: Nil units)	35,146	-
Dividend paid	440	-
Meezan Strategic Allocation Fund III- MCPP - IX		
Units issued: 81,149 units (September 30,2020: Nil units)	4,057	5,507
Units redeemed: 44,400 units (September 30,2020: Nil units)	2,220	3,005
Dividend paid	1,057	7
AI Meezan Investment Management Limited - Employee Gratuity Fund		
Units issued: 8,325 units (September 30,2019: 406,361 units)	416	20,318
Dividend paid	416	118
Directors and Executives of the Management Company		
Units issued: 458,049 units (September 30,2020: 22,265 units)	22,902	1,133
Units redeemed: 696,508 units (September 30,2020: 21,760 units)	34,825	1,088
Dividend paid	654	133

12. TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since, the management has distributed the required minimum percentage of income earned by the Fund for the quarter ended September 30, 2021 to the unit holders, therefore, the Fund has not recorded any tax liability in respect of income relating to the current

The Fund is also exempt from the provisions of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Moreover, super tax introduced in Finance Act, 2015 is also not applicable on funds as per Section 4B of the Income Tax Ordinance, 2001.

13. FAIR VALUES OF FINANCIAL INSTRUMENTS

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

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

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

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 market price (unadjusted) in active markets for an 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).

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

As at September 30, 2021, the Fund held the following financial instruments measured at fair values:

	As at September 30, 2021			
	Level 1	Level 2	Level 3	Total
ASSETS	----- (Rupees in '000) -----			
Financial assets 'at fair value through profit or loss'				
Corporate sukus*	-	675,000	-	675,000
Commercial papers **	-	2,146,929	-	2,146,929
Term deposit receipts - having original maturity of 3 months or less *	-	5,800,000	-	5,800,000
Bai Muajjal receivable**	-	10,910,320	-	10,910,320
	-----	-----	-----	-----
	-	19,532,249	-	19,532,249
	-----	-----	-----	-----
	As at June 30, 2021			
	Level 1	Level 2	Level 3	Total
ASSETS	----- (Rupees in '000) -----			
Financial assets 'at fair value through profit or loss'				
Corporate sukus*	-	675,000	-	675,000
Commercial papers **	-	2,281,052	-	2,281,052
Term deposit receipts - having original maturity of 3 months or less *	-	11,870,000	-	11,870,000
Bai Muajjal receivable**	-	2,900,047	-	2,900,047
	-----	-----	-----	-----
	-	17,726,099	-	17,726,099
	-----	-----	-----	-----



* 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.

** The valuation of commercial papers and Bai Muajjal receivable have been carried out based on amortisation to their face values / sale price as per the guidelines given in Circular 33 of 2012 since the residual maturity of these investments is less than six months and they are placed with counterparties which have high credit ratings.

14. GENERAL

Figures have been rounded off to the nearest thousand rupees.

15. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on October 11, 2021 by the Board of Directors of the Management Company.

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

Chief Executive

Chief Financial Officer

Director



Al Meezan
Investment Management Ltd.

MEEZAN

FINANCIAL PLANNING FUND OF FUNDS (MFPF)

Meezan Financial Planning Fund of Funds invests in Shariah Compliant Fixed Income and Equity Mutual Funds in line with the risk tolerance of the investor and in doing so, it strives to generate returns on investment aligned with respective allocation plans.



**ASSETS
UNDER
MUTUAL FUND
MANAGEMENT
IN
PAKISTAN CROSSED**



**TRILLION
MARK**

FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah Ahmed	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan R Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director - PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naem Sattar	Nominee Director - PKIC
Mr. Feroz Rizvi	Independent Director
Ms. Danish Zuberi	Independent Director
Mr. Mohammad Shoaib, CFA	Chief Executive Officer

COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Salman Muslim

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Shahid Ojha

AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Tariq Mairaj	Member
Mr. Naem Sattar	Member

RISK MANAGEMENT COMMITTEE

Mr. Mubashar Maqbool	Chairman
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ariful Islam	Chairman
Mr. Mubashar Maqbool	Member
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member
Mr. Mohammad Shoaib, CFA	Member

TRUSTEE

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block B, S.M.C.H.S., Main Sharah-e-Faisal Karachi.

AUDITORS

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

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Bank Islami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Habib Metropolitan Bank Limited - Islamic Banking
Meezan Bank Limited

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited
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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited



MEEZAN FINANCIAL PLANNING FUND OF FUNDS
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2021

(Unaudited)						
As at September 30, 2021						
	Aggressive	Moderate	Conservative	MAAP-I	Total	
Note	(Rupees in '000)					
Assets						
Balances with banks	5	2,160	2,747	1,206	622	6,735
Investments	6	341,758	166,809	229,711	160,754	899,031
Receivable against conversion of units		26	114	356	-	496
Receivable against sale of investments		-	-	-	42,241	42,241
Profit receivable on saving accounts with banks		11	27	9	5	52
Total assets		343,955	169,697	231,282	203,622	948,555
Liabilities						
Payable to AI Meezan Investment Management Limited - Management Company	7	47	25	49	16	136
Payable to Central Depository Company of Pakistan Limited - Trustee		27	11	24	11	73
Payable to Meezan Bank Limited		4	24	1	-	29
Payable to Securities and Exchange Commission of Pakistan (SECP)		18	8	12	8	46
Payable on redemption and conversion of units		503	2,363	1,107	11	3,984
Payable against purchase of investments		-	-	-	40,191	40,191
Accrued expenses and other liabilities	9	807	1,158	732	3,956	6,653
Total liabilities		1,406	3,589	1,925	44,193	51,113
Net assets		342,549	166,108	229,357	159,429	897,443
Unit holders' fund (as per statement attached)		342,549	166,108	229,357	159,429	897,443
Contingencies and commitments	8					
(Number of units)						
Number of units in issue		4,364,820	2,296,702	3,296,878	2,434,120	
(Rupees)						
Net asset value per unit		78.4794	72.3248	69.5678	65.4974	

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

MEEZAN FINANCIAL PLANNING FUND OF FUNDS
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2021

(Audited)						
As at June 30, 2021						
	Aggressive	Moderate	Conservative	MAAP-I	Total	
Note	(Rupees in '000)					
Assets						
Balances with banks	5	6,715	265	1,158	503	8,641
Investments	6	347,785	150,037	226,644	168,374	892,840
Receivable against conversion of units		19	116	241	-	376
Profit receivable on saving accounts with banks		4	17	32	4	57
Total assets		354,523	150,435	228,075	168,881	901,914
Liabilities						
Payable to AI Meezan Investment Management Limited - Management Company	7	54	56	43	16	169
Payable to Central Depository Company of Pakistan Limited - Trustee		26	8	23	11	68
Payable to Meezan Bank Limited		16	11	5	-	32
Payable to the Securities and Exchange Commission of Pakistan (SECP)		64	27	33	52	176
Payable on redemption and conversion of units		378	518	930	-	1,826
Accrued expenses and other liabilities	9	6,082	3,831	2,689	12,557	25,159
Total liabilities		6,620	4,451	3,723	12,636	27,430
Net assets		347,903	145,984	224,352	156,245	874,484
Unit holders' fund (as per statement attached)		347,903	145,984	224,352	156,245	874,484
Contingencies and commitments	8					
(Number of units)						
Number of units in issue		4,433,576	2,042,610	3,278,232	2,456,818	
(Rupees)						
Net asset value per unit		78.4701	71.4694	68.4368	63.5964	

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director



**MEEZAN FINANCIAL PLANNING FUND OF FUNDS
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

September 30, 2021						
		Aggressive	Moderate	Conservative	MAAP-I	Total
Note		(Rupees in '000)				
Income						
	Net realised gain on sale of investments	146	95	108	882	1,231
	Profit on saving accounts with banks	21	26	34	4	85
9.1	Reversal of provision for Sindh Workers' Welfare Fund (SWWF)	5,234	2,673	1,962	8,530	18,399
		<u>5,401</u>	<u>2,794</u>	<u>2,104</u>	<u>9,416</u>	<u>19,715</u>
	Net unrealised (diminution) / appreciation on re-measurement of of investments at 'fair value through profit or loss'	6.1	(5,173)	(823)	1,959	(4,550)
	Total Income	<u>228</u>	<u>1,971</u>	<u>4,063</u>	<u>4,866</u>	<u>11,128</u>
Expenses						
	Remuneration to AI Meezan Investment Management Limited - Management Company	7.1	10	10	12	2
	Sindh Sales Tax on management fee	1	1	1	-	3
7.2	Allocated expenses	97	44	64	45	250
	Remuneration to Central Depository Company of Pakistan Limited - Trustee	62	28	41	29	160
	Sindh Sales Tax on trustee fee	8	4	5	4	21
	Annual fee to Securities and Exchange Commission of Pakistan (SECP)	18	8	12	8	46
	Auditors' remuneration	71	32	46	42	191
	Fees and subscription	37	18	24	17	96
	Legal and professional charges	72	41	39	33	185
	Bank and settlement charges	5	2	2	2	11
	Total expenses	<u>381</u>	<u>188</u>	<u>246</u>	<u>182</u>	<u>997</u>
	Net (loss) / Income for the quarter before taxation	<u>(153)</u>	<u>1,783</u>	<u>3,817</u>	<u>4,684</u>	<u>10,131</u>
	Taxation	12	-	-	-	-
	Net (loss) / Income for the quarter after taxation	<u>(153)</u>	<u>1,783</u>	<u>3,817</u>	<u>4,684</u>	<u>10,131</u>
Allocation of net income for the quarter						
	Net Income for the quarter after taxation	-	1,783	3,817	4,684	10,284
	Income already paid on units redeemed	-	(125)	(253)	(56)	(434)
		<u>-</u>	<u>1,658</u>	<u>3,564</u>	<u>4,628</u>	<u>9,850</u>
Accounting income available for distribution						
	- Relating to capital gains	-	-	2,067	-	2,067
	- Excluding capital gains	-	1,658	1,497	4,628	7,783
		<u>-</u>	<u>1,658</u>	<u>3,564</u>	<u>4,628</u>	<u>9,850</u>

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN FINANCIAL PLANNING FUND OF FUNDS
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

		September 30, 2020				
		Aggressive	Moderate	Conservative	MAAP-I	Total
Note		(Rupees in '000)				
Income						
	Net realised gain on sale of investments	3,731	1,162	1,125	4,100	10,118
	Profit on saving accounts with banks	26	47	25	3	101
		<u>3,757</u>	<u>1,209</u>	<u>1,150</u>	<u>4,103</u>	<u>10,219</u>
	Net unrealised appreciation on re-measurement of investments at 'fair value through profit or loss'					
6.1		35,588	10,840	7,560	37,290	91,278
	Total Income	<u>39,345</u>	<u>12,049</u>	<u>8,710</u>	<u>41,393</u>	<u>101,497</u>
Expenses						
	Remuneration to AI Meezan Investment Management Limited - Management Company	12	13	9	2	36
7.1		1	2	1	-	4
	Sindh Sales Tax on management fee	79	34	38	89	240
7.2	Allocated expenses					
	Remuneration to Central Depository Company of Pakistan Limited - Trustee	55	24	27	61	167
	Sindh Sales Tax on trustee fee	7	3	3	8	21
	Annual fee to Securities and Exchange Commission of Pakistan	16	7	8	18	49
	Auditors' remuneration	55	24	28	64	171
	Fees and subscription	31	13	15	35	94
8.1	Provision for Sindh Workers' Welfare Fund	782	238	172	822	2,014
	Total expenses	<u>1,038</u>	<u>358</u>	<u>301</u>	<u>1,099</u>	<u>2,796</u>
	Net Income for the quarter before taxation	<u>38,307</u>	<u>11,691</u>	<u>8,409</u>	<u>40,294</u>	<u>98,701</u>
	Taxation	-	-	-	-	-
12						
	Net Income for the quarter after taxation	<u>38,307</u>	<u>11,691</u>	<u>8,409</u>	<u>40,294</u>	<u>98,701</u>
Allocation of net income for the quarter						
	Net Income for the quarter after taxation	38,307	11,691	8,409	40,294	98,701
	Income already paid on units redeemed	(2,998)	(477)	(540)	(835)	(4,850)
		<u>35,309</u>	<u>11,214</u>	<u>7,869</u>	<u>39,459</u>	<u>93,851</u>
Accounting income available for distribution						
	- Relating to capital gains	35,309	11,214	7,869	39,459	93,851
	- Excluding capital gains	-	-	-	-	-
		<u>35,309</u>	<u>11,214</u>	<u>7,869</u>	<u>39,459</u>	<u>93,851</u>

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

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

Chief Executive

Chief Financial Officer

Director



**MEEZAN FINANCIAL PLANNING FUND OF FUNDS
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

September 30, 2021					
Aggressive	Moderate	Conservative	MAAP-I	Total	
(Rupees in '000)					
Net (loss) / Income for the quarter after taxation	(153)	1,783	3,817	4,684	10,131
Other comprehensive income for the quarter	-	-	-	-	-
Total comprehensive (loss) / Income for the quarter	(153)	1,783	3,817	4,684	10,131

September 30, 2020					
Aggressive	Moderate	Conservative	MAAP-I	Total	
(Rupees in '000)					
Net Income for the quarter after taxation	38,307	11,691	8,409	40,294	98,701
Other comprehensive income for the quarter	-	-	-	-	-
Total comprehensive Income for the quarter	38,307	11,691	8,409	40,294	98,701

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN FINANCIAL PLANNING FUND OF FUNDS
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUNDS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30, 2021			September 30, 2021			September 30, 2021			September 30, 2021			September 30, 2021		
	Aggressive (Rupees in '000)			Moderate (Rupees in '000)			Conservative (Rupees in '000)			MAAP-I (Rupees in '000)			Total (Rupees in '000)		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
Net assets at the beginning of the quarter	249,913	97,990	347,903	81,431	64,553	145,984	151,433	72,919	224,352	62,299	93,946	156,245	545,076	329,408	874,484
Issuance of units:															
Aggressive: 241,949 units / Moderate: 488,593 units / Conservative: 343,489 units															
- Capital value (at net asset value per unit at the beginning of the quarter)	18,986	-	18,986	34,919	-	34,919	23,507	-	23,507	-	-	-	77,412	-	77,412
- Element of Income	475	-	475	465	-	465	279	-	279	-	-	-	1,219	-	1,219
Total proceeds on issuance of units	19,461	-	19,461	35,384	-	35,384	23,786	-	23,786	-	-	-	78,631	-	78,630
Redemption of units:															
Aggressive: 310,705 units / Moderate: 234,501 units / Conservative: 324,843 units / MAAP I: 22,698 units /															
- Capital value (at net asset value per unit at the beginning of the quarter)	24,381	-	24,381	16,760	-	16,760	22,231	-	22,231	1,444	-	1,444	64,816	-	64,816
- Element of income	280	-	280	158	125	283	115	252	367	-	56	56	553	433	986
Total payments on redemption of units	24,661	-	24,661	16,918	125	17,043	22,346	252	22,598	1,444	56	1,500	65,369	433	65,802
Total comprehensive (loss) / Income for the quarter	-	(153)	(153)	-	1,783	1,783	-	3,817	3,817	-	4,684	4,684	-	10,131	10,131
Distribution during the quarter	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net (loss) / income for the quarter less distribution	-	(153)	(153)	-	1,783	1,783	-	3,817	3,817	-	4,684	4,684	-	10,131	10,131
Net assets at the end of the quarter	244,713	97,837	342,549	99,897	66,211	166,108	152,873	76,484	229,357	60,855	98,574	159,429	558,338	339,106	897,443
Undistributed income brought forward															
- Realised income		102,556			65,862			73,890			79,635			321,943	
- Unrealised (loss) / income		(4,566)			(1,309)			(971)			14,311			7,465	
		97,990			64,553			72,919			93,946			329,408	
Accounting income available for distribution															
- Relating to capital gains		-			-			2,067			-			2,067	
- Excluding capital gains		-			1,658			1,497			4,628			7,783	
		-			1,658			3,564			4,628			9,850	
Net (loss) / Income for the quarter after taxation		(153)			-			-			-			(153)	
Distribution during the quarter		-			-			-			-			-	
Undistributed income carried forward		97,837			66,211			76,484			98,574			339,106	
Undistributed income carried forward															
- Realised income		103,010			67,034			74,525			103,124			347,693	
- Unrealised income		(5,173)			(823)			1,959			(4,550)			(8,587)	
		97,837			66,211			76,484			98,574			339,106	
Net asset value per unit as at the beginning of the quarter	Rupees	78.4701		Rupees	71.4694		Rupees	68.4368		Rupees	63.5964				
Net asset value per unit as at the end of the quarter		78.4794			72.3248			69.5678			65.4974				

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

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

Chief Executive

Chief Financial Officer

Director



**MEEZAN FINANCIAL PLANNING FUND OF FUNDS
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUNDS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30, 2020			September 30, 2020			September 30, 2020			September 30, 2020			September 30, 2020		
	Aggressive (Rupees in '000)			Moderate (Rupees in '000)			Conservative (Rupees in '000)			MAAP-I (Rupees in '000)			Total (Rupees in '000)		
	Capital Value	Undistributed income / loss	Total	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
Net assets at the beginning of the quarter	251,746	30,994	282,740	70,980	47,589	118,569	86,818	57,061	143,879	257,512	60,607	318,119	667,056	196,251	863,307
Issuance of units:															
Aggressive: 449,649 units / Moderate: 373,952 units /															
Conservative: 319,017 units															
- Capital value (at net asset value per unit at the beginning of the quarter)	27,737	-	27,737	22,119	-	22,119	19,332	-	19,332	-	-	-	69,188	-	69,188
- Element of Income	2,582	-	2,582	2,096	-	2,096	795	-	795	-	-	-	5,473	-	5,473
Total proceeds on issuance of units	30,319	-	30,319	24,215	-	24,215	20,127	-	20,127	-	-	-	74,661	-	74,660
Redemption of units:															
Aggressive: 588,350 units / Moderate: 215,137 units /															
Conservative: 376,626 units / MAAP I: 160,158 units /															
- Capital value (at net asset value per unit at the beginning of the quarter)	36,292	-	36,292	12,725	-	12,725	22,824	-	22,824	8,004	-	8,004	79,845	-	79,845
- Element of income	1,065	2,998	4,063	707	477	1,184	482	540	1,022	-	835	835	2,254	4,850	7,104
Total payments on redemption of units	37,357	2,998	40,355	13,432	477	13,909	23,306	540	23,846	8,004	835	8,839	82,099	4,850	86,949
Total comprehensive Income for the quarter	-	38,307	38,307	-	11,691	11,691	-	8,409	8,409	-	40,294	40,294	-	98,701	98,701
Distribution during the quarter	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income for the quarter less distribution	-	38,307	38,307	-	11,691	11,691	-	8,409	8,409	-	40,294	40,294	-	98,701	98,701
Net assets at the end of the quarter	244,708	66,303	311,010	81,763	58,803	140,566	83,639	64,930	148,569	249,508	100,066	349,574	659,618	290,102	949,719
Undistributed income brought forward															
- Realised income		42,079			50,810			59,029			55,354			207,272	
- Unrealised (loss) / income		(11,085)			(3,221)			(1,968)			5,253			(11,021)	
Accounting income available for distribution		30,994			47,589			57,061			60,607			196,251	
- Relating to capital gains		35,309			11,214			7,869			39,459			93,851	
- Excluding capital gains		-			-			-			-			-	
		35,309			11,214			7,869			39,459			93,851	
Net Income for the quarter after taxation		38,307			11,691			8,409			40,294			98,701	
Distribution during the quarter		-			-			-			-			-	
Undistributed income carried forward		66,303			58,803			64,930			100,066			290,102	
Undistributed income carried forward															
- Realised income		30,715			47,963			57,370			62,776			198,824	
- Unrealised income		35,588			10,840			7,560			37,290			91,278	
		66,303			58,803			64,930			100,066			290,102	
Net asset value per unit as at the beginning of the quarter	Rupees	61.6837		Rupees	59.1490		Rupees	60.6014		Rupees	49.9777				
Net asset value per unit as at the end of the quarter		69.9684			64.9747			64.1331			56.3369				

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN FINANCIAL PLANNING FUND OF FUNDS
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30, 2021				
	Aggressive	Moderate	Conservative	MAAP-I	Total
	(Rupees in '000)				
CASH FLOWS FROM OPERATING ACTIVITIES					
Net (loss) / income for the quarter before taxation	(153)	1,783	3,817	4,684	10,131
Adjustments for					
Net unrealised diminution / (appreciation) on re-measurement of investments 'at fair value through profit or loss'	5,173	823	(1,959)	4,550	8,587
	5,020	2,606	1,858	9,234	18,718
Decrease / (increase) in assets					
Investments - net	854	(17,595)	(1,108)	3,070	(14,778)
Receivable against sale of investments	-	-	-	(42,241)	(42,241)
Profit receivable on saving accounts with banks	(7)	(10)	23	(1)	5
	847	(17,605)	(1,085)	(39,172)	(57,014)
(Decrease) / increase in liabilities					
Payable to AI Meezan Investment Management Limited - Management Company	(7)	(31)	6	-	(33)
Payable to Central Depository Company of Pakistan Limited - Trustee	1	3	1	-	5
Payable to Meezan Bank Limited	(12)	13	(4)	-	(3)
Payable to Securities and Exchange Commission of Pakistan	(46)	(19)	(21)	(44)	(130)
Payable against purchase of investments	-	-	-	40,191	40,191
Accrued expenses and other liabilities	(5,275)	(2,673)	(1,957)	(8,601)	(18,506)
	(5,339)	(2,707)	(1,975)	31,546	21,525
Net cash generated from / (used in) operating activities	528	(17,706)	(1,202)	1,608	(16,771)
CASH FLOWS FROM FINANCING ACTIVITIES					
Receipts against issuance and conversion of units	19,453	35,386	23,671	-	78,510
Payments against redemption and conversion of units	(24,536)	(15,198)	(22,421)	(1,489)	(63,644)
Net cash (used in) / generated from financing activities	(5,083)	20,188	1,250	(1,489)	14,866
Net (decrease) / increase in cash and cash equivalents during the quarter	(4,555)	2,482	48	119	(1,906)
Cash and cash equivalents at the beginning of the quarter	6,715	265	1,158	503	8,641
Cash and cash equivalents at the end of the quarter	2,160	2,747	1,206	622	6,735

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

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

Chief Executive

Chief Financial Officer

Director



**MEEZAN FINANCIAL PLANNING FUND OF FUNDS
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30, 2020				
	Aggressive	Moderate	Conservative	MAAP-I	Total
(Rupees in '000)					
CASH FLOWS FROM OPERATING ACTIVITIES					
Net income for the quarter before taxation	38,307	11,691	8,409	40,294	98,701
Adjustments for					
Net unrealised (appreciation) on re-measurement of investments 'at fair value through profit or loss'	(35,588)	(10,840)	(7,560)	(37,290)	(91,278)
	2,719	851	849	3,004	7,423
Decrease / (increase) in assets					
Investments - net	11,769	(14,963)	1,875	5,531	4,212
Receivable against sale of investments	(2,940)	(1,578)	(4,420)	(470)	(9,408)
Profit receivable on saving accounts with banks	4	(16)	5	11	4
	8,833	(16,557)	(2,540)	5,072	(5,192)
Increase / (decrease) in liabilities					
Payable to AI Meezan Investment Management Limited - Management Company	8	5	(1)	3	15
Payable to Central Depository Company of Pakistan Limited - Trustee	3	2	-	3	8
Payable to Meezan Bank Limited	3	22	(2)	-	23
Payable to Securities and Exchange Commission of Pakistan	(45)	(21)	(26)	(56)	(148)
Payable against purchase of investments	2,940	1,578	1,420	-	5,938
Accrued expenses and other liabilities	389	107	306	441	1,244
	3,298	1,693	1,697	391	7,080
Net cash generated from / (used in) operating activities	14,850	(14,013)	6	8,467	9,311
CASH FLOWS FROM FINANCING ACTIVITIES					
Receipts against issuance and conversion of units	30,138	24,143	20,099	-	74,380
Payments against redemption and conversion of units	(43,406)	(8,552)	(26,789)	(8,369)	(87,116)
Dividend Paid	(40)	(112)	-	(1,184)	(1,336)
Net cash (used in) / generated from financing activities	(13,308)	15,479	(6,690)	(9,553)	(14,072)
Net increase / (decrease) in cash and cash equivalents during the quarter	1,542	1,466	(6,684)	(1,086)	(4,762)
Cash and cash equivalents at the beginning of the quarter	1,858	2,265	7,687	1,318	13,128
Cash and cash equivalents at the end of the quarter	3,400	3,731	1,003	232	8,366

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN FINANCIAL PLANNING FUND OF FUNDS
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Meezan Financial Planning Fund of Funds (the Fund) was established under a Trust Deed executed between Al Meezan Investment Management Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on July 27, 2012 and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules). The Fund is registered as a Notified entity under the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) issued through S.R.O.1203(I)/2008 on November 21, 2008. The Management Company has been licensed by the SECP to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi, 74400, Pakistan.
- 1.2** The Fund has been formed to enable the unitholders to participate in a diversified portfolio of securities, which are Shariah compliant. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah guidelines. The Management Company has appointed Meezan Bank Limited as its Shariah advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.
- 1.3** The Fund is an open-end Shariah compliant Fund of Funds Scheme listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis except for Meezan Asset Allocation Plan-I (MAAP-I) in which the offer of units is discontinued after the end of the subscription period. However, the subscription in units may be reopened for fresh issuance by the Management Company with prior approval of the Commission after intimation to the Trustee and by providing notice to investors in order to protect the interest of the unitholders. The units of the plan are transferable and can be redeemed by surrendering them to the Fund.
- 1.4** Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund. The Fund's property of different types of allocation plans is accounted for and maintained separately in the books of accounts, which shall collectively constitute the Fund's property of the Scheme.
- 1.5** The Management Company has been assigned a quality rating of AM1 by VIS dated December 31, 2020 (2020: AM1 dated December 31, 2019) and by PACRA dated June 23, 2021 (2020: AM1 dated June 26, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.6** The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company has fulfilled requirements for registration and accordingly, the fund has been registered under Sindh Trusts Act, 2020.
- 1.7** The Fund is an open-end Shariah compliant Fund of Funds Scheme that aims to generate returns on investment as per allocation plans (sub funds) namely Aggressive Allocation Plan, Moderate Allocation Plan, Conservative Allocation Plan and Meezan Asset Allocation Plan - I by investing in Shariah compliant income, money market and equity mutual funds in line with the risk tolerance of the investor. Investors of the Fund may hold different types of allocation plans and may invest in any one or more of the available allocation plans. The management may also invest in other Collective Investments Schemes available to it with prior approval of SECP. A brief description of the plans are as follows:

Aggressive Allocation Plan (Aggressive)	High risk - Long term investor This plan invests at least 65 percent of its net assets in Shariah Compliant Equity Funds and at least 25 percent in Shariah Compliant Fixed Income Funds.
Moderate Allocation Plan (Moderate)	Moderate risk - Medium and long term investor This plan invests at least 45 percent of its net assets in Shariah Compliant Equity Funds and at least 45 percent in Shariah Compliant Fixed Income Funds.
Conservative Allocation Plan (Conservative)	Low risk - Medium and short term investor This plan invests at least 20 percent of its net assets in Shariah Compliant Equity Funds and the remaining portion in Shariah Compliant Fixed Income Funds.
Meezan Asset Allocation Plan I (MAAP-I)	Low risk - High return through asset allocation The allocation plan can invest its portfolio between the Equity asset classes / schemes and Fixed Income or Money Market asset classes / schemes based on the macroeconomic view and outlook of such asset classes up to 100 percent. The initial maturity of this plan is two years from the close of the subscription period (i.e. October 20, 2015). Units shall be subject to front end load. An early exit fee shall also be charged in case of redemption before the completion of the initial maturity of the plan. During the year ended June 30, 2018, Meezan Asset Allocation Plan-I (MAAP-I) was reopened for investment, after completion of two years. The plan had a revised maturity date of two years from the close of the re-subscription period (i.e. November 24, 2017). During the current year, the SECP approved the extension of the plan by one year vide its letter No. SCD / AMCW / MFPFEF / 137 / 2019 dated November 13, 2019. Further, after the expiry of first extension, during the current year, the SECP again approved the extension of the plan further by one year vide its letter dated November 24, 2020.

Each allocation plan announces separate Net Asset Value which ranks Pari Passu according to the number of units of the respective allocation plans. The books and records of each plan have been maintained separately.

2 BASIS OF PRESENTATION

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

3 BASIS OF PREPARATION

3.1 STATEMENT OF COMPLIANCE

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

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2021.

These condensed interim financial statements are unaudited. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at September 30, 2021.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2021.

4.2 The preparation of the condensed interim financial statements in conformity with approved accounting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2021. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements for the year ended June 30, 2021.

4.3 There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2021. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

5 BALANCES WITH BANKS

		----- (Unaudited) -----				
		As at September 30, 2021				
Note		Aggressive	Moderate	Conservative	MAAP-I	Total
		----- (Rupees in '000) -----				
Saving accounts	5.1	1,733	2,747	1,206	622	6,308
Current accounts		427	-	-	-	427
		<u>2,160</u>	<u>2,747</u>	<u>1,206</u>	<u>622</u>	<u>6,735</u>
		----- (Audited) -----				
		As at June 30, 2021				
Note		Aggressive	Moderate	Conservative	MAAP-I	Total
		----- (Rupees in '000) -----				
Saving accounts	5.1	6,288	255	1,148	493	8,184
Current accounts		427	10	10	10	457
		<u>6,715</u>	<u>265</u>	<u>1,158</u>	<u>503</u>	<u>8,641</u>

5.1 The balance in savings accounts have an expected profit ranging from 2.5% to 7.27% (June 30, 2021: 1.50% to 7.32%) per annum.

6 INVESTMENTS

		----- (Unaudited) -----				
		As at September 30, 2021				
Note		Aggressive	Moderate	Conservative	MAAP-I	Total
		----- (Rupees in '000) -----				
Investments - 'at fair value through profit or loss'	6.1	<u>341,758</u>	<u>166,809</u>	<u>229,711</u>	<u>160,754</u>	<u>899,031</u>
		----- (Audited) -----				
		As at June 30, 2021				
Note		Aggressive	Moderate	Conservative	MAAP-I	Total
		----- (Rupees in '000) -----				
Investments - 'at fair value through profit or loss'	6.1	<u>347,785</u>	<u>150,037</u>	<u>226,644</u>	<u>168,374</u>	<u>892,840</u>

6.1 At fair value through profit or loss - Units of mutual funds

Name of investee funds	As at July 1, 2021	Purchases during the quarter	Sales during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised (diminution)/ appreciation as at September 30, 2021	Percentage in relation to	
								Market value on the basis of Net Assets of the Fund	Total market value of investments
					----- (Number of units) -----	----- (Rupees in '000) -----	----- (Percentage) -----		
Aggressive Allocation Plan									
Meezan Islamic Fund	4,122,205	4,298,176	4,245,516	4,174,865	264,312	257,436	(6,875)	75.15	75.33
Meezan Islamic Income Fund	1,681,170	1,726,731	1,803,367	1,604,534	82,620	84,322	1,702	24.62	24.67
Meezan Cash Fund	-	-	-	-	-	-	-	-	-
					<u>346,931</u>	<u>341,758</u>	<u>(5,173)</u>	<u>99.77</u>	<u>100.00</u>
Moderate Allocation Plan									
Meezan Islamic Fund	1,187,441	1,399,306	1,222,318	1,364,429	86,534	84,135	(2,399)	50.65	50.44
Meezan Islamic Income Fund	1,452,831	1,664,119	1,543,771	1,573,179	81,098	82,674	1,576	49.77	49.56
Meezan Cash Fund	-	-	-	-	-	-	-	-	-
					<u>167,632</u>	<u>166,809</u>	<u>(823)</u>	<u>100.42</u>	<u>100.00</u>
Meezan Islamic Fund	898,278	975,121	929,797	943,602	59,703	58,186	(1,517)	25.37	25.33
Meezan Islamic Income Fund	3,297,122	3,427,373	3,460,593	3,263,902	168,049	171,525	3,476	74.79	74.67
Meezan Cash Fund	-	-	-	-	-	-	-	-	-
					<u>227,752</u>	<u>229,711</u>	<u>1,959</u>	<u>100.16</u>	<u>100.00</u>

Name of investee funds	As at July 1, 2021	Purchases during the quarter	Sales during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised (diminution)/ appreciation as at September 30, 2021	Percentage in relation to	
								Market value on the basis of Net Assets of the Fund	Total market value of investments
					----- (Rupees in '000) -----			----- (Percentage) -----	
Meezan Asset Allocation Plan I									
Al Meezan Mutual Fund	3,758,262	3,758,262	3,758,262	3,758,262	66,321	64,502	(1,819)	40.46	40.12
Meezan Islamic Fund	-	-	-	-	-	-	-	-	-
Meezan Islamic Income Fund	840,423	840,424	1,680,847	-	-	-	-	-	-
Meezan Daily Income Fund	-	803,799	-	803,799	40,190	40,190	-	25.21	25.00
Meezan Cash Fund	-	-	-	-	-	-	-	-	-
Meezan Sovereign Fund	-	-	-	-	-	-	-	-	-
MEEZAN ROZANA AMDANI FUND	-	-	-	-	-	-	-	-	-
Meezan Dedicated Equity Fund	1,253,414	1,253,414	1,253,414	1,253,414	58,793	56,062	(2,731)	35.16	34.87
					165,304	160,754	(4,550)	100.83	100.00
Total investments in units of mutual funds									
Al Meezan Mutual Fund	3,758,262	3,758,262	3,758,262	3,758,262	66,321	64,502	(1,819)	7.19	7.17
Meezan Islamic Fund	6,207,924	6,672,603	6,397,631	6,482,896	410,548	399,757	(10,791)	44.54	44.47
Meezan Islamic Income Fund	7,271,546	7,658,647	8,488,580	6,441,613	331,767	338,520	6,753	37.72	37.65
Meezan Cash Fund	-	-	-	-	-	-	-	-	-
Meezan Daily Income Fund	-	803,799	-	803,799	40,190	40,190	-	4.48	4.47
Meezan Sovereign Fund	-	-	-	-	-	-	-	-	-
Meezan Dedicated Equity Fund	1,253,414	1,253,414	1,253,414	1,253,414	58,793	56,062	(2,731)	6.25	6.23
					907,619	899,031	(8,588)	100.18	100.00

7 PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY

----- (Unaudited) -----					
As at September 30, 2021					
Note	Aggressive	Moderate	Conservative	MAAP-I	Total
----- (Rupees in '000) -----					
Management fee payable	5	4	5	1	15
Sindh Sales Tax on remuneration of Management Company	1	1	1	-	3
Sales Load Payable	15	4	7	-	26
Sindh Sales Tax on Sales Load	2	1	1	-	3
Allocated expenses payable	24	15	35	15	89
	47	25	49	16	136

----- (Audited) -----					
As at June 30, 2021					
Note	Aggressive	Moderate	Conservative	MAAP-I	Total
----- (Rupees in '000) -----					
Management fee payable	4	3	8	1	16
Sindh Sales Tax on remuneration of Management Company	1	-	1	-	2
Sales Load Payable	28	35	-	-	63
Sindh Sales Tax on Sales Load	4	5	-	-	9
Allocated expenses payable	17	13	34	15	79
	54	56	43	16	169

- 7.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 1% (June 30, 2021: 1%) per annum of the daily bank balance of the Fund during the quarter ended September 30, 2021. The remuneration is payable to the Management Company monthly in arrears.
- 7.2 In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

The management company based on its own discretion has currently charged 0.11% of the average annual net assets of the scheme for allocation of such expenses to the Fund for the quarter.

8 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

9 ACCRUED EXPENSES AND OTHER LIABILITIES

----- (Unaudited) -----					
As at September 30, 2021					
Note	Aggressive	Moderate	Conservative	MAAP-I	Total
----- (Rupees in '000) -----					
Withholding tax payable	-	409	-	91	500
Capital gain tax payable	122	88	34	324	568
Provision for Federal Excise Duty and related Sindh Sales Tax on management fee	72	40	36	16	164
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	368	497	528	3,295	4,688
Shariah advisor fee payable	85	36	47	45	213
Auditors' remuneration payable	54	25	37	25	141
Zakat payable	13			4	
Printing charges payable	93	63	50	156	362
	<u>807</u>	<u>1,158</u>	<u>732</u>	<u>3,956</u>	<u>6,636</u>

----- (Audited) -----					
As at June 30, 2021					
Note	Aggressive	Moderate	Conservative	MAAP-I	Total
----- (Rupees in '000) -----					
Withholding tax payable	-	409	-	93	502
Capital gain tax payable	125	69	18	327	539
Provision for Sindh Workers' Welfare Fund	5,233	2,673	1,963	8,530	18,399
Provision for Federal Excise Duty and related Sindh Sales Tax on management fee	72	40	36	16	164
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	368	497	528	3,295	4,688
Shariah advisor fee payable	59	24	29	33	145
Auditors' remuneration payable	132	56	68	104	360
Printing charges payable	93	63	47	159	362
	<u>6,082</u>	<u>3,831</u>	<u>2,689</u>	<u>12,557</u>	<u>25,159</u>

- 9.1 SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also been taken up with the SECP. All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its circular dated August 30, 2021.

Provisioning against SWWF amounting to Rs. 5.29 million, Rs. 2.70 million, Rs. 2.00 million and Rs. 8.56 million has been reversed and it has contributed towards an increase in NAV of the fund by Rs. 1.23 (1.56%), Rs. 1.16 (1.61%), Rs. 0.59 (0.86%) and Rs. 3.50 (5.46%) per unit in Aggressive Allocation Plan, Moderate Allocation Plan, Conservative Allocation Plan and MAAP- I respectively. This was one-off event and is not likely to be repeated in the future.

- 9.2 The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2021. Had the provision not been made, the Net Asset Value of the Fund as at September 30, 2021 would have been higher by Re. 0.10, Re 0.23, Re. 0.17 and Re. 1.36 per unit in Aggressive Allocation Plan, Moderate Allocation Plan, Conservative Allocation Plan and MAAP- I (June 30, 2021: Re 0.10, Re 0.26, Re 0.17, Re 1.35 per unit) respectively.

10 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

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

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

Balances	(Unaudited)				
	September 30, 2021				
	Aggressive	Moderate	Conservative	MAAP-I	Total
Al Meezan Investment Management Limited - Management Company					
Remuneration Payable (Rs in '000)	5	4	5	1	15
Sindh Sales Tax on management fee payable (Rs in '000)	1	1	1	-	3
Sales load payable (Rs in '000)	15	4	7	-	26
Sindh Sales Tax on sales load payable (Rs in '000)	2	-	1	-	3
Allocated expenses payable (Rs in '000)	24	15	35	15	89
Investment (Rs in '000)	-	-	8,606	-	8,606
Investment (Units)	-	-	125,407	-	125,407
Meezan Bank Limited					
Bank balance (Rs in '000)	1,904	2,512	997	496	5,909
Profit receivable (Rs in '000)	10	20	8	5	43
Sales load payable (Rs in '000)	4	21	1	-	26
Sindh Sales Tax on sales load payable (Rs in '000)	1	3	-	-	3
Shariah advisor fee payable	85	36	47	45	213
Central Depository Company of Pakistan Limited - Trustee					
Trustee Fee payable (Rs in '000)	23	9	22	10	64
Sindh Sales Tax on trustee fee payable (Rs in '000)	4	2	2	1	9
Meezan Islamic Fund					
Investment (Rs in '000)	257,436	84,135	58,186	-	399,757
Investment (Units)	4,174,865	1,364,429	943,602	-	6,482,896
Meezan Sovereign Fund					
Investment (Rs in '000)	-	-	-	-	-
Investment (Units)	-	-	-	-	-

AI Meezan Mutual Fund					
Investment (Rs in '000)	-	-	-	64,502	64,502
Investment (Units)	-	-	-	3,758,262	3,758,262
Meezan Daily Income Fund					
Investment (Rs in '000)	-	-	-	40,190	40,190
Investment (Units)	-	-	-	803,799	803,799
Meezan Islamic Income Fund					
Investment (Rs in '000)	84,322	82,674	171,525	-	338,520
Investment (Units)	1,604,534	1,573,179	3,263,902	-	6,441,614
Meezan Dedicated Equity Fund					
Investment (Rs in '000)	-	-	-	56,062	56,062
Investment (Units)	-	-	-	1,253,414	1,253,414
Unit Holders holding 10% or more units of the Fund					
Investment (Rs in '000)	198,227	25,673	96,297	98,946	419,143
Investment (Units)	2,525,848	354,971	1,384,215	1,510,678	5,775,713
(Audited)					
As at June 30, 2021					
	Aggressive	Moderate	Conservative	MAAP-I	Total
AI Meezan Investment Management Limited - Management Company					
Remuneration Payable (Rs in '000)	4	3	8	1	16
Sindh Sales Tax on management fee payable (Rs in '000)	1	-	1	-	2
Sales load payable (Rs in '000)	28	35	-	-	63
Sindh Sales Tax on sales load payable (Rs in '000)	4	5	-	-	9
Allocated expenses payable (Rs in '000)	17	13	34	15	79
Investment (Rs in '000)	-	-	8,582	-	8,582
Investment (Units)	-	-	125,407	-	125,407
Meezan Bank Limited					
Bank balance (Rs in '000)	6,459	30	948	377	7,814
Profit receivable (Rs in '000)	4	12	32	4	52
Sales load payable (Rs in '000)	16	11	5	-	32
Central Depository Company of Pakistan Limited - Trustee					
Trustee Fee payable (Rs in '000)	23	7	20	10	60
Sindh Sales Tax on trustee fee payable (Rs in '000)	3	1	3	1	8
Meezan Islamic Fund					
Investment (Rs in '000)	261,249	75,255	56,929	-	393,433
Investment (Units)	4,122,205	1,187,441	898,278	-	6,207,924
AI Meezan Mutual Fund					
Investment (Rs in '000)	-	-	-	66,321	66,321
Investment (Units)	-	-	-	3,758,262	3,758,262
Meezan Islamic Income Fund					
Investment (Rs in '000)	86,536	74,782	169,715	43,260	374,293
Investment (Units)	1,681,170	1,452,831	3,297,122	840,423	7,271,546
Meezan Dedicated Equity Fund					
Investment (Rs in '000)	-	-	-	58,793	58,793
Investment (Units)	-	-	-	1,253,414	1,253,414
Unit Holders holding 10% or more units of the Fund					
Investment (Rs in '000)	198,218	-	94,731	96,074	389,023
Investment (Units)	2,526,030	-	1,384,210	1,510,678	5,420,919

Transactions during the period
Al Meezan Investment Management Limited - Management Company

 Remuneration for the period (Rs in '000)
 Sindh Sales Tax on management fee (Rs in '000)
 Allocated expense (Rs in '000)

(Unaudited)				
For the quarter ended September30, 2021				
Aggressive	Moderate	Conservative	MAAP-I	Total
10	10	12	2	34
1	1	1	-	3
97	44	64	45	250

Meezan Bank Limited

 Profit on saving account (Rs in '000)
 Shariah Advisory Fee Expense

(Unaudited)				
For the quarter ended September30, 2021				
Aggressive	Moderate	Conservative	MAAP-I	Total
19	24	33	4	80
26	13	17	12	68

Central Depository Company of Pakistan Limited - Trustee

 Trustee fee for the period (Rs in '000)
 Sindh Sales Tax on trustee fee (Rs in '000)

62	28	41	29	160
8	4	5	4	21

Directors and Executives of the Management Company

 Amount invested during the quarter (Rs in '000)
 Units issued during the quarter
 Amount redeemed during the quarter (Rs in '000)
 Units redeemed during the quarter

2,775	177	2,924	-	5,876
35,205	2,450	41,987	-	79,642
2,838	8	2,842	-	5,688
35,114	114	41,064	-	76,292

Meezan Islamic Fund

 Amount invested during the quarter (Rs in '000)
 Units issued during the quarter
 Amount redeemed during the quarter (Rs in '000)
 Units redeemed during the quarter

10,878	13,490	4,771	-	29,138
175,971	211,865	76,843	-	464,679
7,875	2,250	2,000	-	12,125
123,311	34,877	31,520	-	189,707

Meezan Daily Income Fund

 Amount invested during the quarter (Rs in '000)
 Units issued during the quarter
 Amount redeemed during the quarter (Rs in '000)
 Units redeemed during the quarter

-	-	-	42,242	42,242
-	-	-	844,831	844,831
-	-	-	-	-
-	-	-	-	-

Meezan Islamic Income Fund

 Amount invested during the quarter (Rs in '000)
 Units issued during the quarter
 Amount redeemed during the quarter (Rs in '000)
 Units redeemed during the quarter

2,375	11,000	6,750	-	20,125
45,561	211,287	130,251	-	387,100
6,378	4,740	8,521	44,142	63,780
122,198	90,939	163,471	840,428	1,217,035

Al Meezan Investment Management Limited - Management Company

 Remuneration for the quarter (Rs in '000)
 Sindh Sales Tax on management fee (Rs in '000)
 Allocated expense (Rs in '000)

(Unaudited)				
For the quarter ended September30, 2020				
Aggressive	Moderate	Conservative	MAAP-I	Total
12	13	9	2	36
1	2	1	-	4
79	34	38	89	240

Meezan Bank Limited

Profit on saving account (Rs in '000)

25	46	24	3	98
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Central Depository Company of Pakistan Limited - Trustee

 Trustee fee for the quarter (Rs in '000)
 Sindh Sales Tax on trustee fee (Rs in '000)

55	24	27	61	167
7	3	3	8	21

**Directors and Executives of the
Management Company**

Amount invested during the quarter (Rs in '000)	13,050	81	14,557	-	27,688
Units issued during the quarter	195,386	1,248	229,701	-	426,334
Amount redeemed during the quarter (Rs in '000)	14,562	89	9,483	-	24,134
Units redeemed during the quarter	212,720	1,351	150,092	-	364,162

Meezan Islamic Fund

Amount invested during the quarter (Rs in '000)	3,375	8,000	-	6,000	17,375
Units issued during the quarter	60,968	145,099	-	111,351	317,417
Amount redeemed during the quarter (Rs in '000)	32,625	11,680	10,475	22,500	77,280
Units redeemed during the quarter	618,408	224,460	200,803	426,509	1,470,180

Meezan Sovereign Fund

Amount invested during the quarter (Rs in '000)	-	-	-	101,780	101,780
Units issued during the quarter	-	-	-	1,925,349	1,925,349
Amount redeemed during the quarter (Rs in '000)	-	-	-	3,770	3,770
Units redeemed during the quarter	-	-	-	71,245	71,245

Meezan Islamic Income Fund

Amount invested during the quarter (Rs in '000)	18,750	18,580	9,725	20,500	67,555
Units issued during the quarter	361,765	357,476	187,779	394,975	1,301,996
Amount redeemed during the quarter (Rs in '000)	5,000	1,100	2,250	111,640	119,990
Units redeemed during the quarter	96,124	21,253	42,899	2,135,013	2,295,289

11 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund for the quarter ended September 30, 2021 are:

	As at September 30, 2021			
	Aggressive	Moderate	Conservative	MAAP I
Total Expense Ratio (TER)	0.43%	0.47%	0.42%	0.45%
Government levies	0.03%	0.03%	0.03%	0.03%

	As at June 30, 2021			
	Aggressive	Moderate	Conservative	MAAP I
Total Expense Ratio (TER)	0.82%	0.73%	0.60%	0.90%
Government levies	0.51%	0.40%	0.27%	0.60%

The above calculated ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as a Fund of Fund scheme.

12 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. The Fund has not recorded any tax liability in respect of income relating to the current quarter as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 2022 as reduced by capital gains (whether realised or

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Moreover, super tax introduced in the Finance Act, 2015 is also not applicable on Funds (Section 4B of the Income Tax Ordinance, 2001).

13 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

13.1 Fair value hierarchy

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

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

As at September 30, 2021 and June 30, 2021, the Fund held the following financial instruments measured at fair value:

----- (Unaudited) -----			
As at September 30, 2021			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			

ASSETS

Financial assets

At fair value through profit or loss

-	899,031	-	899,031
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----- (Audited) -----			
As at June 30, 2021			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			

ASSETS

Financial assets

At fair value through profit or loss

-	892,840	-	892,840
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14 GENERAL

Figures have been rounded off to the nearest thousand rupees.

15 DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on October 11, 2021 by the Board of Directors of the Management Company.

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

Chief Executive

Chief Financial Officer

Director

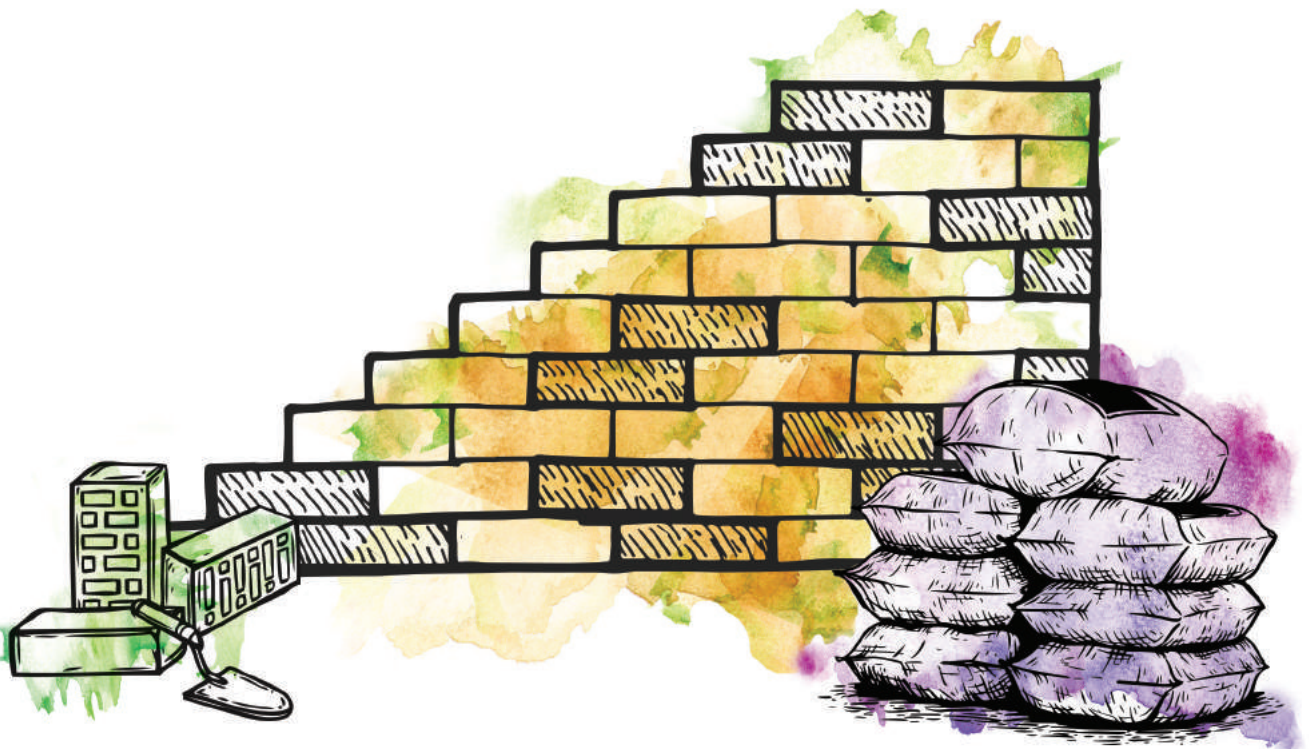


Al Meezan
Investment Management Ltd.

MEEZAN

STRATEGIC ALLOCATION FUND (MSAF)

Meezan Strategic Allocation Fund is a Shariah Compliant scheme which will use active asset allocation strategy for providing competitive returns on your investment. It is a unique asset allocation fund for investors who wish to benefit from the equity market and want an actively managed investment portfolio with diversification.



CEMENT SECTOR REPORTED A SURGE OF

200%



FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah Ahmed	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan R Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director - PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naeem Sattar	Nominee Director - PKIC
Mr. Feroz Rizvi	Independent Director
Ms. Danish Zuberi	Independent Director
Mr. Mohammad Shoaib, CFA	Chief Executive Officer

COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Salman Muslim

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Shahid Ojha

AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Tariq Mairaj	Member
Mr. Naeem Sattar	Member

RISK MANAGEMENT COMMITTEE

Mr. Mubashar Maqbool	Chairman
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ariful Islam	Chairman
Mr. Mubashar Maqbool	Member
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member
Mr. Mohammad Shoaib, CFA	Member

TRUSTEE

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block B, S.M.C.H.S., Main Sharah-e-Faisal Karachi.

AUDITORS

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

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Bank Al Habib Limited - Islamic Banking
Habib Metropolitan Bank Limited - Islamic Banking
Meezan Bank Limited

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited
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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited
Standard Chartered Bank (Pakistan) Limited



**MEEZAN STRATEGIC ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2021**

September 30, 2021 (Unaudited)								
Note	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total	
----- (Rupees in '000) -----								
Assets								
Balances with banks	5	394	129	355	481	470	236	2,065
Investments	6	617,497	408,708	409,344	172,488	60,786	256,104	1,924,927
Receivable against sale of investments - net		159,874	100,506	107,208	43,438	14,805	3,660	429,491
Profit receivable on saving account with banks		2	1	5	2	1	1	12
Total assets		<u>777,767</u>	<u>509,344</u>	<u>516,912</u>	<u>216,409</u>	<u>76,062</u>	<u>260,001</u>	<u>2,356,495</u>
Liabilities								
Payable to AI Meezan Investment Management Limited - Management Company	7	59	38	42	17	6	25	187
Payable to Central Depository Company of Pakistan Limited - Trustee		42	27	29	11	4	17	130
Payable to the Securities and Exchange Commission of Pakistan		33	22	25	10	3	13	106
Payable against purchase of investments - net		159,907	99,997	107,230	43,447	14,808	45	425,434
Payable against redemption and conversion of units		-	529	-	-	-	3,127	3,656
Accrued expenses and other liabilities	8	279	181	256	169	59	180	1,124
Total liabilities		<u>160,320</u>	<u>100,794</u>	<u>107,582</u>	<u>43,654</u>	<u>14,880</u>	<u>3,407</u>	<u>430,637</u>
NET ASSETS		<u>617,447</u>	<u>408,550</u>	<u>409,330</u>	<u>172,755</u>	<u>61,182</u>	<u>256,594</u>	<u>1,925,858</u>
UNIT HOLDERS' FUND (as per statement attached)		<u>617,447</u>	<u>408,550</u>	<u>409,330</u>	<u>172,755</u>	<u>61,182</u>	<u>256,594</u>	<u>1,925,858</u>
CONTINGENCIES AND COMMITMENTS	9	----- (Number of units) -----						
NUMBER OF UNITS IN ISSUE		<u>13,273,268</u>	<u>8,904,250</u>	<u>9,182,490</u>	<u>3,757,844</u>	<u>1,149,631</u>	<u>4,625,522</u>	
		----- (Rupees) -----						
NET ASSET VALUE PER UNIT		<u>46.5181</u>	<u>45.8826</u>	<u>44.5772</u>	<u>45.9719</u>	<u>53.2193</u>	<u>55.4736</u>	

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN STRATEGIC ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2021**

		June 30, 2021 (Audited)						
Note	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total	
----- (Rupees in '000) -----								
Assets								
Balances with banks	5	1,136	201	51	56	1,389	859	3,692
Investments	6	683,177	455,168	505,400	216,718	63,274	265,726	2,189,463
Profit receivable on saving account with banks		5	1	-	1	3	2	12
Total assets		<u>684,318</u>	<u>455,370</u>	<u>505,451</u>	<u>216,775</u>	<u>64,666</u>	<u>266,587</u>	<u>2,193,167</u>
Liabilities								
Payable to Al Meezan Investment Management Limited - Management Company	7	69	42	46	19	7	25	208
Payable to Central Depository Company of Pakistan Limited - Trustee		49	31	33	15	4	17	149
Payable to the Securities and Exchange Commission of Pakistan		166	91	113	70	21	71	532
Payable against redemption and conversion of units		-	-	-	-	710	-	710
Accrued expenses and other liabilities	8	10,370	3,003	4,474	4,002	1,051	1,704	24,604
Total liabilities		<u>10,654</u>	<u>3,167</u>	<u>4,666</u>	<u>4,106</u>	<u>1,793</u>	<u>1,817</u>	<u>26,203</u>
NET ASSETS		<u>673,664</u>	<u>452,203</u>	<u>500,785</u>	<u>212,669</u>	<u>62,873</u>	<u>264,770</u>	<u>2,166,964</u>
UNIT HOLDERS' FUND (as per statement attached)		<u>673,664</u>	<u>452,203</u>	<u>500,785</u>	<u>212,669</u>	<u>62,873</u>	<u>264,770</u>	<u>2,166,964</u>
CONTINGENCIES AND COMMITMENTS	9	----- (Number of units) -----						
NUMBER OF UNITS IN ISSUE		<u>14,390,571</u>	<u>9,732,527</u>	<u>11,059,083</u>	<u>4,595,508</u>	<u>1,162,592</u>	<u>4,834,137</u>	
		----- (Rupees) -----						
NET ASSET VALUE PER UNIT		<u>46.8129</u>	<u>46.4631</u>	<u>45.2827</u>	<u>46.2775</u>	<u>54.0799</u>	<u>54.7709</u>	

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

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

Chief Executive

Chief Financial Officer

Director



**MEEZAN STRATEGIC ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF INCOME STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

		September 30, 2021						
Note	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total	
----- (Rupees in '000) -----								
Income								
Net realised gain / (loss) on sale of investments	452	925	1,005	584	-	(556)	2,410	
Profit on saving accounts with banks	31	3	10	8	3	4	59	
Dividend income	3,286	2,071	2,421	880	288	4,202	13,148	
Reversal of Sindh Workers' Welfare Fund (SWWF)	9,818	2,806	4,253	3,804	940	1,525	23,146	
	13,587	5,805	7,689	5,276	1,231	5,175	38,763	
Net unrealised diminution on re-measurement of investments - 'at fair value through profit or loss'	6.1	(16,016)	(9,551)	(11,913)	(5,603)	(2,172)	(1,562)	(46,817)
Total (loss) / income		(2,429)	(3,746)	(4,224)	(327)	(941)	3,613	(8,054)
Expenses								
Remuneration of AI Meezan Investment Management Limited - Management Company	7.1	6	1	1	2	2	2	14
Sindh Sales Tax on remuneration of the Management Company		1	-	-	-	-	-	1
Allocated expenses	7.2	183	122	136	53	18	73	585
Remuneration of Central Depository Company of Pakistan Limited - Trustee		117	77	87	34	11	47	373
Sindh Sales Tax on remuneration of the Trustee		15	10	11	4	1	6	47
Annual fee to the Securities and Exchange Commission of Pakistan		33	22	25	10	3	13	106
Auditors' remuneration		59	52	52	7	3	20	193
Fees and subscription		87	58	66	26	9	34	280
Bank and settlement charges		5	1	9	4	1	5	25
Total expenses		506	343	387	140	48	200	1,624
Net (loss) / income for the quarter before taxation		(2,935)	(4,089)	(4,611)	(467)	(989)	3,413	(9,678)
Taxation	12	-	-	-	-	-	-	-
Net (loss) / income for the quarter after taxation		(2,935)	(4,089)	(4,611)	(467)	(989)	3,413	(9,678)
Allocation of net income for the quarter								
Net income for the quarter after taxation		-	-	-	-	-	3,413	3,413
Income already paid on units redeemed		-	-	-	-	-	(162)	(162)
		-	-	-	-	-	3,251	3,251
Accounting income available for distribution								
- Relating to capital gains		-	-	-	-	-	3,251	3,251
- Excluding capital gains		-	-	-	-	-	-	-
		-	-	-	-	-	3,251	3,251

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN STRATEGIC ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF INCOME STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

		September 30, 2020					
Note	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total
----- (Rupees in '000) -----							
Income							
	12,351	9,101	32,737	52,864	11,598	419	119,070
	24	14	88	27	12	49	214
	12,375	9,115	32,825	52,891	11,610	468	119,284
	Net unrealised appreciation on re-measurement of investments - 'at fair value through profit or loss'						
6.1	89,785	47,040	58,682	34,832	12,811	10,759	253,909
	102,160	56,155	91,507	87,723	24,421	11,227	373,193
	Total income						
Expenses							
	Remuneration to AI Meezan Investment Management Limited - Management Company						
7.1	22	6	8	14	6	5	61
	Sindh Sales Tax on remuneration of the Management Company						
	3	1	1	2	1	1	9
	Allocated expenses						
7.2	218	117	173	149	43	102	802
	Remuneration to Central Depository Company of Pakistan Limited - Trustee						
	152	82	121	104	30	71	560
	Sindh Sales Tax on remuneration of the Trustee						
	20	11	16	14	4	9	74
	Annual fee to Securities and Exchange Commission of Pakistan						
	44	23	35	30	9	20	161
	Auditors' remuneration						
	45	24	38	30	9	17	163
	Fees and subscription						
	25	13	21	18	3	11	91
	Provision for Sindh Workers' Welfare Fund						
8.1	2,033	1,118	1,822	1,747	486	220	7,426
	2,562	1,395	2,235	2,108	591	456	9,347
	Total expenses						
	Net income for the quarter before taxation						
	99,598	54,760	89,272	85,615	23,830	10,771	363,846
	Taxation						
12	-	-	-	-	-	-	-
	Net income for the quarter after taxation						
	99,598	54,760	89,272	85,615	23,830	10,771	363,846
	Allocation of net income for the quarter						
	Net income for the quarter after taxation						
	99,598	54,760	89,272	85,615	23,830	10,771	363,846
	Income already paid on units redeemed						
	(6,622)	(6,455)	(29,685)	(49,921)	(10,550)	(361)	(103,592)
	92,976	48,305	59,587	35,694	13,280	10,410	260,254
	Accounting income available for distribution						
	- Relating to capital gains						
	92,976	48,305	59,587	35,694	13,280	10,410	260,254
	- Excluding capital gains						
	-	-	-	-	-	-	-
	92,976	48,305	59,587	35,694	13,280	10,410	260,254

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

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

Chief Executive

Chief Financial Officer

Director



**MEEZAN STRATEGIC ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30, 2021						
	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total
	----- (Rupees in '000) -----						
Net (loss) / income for the quarter after taxation	(2,935)	(4,089)	(4,611)	(467)	(989)	3,413	(9,678)
Other comprehensive income for the quarter	-	-	-	-	-	-	-
Total comprehensive (loss) / income for the quarter	(2,935)	(4,089)	(4,611)	(467)	(989)	3,413	(9,678)

	September 30, 2020						
	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total
	----- (Rupees in '000) -----						
Net income for the quarter after taxation	99,598	54,760	89,272	85,615	23,830	10,771	363,846
Other comprehensive income for the quarter	-	-	-	-	-	-	-
Total comprehensive income for the quarter	99,598	54,760	89,272	85,615	23,830	10,771	363,846

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN STRATEGIC ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND FOR
THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30, 2021			September 30, 2021			September 30, 2021			September 30, 2021		
	MSAP-I			MSAP-II			MSAP-III			MSAP-IV		
	(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)		
	Capital value	Accumulated loss	Total	Capital value	Accumulated loss	Total	Capital value	Accumulated loss	Total	Capital value	Accumulated loss	Total
Net assets at beginning of the quarter	1,086,918	(413,254)	673,664	753,015	(300,812)	452,203	869,206	(368,421)	500,785	660,829	(448,160)	212,669
Redemption of units:												
MSAP - I: 1,117,303 units / MSAP - II: 828,277 units												
MSAP - III: 1,876,593 units / MSAP - IV: 837,664 units												
MSAP - V: 12,961 units / MCPPP - III: 208,615 units												
- Capital value (at net asset value per unit at the beginning of the quarter)	52,305	-	52,305	38,484	-	38,484	84,976	-	84,976	38,765	-	38,765
- Element of income	977	-	977	1,080	-	1,080	1,868	-	1,868	682	-	682
Total payments on redemption of units	53,282	-	53,282	39,564	-	39,564	86,844	-	86,844	39,447	-	39,447
Total comprehensive income for the quarter	-	(2,935)	(2,935)	-	(4,089)	(4,089)	-	(4,611)	(4,611)	-	(467)	(467)
Distribution during the quarter	-	-	-	-	-	-	-	-	-	-	-	-
Net (loss) / income for the quarter less distribution	-	(2,935)	(2,935)	-	(4,089)	(4,089)	-	(4,611)	(4,611)	-	(467)	(467)
Net assets at end of the quarter	<u>1,033,636</u>	<u>(416,189)</u>	<u>617,447</u>	<u>713,451</u>	<u>(304,901)</u>	<u>408,550</u>	<u>782,362</u>	<u>(373,032)</u>	<u>409,330</u>	<u>621,382</u>	<u>(448,627)</u>	<u>172,755</u>
Undistributed (loss) / income brought forward												
- Realised (loss) / income		(449,348)			(300,107)			(400,602)			(476,520)	
- Unrealised income / (loss)		36,094			(705)			32,181			28,360	
		<u>(413,254)</u>			<u>(300,812)</u>			<u>(368,421)</u>			<u>(448,160)</u>	
Accounting income available for distribution												
- Relating to capital gains		-			-			-			-	
- Excluding capital gains		-			-			-			-	
Net (loss) / income for the quarter after taxation		(2,935)			(4,089)			(4,611)			(467)	
Distribution during the year		-			-			-			-	
Undistributed (loss) / income carried forward		<u>(416,189)</u>			<u>(304,901)</u>			<u>(373,032)</u>			<u>(448,627)</u>	
Undistributed (loss) / income carried forward												
- Realised (loss) / income		(400,173)			(295,350)			(361,119)			(443,024)	
- Unrealised (loss) / income		(16,016)			(9,551)			(11,913)			(5,603)	
		<u>(416,189)</u>			<u>(304,901)</u>			<u>(373,032)</u>			<u>(448,627)</u>	
Net asset value per unit at beginning of the quarter			(Rupees) <u>46.8129</u>			(Rupees) <u>46.4631</u>			(Rupees) <u>45.2827</u>			(Rupees) <u>46.2775</u>
Net asset value per unit at end of the quarter			<u>46.5181</u>			<u>45.8826</u>			<u>44.5772</u>			<u>45.9719</u>

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

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

Chief Executive

Chief Financial Officer

Director



**MEEZAN STRATEGIC ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND FOR THE
QUARTER ENDED SEPTEMBER 30, 2021**

	September 30, 2021			September 30, 2021			September 30, 2021		
	MSAP-V			MCCP-III			Total		
	(Rupees in '000)			(Rupees in '000)			(Rupees in '000)		
	Capital value	Accumulated loss	Total	Capital value	Undistributed income	Total	Capital value	Accumulated loss	Total
Net assets at beginning of the quarter	124,933	(62,060)	62,873	224,720	40,050	264,770	3,719,621	(1,552,657)	2,166,964
Redemption of units:									
MSAP - I: 1,117,303 units / MSAP - II: 828,277 units									
MSAP - III: 1,876,593 units / MSAP - IV: 837,664 units									
MSAP - V: 12,961 units / MCCP - III: 208,615 units									
- Capital value (at net asset value per unit at the beginning of the quarter)	702	-	702	11,427	-	11,427	226,659	-	226,659
- Element of income	-	-	-	-	162	162	4,607	162	4,769
Total payments on redemption of units	702	-	702	11,427	162	11,589	231,266	162	231,428
Total comprehensive income for the quarter	-	(989)	(989)	-	3,413	3,413	-	(9,678)	(9,678)
Distribution during the quarter	-	-	-	-	-	-	-	-	-
Net (loss) / income for the quarter less distribution	-	(989)	(989)	-	3,413	3,413	-	(9,678)	(9,678)
Net assets at end of the quarter	<u>124,231</u>	<u>(63,049)</u>	<u>61,182</u>	<u>213,293</u>	<u>43,301</u>	<u>256,594</u>	<u>3,488,355</u>	<u>(1,562,497)</u>	<u>1,925,858</u>
Undistributed (loss) / income brought forward									
- Realised (loss) / income		(73,107)			38,639			(1,661,045)	
- Unrealised income		11,047			1,411			108,388	
		<u>(62,060)</u>			<u>40,050</u>			<u>(1,552,657)</u>	
Accounting income available for distribution									
- Relating to capital gains		-			3,251			3,251	
- Excluding capital gains		-			-			-	
		-			3,251			3,251	
Net (loss) / income for the quarter after taxation		(989)			3,413			(9,678)	
Distribution during the year		-			-			-	
Undistributed (loss) / income carried forward		<u>(63,049)</u>			<u>43,301</u>			<u>(1,549,406)</u>	
Undistributed (loss) / income carried forward									
- Realised (loss) / income		(60,877)			44,863			(1,515,680)	
- Unrealised (loss)		(2,172)			(1,562)			(46,817)	
		<u>(63,049)</u>			<u>43,301</u>			<u>(1,562,497)</u>	
Net asset value per unit at beginning of the quarter			(Rupees)		(Rupees)				
			<u>54.0799</u>		<u>54.7709</u>				
Net asset value per unit at end of the quarter			<u>53.2193</u>		<u>55.4736</u>				

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN STRATEGIC ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30, 2020			September 30, 2020			September 30, 2020			September 30, 2020		
	MSAP-I			MSAP-II			MSAP-III			MSAP-IV		
	(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)		
	Capital value	Accumulated loss	Total	Capital value	Accumulated loss	Total	Capital value	Accumulated loss	Total	Capital value	Accumulated loss	Total
Net assets at beginning of the quarter	1,349,651	(556,305)	793,346	847,501	(394,883)	452,618	1,221,095	(475,088)	746,007	1,245,128	(493,950)	751,178
Redemption of units:												
MSAP - I: 1,283,618 units / MSAP - II: 1,655,980 units												
MSAP - III: 7,578,299 units / MSAP - IV: 12,782,350 units												
MSAP - V: 2,189,155 units / MCPP - III: 632,379 units												
- Capital value (at net asset value per unit at the beginning of the quarter)	47,330	-	47,330	60,923	-	60,923	269,931	-	269,931	463,970	-	463,970
- Element of income / (loss)	-	6,621	6,621	(43)	6,455	6,412	(494)	29,685	29,191	(9)	49,921	49,912
Total payments on redemption of units	47,330	6,621	53,951	60,880	6,455	67,335	269,437	29,685	299,122	463,961	49,921	513,882
Total comprehensive income for the quarter	-	99,598	99,598	-	54,760	54,760	-	89,272	89,272	-	85,615	85,615
Distribution during the quarter	-	-	-	-	-	-	-	-	-	-	-	-
Net income for the quarter less distribution	-	99,598	99,598	-	54,760	54,760	-	89,272	89,272	-	85,615	85,615
Net assets at end of the quarter	1,302,321	(463,328)	838,993	786,621	(346,578)	440,043	951,658	(415,501)	536,157	781,167	(458,256)	322,911
Undistributed (loss) / income brought forward												
- Realised (loss)		(568,973)			(382,241)			(466,242)			(483,075)	
- Unrealised loss / income		12,668			(12,642)			(8,846)			(10,875)	
		<u>(556,305)</u>			<u>(394,883)</u>			<u>(475,088)</u>			<u>(493,950)</u>	
Accounting income available for distribution												
- Relating to capital gains		92,976			48,305			59,587			35,694	
- Excluding capital gains		-			-			-			-	
		<u>92,976</u>			<u>48,305</u>			<u>59,587</u>			<u>35,694</u>	
Net income for the quarter after taxation		99,598			54,760			89,272			85,615	
Distribution during the year		-			-			-			-	
Undistributed (loss) / income carried forward		<u>(463,328)</u>			<u>(346,578)</u>			<u>(415,501)</u>			<u>(458,256)</u>	
Undistributed (loss) / income carried forward												
- Realised (loss) / income		(553,113)			(393,618)			(474,183)			(493,088)	
- Unrealised income		89,785			47,040			58,682			34,832	
		<u>(463,328)</u>			<u>(346,578)</u>			<u>(415,501)</u>			<u>(458,256)</u>	
Net asset value per unit at beginning of the quarter			(Rupees) <u>36.8722</u>			(Rupees) <u>36.7897</u>			(Rupees) <u>35.6189</u>			(Rupees) <u>36.2977</u>
Net asset value per unit at end of the quarter			<u>41.4677</u>			<u>41.3308</u>			<u>40.1140</u>			<u>40.8101</u>

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

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

Chief Executive

Chief Financial Officer

Director



**MEEZAN STRATEGIC ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30, 2020			September 30, 2020			September 30, 2020		
	MSAP-V			MCCP-III			Total		
	(Rupees in '000)			(Rupees in '000)			(Rupees in '000)		
	Capital value	Accumulated loss	Total	Capital value	Undistributed income	Total	Capital value	Accumulated loss	Total
Net assets at beginning of the quarter	271,498	(75,909)	195,589	399,642	16,645	416,287	5,334,515	(1,979,490)	3,355,025
Redemption of units:									
MSAP - I: 1,283,618 units / MSAP - II: 1,655,980 units									
MSAP - III: 7,578,299 units / MSAP - IV: 12,782,350 units									
MSAP - V: 2,189,155 units / MCCP - III: 632,379 units									
- Capital value (at net asset value per unit at the beginning of the quarter)	92,312	-	92,312	32,155	-	32,155	966,620	-	966,620
- Element of income / (loss)	-	10,549	10,549	(3)	361	358	(549)	103,592	103,043
Total payments on redemption of units	92,312	10,549	102,861	32,152	361	32,513	966,071	103,592	1,069,664
Total comprehensive income for the quarter	-	23,830	23,830	-	10,771	10,771	-	363,846	363,846
Distribution during the quarter	-	-	-	-	-	-	-	-	-
Net income for the quarter less distribution	-	23,830	23,830	-	10,771	10,771	-	363,846	363,846
Net assets at end of the quarter	179,186	(62,628)	116,557	367,490	27,055	394,545	4,368,444	(1,719,236)	2,649,206
Undistributed (loss) / income brought forward									
- Realised (loss)		(71,074)			16,497			(1,955,108)	
- Unrealised loss / income		(4,835)			148			(24,382)	
		(75,909)			16,645			(1,979,490)	
Accounting income available for distribution									
- Relating to capital gains		13,280			10,410			260,254	
- Excluding capital gains		-			-			-	
		13,280			10,410			260,254	
Net income for the quarter after taxation		23,830			10,771			363,846	
Distribution during the year		-			-			-	
Undistributed (loss) / income carried forward		(62,628)			27,055			(1,719,236)	
Undistributed (loss) / income carried forward									
- Realised (loss) / income		(75,439)			16,296			(1,973,145)	
- Unrealised income		12,811			10,759			253,909	
		(62,628)			27,055			(1,719,236)	
Net asset value per unit at beginning of the quarter			(Rupees) 42.1678			(Rupees) 50.8475			
Net asset value per unit at end of the quarter			47.5901			52.2258			

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN STRATEGIC ALLOCATION FUND
CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30, 2021						
Note	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total
	(Rupees in '000)						
CASH FLOWS FROM OPERATING ACTIVITIES							
Net (loss) / income for the quarter before taxation	(2,935)	(4,089)	(4,611)	(467)	(989)	3,413	(9,678)
Adjustments for:							
Net unrealised diminution on re-measurement of investments 'at fair value through profit or loss'	16,016	9,551	11,913	5,603	2,172	1,562	46,817
	13,081	5,462	7,302	5,136	1,183	4,975	37,139
Decrease / (increase) in assets							
Investments - net	49,664	36,909	84,143	38,627	316	8,060	217,719
Receivable against sale of investments - net	(159,874)	(100,506)	(107,208)	(43,438)	(14,805)	(3,660)	(429,491)
Profit receivable on saving account with banks	3	-	(5)	(1)	2	1	-
	(110,207)	(63,597)	(23,070)	(4,812)	(14,487)	4,401	(211,772)
Increase / (decrease) in liabilities							
Payable to AI Meezan Investment Management Limited - Management Company	(10)	(4)	(4)	(2)	(1)	-	(21)
Payable to Central Depository Company of Pakistan Limited - Trustee	(7)	(4)	(4)	(4)	-	-	(19)
Payable to the Securities and Exchange Commission of Pakistan	(133)	(69)	(88)	(60)	(18)	(58)	(426)
Payable against purchase of investments	159,907	99,997	107,230	43,447	14,808	45	425,434
Accrued expenses and other liabilities	(10,091)	(2,822)	(4,218)	(3,833)	(992)	(1,524)	(23,480)
	149,666	97,098	102,916	39,548	13,797	(1,537)	401,488
Net cash generated from operating activities	52,540	38,963	87,148	39,872	493	7,839	226,855
CASH FLOWS FROM FINANCING ACTIVITIES							
Receipts against issuance and conversion of units	-	-	-	-	-	-	-
Payments against redemption and conversion of units	(53,282)	(39,035)	(86,844)	(39,447)	(1,412)	(8,462)	(228,482)
Dividend paid	-	-	-	-	-	-	-
Net cash used in financing activities	(53,282)	(39,035)	(86,844)	(39,447)	(1,412)	(8,462)	(228,482)
Net increase / (decrease) in cash and cash equivalents during the quarter	(742)	(72)	304	425	(919)	(623)	(1,627)
Cash and cash equivalents at beginning of the quarter	1,136	201	51	56	1,389	859	3,692
Cash and cash equivalents at end of the quarter	394	129	355	481	470	236	2,065

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

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

Chief Executive

Chief Financial Officer

Director



**MEEZAN STRATEGIC ALLOCATION FUND
CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30, 2020						
Note	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPI-III	Total
	(Rupees in '000)						
CASH FLOWS FROM OPERATING ACTIVITIES							
Net income for the quarter before taxation	99,598	54,760	89,272	85,615	23,830	10,771	363,846
Adjustments for:							
Net unrealised (appreciation) on re-measurement of investments 'at fair value through profit or loss'	(89,785)	(47,040)	(58,682)	(34,832)	(12,811)	(10,759)	(253,909)
	9,813	7,720	30,590	50,783	11,019	12	109,937
Decrease / (increase) in assets							
Investments - net	52,359	62,825	274,033	466,882	93,692	33,500	983,291
Receivable against sale of investments - net	(2,500)	(550)	(829)	-	-	(60)	(3,939)
Profit receivable on saving account with banks	(5)	(6)	1	(4)	(5)	45	26
	49,854	62,269	273,205	466,878	93,687	33,485	979,378
Increase / (decrease) in liabilities							
Payable to AI Meezan Investment Management Limited - Management Company	15	-	(16)	(29)	(10)	(2)	(42)
Payable to Central Depository Company of Pakistan Limited - Trustee	6	-	(13)	(27)	(4)	(1)	(39)
Payable to the Securities and Exchange Commission of Pakistan	(135)	(81)	(126)	(141)	(37)	(134)	(654)
Accrued expenses and other liabilities	(5,475)	(1,396)	(4,567)	(3,921)	(485)	177	(15,667)
	(5,589)	(1,477)	(4,722)	(4,118)	(536)	40	(16,402)
Net cash generated from operating activities	54,078	68,512	299,073	513,543	104,170	33,537	1,072,913
CASH FLOWS FROM FINANCING ACTIVITIES							
Receipts against issuance and conversion of units	-	-	-	-	-	-	-
Payments against redemption and conversion of units	(53,951)	(66,782)	(298,183)	(513,782)	(102,862)	(33,428)	(1,068,988)
Dividend paid	(1,493)	(1,367)	(807)	(651)	(150)	-	(4,468)
Net cash used in financing activities	(55,444)	(68,149)	(298,990)	(514,433)	(103,012)	(33,428)	(1,073,456)
Net increase / (decrease) in cash and cash equivalents during the quarter	(1,366)	363	83	(890)	1,158	109	(542)
Cash and cash equivalents at beginning of the quarter	3,633	59	51	958	725	1,051	6,477
Cash and cash equivalents at end of the quarter	2,267	422	134	68	1,883	1,160	5,934

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN STRATEGIC ALLOCATION FUND
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Meezan Strategic Allocation Fund (the Fund) was established under a Trust Deed executed between Al Meezan Investment Management Limited as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed on September 08, 2016 and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003, (the NBFC Rules). The Fund is registered as a Notified entity under Non-Banking Finance Companies and Notified Entities Regulations, 2008, (the NBFC Regulations). The Management Company has been licensed by the SECP to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi 74400, Pakistan.
- 1.2** The Fund has been formed to enable the unitholders to participate in a diversified portfolio of Equity Schemes and Fixed Income / Money Market Schemes, which are Shariah compliant. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah guidelines. The Management Company has appointed Meezan Bank Limited as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.
- 1.3** The Fund is an open-end Shariah compliant Fund of Funds Scheme. Units are offered for public subscription on a continuous basis till the end of the subscription period. The subscription in units may be reopened for fresh issuance by the Management Company with prior approval of the Commission after intimation to the Trustee and by providing notice to investors in order to protect the interest of the unitholders. However, subscription hasn't been re-opened during the current year. The units of the plan are transferable and can be redeemed by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.4** Title to the assets of the Fund are held in the name of CDC as the Trustee of the Fund. The Fund's property comprises of different types of allocation plans which are accounted for and maintained separately in the books of accounts and collectively constitute the Fund's property.
- 1.5** The Management Company has been assigned a quality rating of AM1 by VIS Credit Rating Company Limited dated December 31, 2020 (2020: AM1 dated December 31, 2019) and by PACRA dated June 26, 2020 (2020: AM1 dated June 26, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.6** The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company has fulfilled requirements for registration and accordingly, the fund has been registered under Sindh Trusts Act, 2020.
- 1.7** The Fund is an open-end Shariah compliant Fund of Funds Scheme that aims to generate returns on investment as per allocation plans (sub funds) namely Meezan Strategic Allocation Plan-I (MSAP-I), Meezan Strategic Allocation Plan-II (MSAP-II), Meezan Strategic Allocation Plan-III (MSAP-III), Meezan Strategic Allocation Plan-IV (MSAP-IV), Meezan Strategic Allocation Plan-V (MSAP-V) and Meezan Capital Preservation Plan-III (MCPPIII) by investing in Shariah compliant fixed income / money market and equity mutual funds in line with the risk tolerance of the investor. Investors of the Fund may hold different types of allocation plans and may invest in any one or more of the available allocation plans.

<p>Meezan Strategic Allocation Plan-I (MSAP-I)</p>	<p>Medium to high risk - High return through asset allocation The allocation plan commenced its operations from October 19, 2016 and can invest its portfolio between the Equity asset classes / schemes and Fixed Income or Money Market asset classes / schemes based on the macroeconomic view and outlook of such asset classes up to 100 percent. Units are subject to front end load. An early exit fee has also been charged in case of redemption before the completion of the initial maturity of the plan. The initial maturity of this plan was two years from the close of the subscription period (i.e. December 2, 2016). During the year ended June 30, 2019, the SECP approved the extension of the plan by one year vide its letter no. SCD/AMCW/MSAF/MSAP-I/178/2018 dated November 16, 2018; and a further extension of one year was approved vide letter no. SCD/AMCW/MSAF/MSAP-I/142/2019 dated November 19, 2019. A further extension of one year which shall close on December 2, 2021 has been approved through ninth supplemental offering document by SECP.</p>
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<p>Meezan Strategic Allocation Plan-II (MSAP-II)</p>	<p>Medium to high risk - High return through asset allocation This allocation plan commenced its operations from December 22, 2016 and can invest its portfolio between the Equity asset classes / schemes and Fixed Income or Money Market asset classes / schemes based on the macroeconomic view and outlook of such asset classes up to 100 percent. Units are subject to front end load. An early exit fee shall has also been charged in case of redemption before the completion of the initial maturity of the plan. The initial maturity of this plan was two years from the close of the subscription period (i.e. January 31, 2017). During the year ended June 30, 2019, the SECP approved the extension of the plan by one year vide its letter no. SCD/AMCW/MSAF/MSAP-II/250/2019 dated January 14, 2019; and a further extension of one year was approved vide letter no. SCD/AMCW/MSAF/MSAP-I/206/2020 dated January 24, 2020. A further extension of one year has been approved which shall close on January 31, 2022 by SECP through letter no. SCD/AMCW/MSAF/167/2021.</p>
<p>Meezan Strategic Allocation Plan-III (MSAP-III)</p>	<p>Medium to high risk - High return through asset allocation This allocation plan commenced its operations from February 20, 2017 and can invest its portfolio between the Equity asset classes / schemes and Fixed Income or Money Market asset classes / schemes based on the macroeconomic view and outlook of such asset classes up to 95 percent. The initial maturity of this plan was two years from the close of the subscription period (i.e. April 3, 2017). Units are subject to front end load. An early exit fee shall has also been charged in case of redemption before the completion of the initial maturity of the plan. During the year ended June 30, 2019, the SECP approved the extension of the plan by one year vide its letter no. SCD/AMCW/MSAF/MSAP-III/337/2019 dated March 19, 2019; and a further extension of one year was approved on March 30, 2020. A further extension of one year which shall close on April 3, 2022 has been approved by SECP through letter no. ACD/AMCW/MSAF/205/2021.</p>
<p>Meezan Strategic Allocation Plan-IV (MSAP-IV)</p>	<p>Medium to high risk - High return through asset allocation This allocation plan commenced its operations from April 24, 2017 and can invest its portfolio between the Equity asset classes / Schemes and Fixed Income or Money Market asset classes / Schemes based on the macroeconomic view and outlook of such asset classes up to 95 percent. Units are subject to front end load. An early exit fee has also been charged in case of redemption before the completion of the initial maturity of the plan. The initial maturity of this plan was two years from the close of the subscription period (i.e. June 30, 2017). During the year ended June 30, 2019, the SECP approved the extension of the plan by one year vide its letter no. SCD/AMCW/MSAF/MSAP-IV/431/2019 dated May 30, 2019; and a further extension of one year was approved vide letter no. SCD/AMCW/MSAF/MSAP-IV/322/2020 dated June 16, 2020. A further extension of one year which shall close on June 30, 2022 has been approved by SECP through letter no. SCD/AMCW/MSAF/270/2021.</p>
<p>Meezan Strategic Allocation Plan-V (MSAP-V)</p>	<p>Medium to high risk - High return through asset allocation This allocation plan commenced its operations from August 15, 2017 and can invest its portfolio between the Equity asset classes / schemes and Fixed Income or Money Market asset classes / schemes based on the macroeconomic view and outlook of such asset classes up to 95 percent. Units are subject to front end load. An early exit fee shall has also been charged in case of redemption before the completion of the initial maturity of the plan. The initial maturity of this plan was two years from the close of the subscription period (i.e. October 19, 2017). During the year ended June 30, 2020, the SECP approved the extension for the plan by one year vide its letter no. SCD/AMCW/AMIML/109/2019 dated October 11, 2019 and a further extension of one year was approved by SECP vide it letter no. SCD/AMCW/MSAF/MSAP-V/65/2020 which shall close on October 19, 2021.</p>
<p>Meezan Capital Preservation Plan-III (MCPPIII)</p>	<p>Medium risk - High return through asset allocation This allocation plan commenced its operations from December 19, 2017 and can invest its portfolio between the Equity asset classes / schemes and Fixed Income or Money Market asset classes / schemes based on the macroeconomic view and outlook of such asset classes up to 50 percent in equity schemes and up to 100 percent in money market schemes. Units are subject to front end load. An early exit fee has also been charged in case of redemption before the completion of the initial maturity of the plan. The initial maturity of this plan was two years from the close of the subscription period (i.e February 16, 2018). During the year ended June 30, 2020, the SECP approved the extension for the plan by one year vide its letter no. SCD/AMCW/MSAF/MSAP-I/205/2020 dated January 24, 2020 and a further extension of one year which shall close on February 16, 2022 has been approved through Third Supplemental to the Sixth Supplemental Offering Document offering document by SECP.</p>

Each allocation plan announces separate Net Asset Values which ranks Pari Passu according to the number of units of the respective allocation plans. The books and records of each plan have been maintained separately.

2 BASIS OF PRESENTATION

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

3 BASIS OF PREPARATION

3.1 STATEMENT OF COMPLIANCE

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

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the period ended June 30, 2021.

These condensed interim financial statements are unaudited. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at September 30, 2021.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMEN

- 4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual audited financial statements of the Fund for the year ended June 30, 2021.
- 4.2 The preparation of these condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan require management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial information, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2021.
- 4.3 There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2019. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

5 BALANCES WITH BANKS

September 30, 2021 (Unaudited)							
Note	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total
----- (Rupees in '000) -----							
Saving accounts	392	129	355	481	470	236	2,063
Current accounts	2	-	-	-	-	-	2
	<u>394</u>	<u>129</u>	<u>355</u>	<u>481</u>	<u>470</u>	<u>236</u>	<u>2,065</u>
June 30, 2021 (Audited)							
	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total
----- (Rupees in '000) -----							
Saving accounts	1,126	191	41	46	746	849	2,999
Current accounts	10	10	10	10	643	10	693
	<u>1,136</u>	<u>201</u>	<u>51</u>	<u>56</u>	<u>1,389</u>	<u>859</u>	<u>3,692</u>

5.1 The balance in saving accounts have an expected profit ranging from 1.85% to 2.50% per annum (June 30, 2021: 2.40% to 3.86% per annum).

6 INVESTMENTS

September 30, 2021 (Unaudited)							
Note	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total
----- (Rupees in '000) -----							
At fair value through profit or loss							
Units of mutual funds	617,497	408,708	409,344	172,488	60,786	256,104	1,924,927
	<u>617,497</u>	<u>408,708</u>	<u>409,344</u>	<u>172,488</u>	<u>60,786</u>	<u>256,104</u>	<u>1,924,927</u>
June 30, 2021 (Audited)							
	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total
----- (Rupees in '000) -----							
At fair value through profit or loss							
Units of mutual funds	683,177	455,168	505,400	216,718	63,274	265,726	2,189,463
	<u>683,177</u>	<u>455,168</u>	<u>505,400</u>	<u>216,718</u>	<u>63,274</u>	<u>265,726</u>	<u>2,189,463</u>

6.1 Units of mutual funds

Name of investee funds	As at July 1, 2021	Purchases during the quarter	Redemptions during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised (diminution)/ appreciation as at September 30, 2021	Percentage in relation to	
								net assets of the fund on the basis of market value	total market value of investments
				----- (Number of units) -----			----- (Percentage) -----		
				----- (Rupees in '000) -----			----- (Percentage) -----		

Meezan Strategic Allocation Plan-I

Al Meezan Mutual Fund	9,530,913	-	-	9,530,913	168,188	163,576	(4,612)	26.00	26.49
KSE Meezan Index Fund	70,737	-	-	70,737	5,155	4,886	(269)	1.00	0.79
Meezan Dedicated Equity Fund	3,396,951	-	83,453	3,313,498	155,425	148,204	(7,221)	24.00	24.00
Meezan Islamic Fund	2,730,594	-	444,707	2,285,887	144,871	140,956	(3,915)	23.00	22.83
Meezan Daily Income Fund	-	3,197,493	-	3,197,493	159,875	159,875	-	26.00	25.89
Meezan Rozana Amdani Fund	3,548,805	65,088	3,613,893	-	-	-	-	-	-
					<u>633,513</u>	<u>617,497</u>	<u>(16,016)</u>	<u>100.00</u>	<u>100.00</u>

Meezan Strategic Allocation Plan-II

Al Meezan Mutual Fund	11,986,975	611,135	834,098	11,764,011	207,796	201,903	(5,894)	50.00	49.40
KSE Meezan Index Fund	159,765	136,668	148,637	147,796	10,810	10,210	(601)	3.00	2.50
Meezan Dedicated Equity Fund	396,165	-	-	396,165	18,583	17,720	(864)	4.00	4.34
Meezan Islamic Fund	1,579,575	-	300,033	1,279,542	81,093	78,900	(2,193)	19.00	19.30
Meezan Daily Income Fund	-	1,999,528	-	1,999,528	99,976	99,976	-	24.00	24.46
Meezan Rozana Amdani Fund	2,266,117	41,011	2,307,128	-	-	-	-	-	-
					<u>418,258</u>	<u>408,708</u>	<u>(9,551)</u>	<u>100.00</u>	<u>100.00</u>

Name of investee funds	As at July 1, 2021	Purchases during the quarter	Redemptions during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised (diminution)/ appreciation as at September 30, 2021	Percentage in relation to	
								Net assets of the Fund on the basis of market	total market value of investments
----- (Number of units) -----					----- (Rupees in '000) -----			----- (Percentage) -----	

Meezan Strategic Allocation Plan-III

Al Meezan Mutual Fund	2,701,461	611,135	388,462	2,924,134	51,791	50,186	(1,605)	12.00	12.26
KSE Meezan Index Fund	159,037	95,677	148,465	106,250	7,765	7,339	(426)	2.00	1.79
Meezan Dedicated Equity Fund	3,295,552	-	-	3,295,552	154,583	147,401	(7,182)	36.00	36.01
Meezan Islamic Fund	2,541,472	-	965,010	1,576,461	99,910	97,210	(2,700)	24.00	23.75
Meezan Daily Income Fund	-	2,144,153	-	2,144,153	107,208	107,208	-	26.00	26.19
Meezan Rozana Amdani Fund	2,609,764	47,989	2,657,753	-	-	-	-	-	-
					421,257	409,344	(11,913)	100.00	100.00

Meezan Strategic Allocation Plan-IV

Al Meezan Mutual Fund	2,774,152	-	877,764	1,896,388	33,465	32,547	(918)	18.00	18.87
KSE Meezan Index Fund	13,634	-	-	13,634	994	942	(52)	1.00	0.55
Meezan Dedicated Equity Fund	2,371,639	-	258,201	2,113,438	99,134	94,529	(4,606)	55.00	54.80
Meezan Islamic Fund	22,508	-	5,766	16,742	1,061	1,032	(29)	1.00	0.60
Meezan Daily Income Fund	-	868,772	-	868,772	43,439	43,439	-	25.00	25.18
Meezan Rozana Amdani Fund	1,081,947	17,425	1,099,372	-	-	-	-	-	-
					178,092	172,488	(5,604)	100.00	100.00

Meezan Strategic Allocation Plan-V

Al Meezan Mutual Fund	130,368	-	-	130,368	2,301	2,238	(63)	4.00	3.68
KSE Meezan Index Fund	28,295	-	-	28,295	2,062	1,954	(108)	3.00	3.21
Meezan Dedicated Equity Fund	898,076	-	-	898,076	42,126	40,169	(1,957)	66.00	66.08
Meezan Islamic Fund	26,285	-	-	26,285	1,666	1,621	(45)	3.00	2.67
Meezan Daily Income Fund	-	296,093	-	296,093	14,805	14,805	-	24.00	24.36
Meezan Rozana Amdani Fund	302,399	5,694	308,093	-	-	-	-	-	-
					62,959	60,786	(2,173)	100.00	100.00

Meezan Capital Preservation

Plan - MCPP-III

Meezan Dedicated Equity Fund	1,066,314	-	349,756	716,559	33,611	32,050	(1,561)	13.00	12.51
Meezan Rozana Amdani Fund	4,314,182	373,114	206,200	4,481,096	224,055	224,054	(1)	87.00	87.49
					257,666	256,104	(1,562)	100.00	100.00

Total investments in units of mutual funds

Al Meezan Mutual Fund	27,123,869	1,222,270	2,100,324	26,245,815	463,541	450,450	(13,091)	23.00	23.40
KSE Meezan Index Fund	431,469	232,345	297,102	366,712	26,786	25,330	(1,455)	1.00	1.32
Meezan Dedicated Equity Fund	11,424,697	-	691,410	10,733,287	503,462	480,072	(23,390)	25.00	24.94
Meezan Islamic Fund	6,900,433	-	1,715,516	5,184,918	328,600	319,719	(8,882)	17.00	16.61
Meezan Daily Income Fund	-	8,506,038	-	8,506,038	425,302	425,302	-	22.00	22.09
Meezan Rozana Amdani Fund	14,123,214	550,321	10,192,439	4,481,096	224,055	224,054	(1)	12.00	11.64
					1,971,745	1,924,927	(46,819)	100.00	100.00

7 PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY

Note	September 30, 2021 (Unaudited)							Total
	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPP-III	(Rupees in '000)	
Management fee payable	7.1	1	-	1	1	-	1	4
Sindh Sales Tax payable on remuneration of the Management company		-	-	-	-	-	-	-
Allocated expense payable	7.2	58	38	41	16	6	24	183
		59	38	42	17	6	25	187



June 30, 2021 (Audited)

	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total
	(Rupees in '000)						
Management fee payable	1	-	-	-	1	1	3
Sindh Sales Tax payable on remuneration of the Management company	-	-	-	-	-	-	-
Allocated expense payable	68	42	46	19	6	24	205
	<u>69</u>	<u>42</u>	<u>46</u>	<u>19</u>	<u>7</u>	<u>25</u>	<u>208</u>

7.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 1% (June 30, 2021: 1%) per annum of the daily bank balance of the Fund during the quarter ended September 30, 2021. The remuneration is payable to the Management Company monthly in arrears.

During the quarter, Sindh Sales Tax at the rate of 13% (June 30, 2021: 13%) was charged on the remuneration of management company.

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

The management company based on its own discretion charged allocated expenses at the rate of 0.11% (June 30, 2021: 0.11%) of the average annual net assets.

8 ACCRUED EXPENSES AND OTHER LIABILITIES

September 30, 2021 (Unaudited)

Note	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total
	(Rupees in '000)						
Auditors' remuneration payable	45	30	33	12	5	17	142
Shariah advisory fee payable	60	42	40	21	6	28	197
Zakat Payable	-	-	-	2	-	-	2
Printing fee payable	155	105	118	132	47	110	667
Capital gain tax payable	19	4	65	2	1	25	116
Provision for Sindh Workers' Welfare Fund	-	-	-	-	-	-	-
	<u>279</u>	<u>181</u>	<u>256</u>	<u>169</u>	<u>59</u>	<u>180</u>	<u>1,124</u>

June 30, 2021 (Audited)

	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total
	(Rupees in '000)						
Auditors' remuneration payable	114	62	76	46	14	48	360
Shariah advisory fee payable	38	28	25	15	4	20	130
Zakat Payable	-	-	-	2	-	-	2
Printing fee payable	155	105	118	132	47	110	667
Capital gain tax payable	245	2	2	3	46	1	299
Provision for Sindh Workers' Welfare Fund	-	-	-	-	-	-	-
	<u>9,818</u>	<u>2,806</u>	<u>4,253</u>	<u>3,804</u>	<u>940</u>	<u>1,525</u>	<u>23,146</u>
	<u>10,370</u>	<u>3,003</u>	<u>4,474</u>	<u>4,002</u>	<u>1,051</u>	<u>1,704</u>	<u>24,604</u>

8.1 SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also been taken up with the SECP. All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its circular dated August 30, 2021.

Provisioning against SWWF amounting to Rs. 23.51 million has been reversed and it has contributed towards an increase in NAV of MSAP-I Rs. 0.72 (1.52%), MSAP-II Rs. 0.31 (0.65%), MSAP-III Rs. 0.40 (0.87%), MSAP-IV Rs. 0.96 (2.05%), MSAP-V Rs. 0.82 (1.51%), and MCPPIII Rs. 0.33 (0.59%) per unit. This was one-off event and is not likely to be repeated in the future.

9 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

10 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

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

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

Balances	September 30, 2021 (Unaudited)						Total
	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	
Al Meezan Investment Management Limited							
- Management Company							
Management fee payable (Rs in '000)	1	-	1	1	-	1	4
Sindh Sales Tax payable on management fee (Rs in '000)	-	-	-	-	-	-	-
Allocated expenses payable (Rs in '000)	58	38	41	16	6	24	183
Meezan Bank Limited							
Bank balance (Rs in '000)	324	129	355	481	470	225	1,984
Profit receivable (Rs in '000)	2	1	5	2	1	1	12
Shariah advisory fee payable (Rs in '000)	60	42	40	21	6	28	197
Central Depository Company of Pakistan Limited - Trustee							
Trustee fee payable (Rs. in '000)	37	24	26	10	4	15	116
Sindh Sales Tax payable on trustee fee (Rs. in '000)	5	3	3	1	-	2	14
Directors and Executives of the Management Company							
Investment (Rs in '000)	-	-	16,470	-	-	-	16,470
Investment (Units)	-	-	369,471	-	-	-	369,471
Al Meezan Mutual Fund							
Investment (Rs in '000)	163,576	201,903	50,186	32,547	2,238	-	450,449
Investment (Units)	9,530,913	11,764,011	2,924,134	1,896,388	130,368	-	26,245,815
KSE Meezan Index Fund							
Investment (Rs in '000)	4,886	10,210	7,339	942	1,954	-	25,330
Investment (Units)	70,737	147,796	106,250	13,634	28,295	-	366,712
Meezan Dedicated Equity Fund							
Investment (Rs in '000)	148,204	17,720	147,401	94,529	40,169	32,050	480,072
Investment (Units)	3,313,498	396,165	3,295,552	2,113,438	898,076	716,559	10,733,287
Meezan Islamic Fund							
Investment (Rs in '000)	140,956	78,900	97,210	1,032	1,621	-	319,719
Investment (Units)	2,285,887	1,279,542	1,576,461	16,742	26,285	-	5,184,918
Meezan Daily Income Fund							
Investment (Rs in '000)	159,875	99,976	107,208	43,439	14,805	-	425,302
Investment (Units)	3,197,493	1,999,528	2,144,153	868,772	296,093	-	8,506,038
Meezan Rozana Amdani Fund							
Investment (Rs in '000)	-	-	-	-	-	224,054	224,054
Investment (Units)	-	-	-	-	-	4,481,096	4,481,096



Unitholders holding 10% or more units of the Fund

Investment (Rs in '000)	128,041	177,883	94,999	-	17,353	-	418,276
Investment (Units)	2,752,499	3,876,917	2,131,102	-	326,070	-	9,086,588

June 30, 2021 (Audited)

	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total
AI Meezan Investment Management Limited - Management Company							
Management fee payable (Rs in '000)	1	-	-	-	1	1	3
Sindh Sales Tax payable on management fee (Rs in '000)	-	-	-	-	-	-	-
Allocated expenses (Rs in '000)	68	42	46	19	6	24	205
Meezan Bank Limited							
Bank balance (Rs in '000)	1,066	201	51	56	1,389	848	3,611
Profit receivable (Rs in '000)	5	1	-	1	3	2	12
Shariah advisory fee payable	38	28	25	15	4	20	130

Central Depository Company of Pakistan Limited - Trustee

Trustee fee payable (Rs in '000)	43	27	29	13	4	15	131
Sindh Sales Tax on trustee fee payable (Rs in '000)	6	4	4	2	-	2	18

Directors and Executives of the management company

Investment (Rs in '000)	-	-	16,731	-	-	-	16,731
Investment (Units)	-	-	369,471	-	-	-	369,471

AI Meezan Mutual Fund

Investment (Rs in '000)	168,188	211,529	47,672	48,954	2,300	-	478,643
Investment (Units)	9,530,913	11,986,974	2,701,461	2,774,152	130,368	-	27,123,868

KSE Meezan Index Fund

Investment (Rs in '000)	5,155	11,642	11,589	994	2,062	-	31,442
Investment (Units)	70,737	159,765	159,037	13,635	28,294	-	431,468

Meezan Dedicated Equity Fund

Investment (Rs in '000)	159,339	18,583	154,583	111,246	42,126	50,017	535,894
Investment (Units)	3,396,951	396,165	3,295,552	2,371,642	898,077	1,066,315	11,424,702

Meezan Islamic Fund

Investment (Rs in '000)	173,055	100,108	161,068	1,427	1,666	-	437,324
Investment (Units)	2,730,593	1,579,575	2,541,472	22,508	26,285	-	6,900,433

Meezan Rozana Amdani Fund

Investment (Rs in '000)	177,440	113,306	130,488	54,097	15,120	215,709	706,160
Investment (Units)	3,548,805	2,266,117	2,609,764	1,081,951	302,399	4,314,182	14,123,218

Unitholders holding 10% or more units of the Fund

Investment (Rs in '000)	128,852	180,134	50,964	-	17,634	-	377,584
Investment (Units)	2,752,499	3,876,917	1,125,472	-	326,070	-	8,080,958

For the quarter ended September 30, 2021

Transactions during the quarter	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total
AI Meezan Investment Management Limited - Management Company							
Remuneration of AI Meezan Investment Management Limited - Management Company (Rs in '000)	6	1	1	2	2	2	14
Sindh Sales Tax on remuneration of the Management Company (Rs in '000)	1	-	-	-	-	-	1
Allocated expenses (Rs in '000)	183	122	136	53	18	73	585

For the quarter ended September 30, 2021

	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPP-III	Total
Meezan Bank Limited							
Profit on saving accounts with banks (Rs in '000)	31	3	10	8	3	4	59
Shariah advisor fee (Rs in '000)	21	14	16	6	2	8	67
Central Depository Company of Pakistan Limited - Trustee							
Remuneration of Central Depository Company of Pakistan Limited - Trustee (Rs in '000)	117	77	87	34	11	47	373
Sindh Sales Tax on remuneration of the Trustee (Rs in '000)	15	10	11	4	1	6	47
Al Meezan Mutual Fund							
Invested during the quarter (Rs in '000)	-	11,000	11,000	-	-	-	22,000
Invested during the quarter (Units)	-	611,135	611,135	-	-	-	1,222,270
Redeemed during the quarter (Rs in '000)	-	15,000	7,000	15,930	-	-	37,930
Redeemed during the quarter (Units)	-	834,098	388,462	877,764	-	-	2,100,324
KSE Meezan Index Fund							
Invested during the quarter (Rs in '000)	-	10,000	6,995	-	-	-	16,995
Invested during the quarter (Units)	-	136,668	95,677	-	-	-	232,345
Redeemed during the quarter (Rs in '000)	-	11,025	11,012	-	-	-	22,037
Redeemed during the quarter (Units)	-	148,637	148,465	-	-	-	297,102
Transaction Cost during the quarter (Rs in '000)	-	-	5	-	-	-	5
Meezan Dedicated Equity Fund							
Invested during the quarter (Rs in '000)	-	-	-	-	-	-	-
Invested during the quarter (Units)	-	-	-	-	-	-	-
Redeemed during the quarter (Rs in '000)	4,000	-	-	12,250	-	15,850	32,100
Redeemed during the quarter (Units)	83,453	-	-	258,201	-	349,756	691,410
Meezan Islamic Fund							
Invested during the quarter (Rs in '000)	-	-	-	-	-	-	-
Invested during the quarter (Units)	-	-	-	-	-	-	-
Redeemed during the quarter (Rs in '000)	28,550	19,480	61,850	370	-	-	110,250
Redeemed during the quarter (Units)	444,707	300,033	965,010	5,766	-	-	1,715,516
Meezan Daily Income Fund							
Invested during the quarter (Rs in '000)	159,875	99,976	107,208	43,439	14,805	-	425,302
Invested during the quarter (Units)	3,197,493	1,999,528	2,144,153	868,772	296,093	-	8,506,038
Redeemed during the quarter (Rs in '000)	-	-	-	-	-	-	-
Redeemed during the quarter (Units)	-	-	-	-	-	-	-
Meezan Rozana Amdani Fund							
Invested during the quarter (Rs in '000)	3,254	2,051	2,399	871	285	18,656	27,516
Invested during the quarter (Units)	65,088	41,011	47,989	17,425	5,694	373,114	550,321
Redeemed during the quarter (Rs in '000)	180,695	115,356	132,888	54,969	15,405	10,310	509,622
Redeemed during the quarter (Units)	3,613,893	2,307,128	2,657,753	1,099,372	308,093	206,200	10,192,439
Dividend received during the quarter (Rs. In '000)	3,286	2,071	2,421	880	288	4,202	13,148



For the quarter ended September 30, 2020

	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total
AI Meezan Investment Management Limited - Management Company							
Remuneration of AI Meezan Investment Management Limited - Management Company (Rs in '000)	22	6	8	14	6	5	61
Sindh Sales Tax on remuneration of the Management Company (Rs in '000)	3	1	1	2	1	1	9
Allocated expenses (Rs in '000)	218	117	173	149	43	102	802
Redeemed during the quarter (Rs in '000)	-	68,876	-	-	-	-	68,876
Redeemed during the quarter (Units)	-	1,999,600	-	-	-	-	1,999,600
Meezan Bank Limited							
Profit on saving account (Rs in '000)	22	14	88	27	12	49	212
Shariah advisor fee (Rs in '000)	19	10	15	12	4	9	68
Central Depository Company of Pakistan Limited - Trustee							
Remuneration of Central Depository Company of Pakistan Limited - Trustee (Rs in '000)	152	82	121	104	30	71	560
Sindh Sales Tax on remuneration of the Trustee (Rs in '000)	20	11	16	14	4	9	74
Redeemed during the quarter (Units)	1,168,168	1,229,749	-	2,635,324	-	-	5,033,241
AI Meezan Mutual Fund							
Invested during the quarter (Rs in '000)	8,000	-	6,000	-	-	-	14,000
Invested during the quarter (Units)	548,043	-	376,485	-	-	-	924,528
Redeemed during the quarter (Rs in '000)	17,000	19,000	-	40,000	-	-	76,000
Redeemed during the quarter (Units)	1,168,168	1,229,749	-	2,635,324	-	-	5,033,241
Meezan Dedicated Equity Fund							
Invested during the quarter (Rs in '000)	-	4,000	-	-	-	-	4,000
Invested during the quarter (Units)	-	96,045	-	-	-	-	96,045
Meezan Islamic Fund							
Invested during the quarter (Rs in '000)	12,000	5,000	9,000	11,000	1,500	-	38,500
Invested during the quarter (Units)	212,097	97,211	174,979	208,562	28,280	-	721,128
Redeemed during the quarter (Rs in '000)	74,000	54,500	258,500	369,700	82,570	-	839,270
Redeemed during the quarter (Units)	1,355,893	1,031,572	4,840,878	6,898,544	1,523,161	-	15,650,047
Meezan Islamic Income Fund							
Invested during the quarter (Rs in '000)	48,000	26,000	43,500	45,000	9,000	-	171,500
Invested during the quarter (Units)	924,876	500,875	838,091	866,998	173,568	-	3,304,408
Redeemed during the quarter (Rs in '000)	41,710	33,427	106,770	166,046	33,220	-	381,173
Redeemed during the quarter (Units)	799,651	642,549	2,051,186	3,190,751	638,553	-	7,322,690
Meezan Sovereign Fund							
Redeemed during the quarter (Rs in '000)	-	-	-	-	-	33,920	33,920
Redeemed during the quarter (Units)	-	-	-	-	-	649,910	649,910

11 EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund for the quarter ended September 30, 2021 and June 30, 2021 are;

	As at September 30, 2021					
	MSAP - I	MSAP - II	MSAP - III	MSAP - IV	MSAP - V	MCPPIII
	-----Percentage (%)-----					
Total Expense Ratio (TER)	0.30	0.31	0.31	0.29	0.30	0.30
Government levy and SECP fee	0.03	0.03	0.03	0.03	0.03	0.03

	As at June 30, 2021					
	MSAP - I	MSAP - II	MSAP - III	MSAP - IV	MSAP - V	MCPP - III
	-----Percentage (%)-----					
Total Expense Ratio (TER)	0.75	0.74	0.80	0.95	0.95	0.39
Government levy and SECP fee	0.53	0.51	0.58	0.73	0.72	0.18

The above ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as a Fund of Fund Scheme.

12 TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute atleast 90 percent of the net accounting income other than capital gains to the unit holders. The Fund has not recorded any tax liability as the Fund has incurred a net loss during the quarter.

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

13 FAIR VALUES OF FINANCIAL INSTRUMENTS

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

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

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

13.1 Fair value hierarchy

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

- Level 1: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities;
- Level 2: Fair value measurements using inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices);

As at September 30, 2021 and June 30, 2021, the Fund held the following financial instruments measured at fair values:

	As at September 30, 2021			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
ASSETS				
Financial assets 'at fair value through profit or loss'	-	1,924,927	-	1,924,927
Units of mutual funds	-	1,924,927	-	1,924,927

	As at June 30, 2021			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
ASSETS				
Financial assets 'at fair value through profit or loss'	-	2,189,463	-	2,189,463
Units of mutual funds	-	2,189,463	-	2,189,463



14 GENERAL

Figures have been rounded off to the nearest thousand rupees.

15 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on October 11, 2021 by the Board of Directors of the Management Company.

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

Chief Executive

Chief Financial Officer

Director

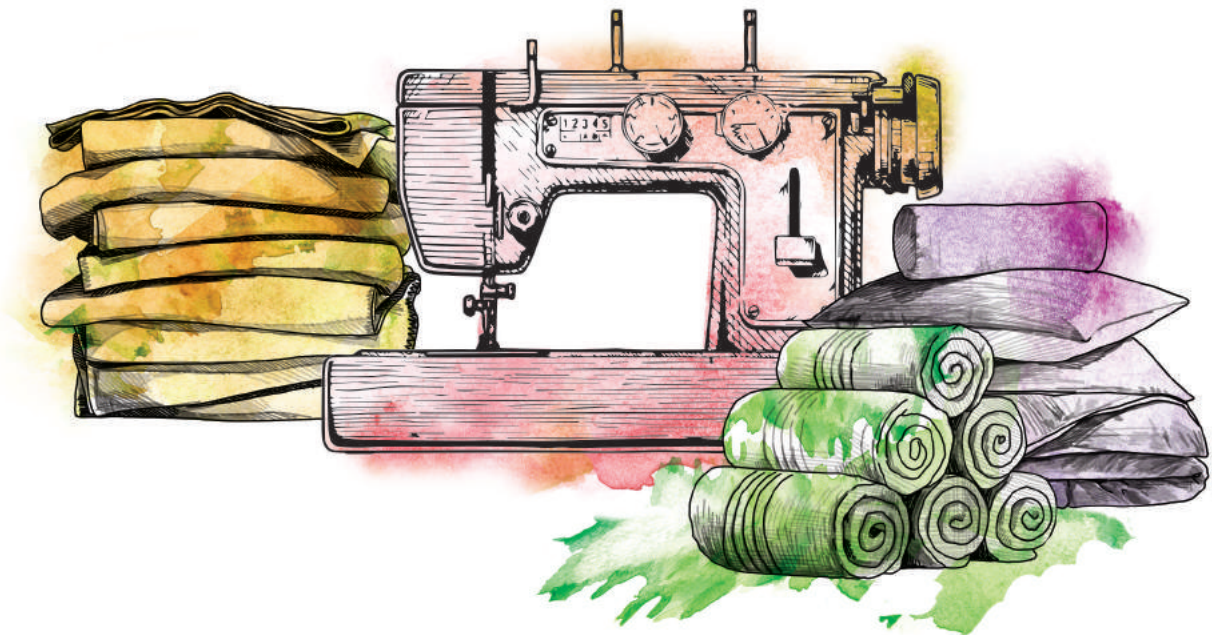


Al Meezan
Investment Management Ltd.

MEEZAN

STRATEGIC ALLOCATION FUND II (MSAF II)

Meezan Strategic Allocation Fund-II is a Shariah Compliant scheme which will use active asset allocation strategy for providing competitive returns on your investment. It is a unique asset allocation fund for investors who wish to benefit from the equity market and want an actively managed investment portfolio with diversification.



TEXTILE GROUP
EXPORTS
REGISTERED
AN INCREASE
OF



FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah Ahmed	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan R Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director - PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naeem Sattar	Nominee Director - PKIC
Mr. Feroz Rizvi	Independent Director
Ms. Danish Zuberi	Independent Director
Mr. Mohammad Shoaib, CFA	Chief Executive Officer

COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Salman Muslim

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Shahid Ojha

AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Tariq Mairaj	Member
Mr. Naeem Sattar	Member

RISK MANAGEMENT COMMITTEE

Mr. Mubashar Maqbool	Chairman
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ariful Islam	Chairman
Mr. Mubashar Maqbool	Member
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member
Mr. Mohammad Shoaib, CFA	Member

TRUSTEE

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block B, S.M.C.H.S., Main Sharah-e-Faisal Karachi.

AUDITORS

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

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Bank Al Habib Limited - Islamic Banking
Meezan Bank Limited

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited
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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited



MEEZAN STRATEGIC ALLOCATION FUND - II
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT AUGUST 27, 2021 AND SEPTEMBER 30, 2021

(Unaudited)

Note	September 30, 2021					As at August 27, 2021	
	MCPPIV	MCPPIV	MCPPIV	MCPPIV	Total	MCPPIV	
----- (Rupees in '000) -----							
Assets							
Balances with banks	5	2,405	161	60	100	2,726	32
Investments	6	745,286	89,533	88,494	102,117	1,025,430	-
Receivable against sale of investments		770	2,000	100	-	2,870	31,646
Profit receivable		1	1	-	2	4	12
Total assets		748,462	91,695	88,654	102,219	1,031,030	31,690
Liabilities							
Payable to AI Meezan Investment Management Limited - Management Company	7	74	28	9	10	121	3
Payable to Central Depository Company of Pakistan Limited - Trustee		51	6	6	7	70	2
Payable to Securities and Exchange Commission of Pakistan (SECP)		39	5	5	5	54	11
Payable against purchase of investments		91	16	18	20	145	11
Payable against redemption and conversion of units		1,869	1,148	114	36	3,167	60
Accrued expenses and other liabilities	8	536	137	94	45	812	155
Total liabilities		2,660	1,340	246	123	4,369	242
NET ASSETS		745,802	90,355	88,408	102,096	1,026,661	31,448
CONTINGENCIES AND COMMITMENTS	9						
Unit holders' fund (as per statement attached)		745,802	90,355	88,408	102,096	1,026,661	31,448
----- (Number of units) -----							
Number of units in issue		13,452,913	1,639,742	1,604,895	1,898,790		628,960
----- (Rupees) -----							
Net asset value per unit		55.4379	55.1031	55.0867	53.7689		50.0000

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

**MEEZAN STRATEGIC ALLOCATION FUND - II
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT AUGUST 27, 2021 AND SEPTEMBER 30, 2021**

		June 30, 2021 (Audited)					
Note	MCPPIV	MCPPIV	MCPPIV	MCPPIV	MCPPIV	Total	
----- (Rupees in '000) -----							
Assets							
Balances with banks	5	587	754	518	349	751	2,959
Investments	6	770,586	94,642	93,190	104,349	34,706	1,097,473
Profit receivable		2	3	1	1	3	10
Total assets		<u>771,175</u>	<u>95,399</u>	<u>93,709</u>	<u>104,699</u>	<u>35,460</u>	<u>1,100,442</u>
Liabilities							
Payable to AI Meezan Investment Management Limited - Management Company	7	73	29	10	10	15	137
Payable to Central Depository Company of Pakistan Limited - Trustee		52	7	7	7	2	75
Payable to the Securities and Exchange Commission of Pakistan (SECP)		181	30	31	24	10	276
Payable against redemption and conversion of units		51	87	62	36	-	236
Dividend payable		-	16	-	-	-	16
Accrued expenses and other liabilities	8	4,028	810	566	311	159	5,874
Total liabilities		<u>4,385</u>	<u>979</u>	<u>676</u>	<u>388</u>	<u>186</u>	<u>6,614</u>
NET ASSETS		<u>766,790</u>	<u>94,420</u>	<u>93,033</u>	<u>104,311</u>	<u>35,274</u>	<u>1,093,828</u>
UNIT HOLDERS' FUND (as per statement attached)		<u>766,790</u>	<u>94,420</u>	<u>93,033</u>	<u>104,311</u>	<u>35,274</u>	<u>1,093,828</u>
CONTINGENCIES AND COMMITMENTS	9						
----- (Number of units) -----							
NUMBER OF UNITS IN ISSUE		<u>13,753,675</u>	<u>1,739,188</u>	<u>1,727,570</u>	<u>1,972,703</u>	<u>669,672</u>	
----- (Rupees) -----							
NET ASSET VALUE PER UNIT		<u>55.7516</u>	<u>54.2898</u>	<u>53.8520</u>	<u>52.8771</u>	<u>52.6736</u>	

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

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

Chief Executive

Chief Financial Officer

Director

MEEZAN STRATEGIC ALLOCATION FUND - II
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE PERIOD ENDED AUGUST 27, 2021 AND QUARTER ENDED SEPTEMBER 30, 2021



Note	September 30, 2021					For the period from July 01, 2021 to August 27, 2021
	M CPP-IV	M CPP-V	M CPP-VI	M CPP-VII	Total	M CPP-VIII
	(Rupees in '000)					
Income						
Net realised loss on sale of investments	(585)	(172)	-	(3)	(760)	-
Profit on saving accounts with banks	3	4	3	3	13	19
Dividend income	8,345	1,538	1,752	1,872	13,507	440
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)	3,179	611	380	239	4,409	136
	10,942	1,981	2,135	2,111	17,169	595
Net unrealised diminution on re-measurement of investments - 'at fair value through profit or loss'	(14,310)	(468)	-	(271)	(15,049)	-
Total (loss) / income	(3,368)	1,513	2,135	1,840	2,120	595
Expenses						
Remuneration to Al Meezan Investment Management Limited - Management Company	2	2	1	1	6	1
Sindh Sales Tax on remuneration of the Management Company	-	-	-	-	-	-
Allocated expenses	213	26	25	29	293	6
Remuneration to Central Depository Company of Pakistan Limited - Trustee	135	17	16	18	186	4
Sindh Sales Tax on remuneration of the Trustee	18	2	2	2	24	1
Annual fee to Securities and Exchange Commission of Pakistan (SECP)	39	5	5	5	54	1
Auditors' remuneration	95	12	12	14	133	-
Fees and subscription	68	10	8	10	96	1
Legal and professional charges	132	16	16	18	182	3
Bank and settlement charges	10	2	4	2	18	1
Total expenses	712	92	89	99	992	18
Net (loss) / income for the quarter / period before taxation	(4,080)	1,421	2,046	1,741	1,128	577
Taxation	-	-	-	-	-	-
Net (loss) / income for the quarter / period after taxation	(4,080)	1,421	2,046	1,741	1,128	577
Allocation of net income for the quarter / period						
Net income for the quarter / period after taxation	-	1,421	2,046	1,741	5,208	577
Income already paid on units redeemed	-	(87)	(64)	(48)	(199)	(48)
	-	1,334	1,982	1,693	5,009	529
Accounting income available for distribution						
- Relating to capital gains	-	-	-	-	-	-
- Excluding capital gains	-	1,334	1,982	1,693	5,009	529
	-	1,334	1,982	1,693	5,009	529

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

For Al Meezan Investment Management Limited
(Management Company)

 Chief Executive

 Chief Financial Officer

 Director

MEEZAN STRATEGIC ALLOCATION FUND - II
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE PERIOD ENDED AUGUST 27, 2021 AND QUARTER ENDED SEPTEMBER 30, 2021

September 30, 2020						
Note	MCPPIV	MCPPIV	MCPPIV	MCPPIV	MCPPIV	Total
(Rupees in '000)						
Income						
Net realised Income on sale of investments	8,508	4,485	224	415	41	13,673
Profit on saving accounts with banks	11	33	9	3	3	59
Dividend income	697	1,095	-	-	-	1,792
	<u>9,216</u>	<u>5,613</u>	<u>233</u>	<u>418</u>	<u>44</u>	<u>15,524</u>
Net unrealised appreciation on re-measurement of investments - 'at fair value through profit or loss'	6.1	26,496	48	5,576	3,311	1,699
		<u>35,712</u>	<u>5,661</u>	<u>5,809</u>	<u>3,729</u>	<u>1,743</u>
Total income						<u>52,654</u>
Expenses						
Remuneration to AI Meezan Investment Management Limited - Management Company	7.1	7	3	3	1	15
Sindh Sales Tax on remuneration of the Management Company		1	-	-	-	1
Allocated expenses	7.2	278	49	53	34	16
Remuneration to Central Depository Company of Pakistan Limited - Trustee		195	35	37	24	11
Sindh Sales Tax on remuneration of the Trustee		25	4	5	3	1
Annual fee to Securities and Exchange Commission of Pakistan (SECP)		56	10	11	7	3
Auditors' remuneration		98	22	22	13	7
Fees and subscription		133	30	23	12	7
Provision for Sindh Workers' Welfare Fund	8.1	698	110	113	73	34
Bank and settlement charges		1	-	-	-	-
Total expenses		<u>1,492</u>	<u>263</u>	<u>267</u>	<u>167</u>	<u>80</u>
Net income for the quarter before taxation		<u>34,220</u>	<u>5,398</u>	<u>5,542</u>	<u>3,562</u>	<u>1,663</u>
Taxation	12	-	-	-	-	-
Net income for the quarter after taxation		<u>34,220</u>	<u>5,398</u>	<u>5,542</u>	<u>3,562</u>	<u>1,663</u>
Allocation of net income for the quarter						
Net income for the quarter after taxation		34,220	5,398	5,542	3,562	1,663
Income already paid on units redeemed		(954)	(303)	(211)	(351)	(39)
		<u>33,266</u>	<u>5,095</u>	<u>5,331</u>	<u>3,211</u>	<u>1,624</u>
Accounting income available for distribution						
- Relating to capital gains		33,266	4,533	5,331	3,211	1,624
- Excluding capital gains		-	562	-	-	562
		<u>33,266</u>	<u>5,095</u>	<u>5,331</u>	<u>3,211</u>	<u>1,624</u>

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director

MEEZAN STRATEGIC ALLOCATION FUND - II
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE PERIOD ENDED AUGUST 27, 2021 AND QUARTER ENDED SEPTEMBER 30, 2021



	September 30, 2021					For the period from July 01, 2021 to August 27,
	MCCP-IV	MCCP-V	MCCP-VI	MCCP-VII	Total	MCCP-VIII
	------(Rupees in '000)-----					
Net (loss) / income for the quarter / period after taxation	(4,080)	1,421	2,046	1,741	1,128	577
Other comprehensive income for the quarter / period	-	-	-	-	-	-
Total comprehensive (loss) / income for the quarter / period	<u>(4,080)</u>	<u>1,421</u>	<u>2,046</u>	<u>1,741</u>	<u>1,128</u>	<u>577</u>

	September 30, 2020					
	MCCP-IV	MCCP-V	MCCP-VI	MCCP-VII	MCCP-VIII	Total
	-----'(Rupees in '000)-----					
Net income for the quarter after taxation	34,220	5,398	5,542	3,562	1,663	50,385
Other comprehensive income for the quarter	-	-	-	-	-	-
Total comprehensive income for the quarter	<u>34,220</u>	<u>5,398</u>	<u>5,542</u>	<u>3,562</u>	<u>1,663</u>	<u>50,385</u>

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

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

 Chief Executive

 Chief Financial Officer

 Director

MEEZAN STRATEGIC ALLOCATION FUND - II
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UNAUDITED)
FOR THE PERIOD ENDED AUGUST 27, 2021 AND QUARTER ENDED SEPTEMBER 30, 2021

	September 30, 2021			September 30, 2021			September 30, 2021			September 30, 2021			September 30, 2021			For the period from July 01, 2021 to August 27, 2021		
	MCCP-IV (Rupees in '000)			MCCP-V (Rupees in '000)			MCCP-VI (Rupees in '000)			MCCP-VII (Rupees in '000)			Total (Rupees in '000)			MCCP-VIII (Rupees in '000)		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total	Capital Value	Accumulated loss	Total
Net assets at the beginning of the quarter	693,203	73,587	766,790	86,523	7,897	94,420	88,017	5,016	93,033	98,911	5,400	104,311	966,654	91,900	1,058,554	36,443	(1,169)	35,274
Issuance of units:																		
MCCP-IV: nil / MCCP-V: nil / MCCP-VI: nil / MCCP-VII: nil units																		
MCCP-VIII: 40,092 units																		
- Capital value (at net asset value per unit at the beginning of the quarter / period)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,112	-	2,112
- Element of (loss) / income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(107)	-	(107)
Total proceeds on issuance of units	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,005	-	2,005
Redemption of units:																		
MCCP-IV: 300,762 / MCCP-V: 99,446 /																		
MCCP-VI: 122,675 / MCCP-VII: 73,913 /																		
MCCP-VIII: 80,804 units																		
- Capital value (at net asset value per unit at the beginning of the quarter / period)	16,768	-	16,768	5,399	-	5,399	6,607	-	6,607	3,908	-	3,908	32,682	-	32,682	4,257	-	4,257
- Element of income	140	-	140	-	87	87	-	64	64	-	48	48	140	199	339	-	48	48
Total payments on redemption of units	16,908	-	16,908	5,399	87	5,486	6,607	64	6,671	3,908	48	3,956	32,822	199	33,021	4,257	48	4,305
Total comprehensive (loss) / income for the quarter / period	-	(4,080)	(4,080)	-	1,421	1,421	-	2,046	2,046	-	1,741	1,741	-	1,128	1,128	-	577	577
Distribution during the quarter / period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(2,103)	(2,103)
Net (loss) / income for the quarter / period less distribution	-	(4,080)	(4,080)	-	1,421	1,421	-	2,046	2,046	-	1,741	1,741	-	1,128	1,128	-	(1,526)	(1,526)
Net assets at the end of the quarter / period	<u>676,295</u>	<u>69,507</u>	<u>745,802</u>	<u>81,124</u>	<u>9,231</u>	<u>90,355</u>	<u>81,410</u>	<u>6,998</u>	<u>88,408</u>	<u>95,003</u>	<u>7,093</u>	<u>102,096</u>	<u>933,832</u>	<u>92,829</u>	<u>1,026,661</u>	<u>34,191</u>	<u>(2,743)</u>	<u>31,448</u>
Undistributed income / (accumulated loss) brought forward																		
- Realised income / (loss)		31,011			7,038			5,016			5,250			48,315			(1,169)	
- Unrealised income		42,576			859			-			150			43,585			-	
		<u>73,587</u>			<u>7,897</u>			<u>5,016</u>			<u>5,400</u>			<u>91,900</u>			<u>(1,169)</u>	
Accounting income available for distribution																		
- Relating to capital gains		-			-			-			-			-			-	
- Excluding capital gains		-			1,334			1,982			1,693			5,009			529	
		-			1,334			1,982			1,693			5,009			529	
Net loss for the quarter after taxation		(4,080)			-			-			-			(4,080)			-	
Distribution during the quarter / period		-			-			-			-			-			(2,103)	
Undistributed income carried forward		<u>69,507</u>			<u>9,231</u>			<u>6,998</u>			<u>7,093</u>			<u>92,829</u>			<u>(2,743)</u>	
Undistributed income carried forward																		
- Realised income / (loss)		83,817			9,699			6,998			7,364			107,878			(2,743)	
- Unrealised (loss)		(14,310)			(468)			-			(271)			(15,049)			-	
		<u>69,507</u>			<u>9,231</u>			<u>6,998</u>			<u>7,093</u>			<u>92,829</u>			<u>(2,743)</u>	
			Rupees			Rupees			Rupees			Rupees						Rupees
Net asset value per unit as at the beginning of the quarter / period			<u>55.7516</u>			<u>54.2898</u>			<u>53.8520</u>			<u>52.8771</u>						<u>52.6736</u>
Net asset value per unit as at the end of the quarter / period			<u>55.4379</u>			<u>55.1031</u>			<u>55.0867</u>			<u>53.7689</u>						<u>50.0000</u>

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

For Al-Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief financial officer

Director



MEEZAN STRATEGIC ALLOCATION FUND - II
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UNAUDITED)
FOR THE PERIOD ENDED AUGUST 27, 2021 AND QUARTER ENDED SEPTEMBER 30, 2021

	September 30, 2020			September 30, 2020			September 30, 2020			September 30, 2020			September 30, 2020			September 30, 2020		
	MCCP-IV (Rupees in '000)			MCCP-V (Rupees in '000)			MCCP-VI (Rupees in '000)			MCCP-VII (Rupees in '000)			MCCP-VIII (Rupees in '000)			Total (Rupees in '000)		
	Capital Value	Undistributed income / (accumulated loss)	Total	Capital Value	Undistributed income	Total	Capital Value	Undistributed income / (accumulated loss)	Total	Capital Value	Undistributed income / (accumulated loss)	Total	Capital Value	Undistributed income / (accumulated loss)	Total	Capital Value	Undistributed income / (accumulated loss)	Total
Net assets at the beginning of the quarter	1,122,392	(10,007)	1,112,385	215,481	882	216,363	214,933	(1,453)	213,480	137,452	(1,848)	135,604	67,469	(3,598)	63,871	1,757,727	(16,024)	1,741,703
Redemption of units:																		
MCCP-IV: 1,123,715 / MCCP-V: 696,821 /																		
MCCP-VI: 289,847 / MCCP-VII: 323,272 /																		
MCCP-VIII: 65,956 units																		
- Capital value (at net asset value per unit at the beginning of the quarter)	55,819	-	55,819	35,035	-	35,035	14,531	-	14,531	15,909	-	15,909	3,236	-	3,236	124,530	-	124,530
- Element of income	-	954	954	-	303	303	-	211	211	-	351	351	-	39	39	-	1,858	1,858
Total payments on redemption of units	55,819	954	56,773	35,035	303	35,338	14,531	211	14,742	15,909	351	16,260	3,236	39	3,275	124,530	1,858	126,388
Total comprehensive income for the quarter	-	34,220	34,220	-	5,398	5,398	-	5,542	5,542	-	3,562	3,562	-	1,663	1,663	-	50,385	50,385
Net income for the quarter less distribution	-	34,220	34,220	-	5,398	5,398	-	5,542	5,542	-	3,562	3,562	-	1,663	1,663	-	50,385	50,385
Net assets at the end of the quarter	<u>1,066,573</u>	<u>23,259</u>	<u>1,089,832</u>	<u>180,446</u>	<u>5,977</u>	<u>186,423</u>	<u>200,402</u>	<u>3,878</u>	<u>204,280</u>	<u>121,543</u>	<u>1,363</u>	<u>122,906</u>	<u>64,233</u>	<u>(1,974)</u>	<u>62,259</u>	<u>1,636,110</u>	<u>32,503</u>	<u>1,665,700</u>
(Accumulated loss) / income brought forward																		
- Realised income / (loss)		(9,537)			805			(1,529)			(1,897)			(3,621)			(15,779)	
- Unrealised loss / income		(470)			77			76			49			23			(245)	
		<u>(10,007)</u>			<u>882</u>			<u>(1,453)</u>			<u>(1,848)</u>			<u>(3,598)</u>			<u>(16,024)</u>	
Accounting income available for distribution																		
- Relating to capital gains		33,266			4,533			5,331			3,211			1,624			47,965	
- Excluding capital gains		-			562			-			-			-			562	
		<u>33,266</u>			<u>5,095</u>			<u>5,331</u>			<u>3,211</u>			<u>1,624</u>			<u>48,527</u>	
Distribution during the quarter		-			-			-			-			-			-	
Undistributed income carried forward		<u>23,259</u>			<u>5,977</u>			<u>3,878</u>			<u>1,363</u>			<u>(1,974)</u>			<u>32,503</u>	
Undistributed income carried forward																		
- Realised (loss) / income		(3,237)			5,929			(1,698)			(1,948)			(3,673)			(4,627)	
- Unrealised Income		26,496			48			5,576			3,311			1,699			37,130	
		<u>23,259</u>			<u>5,977</u>			<u>3,878</u>			<u>1,363</u>			<u>(1,974)</u>			<u>32,503</u>	
Net asset value per unit as at the beginning of the quarter			Rupees			Rupees			Rupees			Rupees			Rupees			
			<u>49.6737</u>			<u>50.2777</u>			<u>50.1329</u>			<u>49.2089</u>			<u>49.0635</u>			
Net asset value per unit as at the end of the quarter			<u>51.2377</u>			<u>51.6905</u>			<u>51.4762</u>			<u>50.5285</u>			<u>50.3778</u>			

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

For Al-Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief financial officer

Director

MEEZAN STRATEGIC ALLOCATION FUND - II
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE PERIOD ENDED AUGUST 27, 2021 AND QUARTER ENDED SEPTEMBER 30, 2021

	September 30, 2021					For the period from July 01, 2021 to August 27, 2021
	MCPPIV	MCPPIV	MCPPIV	MCPPIV	Total	MCPPIV
	(Rupees in '000)					
CASH FLOWS FROM OPERATING ACTIVITIES						
Net (loss) / income for the quarter / period before taxation	(4,080)	1,421	2,046	1,741	1,128	577
Adjustments for:						
Net unrealised diminution on re-measurement of investments 'at fair value through profit or loss'	14,310	468	-	271	15,049	-
	10,230	1,889	2,046	2,012	16,177	577
Decrease / (increase) in assets						
Investments - net	10,990	4,641	4,696	1,961	22,288	34,706
Receivable against sale of investments	(770)	(2,000)	(100)	-	(2,870)	(31,646)
Advances, deposits and other receivables	1	2	1	(1)	3	(9)
	10,221	2,643	4,597	1,960	19,421	3,051
Increase / (decrease) in liabilities						
Payable to Al Meezan Investment Management Limited - Management Company	1	(1)	(1)	-	(1)	(12)
Payable to Central Depository Company of Pakistan Limited - Trustee	(1)	(1)	(1)	-	(3)	-
Payable to Securities and Exchange Commission of Pakistan (SECP)	(142)	(25)	(26)	(19)	(212)	1
Payable against purchase of investments	91	16	18	20	145	11
Accrued expenses and other liabilities	(3,492)	(673)	(472)	(266)	(4,903)	(4)
	(3,543)	(684)	(482)	(265)	(4,974)	(4)
Net cash generated from operating activities	16,908	3,848	6,161	3,707	30,624	3,624
CASH FLOWS FROM FINANCING ACTIVITIES						
Receipts against issuance and conversion of units	-	-	-	-	-	2,005
Payments against redemption and conversion of units	(15,090)	(4,425)	(6,619)	(3,956)	(30,090)	(4,245)
Dividend paid	-	(16)	-	-	(16)	(2,103)
Net cash used in financing activities	(15,090)	(4,441)	(6,619)	(3,956)	(30,106)	(4,343)
Net increase / (decrease) in cash and cash equivalents during the quarter / period	1,818	(593)	(458)	(249)	518	(719)
Cash and cash equivalents at the beginning of the quarter / period	587	754	518	349	2,208	751
Cash and cash equivalents at the end of the quarter / period	2,405	161	60	100	2,726	32

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

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

Chief Executive

Chief Financial Officer

Director



MEEZAN STRATEGIC ALLOCATION FUND - II
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE PERIOD ENDED AUGUST 27, 2021 AND QUARTER ENDED SEPTEMBER 30, 2021

	September 30, 2020					
	MCPPIV	MCPPIV	MCPPIV	MCPPIV	MCPPIV	Total
	------(Rupees in '000)-----					
CASH FLOWS FROM OPERATING ACTIVITIES						
Net income for the quarter before taxation	34,220	5,398	5,542	3,562	1,663	50,385
Adjustments for:						
Net unrealised appreciation on re-measurement of of investments 'at fair value through profit or loss'	(26,496)	(48)	(5,576)	(3,311)	(1,699)	(37,130)
	7,724	5,350	(34)	251	(36)	13,255
Decrease in assets						
Investments - net	53,765	31,232	14,096	18,859	3,129	121,081
Receivable against sale of investments	(110)	2,420	(610)	-	-	1,700
Advances, deposits and other receivables	75	11	15	4	5	110
	53,730	33,663	13,501	18,863	3,134	122,891
Increase / (decrease) in liabilities						
Payable to Al Meezan Investment Management Limited - Management Company	(1)	16	(1)	-	(1)	13
Payable to Central Depository Company of Pakistan Limited - Trustee	-	(3)	-	-	-	(3)
Payable to Securities and Exchange Commission of Pakistan	(209)	(56)	(46)	(27)	(15)	(353)
Payable against purchase of investments	2	227	-	-	-	229
Accrued expenses and other liabilities	(3,948)	(856)	59	(239)	(53)	(5,037)
	(4,156)	(672)	12	(266)	(69)	(5,151)
Net cash generated from operating activities	57,298	38,341	13,479	18,848	3,029	130,995
CASH FLOWS FROM FINANCING ACTIVITIES						
Payments against redemption and conversion of units	(56,173)	(39,446)	(14,131)	(16,348)	(3,268)	(129,366)
Dividend paid	(2,190)	(744)	(25)	(1,242)	(16)	(4,217)
Net cash used in financing activities	(58,363)	(40,190)	(14,156)	(17,590)	(3,284)	(133,583)
Net (decrease) / increase in cash and cash equivalents during the quarter	(1,065)	(1,849)	(677)	1,258	(255)	(2,588)
Cash and cash equivalents at the beginning of the quarter	1,366	2,299	692	175	339	4,871
Cash and cash equivalents at the end of the quarter	301	450	15	1,433	84	2,283

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

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

Chief Executive

Chief Financial Officer

Director

MEEZAN STRATEGIC ALLOCATION FUND - II
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD ENDED AUGUST 27, 2021 AND QUARTER ENDED SEPTEMBER 30, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Meezan Strategic Allocation Fund - II (the Fund) was established under a Trust Deed executed between Al Meezan Investment Management Limited (Al Meezan) as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed on January 15, 2018 and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003, (NBFC Rules). The Fund is registered as a Notified entity under Non-Banking Finance Companies and Notified Entities Regulations, 2008, (NBFC Regulations) issued through S.R.O.1203(I)/2008 on October 10, 2016. The Management Company has been licensed by the Securities and Exchange Commission of Pakistan (SECP) to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules) through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi 74400, Pakistan.
- 1.2** The Fund has been formed to enable the unit holders to participate in a diversified portfolio of equity schemes and fixed income / money market schemes, which are Shariah compliant. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah guidelines. The Management Company has appointed Meezan Bank Limited as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.
- 1.3** The Fund is an open-end Shariah compliant Fund of Funds Scheme. Units are offered for public subscription on a continuous basis till the end of the subscription period. However, the subscription in units may be reopened for fresh issuance by the Management Company with prior approval of the Commission after intimation to the Trustee and by providing notice to investors in order to protect the interest of the unit holders. The units of the plan are transferable and can be redeemed by surrendering them to the Fund.
- 1.4** Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund. The Fund's property comprises of different types of allocation plans which are accounted for and maintained separately in the books of accounts and collectively constitute the Fund's property.
- 1.5** The Management Company has been assigned a quality rating of AM1 by VIS dated December 31, 2020 (2020: AM1 dated December 31, 2019) and by PACRA dated June 23, 2021 (2020: AM1 dated June 26, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.6** The Fund is an open-end Shariah compliant Fund of Funds Scheme that aims to generate returns on investment as per allocation plans (sub funds) namely Meezan Capital Preservation Plan-IV (MCPPIV), Meezan Capital Preservation Plan-V (MCPPIV), Meezan Capital Preservation Plan-VI (MCPPIV), Meezan Capital Preservation Plan-VII (MCPPIV) and Meezan Capital Preservation Plan-VIII (MCPPIV) by investing in Shariah compliant fixed income / money market and equity mutual funds in line with the risk tolerance of the investor. Investors of the Fund may hold different types of allocation plans and may invest in any one or more of the available allocation plans. The management may also invest in other Collective Investments Schemes available to it with prior approval of SECP.
- 1.7** The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company has fulfilled requirements for registration and accordingly, the fund has been registered under Sindh Trusts Act, 2020.
- 1.8** A brief description of the plans is as follows:

Meezan Capital Preservation Plan-IV (MCPPIV)	Low risk - High return through asset allocation This allocation plan commenced its operations from March 06, 2018 and can invest its portfolio between the Equity asset classes / Schemes and Fixed Income or Money Market asset classes / Schemes based on the macroeconomic view and outlook of such asset classes up to 100 percent. The initial maturity of this plan was two and a half years from the close of the subscription period. SECP approved the extension of the plan by one year vide its letter dated October 24, 2020. Units shall be subject to front end load.
Meezan Capital Preservation Plan-V (MCPPIV)	Low risk - High return through asset allocation This allocation plan commenced its operations from May 04, 2018 and can invest its portfolio between the Equity asset classes / Schemes and Fixed Income or Money Market asset classes / Schemes based on the macroeconomic view and outlook of such asset classes up to 100 percent. The initial maturity of this plan is two and a half years from the close of the subscription period. SECP approved the extension of the plan by one year. Units shall be subject to front end load.
Meezan Capital Preservation Plan-VI (MCPPIV)	Low risk - High return through asset allocation This allocation plan commenced its operations from July 10, 2018 and can invest its portfolio between the Equity asset classes / Schemes and Fixed Income or Money Market asset classes / Schemes based on the macroeconomic view and outlook of such asset classes up to 100 percent. The initial maturity of this plan was two and a half years from the close of the subscription period. Units shall be subject to front end load. SECP approved the extension of the plan by one year vide its letter dated February 25, 2021. Units shall be subject to front end load.
Meezan Capital Preservation Plan-VII (MCPPIV)	Low risk - High return through asset allocation This allocation plan commenced its operations from September 26, 2018 and can invest its portfolio between the Equity asset classes / Schemes and Fixed Income or Money Market asset classes / Schemes based on the macroeconomic view and outlook of such asset classes up to 100 percent. The initial maturity of this plan is two and a half years from the close of the subscription period. SECP approved the extension of the plan by one year vide its letter dated May 18, 2021. Units shall be subject to front end load.
Meezan Capital Preservation Plan-VIII (MCPPIV)	Low risk - High return through asset allocation This allocation plan commenced its operations from December 17, 2018 and can invest its portfolio between the Equity asset classes / Schemes and Fixed Income or Money Market asset classes / Schemes based on the macroeconomic view and outlook of such asset classes up to 100 percent. The initial maturity of this plan was two and a half years from the close of the subscription period i.e. February 2019. Units shall be subject to front end load.

Each allocation plan announces separate Net Asset Values which ranks Pari Passu according to the number of units of the respective allocation plans. The books and records of each plan have been maintained separately.

1.9 During the quarter, Meezan Capital Preservation Plan -VIII (MCPV VIII) matured on August 27, 2021.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 STATEMENT OF COMPLIANCE

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

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

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the IFRS, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2021.

These condensed interim financial statements are unaudited. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at September 30, 2021.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2021.

4.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2021. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2021.

4.3 There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2021. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

5. BALANCES WITH BANKS

Note	(Unaudited)					As at August 27, 2021	
	September 30, 2021						
	MCPV-IV	MCPV-V	MCPV-VI	MCPV-VII	Total		MCPV-VIII
----- (Rupees in '000) -----							
Saving accounts	5.1	2,395	161	60	100	2,716	32
Current accounts		10	-	-	-	10	-
		<u>2,405</u>	<u>161</u>	<u>60</u>	<u>100</u>	<u>2,726</u>	<u>32</u>

		June 30, 2021 (Audited)					
		MCPPIV	MCPPIV	MCPPIV	MCPPIV	MCPPIV	Total
		(Rupees in '000)					
Saving accounts	5.1	577	754	518	349	751	2,949
Current accounts		10	-	-	-	-	10
		<u>587</u>	<u>754</u>	<u>518</u>	<u>349</u>	<u>751</u>	<u>2,959</u>

5.1 The balances in savings accounts have an expected profit which ranges from 2.50% to 3.41% (June 30, 2021 2.5% to 3.86%) per annum.

6. INVESTMENTS

		(Unaudited)					As at August 27, 2021
		September 30, 2021					MCPPIV
		(Rupees in '000)					
Investments - 'at fair value through profit or loss'	6.1	745,286	89,533	88,494	102,117	1,025,430	-

		June 30, 2021 (Audited)					
		MCPPIV	MCPPIV	MCPPIV	MCPPIV	MCPPIV	Total
		(Rupees in '000)					
Investments - 'at fair value through profit or loss'		770,586	94,642	93,190	104,349	34,706	1,097,473

6.1 Investments - 'at fair value through profit or loss' - Units of mutual funds

Name of investee funds	As at July 1, 2021	Purchases during the quarter	Redemptions during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised appreciation as at September 30, 2021	Percentage in relation to	
								Market value on the basis of Net Assets of the Fund	Total market value of investments
		(Number of units)			(Rupees in '000)			(Percentage)	
Meezan Capital Preservation Plan - IV									
Meezan Dedicated Equity Fund	7,491,424	-	924,919	6,566,505	308,013	293,703	(14,310)	39.38	39.41
Meezan Rozana Amdani Fund	8,383,764	955,091	307,200	9,031,655	451,583	451,583	-	60.55	60.59
					<u>759,596</u>	<u>745,286</u>	<u>(14,310)</u>	<u>99.93</u>	<u>100.00</u>
Meezan Capital Preservation Plan - V									
Meezan Dedicated Equity Fund	329,430	-	114,527	214,903	10,080	9,612	(468)	10.64	10.74
Meezan Rozana Amdani Fund	1,583,794	130,434	115,800	1,598,428	79,921	79,921	-	88.45	89.26
					<u>90,001</u>	<u>89,533</u>	<u>(468)</u>	<u>99.09</u>	<u>100.00</u>
Meezan Capital Preservation Plan - VI									
Meezan Rozana Amdani Fund	1,863,802	34,687	128,601	1,769,888	88,494	88,494	-	100.10	100.00
					<u>88,494</u>	<u>88,494</u>	<u>-</u>	<u>100.10</u>	<u>100.00</u>
Meezan Capital Preservation Plan - VII									
Meezan Dedicated Equity Fund	181,851	-	57,625	124,226	5,827	5,556	(271)	5.44	5.44
Meezan Rozana Amdani Fund	1,916,379	87,045	72,200	1,931,224	96,561	96,561	-	94.58	94.56
					<u>102,388</u>	<u>102,117</u>	<u>(271)</u>	<u>100.0</u>	<u>100.0</u>
Meezan Capital Preservation Plan - VIII									
Meezan Rozana Amdani Fund	694,122	8,804	702,926	-	-	-	-	-	-
					<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total investments in units of mutual funds									
Meezan Dedicated Equity Fund	8,002,705	-	1,097,071	6,905,634	323,920	308,871	(15,049)	30.09	30.12
Meezan Rozana Amdani Fund	14,441,861	1,216,062	1,326,727	14,331,196	716,559	716,559	-	69.80	69.88
					<u>1,040,479</u>	<u>1,025,430</u>	<u>(15,049)</u>	<u>99.88</u>	<u>100.00</u>

7 PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT COMPANY LIMITED

(Unaudited)						
September 30, 2021						As at August 27, 2021
	MCPPIV	MCPPIV	MCPPIV	MCPPIV	Total	MCPPIV
	----- (Rupees in '000) -----					
Management fee payable	4	1	1	1	7	-
Sindh Sales Tax on management fee payable	1	-	-	-	1	-
Allocated Expenses	69	27	8	9	113	3
	<u>74</u>	<u>28</u>	<u>9</u>	<u>10</u>	<u>121</u>	<u>3</u>
As at June 30, 2021 (Audited)						
	MCPPIV	MCPPIV	MCPPIV	MCPPIV	MCPPIV	Total
	----- (Rupees in '000) -----					
Management fee payable	2	1	1	1	11	16
Sindh Sales Tax on management fee payable	-	-	-	-	1	1
Allocated Expenses	71	28	9	9	3	120
	<u>73</u>	<u>29</u>	<u>10</u>	<u>10</u>	<u>15</u>	<u>137</u>

7.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 1% (June 30, 2021: 1%) per annum of the daily bank balance of the Fund during the quarter ended September 30, 2021. The remuneration is payable to the Management Company monthly in arrears.

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

The management company based on its own discretion has currently charged 0.11% of the average annual net assets of the scheme for allocation of such expenses to the Fund for the quarter.

8. ACCRUED EXPENSES AND OTHER LIABILITIES

(Unaudited)						
September 30, 2021						As at August 27, 2021
	MCPPIV	MCPPIV	MCPPIV	MCPPIV	Total	MCPPIV
	----- (Rupees in '000) -----					
Note						
Auditors' remuneration payable	81	10	9	18	118	13
Withholding tax payable	14	-	-	-	14	99
Shariah advisory fee payable	153	19	19	20	211	6
Printing charges payable	213	9	7	1	230	-
Provision for Sindh Workers' Welfare Fund	-	-	-	-	-	-
Capital gain tax payable	75	13	11	4	103	13
Zakat payable	-	86	48	2	136	24
	<u>536</u>	<u>137</u>	<u>94</u>	<u>45</u>	<u>812</u>	<u>155</u>
As at June 30, 2021 (Audited)						
	MCPPIV	MCPPIV	MCPPIV	MCPPIV	MCPPIV	Total
	----- (Rupees in '000) -----					
Auditors' remuneration payable	209	34	36	35	12	326
Withholding tax payable	16	29	-	-	-	45
Shariah advisory fee payable	105	13	14	13	5	150
Printing charges payable	212	9	8	-	2	231
Provision for Sindh Workers' Welfare Fund	3,179	611	380	239	136	4,545
Capital gain tax payable	307	59	80	24	4	474
Zakat payable	-	55	48	-	-	103
	<u>4,028</u>	<u>810</u>	<u>566</u>	<u>311</u>	<u>159</u>	<u>5,874</u>

8.1 SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also been taken up with the SECP. All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its circular dated August 30, 2021.

Provisioning against SWWF amounting to Rs. 3.31 million, Rs. 0.63 million, Rs. 0.39 million, Rs. 0.25 million and Rs. 0.14 million has been reversed and it has contributed towards an increase in NAV of the fund by Rs. 0.24 (0.43%), Rs. 0.36 (0.67%), Rs. 0.24 (0.44%) Rs.0.13 (0.25%) and Rs. 0.22 (0.41%) per unit in MCPPIV, MCPPIV, MCPPIV, MCPPIV, MCPPIV respectively. This was one-off event and is not likely to be repeated in the future.

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

10. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

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

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

Balances	(Unaudited)					As at August 27, 2021 MCPPIII
	September 30, 2021					
	MCPPIII	MCPPIII	MCPPIII	MCPPIII	Total	
Al Meezan Investment Management Limited - Management Company						
Remuneration payable (Rs in '000)	4	1	1	1	7	-
Sindh Sales Tax on management fee (Rs in '000)	1	-	-	-	1	-
Allocated expenses (Rs in '000)	69	27	8	9	113	3
Meezan Bank Limited						
Bank balance (Rs in '000)	2,395	151	60	100	2,706	32
Profit receivable (Rs in '000)	1	1	-	2	4	12
Shariah advisor fee payable	153	19	19	20	211	6
Central Depository Company of Pakistan Limited - Trustee						
Trustee fee payable (Rs. in '000)	45	5	5	6	61	2
Sindh Sales Tax on trustee fee payable (Rs. in '000)	6	1	1	1	9	-
Directors and Executives of the Management Company						
Investment (Rs in '000)	5,682	-	-	-	5,682	-
Investment (Units)	102,501	-	-	-	102,501	-
Meezan Dedicated Equity Fund						
Investment (Rs in '000)	293,703	9,612	-	5,556	308,871	-
Investment (Units)	6,566,505	214,903	-	124,226	6,905,634	-
Meezan Rozana Amdani Fund						
Investment (Rs in '000)	451,583	79,921	88,494	96,561	716,559	-
Investment (Units)	9,031,655	1,598,428	1,769,888	1,931,224	14,331,196	-
Unitholders holding 10% or more units of the Fund						
Investment (Rs in '000)	187,164	-	12,797	53,076	253,037	-
Investment (Units)	3,376,099	-	232,300	987,119	4,595,517	-
Balances As at June 30, 2021 (Audited)						
	MCPPIII	MCPPIII	MCPPIII	MCPPIII	MCPPIII	Total
Al Meezan Investment Management Limited - Management Company						
Remuneration payable (Rs in '000)	2	1	1	1	11	16
Sindh Sales Tax on management fee (Rs in '000)	-	-	-	-	1	1
Allocated expenses (Rs in '000)	71	28	9	9	3	120
Meezan Bank Limited						
Bank balance (Rs in '000)	577	744	518	349	751	2,939
Profit receivable (Rs in '000)	2	3	1	1	3	10



Central Depository Company of Pakistan Limited - Trustee

Trustee fee payable (Rs in '000)	46	6	6	6	2	66
Sindh Sales Tax on trustee fee payable (Rs in '000)	6	1	1	1	-	9

Directors and Executives of the Management Company

Investment (Rs in '000)	5,715	-	-	-	-	5,715
Investment (Units)	102,501	-	-	-	-	102,501

Meezan Dedicated Equity Fund

Investment (Rs in '000)	351,398	15,452	-	8,530	-	375,380
Investment (Units)	7,491,424	329,430	-	181,851	-	8,002,705

Meezan Rozana Amdani Fund

Investment (Rs in '000)	419,188	79,190	93,190	95,819	34,706	722,093
Investment (Units)	8,383,764	1,583,794	1,863,802	1,916,379	694,122	14,441,861

Unitholders holding 10% or more units of the Fund

Investment (Rs in '000)	188,223	-	12,510	52,196	3,371	256,300
Investment (Units)	3,376,099	-	232,300	987,119	63,996	4,659,514

(Unaudited)

For the quarter ended September 30, 2021

For the period from July 01, 2021 to August 27, 2021

MCPP-IV	MCPP-V	MCPP-VI	MCPP-VII	Total	MCPP-VIII
----- (Unaudited) -----					

AI Meezan Investment Management Limited - Management Company

Remuneration for the quarter (Rs in '000)	2	2	1	1	6	1
Sindh Sales Tax on management fee (Rs in '000)	-	-	-	-	-	-
Allocated expenses (Rs in '000)	213	26	25	29	293	6

Meezan Bank Limited

Profit on saving account (Rs in '000)	3	4	3	3	13	19
Shariah advisor fee	48	6	6	7	67	1

Central Depository Company of Pakistan Limited - Trustee

Trustee fee (Rs in '000)	135	17	16	18	186	4
Sindh Sales Tax on trustee fee (Rs in '000)	18	2	2	2	24	1

Meezan Dedicated Equity Fund

Invested during the quarter (Rs. in '000)	-	-	-	-	-	-
Invested during the quarter (Units)	-	-	-	-	-	-
Redeemed during the quarter (Rs. in '000)	42,800	5,200	-	2,700	50,700	-
Redeemed during the quarter (Units)	924,919	114,527	-	57,625	1,097,071	-

Meezan Rozana Amdani Fund

Invested during the quarter (Rs. in '000)	47,755	6,522	1,734	4,352	60,363	440
Invested during the quarter (Units)	955,091	130,434	34,687	87,045	1,207,258	8,804
Redeemed during the quarter (Rs. in '000)	15,360	5,790	6,430	3,610	31,190	35,146
Redeemed during the quarter (Units)	307,200	115,800	128,601	72,200	623,801	702,926
Dividend received during the quarter (Rs. in '000)	8,345	1,538	1,752	1,872	13,507	440
Dividend received during the quarter (Units)	166,901	30,761	35,041	37,432	270,135	8,804

For the quarter ended September 30, 2020 (Unaudited)

	MCPP - IV	MCPP - V	MCPP - VI	MCPP - VII	MCPP - VIII	Total
------(Unaudited)-----						
AI Meezan Investment Management Limited - Management Company						
Remuneration for the quarter	7	3	3	1	1	15
Sindh Sales Tax on management fee	1	-	-	-	-	1
Allocated expenses	278	49	53	34	16	430
Meezan Bank Limited						
Profit on saving account	11	33	9	3	3	59
Central Depository Company of Pakistan Limited - Trustee						
Trustee fee (Rs in '000)	195	35	37	24	11	302
Sindh Sales Tax on trustee fee (Rs in '000)	25	4	5	3	1	38
Meezan Dedicated Equity Fund						
Invested during the quarter (Rs. in '000)	102,300	5,350	-	-	-	107,650
Invested during the quarter (Units)	2,578,271	134,459	-	-	-	2,712,730
Redeemed during the quarter (Rs. in '000)	48,120	4,489	-	-	-	52,609
Redeemed during the quarter (Units)	1,213,371	110,631	-	-	-	1,324,003
Meezan Cash Fund						
Invested during the quarter (Rs. in '000)	165,000	29,000	-	-	-	194,000
Invested during the quarter (Units)	3,239,124	569,301	-	-	-	3,808,424
Redeemed during the quarter (Rs. in '000)	165,077	29,014	-	-	-	194,091
Redeemed during the quarter (Units)	3,239,124	569,301	-	-	-	3,808,425
Meezan Sovereign Fund						
Invested during the quarter (Rs. in '000)	200,315	25,791	-	-	-	226,106
Invested during the quarter (Units)	3,797,558	488,350	-	-	-	4,285,908
Redeemed during the quarter (Rs. in '000)	326,248	229,780	14,320	19,274	3,170	592,792
Redeemed during the quarter (Units)	6,214,520	4,369,499	273,460	365,864	60,697	11,284,041
Meezan Rozana Amdani Fund						
Invested during the quarter (Rs. in '000)	182,372	192,751	-	-	-	375,123
Invested during the quarter (Units)	3,647,448	3,855,013	-	-	-	7,502,461
Redeemed during the quarter (Rs. in '000)	172,815	25,327	-	-	-	198,142
Redeemed during the quarter (Units)	3,456,297	506,540	-	-	-	3,962,837
Dividend received during the quarter (Rs. in '000)	697	1,095	-	-	-	1,792
Dividend received during the quarter (Units)	13,938	21,908	-	-	-	35,848

11. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund for the quarter ended September 30, 2021 are;

	As at September 30, 2021 (Unaudited)			
	MCPP-IV	MCPP-V	MCPP-VI	MCPP-VII
Total Expense ratio (including government levies)	0.37%	0.39%	0.39%	0.38%
Government levies	0.03%	0.03%	0.03%	0.03%

	As at June 30, 2021 (Audited)			
	MCPP-IV	MCPP-V	MCPP-VI	MCPP-VIII
Total Expense ratio (including government levies)	0.51%	0.47%	0.45%	0.46%
Government levies	0.27%	0.19%	0.18%	0.18%

This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as a Fund of Fund Scheme.

12. TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. The Fund has not recorded any tax liability in respect of income relating to the current quarter as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 2022 as reduced by capital gains (whether realised or unrealised) to its unitholders.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV to the Second Schedule of the Income Tax Ordinance, 2001. Accordingly Supertax introduced in Finance Act, 2015 is also not applicable on funds (Section 4B of Income Tax Ordinance, 2001).

13. FAIR VALUES OF FINANCIAL INSTRUMENTS

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

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

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

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

As at September 30, 2021 and June 30, 2021, the Fund held the following financial instruments measured at fair value:

ASSETS	As at September 30, 2021 (Unaudited)			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
Financial assets 'at fair value through profit or loss'				
Units of mutual funds	-	1,025,430	-	1,025,430

ASSETS	As at June 30, 2021 (Audited)			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
Financial assets 'at fair value through profit or loss'				
Units of mutual funds	-	1,097,473	-	1,097,473

14. GENERAL

Figures have been rounded off to the nearest thousand rupees.

15. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on October 11, 2021 by the Board of Directors of the Management Company.

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

Chief Executive

Chief Financial Officer

Director



Al Meezan
Investment Management Ltd.

MEEZAN

STRATEGIC ALLOCATION FUND III (MSAF III)

Meezan Strategic Allocation Fund-III is a Shariah Compliant scheme which aims to earn potentially high returns through investment as per respective Allocation Plans by investing in Shariah Compliant Fixed Income/Money Market Collective Investment Schemes and Equity based Collective Investment Schemes.



THE **INDUSTRIAL**
SECTOR
REGISTERED
A GROWTH
OF



FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah Ahmed	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan R Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director - PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naeem Sattar	Nominee Director - PKIC
Mr. Feroz Rizvi	Independent Director
Ms. Danish Zuberi	Independent Director
Mr. Mohammad Shoaib, CFA	Chief Executive Officer

COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Salman Muslim

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Shahid Ojha

AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Tariq Mairaj	Member
Mr. Naeem Sattar	Member

RISK MANAGEMENT COMMITTEE

Mr. Mubashar Maqbool	Chairman
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ariful Islam	Chairman
Mr. Mubashar Maqbool	Member
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member
Mr. Mohammad Shoaib, CFA	Member

TRUSTEE

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block B, S.M.C.H.S., Main Sharah-e-Faisal Karachi.

AUDITORS

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

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Bank Al Habib Limited - Islamic Banking
Meezan Bank Limited
Dubai Islamic Bank Pakistan Limited

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited
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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited



**MEEZAN STRATEGIC ALLOCATION FUND - III
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2021**

	September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
	MCPPI-IX	
Note	----- (Rupees in '000) -----	
Assets		
Balances with banks	5 35	508
Investments	6 95,646	100,108
Advance, deposits and other receivable	28	2
Total assets	<u>95,709</u>	<u>100,618</u>
Liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	7 12	11
Payable to Central Depository Company of Pakistan Limited - Trustee	6	7
Payable to Securities and Exchange Commission of Pakistan	5	19
Payable against investments	11	-
Accrued expenses and other liabilities	8 236	660
Total liabilities	<u>270</u>	<u>697</u>
Net assets	<u>95,439</u>	<u>99,921</u>
Contingencies and commitments	9	
Unit holders' fund (as per statement attached)	<u>95,439</u>	<u>99,921</u>
	----- (Number of units) -----	
Number of units in issue	<u>1,672,919</u>	<u>1,737,054</u>
	----- (Rupees) -----	
Net asset value per unit	<u>57.0497</u>	<u>57.5234</u>

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN STRATEGIC ALLOCATION FUND - III
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	Note	September 30,	
		2021	2020
		MCPPI-IX	
		----- (Rupees in '000) -----	
Income			
Realised (loss) / gain on sale of investments		(38)	2,729
Profit on balance with banks		1	1
Dividend income		1,057	7
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)	8.1	429	-
		<u>1,449</u>	<u>2,737</u>
Net unrealised (diminution) / appreciation on re-measurement of investments - 'at fair value through profit or loss'	6.1	(1,900)	4,872
Total (loss) / income		<u>(451)</u>	<u>7,609</u>
Expenses			
Remuneration to AI Meezan Investment Management Limited - Management Company	7.1	1	1
Sindh Sales Tax on remuneration to Management Company	7.2	-	-
Allocated expenses	7.3	27	24
Remuneration to Central Depository Company of Pakistan Limited - Trustee		17	17
Sindh Sales Tax on remuneration of the Trustee		2	2
Annual fee to Securities and Exchange Commission of Pakistan		5	5
Legal and professional charges		184	-
Auditors' remuneration		21	48
Bank and settlement charges		1	-
Fees and subscription		70	68
Provision for Sindh Workers' Welfare Fund	8.1	-	149
Total expenses		<u>328</u>	<u>314</u>
Net (loss) / income for the quarter before taxation		<u>(779)</u>	<u>7,295</u>
Taxation	12	-	-
Net (loss) / income for the quarter after taxation		<u>(779)</u>	<u>7,295</u>
Allocation of net income for the quarter			
Net income for the quarter after taxation		-	7,295
Income already paid on units redeemed		-	(100)
		<u>-</u>	<u>7,195</u>
Accounting income available for distribution			
- Relating to capital gains		-	7,195
- Excluding capital gains		-	-
		<u>-</u>	<u>7,195</u>

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN STRATEGIC ALLOCATION FUND - III
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**



	September 30,	
	2021	2020
	MCPPI-IX	
	----- (Rupees in '000) -----	
Net (loss) / income for the quarter after taxation	(779)	7,295
Other comprehensive income for the quarter	-	-
Total comprehensive (loss) / income for the quarter	<u>(779)</u>	<u>7,295</u>

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN STRATEGIC ALLOCATION FUND - III
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30, 2021			September 30, 2020		
	MCPPI-X			MCPPI-X		
	Capital Value	Undistributed income / (Accumulated loss)	Total	Capital Value	Undistributed Income	Total
----- (Rupees in '000) -----			----- (Rupees in '000) -----			
Net assets at the beginning of the quarter	83,746	16,175	99,921	88,323	672	88,995
Redemption of units:						
Redemption of 64,135 units (2020: 20,738 units)						
- Capital value (at net asset value per unit at the beginning of the quarter)	3,689	-	3,689	1,007	-	1,007
- Element of loss	14		14	-	100	100
Total payments on redemption of units	3,703	-	3,703	1,007	100	1,107
Total comprehensive (loss) / income for the quarter	-	(779)	(779)	-	7,295	7,295
Net assets at the end of the quarter	<u>80,043</u>	<u>15,396</u>	<u>95,439</u>	<u>87,316</u>	<u>7,867</u>	<u>95,183</u>
Undistributed income / (Accumulated loss) brought forward						
- Realised gain/ (loss)		9,078			(316)	
- Unrealised income		7,097			988	
Accounting income available for distribution		<u>16,175</u>			<u>672</u>	
- Relating to capital gains		-			7,195	
- Excluding capital gains		-			-	
		-			7,195	
Net loss for the quarter after taxation		(779)			-	
Undistributed income carried forward		<u>15,396</u>			<u>7,867</u>	
Undistributed income carried forward						
- Realised income		17,296			2,995	
- Unrealised (loss) / income		(1,900)			4,872	
		<u>15,396</u>			<u>7,867</u>	
Net asset value per unit as at the beginning of the quarter			<u>Rupees 57.5234</u>			<u>Rupees 48.5984</u>
Net asset value per unit as at the end of the quarter			<u>57.0497</u>			<u>52.5728</u>

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

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

Chief Executive

Chief Financial Officer

Director

**MEEZAN STRATEGIC ALLOCATION FUND - III
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**



	September 30,	
	2021	2020
	M CPP-IX	
	----- (Rupees in '000) -----	
Note		
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the quarter before taxation	(779)	7,295
Adjustments for:		
Net unrealised diminution / (appreciation) on re-measurement of investments - 'at fair value through profit or loss'	1,900	(4,872)
	1,121	2,423
Decrease / (Increase) in assets		
Investments - net	2,562	(1,065)
Advance, deposits and other receivable	(26)	(26)
	2,536	(1,091)
(Decrease) / Increase in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	1	1
Payable to Central Depository Company of Pakistan Limited - Trustee	(1)	-
Payable to Securities and Exchange Commission of Pakistan	(14)	(13)
Payable against purchase of investments	11	-
Accrued expenses and other liabilities	(424)	(605)
	(427)	(617)
Net cash generated from operating activities	3,230	715
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments against redemption and conversion of units	(3,703)	(1,102)
Net cash used in financing activities	(3,703)	(1,102)
	(473)	(387)
Cash and cash equivalents at the beginning of the quarter	508	447
Cash and cash equivalents at the end of the quarter	5	60

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

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

Chief Executive

Chief Financial Officer

Director

MEEZAN STRATEGIC ALLOCATION FUND - III
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Meezan Strategic Allocation Fund - III (the Fund) was established under a Trust Deed executed between Al Meezan Investment Management Limited (Al Meezan) as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed on January 24, 2019 and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003, (NBFC Rules). The Fund is registered as a Notified entity under Non-Banking Finance Companies and Notified Entities Regulations, 2008, (NBFC Regulations). The Management Company has been licensed by the Securities and Exchange Commission of Pakistan (SECP) to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi 74400, Pakistan.
- 1.2** The Fund has been formed to enable the unitholders to participate in a diversified portfolio of equity schemes and fixed income / money market schemes, which are Shariah compliant. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah guidelines. The Management Company has appointed Meezan Bank Limited as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.
- 1.3** The Fund is an open-end Shariah compliant Fund of Funds Scheme. Units are offered for public subscription on a continuous basis till the end of the subscription period i.e. July 31, 2019. The subscription in units may be reopened for fresh issuance by the Management Company with prior approval of the Commission after intimation to the Trustee and by providing notice to investors in order to protect the interest of the unitholders. However, subscription hasn't been reopened during the current year. The units of the plan are transferable and can be redeemed by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.4** Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund. The Fund's property comprises of different types of allocation plans which are accounted for and maintained separately in the books of accounts and collectively constitute the Fund's property.
- 1.5** The Management Company has been assigned a quality rating of AM1 by VIS Credit Rating Company Limited dated December 31, 2020 (2020: AM1 dated December 31, 2019) and by PACRA dated June 23, 2021 (2020: AM1 dated June 26, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.6** The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company has fulfilled requirements for registration and accordingly, the fund has been registered under Sindh Trusts Act, 2020.
- 1.7** A brief description of the plan is as follows:

Meezan Capital Preservation Plan-IX (MCPPI-IX)	Low risk - High return through asset allocation This allocation plan commenced its operations from May 14, 2019 and can invest its portfolio between the Equity asset classes / Schemes and Fixed Income or Money Market asset classes / Schemes based on the macroeconomic view and outlook of such asset classes. The initial maturity of this plan is two and a half years from the close of the subscription period i.e. January 29, 2022. Units shall be subject to front end load.
--	---

2. BASIS OF PRESENTATION

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

3 BASIS OF PREPARATION

3.1 Statement Of Compliance

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

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2021.

These condensed interim financial statements are unaudited. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at September 30, 2021.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT

- 4.1** The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2021.
- 4.2** The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2020. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2021.
- 4.3** There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2021. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

	Note	September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
5. BALANCES WITH BANKS		MCCP-IX ----- (Rupees in '000) ----	
Saving accounts	5.1	35	508
5.1 The balances in savings accounts have an expected profit which ranges from 2.50% to 3.41% per annum. (June 30, 2021: 2.50% to 6.60% per annum).			
6. INVESTMENTS		MCCP-IX ----- (Rupees in '000) ----	
At fair value through profit or loss			
units of mutual funds	6.1	95,646	100,108

6.1 Units of mutual funds

Name of investee funds	As at July 01, 2021	Purchases during the quarter	Sales during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised loss as at September 30, 2021	Percentage in relation to	
								Market Value on the basis of Net Assets of the Fund	Total market value of investments
				(Number of units)	(Rupees in '000)			(Percentage)	
Meezan Capital Preservation Plan - IX									
Meezan Dedicated Equity Fund	965,243		93,542	871,700	40,889	38,989	(1,900)	41	41
Meezan Rozana Amdani Fund	1,096,628	80,923	44,400	1,133,151	56,658	56,658	-	59	59
					97,546	95,646	(1,900)	100	100

7 PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - Management Company

	Note	September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
Management fee payable	7.1	-	-
Sindh Sales Tax payable on remuneration of the -Management Company	7.2	-	-
Allocated Expenses	7.3	12	11
		<u>12</u>	<u>11</u>

7.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 1% (June 30, 2021: 1%) per annum of the daily bank balances of the Fund during the quarter ended June 30, 2021. The remuneration is payable to the Management Company monthly in arrears.

7.2 During the quarter, Sindh Sales Tax at the rate of 13% (June 30, 2021: 13%) was charged on the remuneration of the Management Company.

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

The management company based on its own discretion has charged allocated expenses at the rate of 0.11% (June 30, 2021: 0.11%) of the average annual net assets.

8 ACCRUED EXPENSES AND OTHER LIABILITIES

	Note	September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
Auditors' remuneration payable		22	80
Shariah advisory fee payable		214	147
Capital gain tax payable		-	4
Provision for Sindh Workers' Welfare Fund	8.1	-	429
		<u>236</u>	<u>660</u>

8.1 SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also been taken up with the SECP. All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its circular dated August 30, 2021.

Provisioning against SWWF amounting to Rs. 0.44 million has been reversed and it has contributed towards an increase in NAV of the fund by Re. 0.26 (0.46%) per unit. This was one-off event and is not likely to be repeated in the future.

9 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

10 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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



- 10.2** Transactions with connected persons are executed on an arm's length basis and essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.
- 10.3** Remuneration payable to the Management Company and the Trustee is determined in accordance with the provisions of the NBFC Rules, the NBFC Regulations and the Trust Deed respectively.
- 10.4** Detail of transactions with connected persons and balances with them are as follows:

	September 30, 2021 (Unaudited)	June 30, 2021 (Audited)
	MCPPI IX	
	----- (Rupees in '000) -----	
Al Meezan Investment Management Limited - Management Company		
Allocated expenses (Rs in '000)	12	11
Investment (Rs in '000)	84,332	85,032
Investment (Units)	1,478,213	1,478,213
Meezan Bank Limited		
Bank balance (Rs in '000)	15	488
Profit receivable (Rs in '000)	2	2
Shariah Advisory fee payable	214	147
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee payable (Rs. in '000)	5	6
Sindh Sales Tax on trustee fee payable (Rs. in '000)	1	1
Meezan Dedicated Equity Fund		
Investment (Rs in '000)	38,989	45,277
Investment (Units)	871,700	965,243
Meezan Rozana Amdani Fund		
Investment (Rs in '000)	56,658	54,831
Investment (Units)	1,133,151	1,096,628
For the quarter ended September 30,		
	2021	2020
	(Unaudited)	
	MCPPI IX	
	(Rupees in '000)	
Al Meezan Investment Management Limited - Management Company		
Remuneration for the quarter (Rs in '000)	1	1
Allocated expenses (Rs in '000)	27	24
Meezan Bank Limited		
Profit on saving account (Rs in '000)	1	1
Shariah Advisory Fee expense	68	68
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee for the quarter (Rs in '000)	17	17
Sindh Sales Tax on trustee fee (Rs in '000)	2	2
Meezan Dedicated Equity Fund		
Invested during the quarter (Rs in '000)	-	26,800
Invested during the quarter (Units)	-	687,653
Redeemed during the quarter (Rs in '000)	4,350	26,547
Redeemed during the quarter (Units)	93,542	676,455
Meezan Sovereign Fund		
Invested during the quarter (Rs in '000)	-	23,480
Invested during the quarter (Units)	-	451,261
Redeemed during the quarter (Rs in '000)	-	27,898
Redeemed during the quarter (Units)	-	534,731
Meezan Rozana Amdani Fund		
Invested during the quarter (Rs in '000)	4,046	5,507
Invested during the quarter (Units)	80,923	110,136
Redeemed during the quarter (Rs in '000)	2,220	3,005
Redeemed during the quarter (Units)	44,400	60,109
Dividend received during the quarter (Units)	21,149	145
Dividend received during the quarter (Rs. In '000')	1,057	7

11 EXPENSE RATIO

The Total Expense Ratio of the Fund for the quarter ended September 30, 2021 is 1.34% which include 0.03% representing government levies and SECP fee for MCPP - IX. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as a Fund of Funds Scheme.

12. TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute atleast 90 percent of the net accounting income other than capital gains to the unit holders. The Fund has not recorded any tax liability as the Fund has incurred a net loss during the quarter.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Moreover, super tax introduced in Finance Act, 2015 is also not applicable on funds as per Section 4B of the Income Tax Ordinance, 2001.

13 FAIR VALUE FINANCIAL INSTRUMENTS

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

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

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

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

As at September 30, 2021 and June 30, 2021, the Fund held the following financial instruments measured at fair value:

ASSETS

Financial assets 'at fair value through profit or loss'

Units of mutual funds

As at September 30, 2021 (Unaudited)		
Level 1	Level 2	Level 3
----- Rupees in '000 -----		

- 95,646 -

Financial assets 'at fair value through profit or loss'

Units of mutual funds

As at June 30, 2021 (Audited)		
Level 1	Level 2	Level 3
----- Rupees in '000 -----		

- 100,108 -

14 GENERAL

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

15. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on October 11, 2021 by the Board of Directors of the Management

For Al-Meezan Investment Management Limited
(Management Company)

Chief Executive

Chief Financial Officer

Director



Al Meezan
Investment Management Ltd.

MEEZAN

TAHAFFUZ PENSION FUND (MTPF)

Meezan Tahaffuz Pension Fund is Pakistan's first and the largest Shariah Compliant Voluntary Pension Scheme. MTPF is the best way to save and invest for your post-retirement needs and it has the potential to deliver superior returns with the added advantage of providing Tax Benefits which significantly enhances the yield on your investment.



**DRAMATIC
UPSWING**
IN BUSINESS CONFIDENCE
WITH
AN IMPROVEMENT
OF



FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Muhammad Abdullah Ahmed	Nominee Director - MBL
Mr. Moin M. Fudda	Nominee Director - MBL
Mr. Furquan R Kidwai	Independent Director
Mr. Mubashar Maqbool	Nominee Director - PKIC
Mr. Tariq Mairaj	Nominee Director - MBL
Mr. Naeem Sattar	Nominee Director - PKIC
Mr. Feroz Rizvi	Independent Director
Ms. Danish Zuberi	Independent Director
Mr. Mohammad Shoaib, CFA	Chief Executive Officer

COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Salman Muslim

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Shahid Ojha

AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Mr. Tariq Mairaj	Member
Mr. Naeem Sattar	Member

RISK MANAGEMENT COMMITTEE

Mr. Mubashar Maqbool	Chairman
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ariful Islam	Chairman
Mr. Mubashar Maqbool	Member
Mr. Moin M. Fudda	Member
Mr. Furquan R. Kidwai	Member
Mr. Mohammad Shoaib, CFA	Member

TRUSTEE

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block B, S.M.C.H.S., Main Sharah-e-Faisal Karachi.

AUDITORS

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

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Allied Bank Limited	Habib Bank Limited -Islamic Banking
Al Baraka Islamic Bank B.S.C (E.C)	Habib Metropolitan Bank Limited
Askari Bank Limited - Islamic Banking	MCB Islamic Bank Limited
Bank Al Habib Limited - Islamic Banking	Meezan Bank Limited
Bank Alfalah Limited	National Bank of Pakistan - Islamic Banking
Bank Islami Pakistan Limited	Sindh Bank Limited
The Bank of Punjab	Soneri Bank Limited
Dubai Islamic Bank Pakistan Limited	UBL Ameen - Islamic Banking
Faysal Bank Limited - Islamic Banking	

LEGAL ADVISER

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

TRANSFER AGENT

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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited
Standard Chartered Bank (Pakistan) Limited



MEEZAN TAHAFFUZ PENSION FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2021

Note	September 30, 2021 (Unaudited)					June 30, 2021 (Audited)	
	Equity sub fund	Debt sub fund	Money Market sub fund	Gold sub fund	Total	Total	
(Rupees in '000)							
ASSETS							
Bank balances	5	246,633	1,644,340	1,564,303	22,157	3,477,433	3,771,829
Investments	6	5,005,868	2,778,961	1,858,612	-	9,643,441	9,499,977
Investment in gold	6.5	-	-	-	98,752	98,752	99,444
Dividend receivable		37,488	-	-	-	37,488	21,739
Deposits and other receivables	7	8,601	58,079	34,253	67	101,000	141,767
Receivable against change of plan / change of fund manager / issuance of units		-	8,551	-	-	8,551	21,422
Receivable against sale of investments		51,211	-	-	-	51,211	7,696
Total assets		5,349,801	4,489,931	3,457,168	120,976	13,417,876	13,563,874
LIABILITIES							
Payable to AI Meezan Investment Management Limited - Pension Fund Manager		7,620	6,220	4,774	167	18,781	1,472
Payable to Central Depository Company of Pakistan Limited - Trustee		395	321	247	8	971	953
Payable to auditors		24	24	24	24	96	292
Payable to Securities and Exchange Commission of Pakistan		501	401	309	11	1,222	3,995
Payable against purchase of investments		15,370	-	-	-	15,370	4,600
Payable against withdrawal / change of plan		18,477	7,380	9,499	196	35,552	35,084
Accrued expenses and other liabilities	8	29,708	9,845	2,692	112	42,357	157,702
Total liabilities		72,095	24,191	17,545	518	114,349	204,098
NET ASSETS		5,277,706	4,465,740	3,439,623	120,458	13,303,527	13,359,776
Contingencies and commitments	9						
PARTICIPANTS' SUB - FUNDS (as per statement attached)		5,277,706	4,465,740	3,439,623	120,458	13,303,527	13,359,776
(Number of units)							
Number of units in issue (as per statement attached)		10,050,410	15,552,104	12,476,732	760,099		
(Rupees)							
Net assets value per unit		525.1235	287.1470	275.6830	158.4779		

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

For AI Meezan Investment Management Limited
(Pension Fund Manager)

Chief Executive

Chief Financial Officer

Director

MEEZAN TAHAFFUZ PENSION FUND
CONDENSED INTERIM INCOME STATEMENT AND STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

Note	September 30, 2021				Total	September 30, 2020
	Equity sub fund	Debt sub fund	Money Market sub fund	Gold sub fund		
(Rupees in '000)						
INCOME						
	-	43,134	17,855	-	60,989	61,100
	2,210	29,647	29,327	272	61,456	49,328
	-	11,782	16,067	-	27,849	13,181
	68,337	-	-	-	68,337	28,938
	(241,586)	5,297	560	-	(235,729)	736,941
	-	-	-	(692)	(692)	8,049
	(10,512)	12	-	-	(10,500)	80,808
	71,887	22,241	13,506	931	108,565	-
	-	-	-	307	307	134
Total (loss) / income	(109,664)	112,113	77,315	818	80,582	978,479
EXPENSES						
	20,806	16,656	12,832	461	50,755	42,717
	2,705	2,165	1,668	60	6,598	5,553
	1,070	856	660	24	2,610	2,286
	139	111	86	3	339	297
	501	401	309	11	1,222	948
	24	24	24	24	96	239
	2,652	23	-	253	2,928	1,980
	46	46	46	46	184	-
	281	7	2	-	290	173
	2,126	-	-	-	2,126	789
	-	-	-	-	-	18,414
Total expenses	30,350	20,289	15,627	882	67,148	73,396
Net (loss) / income from operating activities	(140,014)	91,824	61,688	(64)	13,434	905,083
Element of (loss) / income and capital (losses) / gains included in prices of units issued less those in units redeemed (net)	(401)	249	436	(302)	(18)	(2,796)
Net (loss) / income for the quarter before taxation	(140,415)	92,073	62,124	(366)	13,416	902,287
Taxation	-	-	-	-	-	-
Net (loss) / income for the quarter after taxation	(140,415)	92,073	62,124	(366)	13,416	902,287
Other comprehensive income	-	-	-	-	-	-
Total comprehensive (loss) / income for the quarter	(140,415)	92,073	62,124	(366)	13,416	902,287

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

For Al Meezan Investment Management Limited
(Pension Fund Manager)

Chief Executive

Chief Financial Officer

Director



**MEEZAN TAHAFFUZ PENSION FUND
CONDENSED INTERIM CASHFLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

Note	September 30, 2021				Total	September 30,
	Equity sub fund	Debt sub fund	Money Market sub fund	Gold sub fund		2020
						Total
	(Rupees in '000)					
CASH FLOW FROM OPERATING ACTIVITIES						
	(140,415)	92,073	62,124	(366)	13,416	902,287
Adjustments:						
Unrealised diminution/ (appreciation) on 're-measurement of investments at 'fair value through profit or loss' (net)	6.1 & 6.2	241,586	(5,297)	(560)	-	235,729
Unrealised diminution/ (appreciation) on investment in gold	6.5	-	-	-	692	692
Element of loss / (income) and capital losses / (gains) included in prices of units issued less those in units redeemed (net)		401	(249)	(436)	302	18
		101,572	86,527	61,128	628	249,855
Increase in assets						
Investments (net)	(83,398)	(76,423)	(219,372)	-	(379,193)	(228,123)
Receivable against sale of investments	(43,515)	-	-	-	(43,515)	(90,563)
Dividend receivable	(15,749)	-	-	-	(15,749)	(16,749)
Deposits and other receivables	74,012	(17,796)	(15,442)	(7)	40,767	7,845
	(68,650)	(94,219)	(234,814)	(7)	(397,690)	(327,590)
Decrease in liabilities						
Payable to Al Meezan Investment Management Limited - Pension fund Manager	7,088	5,799	4,447	(25)	17,309	14,266
Payable to Central Depository Company of Pakistan Limited - Trustee	-	15	5	(2)	18	73
Payable to Securities and Exchange Commission of Pakistan	(1,188)	(817)	(734)	(34)	(2,773)	(2,273)
Payable to auditors	(49)	(49)	(49)	(49)	(196)	(132)
Payable against purchase of investments	10,770	-	-	-	10,770	(6,614)
Accrued expenses and other liabilities	(75,230)	(24,600)	(14,160)	(1,355)	(115,345)	(43,046)
	(58,609)	(19,652)	(10,491)	(1,465)	(90,217)	(37,726)
Net cash used in operating activities	(25,687)	(27,344)	(184,177)	(844)	(238,052)	(205,223)
CASH FLOW FROM FINANCING ACTIVITIES						
Receipts of contribution / change of plan / change of fund manager / issuance of units	252,612	414,414	461,494	8,146	1,136,666	1,239,006
Payments on withdrawal / change of plan	(319,113)	(368,878)	(482,520)	(22,499)	(1,193,010)	(1,097,273)
Net cash (used in) / generated from financing activities	(66,501)	45,536	(21,026)	(14,353)	(56,344)	141,733
Net (decrease) / increase in cash and cash equivalents during the quarter	(92,188)	18,192	(205,203)	(15,197)	(294,396)	(63,490)
Cash and cash equivalents at beginning of the quarter	338,821	1,626,148	1,769,506	37,354	3,771,829	3,004,797
Cash and cash equivalents at end of the quarter	5	246,633	1,644,340	1,564,303	22,157	3,477,433
						2,941,307

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

For Al Meezan Investment Management Limited
(Pension Fund Manager)

Chief Executive

Chief Financial Officer

Director

MEEZAN TAHAFUZ PENSION FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS SUB FUNDS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	September 30, 2021				Total	September 30,
	Equity sub fund	Debt sub fund	Money Market sub fund	Gold sub fund		2020
----- (Rupees in '000) -----						
Net assets at beginning of the quarter	5,511,365	4,334,385	3,378,955	135,071	13,359,776	10,520,698
Amount received on issuance of units (2021: Equity sub fund: 443,527 units; Debt sub fund: 1,455,279 units; Money market sub fund: 1,687,771 units; and Gold sub fund: 51,198 units) (2020: Equity sub fund: 723,999 units; Debt sub fund: 1,753,574 units; Money market sub fund: 1,705,008 units; and Gold sub fund: 47,643 units)	240,966	413,189	461,494	8,146	1,123,795	1,241,875
Amount paid on withdrawal of units (2021: Equity sub fund: 616,489 units; Debt sub fund: 1,315,598 units; Money market sub fund: 1,693,155 units; and Gold sub fund: 140,827 units) (2020: Equity sub fund: 599,223 units; Debt sub fund: 1,126,845 units; Money market sub fund: 2,148,950 units; and Gold sub fund: 31,935 units)	(334,611)	(373,658)	(462,514)	(22,695)	(1,193,478)	(1,142,354)
	(93,645)	39,531	(1,020)	(14,549)	(69,683)	99,521
Element of loss / (income) and capital losses / (gains) included in prices of units issued less those in units redeemed (net)	401	(249)	(436)	302	18	2,796
Net realised (loss) / gain on sale of investments	(10,512)	12	-	-	(10,500)	80,808
Unrealised (diminution) / appreciation on 're-measurement of investments at 'fair value through profit or loss' (net)	(241,586)	5,297	560	-	(235,729)	736,941
Unrealised (diminution) / appreciation on investment in gold	-	-	-	(692)	(692)	8,049
Other net income for the quarter	111,683	86,764	61,564	326	260,337	76,489
	(140,415)	92,073	62,124	(366)	13,416	902,287
Net assets at end of the quarter	5,277,706	4,465,740	3,439,623	120,458	13,303,527	11,525,302

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

For Al Meezan Investment Management Limited
(Pension Fund Manager)

Chief Executive

Chief Financial Officer

Director



**MEEZAN TAHAFFUZ PENSION FUND
CONDENSED INTERIM CONTRIBUTION TABLE (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 30, 2021								Total	September 30, 2020 Total
	Equity sub fund		Debt sub fund		Money Market sub fund		Gold sub fund			
	Units	(Rupees in '000)	Units	(Rupees in '000)	Units	(Rupees in '000)	Units	(Rupees in '000)	(Rupees in '000)	(Rupees in '000)
Contribution net of front end fee for the quarter										
Individuals										
- issuance / conversion / reallocation of units	<u>443,527</u>	<u>240,966</u>	<u>1,455,279</u>	<u>413,189</u>	<u>1,687,771</u>	<u>461,494</u>	<u>51,198</u>	<u>8,146</u>	<u>1,123,795</u>	<u>1,241,875</u>

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

**For AI Meezan Investment Management Limited
(Pension Fund Manager)**

Chief Executive

Chief Financial Officer

Director

MEEZAN TAHAFFUZ PENSION FUND
CONDENSED INTERIM NUMBER OF UNITS IN ISSUE (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	September 30, 2021			
	Equity sub fund	Debt sub fund	Money market sub fund	Gold sub fund
	----- (Number of units) -----			
Total units in issue at beginning of the quarter	10,223,372	15,412,423	12,482,116	849,728
Add: Units issued / converted / reallocated during the quarter	443,527	1,455,279	1,687,771	51,198
Less: Units redeemed / converted / reallocated during the quarter	(616,489)	(1,315,598)	(1,693,155)	(140,827)
Total units in issue at the end of the quarter	<u>10,050,410</u>	<u>15,552,104</u>	<u>12,476,732</u>	<u>760,099</u>

	September 30, 2020			
	Equity sub fund	Debt sub fund	Money market sub fund	Gold sub fund
	----- (Number of units) -----			
Total units in issue at beginning of the quarter	10,322,586	12,135,176	12,016,294	754,085
Add: Units issued / converted / reallocated during the quarter	723,999	1,753,574	1,705,008	47,643
Less: Units redeemed / converted / reallocated during the quarter	(599,223)	(1,126,845)	(2,148,950)	(31,935)
Total units in issue at the end of the quarter	<u>10,447,362</u>	<u>12,761,905</u>	<u>11,572,352</u>	<u>769,793</u>

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

For Al Meezan Investment Management Limited
(Pension Fund Manager)

Chief Executive

Chief Financial Officer

Director

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Meezan Tahaffuz Pension Fund (the Fund) was established under a Trust Deed executed between Al Meezan Investment Management Limited as Pension Fund Manager and Central Depository Company of Pakistan Limited (CDC) as trustee. The Trust Deed was executed and approved by the Securities and Exchange Commission of Pakistan on May 30, 2007 under the Voluntary Pension System Rules, 2005 (VPS Rules). The registered office of the Pension Fund Manager of the Fund, is situated at Ground Floor, Block B Finance and Trade Centre Sharah-e-Faisal, Karachi 74400, Pakistan.

The Fund offers a saving mechanism where an individual saves from his / her income during work life in order to retain financial security and comfort in terms of regular income stream after retirement. The Fund comprises of four Shariah compliant sub funds namely Equity Sub-Fund, Debt Sub-Fund, Money Market Sub-Fund and Gold Sub-Fund (collectively the "Sub-Funds"). Participants are offered various investment allocation schemes depending on their investment horizon, return requirements, risk tolerance and any unique circumstances. The Fund offers six types of allocation schemes to the contributors of the Fund namely High Volatility, Medium Volatility, Low Volatility, Lower Volatility, Variable Volatility and Life Cycle Allocation. The participants of the Fund voluntarily determine the contribution amount, subject to the minimum limit fixed by the Pension Fund Manager. Allocation scheme can be selected initially at the time of opening of account and subsequently the allocation and percentages may change twice in a financial year. The contributions from participants are invested in various instruments belonging to different asset classes to get full benefits of risk minimization through diversification.

1.2 The Fund has been formed to enable the participants to contribute in a diversified portfolio of securities, which are Shariah compliant. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah.

1.3 The Fund is an unlisted pension scheme. Units are offered for public subscription on a continuous basis. The units are non-transferable and can be redeemed by surrendering them to the Fund at the option of the participants.

1.4 Title to the assets of the Sub Funds is held in the name of CDC as a Trustee of the Fund.

1.5 Meezan Bank Limited acts as Shariah Advisor of the Fund to ensure that the activities of the Fund are in compliance with the principles of Shariah.

1.6 The Pension Fund Manager has been assigned a quality rating of AM1 by VIS Credit Rating Company Limited dated December 31, 2020 (2019: AM1 dated December 31, 2019) and by PACRA dated June 23, 2021 (2020: AM1 dated June 26, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

1.7 The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company has fulfilled requirements for registration and accordingly, the fund has been registered under Sindh Trusts Act, 2020.

2 BASIS OF PREPARATION

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

3 STATEMENT OF COMPLIANCE

This condensed interim financial information has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprises of:

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standard Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Voluntary Pension System Rules, 2005 (the VPS Rules), Voluntary Pension System Part V (NBFC Regulations, 2008) and requirements of the trust deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the VPS Rules and requirements of the trust deed differ from the IFRS standards, provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the VPS Rules and requirements of the trust deed have been followed.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2021.

4.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying

the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2021. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2021.

- 4.3 here are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2021. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements

5. BANK BALANCES

		September 30, 2021 (Unaudited)				June 30, 2021 (Audited)
Note	Equity sub fund	Debt sub fund	Money Market sub fund	Gold sub fund	Total	Total
----- (Rupees in '000) -----						
	5,139	-	-	-	5,139	6,279
5.1	241,494	1,644,340	1,564,303	22,157	3,472,294	3,765,550
	246,633	1,644,340	1,564,303	22,157	3,477,433	3,771,829

- 5.1 The balance in savings accounts carry expected profit which ranges from 1.50% to 7.27% (June 30, 2021: 1.50% to 7.32%) per annum.

6. INVESTMENTS

		September 30, 2021 (Unaudited)				June 30, 2021 (Audited)
Note	Equity sub fund	Debt sub fund	Money Market sub fund	Total	Total	
----- (Rupees in '000) -----						
Investments by category						
At fair value through profit or loss						
	5,005,868	-	-	5,005,868	5,164,056	
6.1						
	-	2,160,224	730,011	2,890,235	2,807,955	
6.2						
	5,005,868	2,160,224	730,011	7,896,103	7,972,011	
At amortised cost						
	-	620,000	910,000	1,530,000	1,530,000	
6.3						
	-	-	219,372	219,372	-	
6.4						
	-	(1,263)	(771)	(2,034)	(2,034)	
	5,005,868	2,778,961	1,858,612	9,643,441	9,499,977	

6.1 Listed equity securities - at fair value through profit or loss
Held by Equity Sub-Fund
Shares of listed companies - fully paid up ordinary shares of Rs. 10 each unless stated otherwise

Name of the investee company	As at 01 July 2021	Purchased during the quarter	Bonus / Rights issue during the quarter	Sales during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised (loss) / gain as at September 30, 2021	Market value as a percentage of net assets of sub-fund	Percentage of paid-up capital of investee company
	-----Number of shares-----					----- (Rupees in '000) -----			----- % -----	
Automobile Assembler										
Millat Tractors Limited	96,548	-	-	-	96,548	104,234	103,615	(619)	1.96	0.17
Gandhara Industries Limited	700	22,500	-	-	23,200	6,706	4,523	(2,183)	0.09	0.05
Gandhara Nissan	-	200,000	-	200,000	-	-	-	-	-	-
									2.05	0.22
Automobile Parts & Accessories										
Panther Tyres Limited	51,346	470,000	99,269	25,000	595,615	37,454	29,459	(7,995)	0.56	0.35
Commercial Bank										
BankIslami Pakistan Limited	9,136,000	30,000	-	-	9,166,000	103,004	115,492	12,488	2.19	0.83
Meezan Bank Limited	1,481,659	607,248	305,836	20,000	2,374,743	247,175	332,298	85,123	6.30	0.15
									8.49	0.98
Cement										
D.G Khan Cement Company Limited	815,000	465,000	-	798,640	481,360	55,763	42,562	(13,201)	0.81	0.11
Lucky Cement Limited	632,456	33,000	-	92,000	573,456	494,946	414,551	(80,395)	7.85	0.18
Maple Leaf Cement Factory Limited	2,465,042	450,000	-	650,000	2,265,042	106,771	79,729	(27,042)	1.51	0.21
Kohat Cement Company Limited	666,820	1,000	-	2,000	665,820	137,487	114,481	(23,006)	2.17	0.33
Cherat Cement Company Limited	494,500	25,000	-	7,500	512,000	90,827	73,329	(17,498)	1.39	0.26
Fauji Cement Company Limited	45,000	-	-	-	45,000	1,035	808	(227)	0.02	-
									13.75	1.09
Chemical										
Dynea Pakistan Limited (Face value of Rs. 5 each)	120,500	-	-	-	120,500	26,631	27,386	755	0.52	0.64
Engro Polymer & Chemicals Limited	2,890,209	-	-	225,000	2,665,209	125,904	146,773	20,869	2.78	0.29
ICI Pakistan Limited	156,920	-	-	29,000	127,920	111,137	101,513	(9,624)	1.92	0.14
Sitara Chemical Industries Limited	28,600	-	-	28,600	-	-	-	-	-	-
									5.22	1.07

Name of the investee company	As at 01 July 2021	Purchased during the quarter	Bonus / Rights issue during the quarter	Sales during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised (loss) / gain as at September 30, 2021	Market value as a percentage of net assets of sub-fund	Percentage of paid-up capital of investee company
	-----Number of shares-----				----- (Rupees in '000) -----			----- % -----		
Engineering										
K.S.B Pumps Company Limited	800	-	-	800	-	-	-	-	-	-
International Steels Limited	382,000	-	-	95,000	287,000	26,809	21,872	(4,937)	0.41	0.07
International Industries Limited	317,550	-	-	102,100	215,450	45,464	35,931	(9,533)	0.68	0.16
Agha Steel Industries Limited	581,000	-	-	245,000	336,000	11,333	9,237	(2,096)	0.18	0.06
Mughal Iron & Steel Industries	616,700	466,500	-	-	1,083,200	114,403	105,742	(8,661)	2.00	0.37
Aisha Steel Mills Limited	1,325,000	1,100,000	-	325,000	2,100,000	51,635	43,701	(7,934)	0.83	0.27
Ittefaq Iron Industries Limited	650,500	-	-	-	650,500	12,327	9,543	(2,784)	0.18	0.45
									4.28	1.38
Fertilizer										
Engro Corporation Limited (note 5.1.1)	1,088,920	-	-	170,968	917,952	270,438	256,797	(13,641)	4.87	0.16
Engro Fertilizers Limited	841,834	1,317,611	-	-	2,159,445	156,189	151,766	(4,423)	2.88	0.16
									7.75	0.32
Food and Personal Care Products										
National Foods Limited (Face value of Rs. 5)	127,600	-	-	-	127,600	29,223	27,064	(2,159)	0.51	0.14
Al-Shaheer Corporation Limited	33,160	-	-	-	33,160	661	471	(190)	0.01	0.01
At- Tahur Limited	-	1,724,000	-	42,000	1,682,000	48,616	46,020	(2,596)	0.87	0.95
Unity Foods Limited	910,000	650,000	-	855,000	705,000	27,434	22,010	(5,424)	0.42	0.07
									1.81	1.17
Glass & Ceramics										
Ghani Glass Limited	1,140,150	-	-	205,000	935,150	45,074	46,599	1,525	0.88	0.11
Shabbir Tiles and Ceramics Limited (Face value of Rs. 5 each)	1,379,500	75,000	-	-	1,454,500	48,550	44,333	(4,217)	0.84	0.44
Ghani Global Glass Limited	1,500	-	-	1,500	-	-	-	-	-	-
									1.72	0.55
Leather & Tanneries										
Service Global Footwear Limited	257,445	-	-	257,445	-	-	-	-	-	-



Name of the investee company	As at 01 July 2021	Purchased during the quarter	Bonus / Rights issue during the quarter	Sales during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised (loss) / gain as at September 30, 2021	Market value as a percentage of net assets of sub-fund	Percentage of paid-up capital of investee company
	-----Number of shares-----					----- (Rupees in '000) -----			----- % -----	
Oil and Gas Exploration Companies										
Oil and Gas Development Company Limited	2,629,500	525,000	-	50,000	3,104,500	294,007	260,157	(33,850)	4.93	0.07
Pakistan Oilfields Limited (note 5.1.2)	485,559	-	-	164,532	321,027	126,440	120,497	(5,943)	2.28	0.11
Pakistan Petroleum Limited	2,693,038	-	-	50,000	2,643,038	229,495	197,990	(31,505)	3.75	0.10
Mari Petroleum Company Limited	280,344	17,500	-	-	297,844	454,349	462,662	8,313	8.77	0.22
									19.73	0.50
Oil and Gas Marketing Companies										
Pakistan State Oil Company Limited	1,082,056	-	-	175,000	907,056	203,407	182,309	(21,098)	3.45	0.19
Attock Petroleum Limited	91,844	-	-	-	91,844	29,485	26,635	(2,850)	0.50	0.09
Sui Northern Gas Pipelines Limited	1,110,600	475,000	-	-	1,585,600	78,008	72,113	(5,895)	1.37	0.25
Hascol Petroleum Limited	2,588	-	-	-	2,588	23	17	(6)	-	-
									5.32	0.53
Paper and Board										
Packages Limited	221,701	-	-	8,400	213,301	116,292	100,115	(16,177)	1.90	0.24
Century Paper & Board Mills	647,900	-	97,185	-	745,085	79,089	55,829	(23,260)	1.06	0.37
Roshan Packages Limited	41,000	-	-	41,000	-	-	-	-	-	-
Security Paper Limited	51,900	-	-	51,900	-	-	-	-	-	-
									2.96	0.61
Pharmaceuticals										
AGP Limited	528,300	-	-	528,300	-	-	-	-	-	-
GlaxoSmithKline Consumer Healthcare	112,500	-	-	-	112,500	28,135	28,697	562	0.54	0.10
The Searle Company Limited	506,688	-	-	5,000	501,688	121,720	101,095	(20,625)	1.92	0.21
Highnoon Laboratories Limited	43,984	-	-	-	43,984	26,390	27,256	866	0.52	0.12
IBL HealthCare Limited	121,000	-	-	39,100	81,900	9,102	7,395	(1,707)	0.14	0.15
Ferozsons Laboratories Limited	30,000	-	-	15,500	14,500	5,116	5,288	172	0.10	0.04
									3.22	0.62
Power Generation & Distribution										
The Hub Power Company Limited	2,224,543	760,000	-	-	2,984,543	236,087	219,453	(16,634)	4.16	0.23
K-Electric Limited (Face value Rs. 3.5)	15,005,500	2,000,000	-	900,000	16,105,500	65,924	64,422	(1,502)	1.22	0.06
									5.38	0.29

Name of the investee company	As at 01 July 2021	Purchased during the quarter	Bonus / Rights issue during the quarter	Sales during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised (loss) / gain as at September 30, 2021	Market value as a percentage of net assets of sub-fund	Percentage of paid-up capital of investee company
	-----Number of shares-----					----- (Rupees in '000) -----			----- % -----	
Refinery										
Attock Refinery Limited	125,000	100,000	-	225,000	-	-	-	-	-	-
National Refinery Limited	-	20,000	-	-	20,000	6,097	6,057	(40)	0.11	0.01
									0.11	0.01
Textile Composite										
Nishat Mills Limited	857,700	-	-	25,000	832,700	77,691	75,659	(2,032)	1.43	0.24
Feroze1888 Mills Limited	200,000	-	-	-	200,000	20,102	17,920	(2,182)	0.34	0.05
Interloop Limited	1,997,000	125,000	-	-	2,122,000	148,998	151,023	2,025	2.86	0.24
Kohinoor Textile	50,000	514,500	-	-	564,500	48,495	39,205	(9,290)	0.74	0.19
									5.37	0.72
Technology & Communication										
Avanceon Limited	527,260	150,000	-	355,500	321,760	32,650	39,692	7,042	0.75	0.13
Systems Limited	401,555	-	-	5,000	396,555	222,158	288,498	66,340	5.47	0.29
Airlink Communication Limited	-	463,500	-	-	463,500	33,140	33,404	264	0.63	0.13
Octopus Digital Limited	-	74,336	-	-	74,336	3,018	3,018	-	0.06	0.05
									6.91	0.60
Miscellaneous										
Synthetic Products Enterprises Limited	4,560	-	-	4,560	-	-	-	-	-	-
Pakistan Aluminium Beverages Cans Limited	-	734,617	-	432,445	302,172	14,806	11,857	(2,949)	0.22	0.08
									0.22	0.08
Total						5,247,454	5,005,868	(241,586)		

6.1.1 Net assets are as defined in Rule 2(1)(m) of VPS Rules.

6.1.2 160,000 shares (June 30, 2021: 160,000 shares) of Engro Corporation Limited having market value of Rs 44.76 million as at September 30, 2021 (June 30, 2021: Rs. 47.14 million) have been pledged as collateral in favour of National Clearing Company of Pakistan Limited against exposure margins and mark to market losses.

6.1.3 25,000 shares (June 30, 2021 : 25,000 shares) of Pakistan Oilfields Limited having market value of Rs. 9.38 million as at September 30, 2021 (June 30, 2021: Rs. 9.85 million), have been pledged as collateral in favour of National Clearing Company of Pakistan Limited against exposure margins and mark to market losses.

6.1.4 The status of bonus shares already withheld prior to the introduction of Finance Act, 2018 is the same as that disclosed in the audited financial statements of the Fund for the year ended June 30, 2021.As at September 30,2021 the bonus shares of the Fund withheld by certain companies at the time of declartion of bonus shares amounted to Rs.5.805 million.



6.2 Sukuk certificates - At fair value through profit or loss

6.2.1 Held by Debt Sub-Fund

Name of the Security	Note	As at July 01, 2021	Purchases during the quarter	Sales / Matured during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised (loss) / gain as at September 30, 2021	Market value as a percentage of Net Assets
Property & Real Estate									
Eden Housing Limited	6.2.1.1	500	-	-	500	-	-	-	-
Leasing Companies									
Security Leasing Corporation Limited II	6.2.1.1	154	-	-	154	-	-	-	-
Fertilizer									
Fatima Fertilizer Company Limited	6.2.1.1	3,182	-	-	3,182	15,871	15,842	(29)	0.35
Banks									
Dubai Islamic Bank Pakistan Limited	6.2.1.1	57	-	-	57	58,594	58,596	2	1.31
Pharmaceuticals									
AGP Limited	6.2.1.1	100	-	25	75	7,553	7,568	15	0.17
OBS AGP (Private) Limited	6.2.1.1	-	500	-	500	50,000	50,000	-	1.12
Power Generation & Distribution									
The Hub Power Holding Limited	6.2.1.1 & 6.2.3	2,000	-	-	2,000	180,667	180,667	-	4.05
Cement & Construction									
Javedan Corporation Limited	6.2.1.1	229	-	-	229	22,688	22,688	-	0.51
Steel & Allied Products									
Agha Steels Industries Limited	6.2.1.1 & 6.2.4	50	-	-	50	49,892	50,150	258	1.12
Chemicals									
Engro Polymer & Chemicals Limited	6.2.1.1	1,500	-	-	1,500	153,150	154,582	1,432	3.46
Miscellaneous									
Shakarganj Foods Product Limited	6.2.1.1 & 6.2.5	15	-	1	14	14,455	14,511	56	0.32
International Brand Limited	6.2.1.1	227	405	151	481	47,837	47,497	(340)	1.06
Government Securities									
Pakistan Energy Sukuk I	6.2.1.1 & 6.2.3	110,000	-	-	110,000	587,125	587,125	-	13.15
Pakistan Energy Sukuk II	6.2.1.1 & 6.2.3	92,000	-	-	92,000	463,680	466,900	3,220	10.46
GOP-Ijarah sukuk XXI	6.2.1.1	1,480	-	-	1,480	148,932	149,125	193	3.34
GOP-Ijarah sukuk XXIV VRR	6.2.1.1	3,500	-	-	3,500	353,220	353,710	490	7.92
Non-Performing Investments						1,263	1,263	-	
Total						2,154,927	2,160,224	5,297	

6.2.1.1 Significant terms and conditions of Sukuk certificates outstanding as at September 30, 2021 are as follows:

Name of security	Original principal (Rupees per certificate)	Mark-up rate (per annum)	Issue date	Maturity date
Eden Housing Limited	984.38	-	31-Dec-07	31-Dec-12
Security Leasing Corporation Limited II	5,000	-	19-Sep-07	19-Sep-12
Fatima Fertilizer Company Limited	5,000	6 months KIBOR + 1.10%	28-Nov-16	28-Nov-21
Dubai Islamic Bank Pakistan Limited	1,000,000	6 months KIBOR + 0.50%	14-Jul-17	14-Jul-27
AGP Limited	100,000	3 months KIBOR + 1.30%	09-Jun-17	09-Jun-22
OBS AGP (Private) Limited	100,000	3 months KIBOR + 1.55%	15-Jul-21	15-Jul-26
Pakistan Energy Sukuk I	10,000	6 months KIBOR + 0.80%	01-Mar-19	01-Mar-29
Pakistan Energy Sukuk II	5,000	6 months KIBOR + (0.1%)	21-May-19	21-May-30
Javedan Corporation Limited	100,000	6 months KIBOR + 1.75%	04-Oct-18	04-Oct-26
Agha Steels Industries Limited	1,000,000	3 months KIBOR + 0.80%	09-Oct-18	09-Oct-25
Engro Polymer & Chemicals Limited	100,000	3 months KIBOR + 0.90%	11-Jan-19	11-Jul-26
Shakarganj Foods Product Limited	1,000,000	3 months KIBOR + 1.75%	10-Jul-18	10-Jul-25
International Brand Limited	100,000	3 months KIBOR + 0.50%	15-Nov-17	15-Nov-21
The Hub Power Holding Limited	100,000	6 months KIBOR + 2.5%	12-Nov-20	12-Nov-25
GOP-Ijarah sukuk XXI	100,000	Weighted average yield of 6 months T-Bills	29-May-20	29-May-25
GOP-Ijarah sukuk XXIV VRR	100,000	Weighted average yield of 6 months T-Bills	09-Dec-20	09-Dec-25

6.2.2 Held by Money Market Sub-Fund

Name of the Security	Note	As at July 01, 2021	Purchases during the quarter	Sales / Matured during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised gain as at September 30, 2021	Market value as a percentage of Net Assets
		-----Number of certificates-----			----- (Rupees in '000) -----			-----%-----	
Leasing Companies									
Security Leasing Corporation Limited II	6.2.2.1	154	-	-	154	-	-	-	-
Power Generation & Distribution									
The Hub Power Company Limited	6.2.2.1	3,250	-	-	3,250	325,000	325,000	-	9.45
Government Securities									
GOP-Ijarah sukuk XXIV VRR	6.2.2.1	4,000	-	-	4,000	403,680	404,240	560	11.75
Non-Performing Investments									
						771	771	-	
Total						729,451	730,011	560	

6.2.2.1 Significant terms and conditions of Sukuk certificates outstanding as at September 30, 2021 are as follows:

Name of security	Original principal (Rupees per certificate)	Mark-up rate (per annum)	Issue date	Maturity date
Security Leasing Corporation Limited II	5,000	-	19-Sep-07	19-Sep-12
GOP-Ijarah sukuk XXIV VRR	100,000	Weighted average yield of 6 months T-Bills	09-Dec-20	09-Dec-25
The Hub Power Company Limited	100,000	6 months KIBOR + 1.10%	05-May-21	05-Nov-21

6.2.3 Sukuks of The Hub Power Holding Limited have been measured at their initial investment value, as their market values are not available at MUFAP. Market value of Pakistan Energy Sukuk I and Pakistan Energy Sukuk II are not available at MUFAP, therefore the Fund has applied the Market value determined by the PSX.

6.2.4 The Fund has applied discretionary mark-down on September 22, 2021 to the fair value of the security. Post to discretionary mark-down the price of Agha Steel Industries Limited has increased from Rs. 100.3006 (MUFAP Price) to Rs. 98.9039 per unit

6.2.5 As at September 30, 2021, rating of Shakarganj Foods Product Limited was BBB+ which is lower than the minimum prescribed rating, which at the time of investment was compliant with SECP criteria and investment policy of the Fund.

6.3 Term deposit receipts / COMs - at amortised cost

6.3.1 Held by Debt Sub-Fund

Name of the Bank	Rating	Maturity date	Profit rate per annum	As at July 01, 2021	TDR's placed during the quarter	Matured during the quarter	As at September 30, 2021	Market Value as a Percentage of Net Assets
				----- (Rupees in '000) -----			----- % -----	
Orix Modaraba	AA+	April 29, 2022	7.48%	220,000	-	-	220,000	4.93
First Habib Modarba	AA+	December 01, 2021	7.55%	200,000	-	-	200,000	4.48
First Habib Modarba	AA+	December 21, 2021	7.55%	200,000	-	-	200,000	4.48
				620,000	-	-	620,000	

6.3.2 Held by Money Market Sub-Fund

United Bank Limited	AAA	July 05, 2021	7.00%	450,000	-	450,000	-	-
United Bank Limited	AAA	August 09, 2021	6.80%	-	450,000	450,000	-	-
United Bank Limited	AAA	September 09, 2021	6.80%	-	450,000	450,000	-	-
United Bank Limited	AAA	October 08, 2021	7.00%	-	450,000	-	450,000	13.08
Askari Bank Limited	AA+	September 01, 2021	7.15%	460,000	-	460,000	-	-
Askari Bank Limited	AA+	December 01, 2021	7.15%	-	460,000	-	460,000	13.37
				910,000	1,810,000	1,810,000	910,000	

6.4 Commercial Papers - at amortised cost

6.4.1 Held by Money Market Sub-Fund

Name of Company	Note	Maturity Date	As at July 01, 2021	Placements made during the quarter	Income Accrued	Matured during the quarter	As at September 30, 2021	Market Value as a percentage of Net Assets
					(Rupees in '000)			
			----- (Quantity in Tola) -----		----- (Rupees'000) -----		-----%-----	
K-electric Limited CP	6.4.1.1	January 26, 2022	-	216,225	3,147		219,372	6.38
			<u>-</u>	<u>216,225</u>	<u>3,147</u>	<u>-</u>	<u>219,372</u>	

6.4.1.1 This commercial paper was placed at discount at a rate of 8.05% (6 months kibar plus 0.45%) and is being amortised over a period of 184 days.

6.5 Investment in gold

	As at July 01, 2021	Purchases during the quarter	Sales during the quarter	As at September 30, 2021	Carrying value as at September 30, 2021	Market value as at September 30, 2021	Unrealised loss as at September 30, 2020	Market Value as a Percentage of Net Assets
				(Quantity in Tola)		(Rupees'000)		-----%-----
Tola Gold	926	-	-	926	99,444	98,752	(692)	81.98
Total	<u>926</u>	<u>-</u>	<u>-</u>	<u>926</u>	<u>99,444</u>	<u>98,752</u>	<u>(692)</u>	

6.5.1 The Pakistan Mercantile Exchange (PMEX) delivers refined Gold in 10 TOLA Bars. These are physically held by PMEX.

6.5.2 The investment in gold of Rs. 98.75 million has been measured at fair value based on the quoted market price in active markets.

7. DEPOSITS AND OTHER RECEIVABLES

Note	September 30, 2021 (Unaudited)					June 30, 2021 (Audited)
	Equity sub fund	Debt sub fund	Money Market sub fund	Gold sub fund	Total	Total
(Rupees in '000)						
Advance against IPO subscription	20	-	-	-	20	72,765
Security deposits	2,600	100	100	-	2,800	2,800
Profit receivable on saving accounts with banks and Term Deposits / COMs	1,234	21,645	13,201	67	36,147	26,215
Profit receivable on sukuk certificates	-	36,334	20,952	-	57,286	35,240
Advance tax	4,747	-	-	-	4,747	4,747
	8,601	58,079	34,253	67	101,000	141,767

7.1 This represents advance against IPO subscription of 500 shares of Octopus Digital Limited (June 30, 2021 :1,485,000 shares of Pakistan Aluminum Beverage Cans Limited.)

8. ACCRUED EXPENSES AND OTHER LIABILITIES

Note	September 30, 2021 (Unaudited)					June 30, 2021 (Audited)
	Equity-sub fund	Debt-sub fund	Money Market sub-fund	Gold sub-fund	Total	Total
(Rupees in '000)						
Provision for Sindh Workers' Welfare Fund	-	-	-	-	-	108,566
Federal Excise Duty on remuneration of the Pension Fund Manager	15,436	8,816	2,449	-	26,701	26,701
Sindh Sales Tax on Federal Excise Duty on remuneration of the Pension Fund Manager	1,800	962	242	-	3,004	3,004
Charity payable	7,248	-	-	-	7,248	8,722
Brokerage payable	5,224	67	1	-	5,292	3,661
Custodian Charges Payable	-	-	-	112	112	374
Amount received against units to be issued	-	-	-	-	-	6,674
	29,708	9,845	2,692	112	42,357	157,702

8.1 SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also been taken up with the SECP. All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its circular dated August 30, 2021

Provisioning against SWWF amounting to Rs.72.67 million, Rs. 22.88 million, Rs. 13.98 million and Rs. 0.93 million has been reversed and it has contributed towards an increase in NAV of the fund by Rs. 7.21 (1.33%) per unit, Rs. 1.47 (0.52%) per unit, Rs.1.14 (0.42%) per unit and Rs.1.25 (0.80%) per unit of Equity Sub Fund, Debt Sub Fund, Money Market Sub Fund and Gold Sub Fund respectively.. This was one-off event and is not likely to be repeated in the future.

8.2 The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2021. Had the provision not been made, the Net Asset Value per unit as at September 30, 2021 would have been higher by Rs. 1.71 (June 30, 2021: Rs. 1.51) per unit, Re. 0.62 (June 30, 2021: Re. 0.57) per unit and Re. 0.22 (June 30, 2021: Re. 0.20) per unit for Equity Sub Fund, Debt Sub Fund and Money Market Sub Fund respectively.

8.3 It represents amount payable in respect of Sindh Sales Tax at the rate of 13 percent (June 30, 2021: 13 percent) on remuneration of the Pension Fund Manager through the Sindh Sales Tax on Services Act, 2011, being Sindh Sales Tax accrued on Federal Excise Duty (FED) on remuneration of the Pension Fund Manager as fully explained in note 8.2 above.

9. CONTINGENCIES AND COMMITMENTS

There were no other contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

10. EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund for the quarter ended September 30, 2021 are;

	September 30, 2021 (Unaudited)			
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Gold Sub Fund
Total Expense ratio (including government levies)	2.19%	1.83%	1.83%	2.87%
Government levies	0.26%	0.24%	0.24%	0.24%

The total expense ratio of pension fund prescribed in NBFC Regulations Part V Voluntary Pension System is capped as follows: (a) Equity Sub Fund upto 4.5% (b) Money Market upto 2% (c) Income, commodity fund upto 2.5%

11. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

11.1 Connected persons and related parties include Al Meezan Investment Management Limited being the Pension Fund Manager, Central Depository Company of Pakistan Limited being the Trustee, Meezan Bank Limited being the holding company of the Pension Fund Manager, Pakistan Kuwait Investment Company (Private) Limited being the associated company of the Pension Fund Manager due to common directorship, post employment benefit funds of the Pension Fund Manager and unit holders holding ten percent or more of the Sub-Fund's net assets.

11.2 The transactions with connected persons are carried out in the normal course of business, at contracted rates and terms determined in accordance with the market norms.

11.3 Remuneration of the Pension Fund Manager is determined in accordance with the provisions of the provisions of VPS Rules, 2005 and the Trust Deed.

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

11.5 Amount outstanding as at quarter end are as follows:

	September 30, 2021 (Unaudited)				Total	June 30, 2021 (Audited) Total
	Equity sub fund	Debt sub fund	Money Market sub fund	Gold sub fund		
(Rupees in '000)						
Al Meezan Investment Management Limited (Al Meezan) - Pension Fund Manager						
Remuneration payable	6,743	5,504	4,225	148	16,620	1,303
Sindh Sales Tax on management fee	877	716	549	19	2,161	169
Investments as at September 30, 2021: (Equity sub fund: 260,077 units; Gold Sub Fund: 174,735) as at June 30, 2021 (Equity sub fund: 260,077 units; Gold Sub Fund: 300,000 units)	136,573	-	-	27,692	164,265	187,894
Meezan Bank Limited (MBL)						
Bank balance	52,804	746	9,887	15,047	78,484	106,734
Profit receivable on saving account	261	2	19	142	424	190
Investment in shares 2,374,743 (June 30, 2021:1,481,659 shares)	332,298	-	-	-	332,298	170,998
Central Depository Company of Pakistan Limited (CDC) - Trustee						
Trustee fee payable	349	284	219	7	859	843
Sindh Sales Tax on trustee fee payable	46	37	28	1	112	110
Deposits	100	100	100	-	300	300
Directors and Executives of the Pension Fund Manager						
Investments as at September 30, 2021: (Equity sub fund: 1,167,282 units; Debt Sub Fund: 671,108 units; Money Market Sub Fund: 239,781 units; Gold Sub Fund: 243,326 Units) as at June 30, 2021: (Equity sub fund: 1,139,985 units; Debt sub fund: 674,405 units; Money Market sub fund: 217,280 units; Gold Sub Fund : 226,232 units)	612,967	192,707	66,104	38,562	910,340	899,002

11.6 Transactions during the quarter (Unaudited)

	For the quarter ended September 30, 2021				Total	For the quarter ended September 30, 2020 Total
	Equity sub fund	Debt sub fund	Money Market sub fund	Gold sub fund		
(Rupees in '000)						
Al Meezan Investment Management Limited (Al Meezan) - Pension Fund Manager						
Remuneration for the quarter	20,806	16,656	12,832	461	50,755	42,717
Sindh Sales Tax on management fee	2,705	2,165	1,668	60	6,598	5,553
Units redeemed / reallocated (Equity Sub Fund nil units; Gold Sub Fund: 126,265 units)	-	-	-	20,000	20,000	-
Meezan Bank Limited (MBL)						
Profit on savings account	646	3	40	27	716	507
Purchase of 607,248 shares	78,249	-	-	-	78,249	-
Sale of 20,000 shares	2,955	-	-	-	2,955	-
Bonus 305,836 shares	-	-	-	-	-	-
Dividend income	3,058	-	-	-	3,058	-
Central Depository Company of Pakistan Limited (CDC) - Trustee						
Remuneration for the quarter	1,070	856	660	24	2,610	2,286
Sindh Sales Tax on trustee fee	139	111	86	3	339	297
CDS Charges for the quarter	84	7	2	-	93	35
Directors and Executives of the Pension Fund Manager						
Units issued (Equity Sub Fund: 50,273 units; Debt Sub Fund: 14,042 units; Money Market Sub Fund: 39,756 units; Gold sub fund: 17,094 units)	27,272	4,015	10,843	2,706	44,836	17,262
Units redeemed / reallocated (Equity Sub Fund 22,976 units; Debt Sub Fund: 17,339 units; Money Market Sub Fund: 17,255 units; Gold sub fund: nil units)	12,397	4,738	4,138	-	21,273	1,210

12. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The Fund measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

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 or indirectly.

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

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

September 30, 2021 (Unaudited)			
Level 1	Level 2	Level 3	Total

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

Financial assets - measured at fair value

- Listed equity securities	4,691,643	-	-	4,691,643
- Sukuk certificates	-	2,196,699	-	2,196,699
- Term deposit receipts / COMs	-	1,530,000	-	1,530,000
- Commercial Paper	-	219,372	-	219,372
	4,691,643	3,946,071	-	8,637,714

June 30, 2021 (Audited)			
Level 1	Level 2	Level 3	Total

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

Financial assets - measured at fair value

- Listed equity securities	5,164,056	-	-	5,164,056
- Sukuk certificates	-	2,807,955	-	2,807,955
- Term deposit receipts / COMs	-	1,530,000	-	1,530,000
	5,164,056	4,337,955	-	9,502,011

13. TAXATION

The income of the Fund is exempt from income tax under clause 57(3) (viii) of part I of the Second Schedule to the Income Tax Ordinance, 2001. Therefore, no provision has been made for current and deferred taxation in these financial statements.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV to the Second Schedule of the Income Tax Ordinance, 2001. Accordingly, Supertax and any other taxes introduced in Finance Act, 2015 is also not applicable on the Fund.

14. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial informations were authorised for issue on October 11, 2021 by the Board of Directors of the Pension Fund Manager.

15. GENERAL

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

For Al Meezan Investment Management Limited
 (Pension Fund Manager)

 Chief Executive

 Chief Financial Officer

 Director



For investment services and advice, visit any Al Meezan or any Meezan Bank Branch across Pakistan.
Note: Meezan Bank's role is limited to Distributor only.

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