



Al Meezan
Investment Management Ltd.

AM1
Rating by VIS & PACRA

PEAK OF EXCELLENCE

HALF YEARLY
REPORT
DECEMBER -
2022

MOUNT EVEREST

HIGHEST MOUNTAIN PEAK IN THE WORLD
HIGHEST POINT ELEVATION 8,848.86 M (29,031.7 FT).

FUNDS



Meezan
Islamic Fund



Al Meezan
Mutual Fund



Meezan
Dedicated Equity
Fund



Meezan
Energy Fund



KSE-Meezan
Index Fund



Meezan
Pakistan Exchange
Traded Fund



Meezan
Balanced Fund



Meezan
Asset Allocation
Fund



Meezan
Islamic Income
Fund



Meezan
Sovereign Fund



Meezan
Daily Income
Fund



Meezan
Cash Fund



Meezan
Rozana Amdani
Fund



Meezan
Fixed Term Fund



Meezan
Gold 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





TABLE OF CONTENT

05 WHO WE ARE

07 CORE VALUES

09 VISION AND MISSION

11 DIRECTORS' REPORT

◆ FUND INFORMATION

◆ TRUSTEE REPORT TO THE UNITHOLDERS

◆ REVIEW REPORT

◆ CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

◆ CONDENSED INTERIM INCOME STATEMENT

◆ CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

◆ CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND

◆ CONDENSED INTERIM CASH FLOW STATEMENT

◆ NOTES TO & FORMING PART OF THE FINANCIAL STATEMENTS



Al Meezan
Investment Management Ltd.

WHO WE ARE

K2

HIGHEST
MOUNTAIN PEAK
IN PAKISTAN

Height 8,611 meters,
belongs to the range Baltoro Karakoram



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 27 years since then, Al Meezan Investment Management Limited, due to the trust our customers hold in us, has now become the Largest 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. 193 Billion (as on June 30, 2022).

**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 specific(equity), balanced, asset allocation, fixed income, money market, index tracker, capital preservation, fund of funds, commodity, exchange traded, Open End Islamic CIS as per SECP's Circular No.3 of 2022 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 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 and optimal returns, while protecting the interest of all stakeholders.



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 half year ended December 31, 2022.

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

Shariah Compliant Fixed Rate/Return or Open-end CIS as per SECP's Circular No. 3 of 2022

- Meezan Paaidar Munafa Plan -I
- Meezan Paaidar Munafa Plan -II

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



Pure. Profit.



Economic Review

After staging an impressive GDP growth of 6.0% in FY22, Pakistan's economy is experiencing a challenging phase in FY23, as a political crisis came in the way of necessary economic management. The situation was exacerbated by onset of the worst flooding seen in more than a decade, while an adverse global macro environment undermined the government's ability to stabilize the economy. As a result, World Bank is now forecasting FY23 GDP growth of Pakistan below 2% (slowest rate since FY20 when COVID-19 struck) as many high-frequency data indicators – such as sales of petroleum, passenger vehicles and cement – point towards a sharp decline in economic activity.

During the period under review, the IMF Board completed the combined seventh and eighth reviews of the EFF loan facility during the first quarter and approved an extension of the program until end-June 2023 while also augmenting the total loan size from USD 6.0 bn to USD 6.5 bn. However, the ninth review has since faced delays as the government is seeking some relaxations in program targets in light of the devastating economic cost of recent floods. Furthermore, the fund reportedly wants the government to 1) share its economic plans for the next few quarters, 2) demonstrate how it would meet the financing requirements for flood reconstruction and rehabilitation, and 3) fulfill other conditionalities which have been agreed earlier. This may necessitate more corrective measures of the economy.

Inflation averaged 25.0% during the first half of FY23, which led the SBP to take the policy rate up to 16.0% in the period under review. Cumulatively, the policy rate has been increased by 225 bps during the first half of FY23. Furthermore, the SBP now expects average headline inflation during FY23 inflation to range between 21% to 23%, on the back of higher food prices and core inflation. The policy rate of 16.0% (discount rate of 17.0%) by the end of the first half is the highest level since FY98. Subsequently in Jan-23, policy rate was again raised by 1.0% to 17.0%. High inflation is however a global phenomenon, largely attributed to the Russia-Ukraine conflict, which has taken global commodities prices to new highs across both the developed and developing countries. In Pakistan, in addition to the unprecedented levels of petroleum prices, inflationary outlook was exacerbated by devaluation of PKR, sharp increase in electricity tariff – to comply with IMF conditions for program resumption – and, more recently, disrupted food supplies due to the floods.

On the external front, the Current Account Deficit (CAD) moderated to USD 3.7 billion during 1HFY23, down from USD 9.1 billion during the same period last year. While Exports saw a dip of 7% YoY to USD 14.2 billion; imports declined more sharply by 18% YoY to USD 29.5 billion. Key reasons for the contraction were significantly slower economic activity and large rupee devaluation, but restriction on non-essential imports also helped to contract the trade deficit to USD 15.3 billion, down 27% YoY from USD 20.8 billion during the same period last year. Workers remittances declined by 11% YoY to USD 14.1 billion during 1HFY23 as difference between the open market and interbank exchange rate widened, leading to greater inflows through informal channels. Foreign exchange reserves of the SBP decreased to USD 5.6 billion at December-2022 from USD 9.8 billion at the start of the fiscal year; the level was equivalent to less than five weeks' import cover. Amid dwindling foreign exchange reserves, political uncertainty and recent floods, the Rupee depreciated by 10.5% against USD since June 2022 in the interbank to close the half year at Rs. 226.4/USD. Issuance of new international bonds (Eurobonds or Sukuk) is highly unlikely in the near term, due to the astronomical rise in international bond yields; hence the government will have to rely majorly on multilateral agencies and friendly countries for meeting its external financing. While the ADB and World Bank are envisaging increased financing to support Pakistan's post-flood relief and rehabilitation activities, these financial assistances too would likely require a nod from the IMF.

The combined impact of waning demand, import contraction and supply disruptions can be expected to limit FBR's ability to meet its revenue target during the year; which will thus trigger contingency revenue measures. FBR collected Rs 3.4 trillion during first half of FY23 against Rs 2.9 trillion collected during the corresponding period of the previous year, showing an increase of over 18% YoY, but fell short of target and



Pure. Profit.



is even lower than average inflation during the period. The IMF is adamant about the government levying additional revenue measures to meet the revenue target, partly by raising the PDL on petroleum products.

Money Market Review

During the first half of FY23, a steep rise in the policy rate was witnessed, whereby the central bank increased the policy rate by a cumulative 225 bps during the period to control inflationary pressures and manage external imbalances in order to arrest the sharply depreciating rupee. Due to the hike in policy rate, T-bill yields rose in the range of 149bps to 184bps. By the end of the period, 3, 6, and 12 months T-bill closed at 16.69%, 16.99%, and 17.00% respectively, while PIB yields stood at 15.64% (3 Years), 14.61% (5 Years), and 13.76% (10 Years). Long-term PIB yields showed an upward trend in the range of 84bps to 219bps. KIBOR rates also witnessed an increase in the range of 161bps to 184bps, whereby 3-months, 6-months, and 12-month KIBOR rates were up by 184bps, 169bps & 161bps, clocking in at 17.00%, 17.04%, and 17.34%, respectively. On the liquidity front, the money market remained stable due to regular short- and medium-term Open Market operations (OMO) from SBP, which ensured that the overnight rates remain close to the policy rate. During the half year, the government borrowed Rs. 10.3 trillion through T-Bills against the maturity of Rs. 10.6 trillion. Moreover, the government accepted Rs. 942 billion through long term Fixed rate PIBs against the maturity of Rs. 1.13 trillion.

Description	30-Jun-22	30-Dec-22	Change
KIBOR 3 Months	15.16%	17.00%	184
KIBOR 6 Months	15.35%	17.04%	169
KIBOR 12 Months	15.73%	17.34%	161
T-Bill 1 Month	13.75%	15.24%	149
T-Bill 3 Months	14.98%	16.69%	171
T-Bill 6 Months	15.15%	16.99%	184
T-Bill 12 Months	15.30%	17.00%	170
PIB 3 Year	13.45%	15.64%	219
PIB 5 Year	12.93%	14.61%	168
PIB 10 Year	12.92%	13.76%	84
US\$ Inter Bank	204.85	226.43	21.58
US\$ Open Market	205.00	235.50	30.50

In the market for Shariah Compliant instruments, GoP Ijarah prices showed downward trend, especially in fixed rate Ijarah due to the increase in interest rates. The table below summarizes details of Ijarah/Sukuk:



Pure. Profit.



Floating Rate Ijarahs

Ijarah	Type	Coupon	Next Reset	Issue Size (bn)	Maturity	Reval			Change
						30-Jun	30-Dec	YTM	
XX	Floater	14.44%	30-Apr-23	76.39	30-Apr-25	96.96	96.55	17.29%	-0.41
XXI	Floater	15.63%	29-May-23	74.62	29-May-25	100.03	99.54	16.78%	-0.49
XXII	Floater	16.75%	24-Dec-22	47.24	24-Jun-25	99.68	99.54	16.99%	-0.14
XXIII	Floater	15.48%	29-Jan-23	186.91	29-Jul-25	99.5	99.9	16.69%	0.4
XXIV	Floater	16.42%	9-Jun-23	227.26	9-Dec-25	99.78	99.92	16.78%	0.14
XXV	Floater	15.85%	6-Apr-23	190.53	6-Oct-26	99.7	99.43	16.92%	-0.27
XXVI	Floater	15.59%	29-Apr-23	584.86	29-Oct-26	99.93	99.4	16.87%	-0.53
XXVII	Floater	15.69%	27-Apr-23	563.32	27-Apr-27	99.68	99.58	16.89%	-0.1
XXVIII	Floater	15.69%	26-Apr-23	243.85	26-Oct-27	-	99.53	16.88%	-
PES I	Floater	16.80%	1-Mar-23	200.00	1-Mar-29	106.8	106.8	16.06%	0
PES II	Floater	15.76%	21-May-23	199.97	21-May-30	100.7	100	16.87%	-0.7
Total				2,594.94					

Fixed Rate Ijarahs

Ijarah	Type	Coupon	Next Reset	Issue Size (bn)	Maturity	Reval			Change
						30-Jun	30-Dec	YTM	
XXIII	Fixed	8.37%	N/A	44.59	29-Jul-25	93.48	87.62	14.27%	-5.86
XXIV	Fixed	9.45%	N/A	8.25	20-Jan-26	93.78	92.92	12.30%	-0.86
XXV	Fixed	9.70%	N/A	12.73	6-Oct-26	94	90.7	12.88%	-3.3
XXVI	Fixed	11.40%	N/A	323.83	15-Dec-26	96	94.73	13.15%	-1.27
XXVII	Fixed	12.49%	N/A	60.89	27-Apr-27	99.31	98.18	13.04%	-1.13
XXVIII	Fixed	12.49%	N/A	0.25	16-Oct-27	0	100	12.48%	100
Total				450.54					
Total Ijarahs				3,045.48					

The Central bank continued to conduct GOP Ijarah Sukuk auctions during the year and new assets were also added to tap excess liquidity from the market. During the period under review, the central bank borrowed a total of Rs. 301 billion from Islamic participants.

To enhance monetary policy transmission and to better manage market liquidity, the SBP introduced Shariah-compliant modaraba-based open market operations (OMO-Injections) and a standing ceiling financing facility (MFF) for Islamic Banking Institutions. The corporate sector continued facing challenges in raising money through long tenor Sukuk; however, an increase in the issuance of shorter tenor instruments was witnessed during the year.

Equity Review

For much of the first half of FY23, the stock market moved sideways amid a prolonged lack of clarity on politics and rising concerns on economic stability, while the market de-rated to multi-decade low valuations. The KMI-30 index dropped 0.7% to close at 68,278 points, while the KSE-100 index shed 2.7%, to reach 40,420 points. On the positive side, foreigners selling remained muted during the first half. Corporate results for Sep-22 quarter, however, showed improvement due to a low-base effect as the preceding Jun-22 results were marred by the hefty one-off super tax charge on most of the blue-chip companies. The KSE-100/KMI-30 index touched its peak level for the half year by mid-August/mid-November, at 43,677/73,105 points, but the rise in interest rate, rupee devaluation and decline in corporate profitability mainly due to super tax, caused a course reversal. Positive development related to Pakistan's exit from FATF grey list also occurred during the period. Pakistan experienced flash floods during the first quarter, which have inflicted heavy



Pure. Profit.



losses to the economy. Losses of cotton, rice and perishable food items have been significant, especially in Sindh. Due to the floods, the government is trying to renegotiate IMF program's quarterly targets as additional financing will be needed to rehabilitate the affected areas.

Total volumes traded in the KMI-30 index stocks improved by 9% YoY to 55 million shares, while volumes in the KSE-100 index stocks decreased by 24% YoY to 98 million shares. The most relevant factors behind the market's muted performance during the half year period included macroeconomic stress and political noise. The policy rate rose by 225 bps during the first half, with expectations for further rate hikes before the cycle peaks. In addition, the SBP foreign exchange reserves continued to plunge, with imports being rationalized. This led to continued slippage in the exchange rate in kerb market, which further unnerved investors. Political noise also remained elevated, with the PTI continuing to demand early elections, which kept up the pressure on the ruling PDM coalition. Pakistan continues to be plagued by policy paralysis, but the new calendar year will bring hope of a reset, with elections due this year.

US Federal Reserve continued its tightening policy initiated since March-22, witnessing a rise of 275 bps during the first half of FY23 taking the target range to 4.25% to 4.50%, the highest it has been in the past fifteen years. Elevated inflation globally invited a coordinated policy response by central banks across all major economies whereby key policy rates were raised sharply. These moves were echoed by central banks in developing economies as well. Demand of USD as measured by US Dollar Index (DXY) rose significantly initially during the first quarter, with the DXY rising by 7% leading to pressures on key currencies across the globe; however, during the second quarter DXY reversed its earlier gains to close largely flat by the end of first half. Emerging markets mostly bore the brunt of the aforementioned monetary tightening due to their limited ability to absorb large capital outflows. This is evident from the performance of MSCI Emerging Markets Index during the first half, which saw aggregate decline of 4%.

Major contributors to the Index:

Among the key sectors, Technology, Sugar and Transport were the best performing sectors. The top contributing stocks in the KMI-30 index during the year were:

<u>Major Positive Contributors to the Index</u>	<u>Contribution to KMI-30 (Points)</u>	<u>Total Return (%)</u>
Systems Limited	2,162	46.71
Engro Corporation Limited	714	10.95
Hub Power Company Limited	678	15.11
Pakistan Oilfields Limited	413	9.87

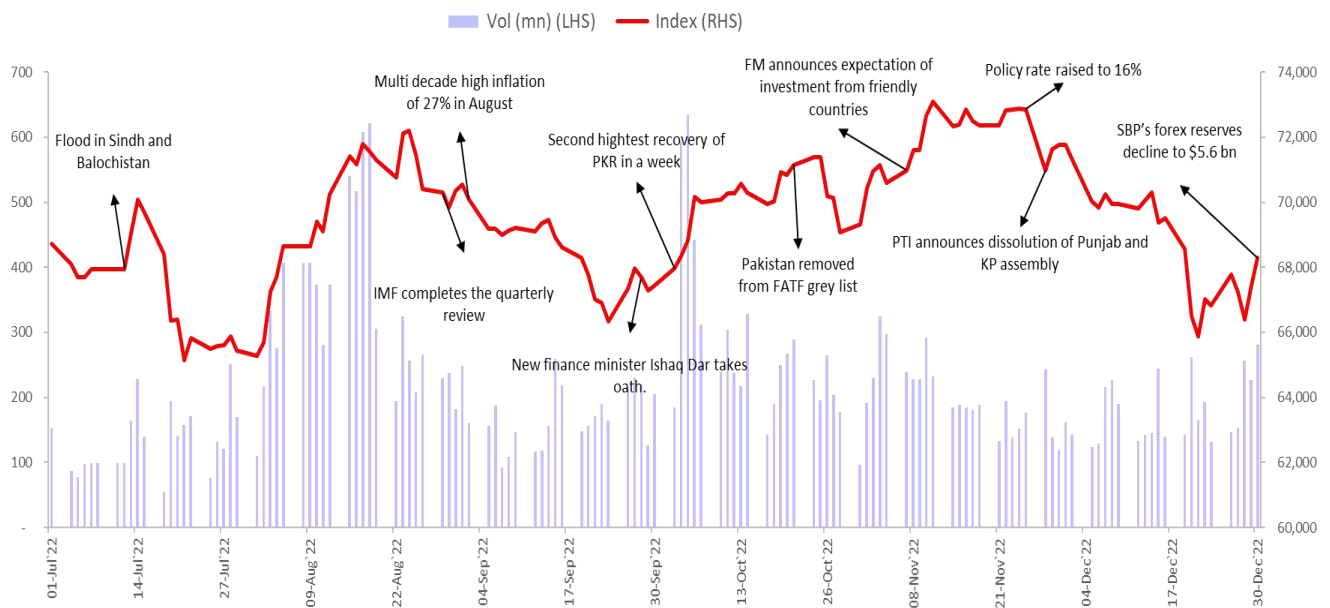
On the flip side, Refinery, Pharmaceuticals and Steel sectors were amongst the key worst performing sectors. The key laggards in the KMI-30 index during the period were:

<u>Major Negative Contributors to the Index</u>	<u>Contribution to KMI-30 (Points)</u>	<u>Total Return (%)</u>
Millat Tractors Limited	-1,151	-31.66
Engro Polymer & Chemicals Limited	-874	-42.23
Engro Fertilizers Limited	-444	-9.95
Searle Company Limited	-436	-32.50

Equity Flows

Foreigners activity remained largely mix during the period, generating a total net outflow of around USD 0.9 million. Foreign buying was mainly concentrated in the Technology sector (USD 49.9 million) and Oil & Gas Exploration sector (USD 11.1 million), while positions were liquidated from Commercial Banking (USD 65.7 million) and Fertilizer (USD 7.9 million) sectors. On the buying side, Banks/DFI were net buyers of USD 50.0 million, and in line with trends recently, Individuals continued to be buyers in the market with inflows of USD 48.3 million. This was followed by significant net buying by Companies & Other Organization of USD 22.7 million and USD 16.1 million, respectively. Insurance Companies were seller with a total net outflow of USD 63.4 million worth of securities, while Mutual Funds were also sellers of USD 63.5 million worth of securities.

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



Mutual Fund Industry Review

During the first six months of FY23, AUMs of the mutual fund industry increased by 25.9% YoY to Rs. 1,580 billion. Shariah Compliant AUMs grew by 36.8% YoY to Rs. 661 billion, which brought the share of Shariah Compliant funds to 41.8% in the overall mutual fund industry. Al Meezan’s share in the Mutual Funds industry stood at 16.9% while amongst the Shariah Compliant Funds, it held a 40.5% market share as of December 31, 2022. Meezan Tahaffuz Pension Fund’s market share in the Pension Fund category stood at 34.4% while amongst the Shariah Compliant Funds, it held 52.5% market share by the end of December 2022.



Pure. Profit.



Performance Review (Funds)

The table provided below depicts a summary of 1HFY23 performance of funds under our management:

Funds	Type	Net Assets Rs. in millions	Growth in Net Assets for 1HFY23 (%)	Returns for 1HFY23 (%)	Benchmark for 1HFY23 (%)	
Fixed Income Funds						
Meezan Rozana Amdani Fund (MRAF)	Money Market	91,906	26.31	14.66	5.86	
Meezan Cash Fund (MCF)	Money Market	22,101	63.90	13.79	5.86	
Meezan Daily Income Fund (MDIP-1)	Income	74,448	142.91	14.67	5.37	
Meezan Daily Income Fund – MMMP*	Income	4,792	-	12.33	6.09	
Meezan Sovereign Fund (MSF)	Income	6,664	7.55	12.79	5.37	
MFTF-Meezan Paidar Munafa Plan-II**	Open End Islamic CIS as per SECP's Circular No.3 of 2022	2,581	-	14.08	5.93	
Meezan Islamic Income Fund (MIIF)	Income	17,250	-7.30	12.79	5.37	
Balanced Fund						
Meezan Balanced Fund (MBF)	Balanced	2,428	-8.06	2.38	1.16	
Fund of Funds						
Meezan Financial Planning Fund of Fund						
Aggressive	Fund of Fund	233	-19.69	0.01	0.19	
Moderate		71	-28.95	2.01	1.11	
Conservative		72	-48.65	4.20	2.00	
MAAP-I		73	-12.20	0.53	-0.08	
Meezan Strategic Allocation Fund						
MSAP-I		229	-40.24	0.68	0.00	
MSAP-II		180	-44.13	0.37	-0.16	
MSAP-III		185	-13.86	0.65	0.01	
MSAP-IV		83	-20.87	0.34	-0.07	
MSAP-V		35	-29.05	0.37	0.15	
MSAP-MCPP-III		165	-15.96	5.13	1.89	
Meezan Strategic Allocation Fund - II						
MSAP-II -MCPP-IV		550	-11.68	4.23	1.62	
MSAP-II -MCPP-V	59	-6.70	4.92	1.80		
MSAP-II -MCPP-VI	52	-19.67	7.32	2.91		
MSAP-II -MCPP-VII	34	-13.75	7.14	2.98		
Meezan Strategic Allocation Fund - III						
MSAP-II -MCPP-IX	165	-61.40	5.10	2.12		
Equity Funds						
Meezan Islamic Fund (MIF)	Equity	20,780	-12.77	-1.90	-0.71	
Al Meezan Mutual Fund (AMMF)	Equity	4,055	-8.90	-0.58	-0.71	
KSE Meezan Index Fund (KMIF)	Equity	2,660	1.92	-1.95	-0.71	
Meezan Dedicated Equity Fund (MDEF)	Equity	698	-7.28	-0.52	-0.71	
Meezan Energy Fund (MEF)	Equity	538	22.80	1.24	-0.71	
Exchange Traded						
Meezan Pakistan Exchange Traded Fund (MZNP-ETF)	Exchange Traded	79	-15.96	0.53	0.92	
Asset Allocation Fund						
Meezan Asset Allocation Fund (MAAF)	Asset Allocation	698	-17.94	0.14	-0.22	
Commodity Fund						
Meezan Gold Fund (MGF)	Commodity	753	24.74	11.29	10.67	
Pension Fund Scheme						
Meezan Tahaffuz Pension Fund	Pension Fund Scheme					
Equity sub Fund		3,945	-14.09	-0.14		
Debt sub Fund		5,016	0.07	12.18		
Money Market sub Fund		5,681	31.92	13.71		
Gold Sub Fund		201	20.81	10.27		

* Launched MMMP (Oct 29, 2022) & MPMP-II (Sep 11, 2022)



Pure. Profit.



Meezan Rozana Amdani Fund

The net assets of Meezan Rozana Amdani Fund (MRAF), the largest fund in the industry across conventional and shariah compliant segment, at December 31, 2022 were Rs. 91,906 million compared to Rs. 72,760 million at June 30, 2022, an increase of 26%. The net asset value (NAV) per unit at December 31, 2022 was Rs. 50.0000. During the period fund provides an annualized return of 14.7% as compared to the benchmark annualized return of 5.9%. At period end 44% of the fund was placed in Term Deposit Receipts & placements, 9% in Islamic Corporate Sukuks, and 46% 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 December 31, 2022 were Rs. 22,109 million compared to Rs. 13,485 million at June 30, 2022, an increase of 64%. The net asset value (NAV) per unit at December 31, 2022 was Rs. 54.1331 as compared to Rs. 50.6141 on June 30, 2022 translating into an annualized return of 13.8% as compared to the benchmark annualized return of 5.9%. At period end 10% and 18% of the fund was placed in Islamic Corporate Sukuks and Placements with Bank 71% of the net assets were placed with Islamic Banks or windows of Islamic banks.

Meezan Daily Income Fund

Meezan Daily Income Fund – MDIP – I

The net assets of the plan at December 31, 2022 were Rs. 74,448 million compared to Rs. 30,649 million at June 30, 2022, an increase of 143%. The net asset value (NAV) per unit at December 31, 2022 was Rs. 50.0000. During the period plan provides an annualized return of 14.7% as compared to the benchmark annualized return of 5.4%. At period end 44% of the fund was placed in Term Deposit Receipts & placements, 12% in Islamic Corporate Sukuks and 43% of the net assets were placed with Islamic Banks or windows of Islamic banks.

Meezan Daily Income Fund – MMMP

Meezan Daily Income Fund – MMMP was launched on October 29, 2022. The net assets of the plan at December 31, 2022 were Rs. 4,792 million. The net asset value (NAV) per unit at December 31, 2022 was Rs. 50.0000. During the period plan provides an annualized return of 12.3% as compared to the benchmark annualized return of 6.1%. At period end 100% of the fund were placed with Islamic Banks or windows of Islamic banks.

Meezan Sovereign Fund

The net assets of Meezan Sovereign Fund (MSF) as at December 31, 2022 were Rs. 6,667 million compared to Rs. 6,196 million at June 30, 2022, an increase of 8%. The net asset value (NAV) per unit at December 31, 2022 was Rs. 55.0003 as compared to Rs. 51.6654 per unit on June 30, 2022 translating into an annualized return of 12.8% compared to the benchmark annualized return of 5.4%. At period end, the fund was 75% invested in GoP Ijarah/Govt. Guaranteed Sukuks, and 24% of the net assets were placed with Islamic Banks or windows of Islamic banks.

Meezan Fixed Term Fund

Meezan Paaidaar Munafa Plan – I

The net assets of Meezan Paaidaar Munafa Plan – I as at December 26, 2022 stood at Rs. 1,003 million compared to Rs. 1,936 million at June 30, 2022, a decrease of 48%. The net asset value (NAV) per unit as at December 26, 2022 was Rs. 51.8822. During the period plan provides an annualized return of 14.6%. The plan was matured at December 26, 2022.



Pure. Profit.



Meezan Paaidaar Munafa Plan – II

Meezan Paaidaar Munafa Plan – II was launched on September 12, 2022. The net assets of the plan as at December 31, 2022 stood at Rs. 2,581 million. The net asset value (NAV) per unit as at December 31, 2022 was Rs. 52.1407. During the period plan provides an annualized return of 14.1% as compared to the benchmark annualized return of 5.9%. At period end, the plan was 72% was placed in Term Deposit Receipts and 28% of the net assets were placed with Islamic Banks or windows of Islamic banks

Meezan Islamic Income Fund

The net assets of Meezan Islamic Income Fund (MIIF) as at December 31, 2022 were Rs. 17,257 million compared to Rs. 18,609 million at June 30, 2022, a decrease of 7%. The net asset value (NAV) per unit as at December 31, 2022 was Rs. 54.8568 compared to Rs. 51.5323 per unit on June 30, 2022 translating into an annualized return of 12.8% compared to the benchmark annualized return of 5.4%. At quarter end, the fund was 17% invested in Islamic Corporate Sukuks, 54% in GoP Ijarah / Govt. Guaranteed Sukuks, and 28% of the net assets were placed with Islamic Banks or windows of Islamic banks.

Meezan Balanced Fund

The net assets of Meezan Balanced Fund (MBF) as at December 31, 2022 were Rs. 2,428 million compared to Rs. 2,641 million at June 30, 2022, a decrease of 8%. The net asset value (NAV) per unit as at December 31, 2022 was Rs. 15.9885 as compared to Rs. 15.6153 per unit on June 30, 2022 translating into a return of 2.4% during the period compared to the benchmark return of 1.2%.

Meezan Financial Planning Fund of Funds

Aggressive Allocation Plan

The net assets of the plan were Rs. 233 million as at December 31, 2022 compared to Rs. 290 million at June 30, 2022. The plan provided a return of 0.01% during the period compared to the benchmark return of 0.2%.

Moderate Allocation Plan

The net assets of the plan were Rs. 71 million as at December 31, 2022 compared to Rs. 100 million at June 30, 2022. The plan provided a return of 2.0% during the period compared to the benchmark return of 1.1%.

Conservative Allocation Plan

The net assets of the plan as at December 31, 2022 were Rs. 72 million compared to Rs. 141 million at June 30, 2022. The plan provided a return of 4.2% during the period compared to the benchmark return of 2.0%.

Meezan Asset Allocation Plan-I

The net assets of the plan as at December 31, 2022 were Rs. 73 million compared to Rs. 84 million at June 30, 2022. The plan provided a return of 0.5% during the period compared to the benchmark return of 0.1%.

Meezan Strategic Allocation Fund

Meezan Strategic Allocation Plan-I

The net assets of the plan as at December 31, 2022 were Rs. 229 million compared to 383 million at June 30, 2022. The plan provided a return of 0.7% during the period compared to the benchmark return of 0.0%.

Meezan Strategic Allocation Plan-II

The net assets of the plan as at December 31, 2022 were Rs. 180 million compared to Rs. 322 million at June 30, 2022. The plan provided a return of 0.4% during the period compared to the benchmark return of 0.2%.



Pure. Profit.



Meezan Strategic Allocation Plan-III

The net assets of the plan as at December 31, 2022 were Rs. 185 million compared to Rs. 214 million at June 30, 2022. The plan provided a return of 0.7% during the period compared to the benchmark return of 0.01%.

Meezan Strategic Allocation Plan-IV

The net assets of the plan as at December 31, 2022 were Rs. 83 million compared to Rs. 105 million at June 30, 2022. The plan provided a return of 0.3% during the period compared to the benchmark return of 0.1%.

Meezan Strategic Allocation Plan-V

The net assets of the plan as at December 31, 2022 were Rs. 35 million compared to Rs. 49 million at June 30, 2022. The plan provided a return of 0.4% during the period compared to the benchmark return of 0.2%.

Meezan Capital Preservation Plan-III

The net assets of the plan as at December 31, 2022 were Rs. 165 million compared to Rs. 196 million at June 30, 2022. The plan provided a return of 5.1% during the period compared to the benchmark return of 1.9%.

Meezan Strategic Allocation Fund -II

Meezan Capital Preservation Plan-IV

The net assets of the plan as at December 31, 2022 were Rs. 550 million compared to Rs. 623 million at June 30, 2022. The plan provided a return of 4.2% during the period compared to the benchmark return of 1.6%.

Meezan Capital Preservation Plan-V

The net assets of the plan as at December 31, 2022 were Rs. 59 million compared to Rs. 63 million at June 30, 2022. The plan provided a return of 4.9% during the period compared to the benchmark return of 1.8%.

Meezan Capital Preservation Plan-VI

The net assets of the plan as at December 31, 2022 were Rs. 52 million compared to Rs. 65 million at June 30, 2022. The plan provided a return of 7.3% during the period compared to the benchmark return of 2.9%.

Meezan Capital Preservation Plan-VII

The net assets of the plan as at December 31, 2022 were Rs. 34 million compared to Rs. 40 million at June 30, 2022. The plan provided a return of 7.1% during the period compared to the benchmark return of 3.0%.

Meezan Strategic Allocation Fund -III

Meezan Capital Preservation Plan-IX

The net assets of the plan as at December 31, 2022 were Rs. 320 million compared to Rs. 427 million at June 30, 2022. The plan provided a return of 5.1% during the period compared to the benchmark return was 2.1%.

Meezan Islamic Fund

The net assets of Meezan Islamic Fund (MIF) as at December 31, 2022 stood at Rs. 20,778 million compared to Rs. 23,822 million at the end of June 30, 2022, a decrease of 13%. The net asset value (NAV) per unit as at December 31, 2022 was Rs. 55.1599 in comparison to Rs. 56.2315 per unit as on June 30, 2022 translating into negative return of 1.9% during the period compared to the benchmark negative return of KSE Meezan Index (KMI 30) of 0.7%.

Al Meezan Mutual Fund

The net assets of Al Meezan Mutual Fund (AMMF) as at December 31, 2022 were Rs. 4,054 million compared to Rs. 4,451 million at the end of June 30, 2022, a decrease of 9%. The net asset value (NAV) per unit as at



Pure. Profit.



December 31, 2022 was Rs. 15.6294 compared to Rs. 15.7208 per unit on June 30, 2022 translating into negative return of 0.6% during the period compared to the benchmark negative return of KSE Meezan Index (KMI 30) of 0.7%.

KSE Meezan Index Fund

The net assets of KSE Meezan Index Fund (KMIF) as at December 31, 2022 were Rs. 2,660 million compared to Rs. 2,610 million at June 30, 2022, an increase of 2%. The net asset value (NAV) per unit at December 31, 2022 was Rs. 63.8081 as compared to Rs. 65.0795 per unit on June 30, 2022 translating into a negative return of 2.0% during the period compared to the benchmark negative return of KSE Meezan Index (KMI 30) of 0.7%.

Meezan Dedicated Equity Fund

The net assets of Meezan Dedicated Equity Fund (MDEF) as at December 31, 2022 were Rs. 698 million compared to Rs. 753 million at June 30, 2022, a decrease of 7%. The net asset value per unit (NAV) at December 31, 2022 was Rs. 40.0022 as compared to Rs. 40.2161 per unit on June 30, 2022 translating into a negative return of 0.5% during the period compared to the benchmark negative return of KSE Meezan Index (KMI 30) of 0.7%.

Meezan Energy Fund

The net assets of Meezan Energy Fund (MEF) as at December 31, 2022 were Rs. 538 million compared to Rs. 438 million in June 2021, an increase of 23%. The net asset value (NAV) per unit as at December 31, 2022 was Rs. 31.9112 as compared to Rs. 31.5217 per unit on June 30, 2022, translating into a return of 1.2% during the period compared to the benchmark negative return of KSE Meezan Index (KMI 30) of 0.7%.

Meezan Pakistan Exchange Traded Fund

The net assets of Meezan Pakistan Exchange Traded Fund (MPETF) as at December 31, 2022 were Rs. 79 million compared to Rs. 94 million in June 2022, a decrease of 16%. The net asset value (NAV) per unit as at December 31, 2022 was Rs. 7.9608 per unit as compared to Rs. 7.9189 translating into a return of 0.5% during the period compared to the benchmark return of MZNPI of 0.9%.

Meezan Asset Allocation Fund

The net assets of Meezan Asset Allocation Fund (MAAF) as at December 31, 2022 were Rs. 698 million compared to Rs. 850 million at June 30, 2022, a decrease of 18%. The net asset value (NAV) per unit as at December 31, 2022 was Rs. 40.0648 as compared to Rs. 40.0109 per unit on June 30, 2022 translating into a negative return of 0.1% during the period compared to the benchmark negative return of 0.2%.

Meezan Gold Fund (MGF)

The net assets of the fund as at December 31, 2022 were 753 million compared to Rs. 604 million at June 30, 2022, an increase of 25%. The net asset value (NAV) per unit at December 31, 2022 was Rs. 115.6424 as compared to Rs. 103.9100 per unit on June 30, 2022 translating into a return of 11.3% during the period compared to the benchmark return of 10.7%.

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 December 31, 2022, the equity sub-fund provided a negative return of 0.1% and gold sub-fund provided a return of 10.27%, while the debt and money market sub-funds provided annualized returns of 12.2% and 13.7% respectively. Performance review for each sub fund is given as under:



Pure. Profit.



Debt Sub Fund

The net assets of this sub fund stood at Rs. 5,018 million at December 31, 2022 compared to Rs. 5,012 million at June 30, 2022, an increase of 0.1%. The net asset value per (NAV) unit of the plan was Rs. 323.3991 at the end of December 31, 2022 as compare to Rs. 304.6714 as at June 30, 2022.

Money Market Sub Fund

The net assets of this sub fund stood at Rs. 5,683 million at December 31, 2022 compared to Rs. 4,307 million at June 30, 2022, an increase of 32%. The net asset value (NAV) per unit of the plan was Rs. 313.3178 at the end of December 31, 2022 as compare to Rs. 293.0581 as at June 30, 2022.

Equity Sub Fund

The net assets of this sub fund stood at Rs. 3,941 million at December 31, 2022 compared to Rs. 4,593 million at June 30, 2022, a decrease of 14%. The net asset value (NAV) per unit of the plan was Rs. 484.3106 at the end of December 31, 2022 as compare to Rs. 485.5458 as at June 30, 2022.

Gold Sub Fund

The net assets of this sub fund stood at Rs. 201 million at December 31, 2022 compared to Rs. 167 million at June 30, 2022, an increase 21%. The net asset value (NAV) per unit of the plan was Rs. 217.1476 at the end of December 31, 2022 as compare to Rs. 196.9220 as at June 30, 2022.

Outlook

The economy is facing headwinds from a challenging external account situation and slowdown in GDP growth due to the impact of floods and imports contraction. Amid rupee devaluation and increase in local energy prices, inflation is projected to remain elevated during the second half of FY23 and subsequently decline sharply during FY24 driven by tight policies, potential normalization of global commodity prices, and beneficial base effects. There are high chances of further tightening in policy rate in the near term, but monetary easing is also likely in FY24 on falling inflation and potential stability on the external front. Current account is projected to be contained during FY23, but the financial account situation is now reaching alarmingly dangerous levels as external loan repayments are increasing, without injection of the needed quantum of fresh loans. There is a dire need to reschedule and lengthen the maturity of annual external debt payment to a more practical number of USD 10-15 billion compared to current payment of around USD 25 billion. Added pressure is coming from incessant decline in remittances and exports given a weak global environment, which is threatening to reverse the recent improvement in the current account balance. On the fixed income side, Sukuk issuances are expected to continue as the government is adamant to increase the share of Islamic debt in the overall domestic debt. Fixed Income funds are well positioned to absorb any changes in the policy rate; however, given high financing costs, we may witness a decline in borrowing from corporates which can lead to reduction in issuance of TFC/Sukuk, exacerbating the excess liquidity in the money market.

Overall, FY23 is likely to remain another challenging year for country with sentiments likely to improve once political stability comes. With corporate profitability growth still in the double digits, valuations continue to remain attractive with the stock market P/E trading at around 3.5x compared to its long-term average P/E of about 8.0x while dividend yield is at a handsome 10%. We expect the renewal and eventual completion of the IMF program as the key trigger going forward; which will help Pakistan ensure the much-needed fiscal discipline. Although the short-term equity market performance is likely to remain range bound until forex reserves increase substantially, at least to an equivalent of two months import cover, medium term performance is likely to be encouraging following tough economic actions, likely decline in commodity prices amid global recession fears, interest rates reverting back to long-term mean and subsiding political noise.



Pure. Profit.



Acknowledgement

We take this opportunity to thank our valued investors for reposing their faith in Al Meezan Investments, 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.

Mohammad Shoaib, CFA
Chief Executive Officer
Date: February 13, 2023

Director

ڈائریکٹرز رپورٹ مینجمنٹ کمپنی کے زیر انتظام فنڈز

المیزان انوسٹمنٹ مینجمنٹ لمیٹڈ کا بورڈ آف ڈائریکٹرز 31 دسمبر 2022 کو اختتام پذیر ہونے والے نصف سال کے لئے درج ذیل اوپن اینڈ فنڈز اور رضا کارپنشن اسکیم کے مالیاتی گوشوارے پیش کرتے ہوئے دلی مسرت محسوس کر رہا ہے۔

ایکویٹی فنڈز

میزان اسلامک فنڈ

المیزان میوچل فنڈ

کے ایس ای۔ میزان انڈیکس فنڈ

میزان پاکستان اسپیئر ٹریڈ فنڈ

میزان ڈیڈ ویلٹیڈ ایکویٹی فنڈ

سیکڑ 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

تابع شریعہ فکسڈ ریٹ/آمدنی یا اوپن اینڈ CIS بمطابق SECP's Circular No: 3 of 2022

میزان پائیدار منافع پلان I

میزان پائیدار منافع پلان II

بیلنسڈ فنڈ

میزان بیلنسڈ فنڈ

فنڈ آف فنڈز

میزان فنانشل پلاننگ فنڈ آف فنڈز

میزان اسٹریٹجک ایلوکیشن فنڈ

میزان اسٹریٹجک ایلوکیشن فنڈ-II

میزان اسٹریٹجک ایلوکیشن فنڈ-III

کموڈٹی فنڈ

میزان گولڈ فنڈ

ایسیٹ ایلوکیشن فنڈ

میزان ایسیٹ ایلوکیشن فنڈ

پنشن فنڈ

میزان تحفظ پنشن فنڈ

اقتصادی جائزہ

مالی سال 2022 کے دوران جی ڈی پی میں 6.0% کی متاثر کن بڑھوتی دکھانے کے بعد پاکستانی معیشت کو مالی سال 2023 میں مشکل دور کا سامنا ہے کیوں کہ اقتصادی انتظام کے راستے میں سیاسی بحران آکھڑا ہوا ہے۔ صورت حال مزید گھمبیر ہے ایک عشرے سے زائد عرصے میں آنے والے بدترین سیلاب نے اور بھی خرابی پیدا کی اور دوسری جانب ناموافق عالمی میکر واکنا مک منظر نامے نے بھی ملکی معیشت میں استحکام لانے کی حکومت کی اہلیت کو بری طرح متاثر کیا ہے۔ اس کے نتیجے میں ورلڈ بینک نے تخمینہ لگایا ہے کہ مالی سال 2023 کے دوران پاکستان کی جی ڈی پی بڑھوتی 2% سے بھی کم رہے گی (جو مالی سال 2020 سے بھی کم ہے جب COVID-19 کی وجہ سے پاکستانی معیشت متاثر ہوئی تھی) کیوں کہ بہت سے اہم اشاریے جیسے پیٹرولیم، مسافر گاڑیوں اور سینٹ کی فروخت اقتصادی سرگرمیوں میں تیزی سے کمی کی جانب اشارہ کر رہے ہیں۔

زیر جائزہ مدت کے دوران آئی ایم ایف نے EFF لون کی سہولت کے ساتویں اور آٹھویں جائزے کا ایک ساتھ انعقاد پہلی سہ ماہی میں کیا اور جون 2023 کے اختتام تک اس سہولت میں توسیع کی منظوری دی اور قرضے کا حجم 6.0 بلین امریکی ڈالر سے بڑھا کر 6.5 بلین امریکی ڈالر کر دیا۔ تاہم نویں جائزے کے انعقاد کو تعطل کا سامنا ہے کیوں کہ حکومت حالیہ سیلاب کے باعث پیدا ہونے والی تباہ کن صورت حال اور اس کے نتیجے میں ہونے والے نقصانات کے سبب مذکورہ پروگرام کے لئے مقررہ کردہ چند اہداف میں رعایت کی طلب گار ہے۔ مزید یہ کہ آئی ایم ایف چاہتا ہے کہ حکومت (1) اگلی چند سہ ماہیوں کا اپنا اقتصادی پلان اسے بتائے، (2) یہ ظاہر کرے کہ وہ سیلاب متاثرین کی از سر نو آباد کاری اور بحالی کی مالیاتی شرائط کس طرح پوری کرے گی، اور (3) وہ شرائط جنہیں حکومت پہلے تسلیم کر چکی ہے، کیسے پوری کرے گی۔ یہ صورت حال معیشت کی درستی کے مزید اقدامات کی ضرورت کا تقاضا کر رہی ہے۔

مالی سال 2023 کے نصف سال کے دوران افراط زر کی اوسط 25.0% رہی جسے دیکھتے ہوئے زیر جائزہ مدت میں اسٹیٹ بینک آف پاکستان کو پالیسی ریٹ بڑھا کر 16.0% تک بڑھانا پڑا۔ مالی سال 2023 کی پہلی ششماہی کے دوران پالیسی ریٹ میں مجموعی طور سے 225 bps کا اضافہ ہوا ہے۔ مزید برآں اسٹیٹ بینک آف پاکستان کا اندازہ ہے کہ مالی سال 2023 کے دوران خوراک کی بڑھتی قیمتوں اور core inflation کے سبب headline inflation کی شرح 21% سے 23% رہے گی۔ پہلی ششماہی کے اختتام پر 16.0% کا پالیسی ریٹ (ڈسکاؤنٹ ریٹ 17.0%) مالی سال 1998 کے بعد بلند ترین ہے۔ اس کے بعد جنوری 2023 میں پالیسی ریٹ میں ایک بار پھر 1.0% کا اضافہ کر کے اسے 17% تک بڑھا دیا گیا۔ تاہم بڑھتا ہوا افراط زر ایک عالمی واقعہ ہے جس کی بڑی وجہ روس اور یوکرین کی جنگ بتائی جاتی ہے جس نے ترقی پذیر یہی نہیں ترقی یافتہ ممالک میں اشیاء کی قیمتوں کو جیسے پر لگا دیئے ہیں۔ جبکہ پاکستان میں پیٹرولیم کی قیمتوں میں غیر مثالی اضافے کے ساتھ ساتھ پاکستانی روپے کی قدر میں تیزی سے کمی، بجلی کی قیمتوں میں اضافے آئی ایم ایف کے پروگرام کی شرائط اور سیلاب کے سبب خوراک کی سپلائی میں تعطل پیدا ہو جانے کے باعث مہنگائی آسمان کو چھو رہی ہے۔

جاری کھاتوں کا خسارہ (CAD) 2023 کی پہلی ششماہی کے دوران کم ہو کر 3.7 بلین ڈالر تک آیا جو گزشتہ برس کی اسی مدت کے دوران 9.1 بلین ڈالر رہا تھا۔ سال بہ سال بنیاد پر ایک جانب تو برآمدات 7% کم ہو کر 14.2 بلین ڈالر رہی، لیکن درآمدات میں اس سے بھی زیادہ کمی ہوئی جو زیر جائزہ مدت کے دوران 18% کم ہو کر 29.5 بلین ڈالر تک محدود رہی۔ اس کمی کی بڑی وجوہات اقتصادی سرگرمیوں میں سست رفتاری اور روپے کی قدر میں بہت زیادہ کمی واقع ہونا تھیں، لیکن غیر بنیادی اشیاء کی درآمدات پر پابندیوں نے بھی تجارتی خسارے کو 15.3 بلین ڈالر تک لانے میں مدد دی جو گزشتہ برس کی اسی مدت کے دوران کی گئیں سال بہ سال بنیاد پر 20.8 ڈالر مالیت کی درآمدات سے 27% کم تھی۔ بیرون ملک پاکستانیوں کی جانب سے کی جانے والی ترسیلات میں بھی 2023 کی پہلی ششماہی کے دوران سال بہ سال بنیاد پر 11% کمی ہوئی جس کا حجم 14.1 بلین ڈالر رہا کیوں کہ اوپن مارکیٹ اور انٹرنیٹیک شرح مبادلہ کے درمیان کافی سے زیادہ فرق رہا جس سے بے ضابطہ یا غیر سرکاری طریقوں سے ترسیلات زیادہ کی گئیں۔ اسٹیٹ بینک کے غیر ملکی زرمبادلہ کے ذخائر میں بھی کمی آئی جو دسمبر 2022 کو صرف 5.6 بلین ڈالر تھے جبکہ رواں مالی سال کی شروعات میں اسٹیٹ بینک کے پاس 9.8 بلین امریکی ڈالر کے ذخائر تھے۔ یہ ذخائر صرف پانچ ہفتوں سے بھی کم کی درآمدات کی ادائیگی ہی کر سکتے تھے۔ کم ہوتے ہوئے غیر ملکی زرمبادلہ کے ساتھ ساتھ سیاسی غیر یقینی اور انٹرنیٹیک میں روپے کی قدر میں جون 2022 کے بعد 10.5% کمی بھی واقع ہوئی جو نصف سال کے اختتام پر 226.4 روپے تک گر گئی۔ قریبی مدت میں انٹرنیشنل بونڈز (یورپ بونڈز یا سلوک) کے اجراء کے امکانات زیادہ نہیں جس کی وجہ عالمی بونڈز کے ماہل میں بیش بہا اضافہ ہے؛ چنانچہ حکومت کو بیرون ملک مالیات کی ضروریات کے لئے عالمی ایجنسیوں اور دوست ممالک کی جانب دیکھنا پڑے گا۔ اگرچہ ایشین ڈولپمنٹ بینک اور ورلڈ بینک پاکستان میں سیلاب متاثرین کی بحالی کی سرگرمیوں کے لئے مالیات کی فراہمی کے بارے میں سوچ رہے ہیں تاہم اس کے لئے انہیں بھی آئی ایم ایف کے اشارے کی ضرورت ہوگی۔

کم ہوتی ہوئی طلب، درآمدات میں کمی اور رسد میں تعطل کے سبب ریونیوز کے ایف بی آر کے لئے دوران سال اپنے مقرر کردہ اہداف حاصل کرنا مشکل ثابت ہو سکتا ہے۔ سال 2023 کی پہلی ششماہی کے دوران ایف بی آر نے 3.4 ٹریلین روپے کا ریونیو اکٹھا کیا جو گزشتہ سال کی اسی مدت کے دوران 2.9 ٹریلین روپے رہے تھے جو سال بہ سال بنیاد پر 18% کی بڑھوتی ظاہر کرتی ہے لیکن اپنے ہدف تک پہنچنے میں اسے نام کی کام کا سامنا ہوا جو اس دوران ہونے والی افراط زر سے بھی کم ہے۔ آئی ایم ایف بھند ہے کہ ریونیو کے اہداف کے حصول کے لئے اضافی ٹیکس لگائے جائیں اور پیٹرولیم کی مصنوعات پر PDL پریکٹس میں اضافہ کیا جائے۔

بازار زر کا جائزہ

مالی سال 2023 کے پہلے نصف سال کے دوران پالیسی ریٹ میں بہت زیادہ اضافہ دیکھا گیا اور افراط زر کے دباؤ کو قابو اور تیزی سے کم ہوتی روپے کی قدر کو گرفت میں رکھنے کی خاطر بیرونی عدم توازن کا انتظام کرنے کی غرض سے اس مدت کے دوران مرکزی بینک نے پالیسی ریٹ میں مجموعی طور سے 225bps کا اضافہ کیا۔ پالیسی ریٹ میں بڑھوتی

کے سبب T-bill کے ماحصل میں 149bps سے 184bps کی رینج میں بھی اضافہ ہوا۔ مدت کے اختتام پر تین، چھ اور بارہ ماہ کی مدت کے T-bills بالترتیب 16.69%، 16.99% اور 17.00% پر بند ہوئے جبکہ PIB ماحصل کی شرح 15.64% (برائے 3 سال)، 14.61% (برائے 5 سال) اور 13.76% (برائے 10 سال) رہی۔ طویل مدتی PIB ماحصل میں 84bps سے 219bps کی رینج میں تیزی دیکھنے میں آئی۔

KIBOR ریٹوں میں بھی 161bps سے 184bps کی رینج میں بڑھوتی دیکھی گئی اور تین ماہ، چھ ماہ اور بارہ ماہ کے KIBOR ریٹوں میں 184bps، 169bps اور 161bps کا اضافہ ہوا جو بالترتیب 17.00%، 17.04% اور 17.34% فیصد تک پہنچے۔

لکویڈیٹی کے ضمن میں بازار زر میں استحکام دیکھنے میں آیا جو اسٹیٹ بینک کی جانب سے قلیل اور وسط مدتی اوپن مارکیٹ آپریشنز (OMO) کی مرہون منت تھا جس نے یقینی بنایا کہ اوور نائٹ ریٹس، پالیسی ریٹس سے قریب رہیں۔ زیر جائزہ نصف سال کے دوران حکومت نے 10.6 ٹریلیون روپے کی میچورٹی کے مقابلے میں 10.3 ٹریلیون روپے کے قرضے T-Bills کے ذریعے حاصل کئے۔ مزید یہ کہ حکومت نے 1.13 ٹریلیون روپے کی میچورٹی کے مقابلے میں طویل مدتی فکسڈ ریٹ کے PIBs کے ذریعے 942 بلین روپے قبول کئے۔

Description	30-Jun-22	30-Dec-22	Change
KIBOR 3 Months	15.16%	17.00%	184
KIBOR 6 Months	15.35%	17.04%	169
KIBOR 12 Months	15.73%	17.34%	161
T-Bill 1 Month	13.75%	15.24%	149
T-Bill 3 Months	14.98%	16.69%	171
T-Bill 6 Months	15.15%	16.99%	184
T-Bill 12 Months	15.30%	17.00%	170
PIB 3 Year	13.45%	15.64%	219
PIB 5 Year	12.93%	14.61%	168
PIB 10 Year	12.92%	13.76%	84
US\$ Inter Bank	204.85	226.43	21.58
US\$ Open Market	205.00	235.50	30.50

تابع شریعہ انٹرمینٹس کی مارکیٹ میں GoPIjarah خاص طور سے فکسڈ ریٹ Ijarah کی قیمتوں میں مندی کا رجحان ظاہر کیا جس کی وجہ بلند شرح سود تھی۔ ذیل میں دیئے گئے جدول میں Ijarah/Sukuk کی تفصیلات کا خلاصہ پیش کیا گیا ہے:

فلوٹنگ ریٹ اجارہ

Ijarah	Type	Coupon	Next Reset	Issue Size (bn)	Maturity	Reval			Change
						30-Jun	30-Dec	YTM	
XX	Floater	14.44%	30-Apr-23	76.39	30-Apr-25	96.96	96.55	17.29%	-0.41
XXI	Floater	15.63%	29-May-23	74.62	29-May-25	100.03	99.54	16.78%	-0.49
XXII	Floater	16.75%	24-Dec-22	47.24	24-Jun-25	99.68	99.54	16.99%	-0.14
XXIII	Floater	15.48%	29-Jan-23	186.91	29-Jul-25	99.5	99.9	16.69%	0.4
XXIV	Floater	16.42%	9-Jun-23	227.26	9-Dec-25	99.78	99.92	16.78%	0.14
XXV	Floater	15.85%	6-Apr-23	190.53	6-Oct-26	99.7	99.43	16.92%	-0.27
XXVI	Floater	15.59%	29-Apr-23	584.86	29-Oct-26	99.93	99.4	16.87%	-0.53
XXVII	Floater	15.69%	27-Apr-23	563.32	27-Apr-27	99.68	99.58	16.89%	-0.1
XXVIII	Floater	15.69%	26-Apr-23	243.85	26-Oct-27	-	99.53	16.88%	-
PES I	Floater	16.80%	1-Mar-23	200.00	1-Mar-29	106.8	106.8	16.06%	0
PES II	Floater	15.76%	21-May-23	199.97	21-May-30	100.7	100	16.87%	-0.7
Total				2,594.94					

Ijarah	Type	Coupon	Next Reset	Issue Size (bn)	Maturity	Reval			Change
						30-Jun	30-Dec	YTM	
XXIII	Fixed	8.37%	N/A	44.59	29-Jul-25	93.48	87.62	14.27%	-5.86
XXIV	Fixed	9.45%	N/A	8.25	20-Jan-26	93.78	92.92	12.30%	-0.86
XXV	Fixed	9.70%	N/A	12.73	6-Oct-26	94	90.7	12.88%	-3.3
XXVI	Fixed	11.40%	N/A	323.83	15-Dec-26	96	94.73	13.15%	-1.27
XXVII	Fixed	12.49%	N/A	60.89	27-Apr-27	99.31	98.18	13.04%	-1.13
XXVIII	Fixed	12.49%	N/A	0.25	16-Oct-27	0	100	12.48%	100
Total				450.54					
Total Ijarahs				3,045.48					

دوران سال مرکزی بینک نے GoP اجارہ/سکوک کی نیلامی جاری رکھی اور مارکیٹ سے ضرورت سے زیادہ نقدی حاصل کرنے کی غرض سے نئے اثاثوں کا اضافہ بھی کیا۔ زیر جائزہ مدت کے دوران مرکزی بینک نے اسلامی شرکاء سے 301 بلین روپے کے قرضے حاصل کئے۔

زری پالیسی کو مضبوط کرنے اور مارکیٹ کی لکویڈٹی کا بہتر انتظام کرنے کی غرض سے اسٹیٹ بینک نے تابع شریعی مینی بر مضاربہ اوپن مارکیٹ آپریشنز (OMO-Injections) اور اسلامی بینکاری انسٹیٹیوشنز کے لئے اسٹیٹنگ سیلنگ فنانشنگ فیسلٹی (MFF) متعارف کروائی ہے۔ طویل مدتی سکوک کے ذریعے رقم اکٹھی کرنے میں کارپوریٹ سیکٹر کو بدستور چیلنجوں کا سامنا رہا؛ تاہم سال کے دوران قلیل مدتی انسٹرومنٹس کے اجراء کا عمل دیکھنے میں آیا۔

بازار حصص کا جائزہ

سیاسی منظر کے بدستور غیر واضح ہونے اور اقتصادی استحکام کے بارے میں تشویش کے تناظر میں مالی سال 2023 کی پہلی ششماہی کے بیشتر حصے میں اسٹاک مارکیٹ میں زیادہ سرگرمی دیکھنے میں نہیں آئی جبکہ مارکیٹ کی قدروں میں کئی عشروں کی کمی واقع ہوئی۔ KMI-30 انڈیکس میں 0.7% کی کمی واقع ہوئی جو 68,278 پوائنٹس پر بند ہوا، جب کہ KSE-100 انڈیکس بھی 2.7% گر گیا جو 40,420 پوائنٹس پر بند ہوئی۔ مثبت رجحان یہ دیکھنے میں آیا کہ رواں مالی سال کے پہلے نصف حصے غیر ملکی سرمایہ کاروں کی جانب سے فروخت کا عمل دیکھنے میں نہیں آیا۔ تاہم ستمبر 2022 میں ختم ہونے والی سہ ماہی میں کارپوریٹ سیکٹر نے low-base effect کے باعث بہتر نتائج ظاہر کئے لیکن جون 2022 کی سہ ماہی کے نتائج بیشتر بلیو چپ کمپنیوں پر ایک بار قابل ادائیگی سپر ٹیکس کے سبب متاثر ہوئے۔ وسط اگست / وسط ستمبر میں KSE-100/KMI-30 انڈیکس نے نصف سال کی بلند ترین سطح کو چھوا اور بالترتیب 43,677/73,105 پوائنٹس پر بند ہوئیں لیکن شرح سود میں اضافہ، روپے کی قدر میں کمی اور سپر ٹیکس کے سبب کارپوریٹ سیکٹر کے منافع میں کمی نے فوائد التائے۔ اس مدت کے دوران FATF کی گرے لسٹ میں سے نکلنے کے سبب ہونے والی مثبت تبدیلیاں بھی اسی مدت کے دوران واقع ہوئیں۔ پہلی سہ ماہی کے دوران پاکستان کو سیلابی بارشوں کا سامنا ہوا جس نے ملکی معیشت کو بہت زیادہ نقصان پہنچایا۔ کاٹن، چاول اور خراب ہونے والی خوراک کے نقصانات خصوصاً سندھ میں فقید المثال تھے۔ سیلاب اور اس سے ہونے والے نقصانات کے باعث حکومت آئی ایم ایف پروگرام کے مقرر کردہ سہ ماہی اہداف میں رعایتیں حاصل کرنے کی کوشش کر رہی ہے کیوں کہ سیلاب متاثرین کی بحالی کے لئے فنڈز کی ضرورت پڑے گی۔

KMI-30 انڈیکس میں کاروبار کے حجم میں 9% کی بہتری آئی اور سال بہ سال بنیاد پر 55 بلین شیئرز کا کاروبار ہوا، جبکہ KSE-100 انڈیکس میں کاروبار کے حجم میں سال بہ سال بنیاد پر 24% کی کمی واقع ہوئی اور 98 بلین شیئرز کا کاروبار ہوا۔ نصف سال کی مدت کے دوران مارکیٹ کی خراب کارکردگی کی بڑی وجوہات معاشی دباؤ اور سیاسی شور شرابہ تھیں۔ پہلی ششماہی کے دوران پالیسی ریٹ میں 225bps کا اضافہ اس توقع کے ساتھ ہوا کہ اس چکر کے پورا ہونے سے پہلے ہی پالیسی ریٹ میں اور بڑھوتی ہوگی۔ مزید یہ کہ اسٹیٹ بینک کے پاس زرمبادلہ کے ذخائر میں بدستور کمی ہوتی رہی اور درآمدات میں معقولیت لائی گئی۔ یہ صورت حال kerb مارکیٹ میں روپے کی قدر میں کمی پر منتج ہوئی جس سے سرمایہ کاروں کا اعتماد مزید مجروح ہوا۔ ملک میں سیاسی شور بڑھتا رہا اور پی ٹی آئی جلد انتخابات کا مطالبہ کر رہی ہے جس نے پی ڈی ایم کی اتحادی حکومت کو دباؤ میں لے رکھا ہے۔ پاکستان بدستور پالیسی کے جمود کا شکار ہے البتہ نیا سال بہتری کی کچھ امید لائے گا کیونکہ اس سال عام انتخابات ہونے ہیں۔

امریکی فیڈرل ریزرو نے مارچ 2022 میں شروع کی گئی سخت پالیسی بدستور جاری رکھی ہوئی ہے اور مالی سال 2023 کی پہلی ششماہی کے دوران 275bps کا اضافہ کیا اور ہدف 4.25% سے 4.50% تک لے گیا ہے جو گزشتہ پندرہ سال میں بلند ترین ہے۔ دنیا بھر میں بڑھتی ہوئی مہنگائی نے دنیا کے بڑے ممالک کے تمام مرکزی بینکوں کو مربوط پالیسی ردعمل دینے پر مجبور کیا اور پالیسی ریٹس بھی تیزی سے بڑھائے گئے۔ یہ اقدامات ترقی پذیر ملکوں میں بھی دہرائے گئے۔ یو ایس ڈالر انڈیکس (DXY) کی جانب سے ماپی گئی امریکی ڈالر کی طلب پہلی سہ ماہی کے دوران بہت زیادہ بڑھی اور DXY میں 7% اضافہ ہوا جس نے دنیا بھر کے ملکوں کی کرنسیوں پر دباؤ پیدا کیا؛ تاہم دوسری سہ ماہی کے دوران DXY نے اپنے پہلے نصف حاصل کردہ فوائد التائے اور پہلی ششماہی کے اختتام پر زیادہ تر برابر پر ہی بند ہوا۔ پڑے پیمانے پر سرمایہ نکالنے کی اپنی محدود صلاحیت کے باعث ایمرجنگ مارکیٹوں کو متاثر کرے بالا ختیوں کا زیادہ بوجھ اٹھانا پڑا۔ یہ واقعہ پہلی ششماہی کے دوران MSCI ایمرجنگ مارکیٹس انڈیکس کی کارکردگی سے عیاں ہے جس نے مجموعی طور سے 4% کی کمی واقع ہوئی۔

انڈیکس میں بڑے حصہ دار:

اہم سیکٹروں میں ٹیکنالوجی، شوگر اور ٹرانسپورٹ کے سیکٹر کا کردگی میں سب سے بہتر رہے۔ مالی سال کے دوران KMI-30 انڈیکس میں بڑے حصہ دار یہ تھے:

Major Positive Contributors to the Index	Contribution to KMI-30 (Points)	Total Return (%)
Systems Limited	2,162	46.71
Engro Corporation Limited	714	10.95
Hub Power Company Limited	678	15.11
Pakistan Oilfields Limited	413	9.87

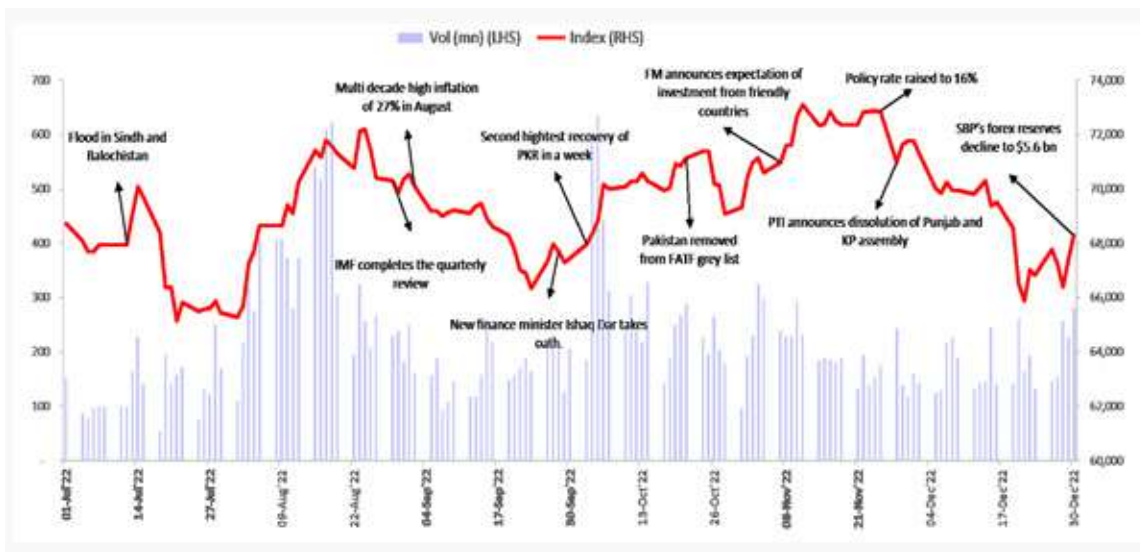
دوسری جانب ریٹائرمنٹ، فارماسیوٹیکل اور اسٹیل کے سیکٹر بدترین کارکردگی دکھانے والوں میں شامل تھے۔ اس مدت کے دوران KMI-30 انڈیکس میں بدترین کارکردگی دکھانے والوں میں شامل تھے:

Major Negative Contributors to the Index	Contribution to KMI-30 (Points)	Total Return (%)
Millat Tractors Limited	-1,151	-31.66
Engro Polymer & Chemicals Limited	-874	-42.23
Engro Fertilizers Limited	-444	-9.95
Searle Company Limited	-436	-32.50

حصص میں بہاؤ

اس مدت کے دوران غیر ملکیوں کی سرگرمی زیادہ تر ملی جلی رہی اور لگ بھگ 0.9 ملین امریکی ڈالر کا سرمایہ باہر نکالا گیا۔ غیر ملکیوں کی جانب سے زیادہ تر خریداری ٹیکنالوجی سیکٹر (49.9 ملین امریکی ڈالر) اور آئل اینڈ گیس ایکسپلوریشن سیکٹر (11.1 ملین امریکی ڈالر) میں کی گئی جب کہ کمرشل بینکاری (65.7 ملین امریکی ڈالر) اور فرٹیلائزر (7.9 ملین امریکی ڈالر) کے سیکٹروں میں سے سرمایہ واپس نکالا گیا۔ جہاں تک خریداری کا تعلق ہے DFI/پینک 50.0 ملین ڈالر کے اسٹاک کے خالص خریدار تھے، اور حالیہ رجحان کے عین مطابق انفرادی لوگ مارکیٹ میں بدستور خریداری کرتے رہے اور مارکیٹ میں 48.3 ڈالر لگائے۔ اس کے بعد کمپنیوں اور دیگر آرگنائزیشنز نے بالترتیب 22.7 ملین ڈالر اور 16.1 ڈالر کی خالص خریداری کی۔ انشورنس کمپنیوں نے 63.4 ملین ڈالر کے تمسکات کی خالص فروخت کی جب کہ میوچل فنڈز نے بھی 63.5 ملین ڈالر کے تمسکات کی خالص فروخت کی۔

درج ذیل گراف اس مدت کے دوران KMI-30 انڈیکس اور مہینہ دینے والے دیگر عوامل کی حرکات ظاہر کرتا ہے:



میوچل فنڈز انڈسٹری کا جائزہ

مالی سال 2023 کے پہلے چھ ماہ کے دوران میوچل فنڈز کی صنعت کے AUMs میں 25.9% کا اضافہ ہوا جو 1,580 بلین روپے تک پہنچے۔ تابع شریعہ AUMs میں 36.8% یعنی 661 بلین روپے کی بڑھوتی ہوئی جس سے میوچل فنڈز انڈسٹری میں تابع شریعہ فنڈز کا حصہ 41.8% ہو گیا۔ میوچل فنڈز انڈسٹری میں المیزان کا حصہ 16.9% رہا؛ جب کہ تابع شریعہ فنڈز میں 31 دسمبر 2022 تک اس کا حصہ 40.5% تھا۔ پنشن فنڈز کی کیٹیگری میں مارکیٹ میں میزان تحفظ پنشن فنڈز کا حصہ 34.4% رہا

جب کہ تابع شریعہ فنڈز میں دسمبر 2022 تک مارکیٹ میں اس کا حصہ %52.5 رہا تھا۔

کارکردگی کا جائزہ (فنڈز)

درج ذیل جدول مالی سال 2023 کی پہلی ششماہی کے دوران ہمارے زیر انتظام فنڈز کا خلاصہ پیش کرتا ہے:

Funds	Type	Net Assets Rs. In millions	Growth in Net Assets for 1HFY23 (%)	Returns for 1HFY23 (%)	Benchmark for 1HFY23 (%)
Fixed Income Funds					
Meezan Rozana Amdani Fund (MRAF)	Money Market	91,906	26.31	14.66	5.86
Meezan Cash Fund (MCF)	Money Market	22,101	63.90	13.79	5.86
Meezan Daily Income Fund (MDIP-1)	Income	74,448	142.91	14.67	5.37
Meezan Daily Income Fund - MMMP*	Income	4,792	-	12.33	6.09
Meezan Sovereign Fund (MSF)	Income	6,664	7.55	12.79	5.37
MFTF-Meezan Paidar Munafa Plan-II**	Open End Islamic CIS as per SECP's Circular No.3 of 2022	2,581	-	14.08	5.93
Meezan Islamic Income Fund (MIIF)	Income	17,250	-7.30	12.79	5.37
Balanced Fund					
Meezan Balanced Fund (MBF)	Balanced	2,428	-8.06	2.38	1.16
Fund of Funds					
Meezan Financial Planning Fund of Fund					
Aggressive		233	-19.69	0.01	0.19
Moderate		71	-28.95	2.01	1.11
Conservative		72	-48.65	4.20	2.00
MAAP-I		73	-12.20	0.53	-0.08
Meezan Strategic Allocation Fund					
MSAP-I		229	-40.24	0.68	0.00
MSAP-II		180	-44.13	0.37	-0.16
MSAP-III		185	-13.86	0.65	0.01
MSAP-IV		83	-20.87	0.34	-0.07
MSAP-V		35	-29.05	0.37	0.15
MSAP-MCPP-III		165	-15.96	5.13	1.89
Meezan Strategic Allocation Fund - II					
MSAP-II -MCPPIV		550	-11.68	4.23	1.62
MSAP-II -MCPPIV		59	-6.70	4.92	1.80
MSAP-II -MCPPIV		52	-19.67	7.32	2.91
MSAP-II -MCPPIV		34	-13.75	7.14	2.98
Meezan Strategic Allocation Fund - III					
MSAP-II -MCPPIV		165	-61.40	5.10	2.12
Equity Funds					
Meezan Islamic Fund (MIF)	Equity	20,780	-12.77	-1.90	-0.71
Al Meezan Mutual Fund (AMMF)	Equity	4,055	-8.90	-0.58	-0.71
KSE Meezan Index Fund (KMIF)	Equity	2,660	1.92	-1.95	-0.71
Meezan Dedicated Equity Fund (MDEF)	Equity	698	-7.28	-0.52	-0.71
Meezan Energy Fund (MEF)	Equity	538	22.80	1.24	-0.71
Exchange Traded					
Meezan Pakistan Exchange Traded Fund (MZNP-ETF)	Exchange Traded	79	-15.96	0.53	0.92
Asset Allocation Fund					
Meezan Asset Allocation Fund (MAAF)	Asset Allocation	698	-17.94	0.14	-0.22
Commodity Fund					
Meezan Gold Fund (MGF)	Commodity	753	24.74	11.29	10.67
Pension Fund Scheme					
Meezan Tahaffuz Pension Fund					
Equity sub Fund		3,945	-14.09	-0.14	
Debt sub Fund		5,016	0.07	12.18	
Money Market sub Fund		5,681	31.92	13.71	
Gold Sub Fund		201	20.81	10.27	
* Launched MMHP (Oct 29, 2022) & MPMP-II (Sep 11, 2022)					

میزان روزانہ آمدنی فنڈ

30 جون 2022 کو 72,760 ملین روپے کی بہ نسبت 31 دسمبر 2022 تک روایتی اور تابع شریعہ فنڈ میں میزان روزانہ آمدنی فنڈ (MRAF) کے خالص اثاثوں کی مالیت 91,906 ملین روپے رہی یعنی 26% اضافہ ریکارڈ کیا گیا۔ 31 دسمبر 2022 کو اثاثوں کی فی یونٹ خالص قدر (NAV) 50.0000 روپے تھی۔ اس مدت کے دوران اس فنڈ نے %14.7 کا سالانہ ریٹرن فراہم کیا جبکہ بینچ مارک سالانہ ریٹرن %5.9 رہا۔ مدت کے اختتام پر فنڈ کا %44 ٹرم ڈپازٹ ریسیٹس اینڈ پیپٹسٹس، %9 اسلامک کارپوریٹ سکوک، اور خالص اثاثہ جات کا %46 اسلامی بینکوں یا اسلامی بینکوں کی ونڈوز میں رکھا گیا۔

میزان کیش فنڈ

30 جون 2022 کو 13,485 ملین روپے کی بہ نسبت 31 دسمبر 2022 تک میزان کیش فنڈ (MCF) کے خالص اثاثوں کی مالیت 22,109 ملین روپے رہی یعنی %64

اضافہ ریکارڈ کیا گیا۔ 31 دسمبر 2022 کو اثاثوں کی فی یونٹ خالص قدر (NAV) 54.1331 روپے تھی جو 30 جون 2022 کو 50.6141 روپے تھی یعنی 5.9% کے سالانہ پیچ مارک ریٹرن کی بہ نسبت 13.8% کا سالانہ ریٹرن حاصل ہوا۔ مدت کے اختتام پر فنڈ کا 10% اور 18% اسلامک کارپوریٹ سکوک اور بینکوں میں، خالص اثاثوں کا 71% اسلامی بینکوں یا اسلامی بینکوں کی ونڈوز میں رکھا گیا۔

میزان ڈیلی انکم فنڈ

میزان ڈیلی انکم فنڈ - I - MDIP

31 دسمبر 2022 کو اس پلان کے خالص اثاثہ جات کی مالیت 74,448 ملین روپے تھی جو 30 جون 2022 کو 30,649 ملین روپے رہی تھی یعنی 143% اضافہ ریکارڈ کیا گیا۔ 31 دسمبر 2022 کو اس فنڈ کے اثاثوں کی فی یونٹ خالص قدر (NAV) 50.0000 روپے تھی۔ مدت کے دوران اس پلان نے 5.4% کے پیچ مارک سالانہ ریٹرن کی بہ نسبت 14.7% سالانہ ریٹرن فراہم کرتا ہے۔ مدت کے اختتام پر اس پلان کا 44% ٹرم ڈپازٹ رسیدوں اور پلیسمنٹس، 12% اسلامی کارپوریٹ سکوک، اور خالص اثاثوں کا 43% اسلامی بینکوں یا اسلامی بینکوں کی ونڈوز میں رکھا گیا۔

میزان ڈیلی انکم فنڈ - MMMP

میزان ڈیلی انکم فنڈ کا اجراء 29 اکتوبر 2022 کو کیا گیا تھا۔ 31 دسمبر 2022 کو اس پلان کے خالص اثاثہ جات کی مالیت 4,792 ملین روپے تھی۔ 31 دسمبر 2022 کو اس فنڈ کے اثاثوں کی فی یونٹ خالص قدر (NAV) 50.0000 روپے تھی۔ مدت کے دوران اس پلان نے 6.1% کے پیچ مارک سالانہ ریٹرن کی بہ نسبت 12.3% سالانہ ریٹرن فراہم کیا۔ مدت کے اختتام پر اس پلان کا 100% اسلامی بینکوں یا اسلامی بینکوں کی ونڈوز میں رکھا گیا۔

میزان سوورین فنڈ

میزان سوورین فنڈ (MSF) کے خالص اثاثہ جات کی مالیت 31 دسمبر 2022 کو 6,667 ملین روپے تھی جو 30 جون 2022 کو 6,196 ملین روپے رہی تھی یعنی ان کی مالیت میں 8% کا اضافہ واقع ہوا۔ 31 دسمبر 2022 کو اثاثوں کی فی یونٹ خالص قدر (NAV) 55.0003 روپے تھی جو 30 جون 2022 کو 51.6654 روپے رہی تھی جو 5.4% کے سالانہ پیچ مارک کی بہ نسبت 12.8% سالانہ ریٹرن رہی۔ مدت کے اختتام پر اس فنڈ کا 75% حکومت پاکستان کے اجارہ/سرکاری ضمانت والے سکوک میں لگایا گیا جب کہ خالص اثاثوں کا 24% اسلامک بینکوں یا اسلامی بینکوں کی ونڈوز میں رکھا گیا۔

میزان فکسڈ ٹرم فنڈ

میزان پائیدار منافع پلان - I

میزان پائیدار منافع پلان - I کے خالص اثاثہ جات کی مالیت 26 دسمبر 2022 کو 1,003 ملین روپے تھی جو 30 جون 2022 کو 1,936 ملین روپے رہی تھی یعنی ان کی مالیت میں 48% کمی ریکارڈ ہوئی۔ 26 دسمبر 2022 کو اثاثوں کی فی یونٹ خالص قدر (NAV) 51.8822 روپے تھی۔ مدت کے دوران اس پلان نے 14.6% سالانہ ریٹرن فراہم کیا۔ یہ پلان 26 دسمبر 2022 کو مچھور ہوا تھا۔

میزان پائیدار منافع پلان - II

میزان پائیدار منافع پلان - II کا اجراء 12 ستمبر 2022 کو کیا گیا تھا۔ اس پلان کے خالص اثاثہ جات کی مالیت 31 دسمبر 2022 کو 2,581 ملین روپے تھی۔ 31 دسمبر 2022 کو اثاثوں کی فی یونٹ خالص قدر (NAV) 52.1407 روپے تھی۔ مدت کے دوران اس پلان نے 5.9% کے سالانہ پیچ مارک ریٹرن کی بہ نسبت 14.1% سالانہ ریٹرن فراہم کیا۔ مدت کے اختتام پر اس پلان کا 72% ٹرم ڈپازٹ رسیدوں اور خالص اثاثہ جات کا 28% اسلامی بینکوں یا اسلامی بینکوں کی ونڈوز میں رکھا گیا۔

میزان اسلامک انکم فنڈ

میزان اسلامک انکم فنڈ (MIIF) کے خالص اثاثہ جات 31 دسمبر 2022 کو 17,257 ملین روپے مالیت کے تھے جب کہ 30 جون 2022 کو ان کی مالیت 18,609 ملین روپے رہی تھی لہذا ان کی مالیت میں 7% کمی واقع ہوئی۔ 31 دسمبر 2022 کو اس فنڈ کے اثاثوں کی فی یونٹ خالص قدر (NAV) 54.8568 روپے تھی جب کہ 30 جون 2022 کو اثاثوں کی فی یونٹ خالص قدر 51.5323 روپے رہی تھی جو 5.4% کے سالانہ پیچ مارک کی بہ نسبت 12.8% سالانہ ریٹرن رہی۔ مدت کے اختتام پر اس فنڈ کا 17% اسلامک کارپوریٹ سکوک، 54% حکومت پاکستان کے اجارہ/سرکاری ضمانت والے سکوک، 28% اسلامک بینکوں یا اسلامی بینکوں کی ونڈوز میں رکھا گیا۔

میزان بیلنسڈ فنڈ

میزان بیلنسڈ فنڈ (MBF) کے خالص اثاثہ جات کی مالیت 31 دسمبر 2022 کو 2,428 ملین روپے تھی جو 30 جون 2022 کو 2,641 ملین روپے کے تھے جن میں 8% کمی ریکارڈ کی گئی۔ 30 جون 2022 کو 15.6153 روپے کی بہ نسبت اثاثوں کی فی یونٹ خالص قدر (NAV)، 31 دسمبر 2022 کو 15.9885 روپے تھے اس طرح 1.2% پیچ مارک ریٹرن کی بہ نسبت 2.4% کار ریٹرن حاصل ہوا۔

میزان فنانشل پلاننگ فنڈ آف فنڈز

ایگریسیو ایلوکیشن پلان

31 دسمبر 2022 کو اس پلان کے خالص اثاثوں کی مالیت 233 ملین روپے تھی جو 30 جون 2022 کو 290 ملین روپے رہی تھی۔ اس پلان نے 0.2% بینچ مارک ریٹرن کی بہ نسبت اس مدت کے دوران 0.01% ریٹرن فراہم کیا۔

موڈریٹ ایلوکیشن پلان

31 دسمبر 2022 کو اس پلان کے خالص اثاثوں کی مالیت 71 ملین روپے تھی جو 30 جون 2022 کو 100 ملین روپے رہی تھی۔ اس پلان نے 1.1% بینچ مارک ریٹرن کی بہ نسبت، اس مدت کے دوران 2.0% ریٹرن فراہم کیا۔

کنزرویٹیو ایلوکیشن پلان

31 دسمبر 2022 کو اس پلان کے خالص اثاثوں کی مالیت 72 ملین روپے تھی جو 30 جون 2022 کو 141 ملین روپے رہی تھی۔ اس پلان نے 2.0% بینچ مارک ریٹرن کی بہ نسبت اس مدت کے دوران 4.2% ریٹرن فراہم کیا۔

میزان ایسیٹ ایلوکیشن پلان - I

31 دسمبر 2022 کو اس پلان کے خالص اثاثوں کی مالیت 73 ملین روپے تھی جو 30 جون 2022 کو 84 ملین روپے رہی تھی۔ اس پلان نے 0.1% بینچ مارک ریٹرن کی بہ نسبت اس مدت کے دوران 0.5% ریٹرن فراہم کیا۔

میزان اسٹریٹجک ایلوکیشن فنڈ

میزان اسٹریٹجک ایلوکیشن پلان - I

اس پلان کے خالص اثاثوں کی مالیت 31 دسمبر 2022 کو 229 ملین روپے تھی جو 30 جون 2022 کو 383 ملین روپے رہی تھی۔ اس پلان نے 0.0% بینچ مارک ریٹرن کی بہ نسبت اس مدت کے دوران 0.7% منفی ریٹرن فراہم کیا۔

میزان اسٹریٹجک ایلوکیشن پلان - II

اس پلان کے خالص اثاثوں کی مالیت 31 دسمبر 2022 کو 180 ملین روپے تھی جو 30 جون 2022 کو 322 ملین روپے رہی تھی۔ اس پلان نے 0.2% بینچ مارک ریٹرن کی بہ نسبت اس مدت کے دوران 0.4% ریٹرن فراہم کیا۔

میزان اسٹریٹجک ایلوکیشن پلان - III

31 دسمبر 2022 کو اس پلان کے خالص اثاثوں کی مالیت 185 ملین روپے تھی جو 30 جون 2022 کو 214 ملین روپے رہی تھی۔ اس پلان نے 0.01% بینچ مارک ریٹرن کی بہ نسبت اس مدت کے دوران 0.7% ریٹرن فراہم کیا۔

میزان اسٹریٹجک ایلوکیشن پلان - IV

اس پلان کے خالص اثاثوں کی مالیت 31 دسمبر 2022 کو 83 ملین روپے تھی جو 30 جون 2022 کو 105 ملین روپے رہی تھی۔ اس پلان نے 0.1% بینچ مارک ریٹرن کی بہ نسبت اس مدت کے دوران 0.3% ریٹرن فراہم کیا۔

میزان اسٹریٹجک ایلوکیشن پلان - V

اس پلان کے خالص اثاثوں کی مالیت 31 دسمبر 2022 کو 35 ملین روپے تھی جو 30 جون 2022 کو 49 ملین روپے رہی تھی۔ اس پلان نے 0.2% بینچ مارک ریٹرن کی بہ نسبت اس مدت کے دوران 0.4% ریٹرن فراہم کیا۔

میزان کیپٹل پرریزرویشن پلان - III

31 دسمبر 2022 کو اس پلان کے خالص اثاثوں کی مالیت 165 ملین روپے تھی جو 30 جون 2022 کو 196 ملین روپے رہی تھی۔ اس پلان نے 1.9% کے بینچ مارک ریٹرن کی بہ نسبت اس مدت کے دوران 5.1% ریٹرن فراہم کیا۔

میزان کیپٹل پر ریزرویشن پلان - IV

اس پلان کے خالص اثاثوں کی مالیت 31 دسمبر 2022 کو 550 ملین روپے تھی جو 30 جون 2022 کو 623 ملین روپے رہی تھی۔ اس پلان نے 1.6% بیچ مارک ریٹرن کی بہ نسبت اس مدت کے دوران 4.2% ریٹرن فراہم کیا۔

میزان کیپٹل پر ریزرویشن پلان - V

31 دسمبر 2022 کو اس پلان کے خالص اثاثوں کی مالیت 59 ملین روپے تھی جو 30 جون 2022 کو 63 ملین روپے رہی تھی۔ اس پلان نے 1.8% بیچ مارک ریٹرن کی بہ نسبت اس مدت کے دوران 4.9% ریٹرن فراہم کیا۔

میزان کیپٹل پر ریزرویشن پلان - VI

اس پلان کے خالص اثاثوں کی مالیت 31 دسمبر 2022 کو 52 ملین روپے تھی جو 30 جون 2022 کو 65 ملین روپے رہی تھی۔ اس پلان نے 2.9% بیچ مارک ریٹرن کی بہ نسبت اس مدت کے دوران 7.3% ریٹرن فراہم کیا۔

میزان کیپٹل پر ریزرویشن پلان - VII

اس پلان کے خالص اثاثوں کی مالیت 31 دسمبر 2022 کو 34 ملین روپے تھی جو 30 جون 2022 کو 40 ملین روپے رہی تھی۔ اس پلان نے 3.0% بیچ مارک ریٹرن کی بہ نسبت اس مدت کے دوران 7.1% ریٹرن فراہم کیا۔

میزان اسٹریٹجک ایلوکیشن فنڈ - III

میزان کیپٹل پر ریزرویشن پلان - IX

31 دسمبر 2022 کو اس پلان کے خالص اثاثوں کی مالیت 320 ملین روپے تھی جو 30 جون 2022 کو 427 ملین روپے رہی تھی۔ اس پلان نے 2.1% بیچ مارک ریٹرن کی بہ نسبت اس مدت کے دوران 5.1% ریٹرن فراہم کیا۔

میزان اسلامک فنڈ

میزان اسلامک انکم فنڈ (MIF) کے خالص اثاثہ جات 31 دسمبر 2022 کو 20,778 ملین روپے مالیت کے تھے جب کہ 30 جون 2022 کو ان کی مالیت 23,822 ملین روپے رہی تھی لہذا ان کی مالیت میں 13% کمی واقع ہوئی۔ 31 دسمبر 2022 کو اس فنڈ کے اثاثوں کی فی یونٹ خالص قدر (NAV) 55.1599 روپے تھی جب کہ 30 جون 2022 کو اثاثوں کی فی یونٹ خالص قدر 56.2315 روپے رہی تھی جو 0.7% کے KSE Meezan Index (KMI-30) کے بیچ مارک منفی ریٹرن کی بہ نسبت 1.9% منفی ریٹرن پر منتج ہوئی۔

المیزان میوچل فنڈ

المیزان میوچل فنڈ (AMMF) کے خالص اثاثہ جات 31 دسمبر 2022 کو 4,054 ملین روپے مالیت کے تھے جب کہ 30 جون 2022 کو ان کی مالیت 4,451 ملین روپے رہی تھی لہذا ان کی مالیت میں 9% کمی واقع ہوئی۔ 31 دسمبر 2022 کو اس فنڈ کے اثاثوں کی فی یونٹ خالص قدر (NAV) 15.6294 روپے تھی جب کہ 30 جون 2022 کو اثاثوں کی فی یونٹ خالص قدر 15.7208 روپے رہی تھی جو 0.7% کے KSE Meezan Index (KMI-30) کے بیچ مارک منفی ریٹرن کی بہ نسبت 0.6% منفی ریٹرن پر منتج ہوئی۔

کے ایس ای میزان انڈیکس فنڈ

31 دسمبر 2022 کو KSE میزان انڈیکس فنڈ (KMIF) کے خالص اثاثہ جات کی مالیت 2,660 ملین روپے تھی جب کہ 30 جون 2022 کو یہ مالیت 2,610 ملین روپے رہی تھی یعنی خالص اثاثوں کی مالیت میں 2% اضافہ ہوا۔ 31 دسمبر 2022 کو اثاثوں کی فی یونٹ خالص قدر (NAV) 63.8081 روپے تھے جب کہ 30 جون 2022 کو کے ایس ای میزان انڈیکس فنڈ کے اثاثوں کی فی یونٹ خالص قدر 65.0795 روپے رہی تھی یعنی اس مدت کے دوران KSE میزان انڈیکس (KMI-30) کی بہ نسبت، جس میں 0.7% کی بیچ مارک کمی ہوئی تھی، 2.0% کا منفی ریٹرن حاصل ہوا۔

میزان ڈیڈ ویلٹیڈ ایکویٹی فنڈ

31 دسمبر 2022 کو میزان ڈیڈ ویلٹیڈ ایکویٹی فنڈ (MDEF) کے خالص اثاثہ جات کی مالیت 698 ملین روپے تھی جب کہ 30 جون 2022 کو یہ مالیت 753 ملین روپے رہی تھی یعنی خالص اثاثوں کی مالیت میں 7% کمی واقع ہوئی۔ 31 دسمبر 2022 کو اثاثوں کی فی یونٹ خالص قدر (NAV) 40.0022 روپے تھے جب کہ 30 جون 2022 کو میزان ڈیڈ ویلٹیڈ ایکویٹی فنڈ کے اثاثوں کی فی یونٹ خالص قدر 40.2161 روپے رہی تھی یعنی اس مدت کے دوران KSE میزان انڈیکس (KMI-30) کی بہ

نسبت، جس میں 0.7% کی بیچ مارک کمی ہوئی تھی، 0.5% کا منفی ریٹرن حاصل ہوا۔

میزان انرجی فنڈ

میزان انرجی فنڈ (MEF) کے خالص اثاثوں کی مالیت 31 دسمبر 2022 کو 538 ملین روپے تھی جو جون 2022 میں 438 ملین روپے رہی تھی یعنی میزان انرجی فنڈ کے خالص اثاثہ جات کی مالیت میں 23% بڑھوتی واقع ہوئی۔ 31 دسمبر 2022 کو اثاثوں کی فی یونٹ خالص قدر (NAV) 31.9112 روپے تھے جب کہ 30 جون 2022 کو میزان انرجی فنڈ کے اثاثوں کی فی یونٹ خالص قدر 31.5217 روپے رہی تھی یعنی اس مدت کے دوران KSE میزان انڈیکس (KMI-30) کی بہ نسبت، جس میں 0.7% کی بیچ مارک کمی ہوئی تھی، 1.2% کا ریٹرن حاصل ہوا۔

میزان پاکستان ایکسیج ٹریڈ فنڈ

31 دسمبر 2022 کو میزان پاکستان ایکسیج ٹریڈ فنڈ (MPETF) کے خالص اثاثوں کی مالیت 79 ملین روپے تھی جب کہ جون 2022 میں یہ مالیت 94 ملین روپے ریکارڈ کی گئی تھی۔ اس طرح اثاثوں کی مالیت میں 16% کمی واقع ہوئی۔ 31 دسمبر 2022 کو اثاثوں کی فی یونٹ خالص قدر (NAV) 7.9608 روپے تھی جب کہ 30 جون 2022 کو اثاثوں کی فی یونٹ خالص قدر 7.9189 روپے رہی تھی یعنی اس مدت کے دوران MZNPI کے بیچ مارک ریٹرن، جس میں 0.9% کا اضافہ واقع ہوا تھا، کی بہ نسبت 0.5% ریٹرن حاصل ہوا۔

میزان ایسیٹ ایلویشن فنڈ

31 دسمبر 2022 کو میزان ایسیٹ ایلویشن فنڈ (MAAF) کے خالص اثاثوں کی مالیت 698 ملین روپے تھی جب کہ 30 جون 2022 کو یہ مالیت 850 ملین روپے ریکارڈ کی گئی تھی۔ اس طرح اثاثوں کی مالیت میں 18% کمی واقع ہوئی۔ 31 دسمبر 2022 کو اس فنڈ کے اثاثوں کی فی یونٹ خالص قدر (NAV) 40.0648 روپے تھی جب کہ 30 جون 2022 کو اثاثوں کی فی یونٹ خالص قدر 40.0109 روپے رہی تھی یعنی اس مدت کے دوران بیچ مارک ریٹرن، جس میں 0.2% کمی واقع ہوئی تھی، کی بہ نسبت 0.1% کا منفی ریٹرن حاصل ہوا۔

میزان گولڈ فنڈ (MGF)

31 دسمبر 2022 کو اس فنڈ کے خالص اثاثہ جات 753 ملین روپے کے تھے جو 30 جون 2022 کو 604 ملین روپے کے تھے اس طرح ان کی مالیت میں 25% کا اضافہ ہوا۔ 31 دسمبر 2022 کو اس فنڈ کے اثاثوں کی فی یونٹ خالص قدر (NAV) 115.6424 روپے تھی جو 30 جون 2022 کو 103.9100 روپے رہی تھی۔ اس پلان نے اس مدت کے دوران 10.7% کے بیچ مارک ریٹرن کے برعکس 11.3% کا ریٹرن ظاہر کیا۔

میزان تحفظ پنشن فنڈ (MTPF)

MTPF چارڈیلی فنڈز یعنی ایکویٹی سب فنڈ، ڈیبٹ سب فنڈ، منی مارکیٹ سب فنڈ اور گولڈ سب فنڈ نامی چارڈیلی فنڈز پر مشتمل ہے۔ 31 دسمبر 2022 کو اختتام پذیر ہونے والی مدت میں ایکویٹی سب فنڈ نے 0.1% کا منفی ریٹرن فراہم کیا اور گولڈ سب فنڈ نے 10.27% کا ریٹرن۔ جب کہ ڈیبٹ اور منی مارکیٹ سب فنڈز نے بالترتیب 12.2% اور 13.7% کا سالانہ ریٹرن دیا۔ ان میں سے ہر فنڈ کی انفرادی کارکردگی کا جائزہ ذیل میں لیا گیا ہے:

ڈیبٹ سب فنڈ

اس ڈیلی فنڈ کے خالص اثاثہ جات کی مالیت 31 دسمبر 2022 کو 5,018 ملین روپے تھی جو 30 جون 2022 کو 5,012 ملین روپے تھی۔ اس طرح زیر جائزہ مدت کے دوران ایکویٹی سب فنڈ کی مالیت میں 0.1% کا اضافہ ہوا۔ 31 دسمبر 2022 کو اس پلان کے خالص اثاثوں کی فی یونٹ قدر (NAV) 323.3991 روپے تھی جو 30 جون 2022 کو 304.6714 روپے تھی۔

منی مارکیٹ سب فنڈ

اس ڈیلی فنڈ کے خالص اثاثہ جات کی مالیت 31 دسمبر 2022 کو 5,683 ملین روپے تھی جو 30 جون 2022 کو 4,307 ملین روپے تھی یعنی زیر جائزہ مدت کے دوران منی مارکیٹ سب فنڈ کی مالیت میں 32% اضافہ ہوا۔ 31 دسمبر 2022 کو اس پلان کے خالص اثاثوں کی فی یونٹ قدر (NAV) 313.3178 روپے تھی جو 30 جون 2022 کو 293.0581 روپے تھی۔

ایکویٹی سب فنڈ

اس ڈیلی فنڈ کے خالص اثاثہ جات کی مالیت 31 دسمبر 2022 کو 3,941 ملین روپے تھی جو 30 جون 2022 کو 4,593 ملین روپے تھی۔ اس طرح زیر جائزہ مدت کے دوران ایکویٹی سب فنڈ کی مالیت میں 14% کمی آئی۔ 31 دسمبر 2022 کو اس پلان کے خالص اثاثوں کی فی یونٹ قدر (NAV) 484.3106 روپے تھی جو 30 جون 2022 کو 485.5458 روپے تھی۔

گولڈ سب فنڈ

اس ذیلی فنڈ کے خالص اثاثہ جات کی مالیت 31 دسمبر 2022 کو 201 ملین روپے تھی جو 30 جون 2022 کو 167 ملین روپے تھی یعنی %21 اضافہ ہوا۔ 31 دسمبر 2022 کو اس پلان کے خالص اثاثوں کی فی یونٹ قدر (NAV) 217.1476 تھی جو 30 جون 2022 کو 196.9220 روپے تھی۔

توقعات

بیرونی کھاتے کی صبر آزمائے صورت حال اور پاکستان میں آنے والے سیلاب اور درآمدات پر پابندیوں کے سبب جی ڈی پی کی شرح میں آنے کے باعث معیشت کو بامخالف کا سامنا ہے۔ روپے کی قدر میں کمی اور توانائی کی قیمتوں میں اضافے کے تناظر میں تخمینہ لگایا گیا ہے کہ مالی سال 2023 کے دوسرے نصف سال میں افراط زر یا مہنگائی کی سطح بلند رہے گی اور بعد ازاں سخت پالیسیوں، اجناس کی عالمی قیمتیں ممکنہ طور پر معمول پر آنے، اور مفید بیس ایفیکٹ کے نتیجے میں مالی سال 2024 میں اس میں تیزی سے کمی آئے گی۔ مستقبل قریب میں پالیسی ریٹ میں مزید سختی لائے جانے کے قوی امکانات ہیں لیکن مہنگائی میں کمی آنے اور بیرونی معاملات میں ممکنہ استحکام آنے کے باعث مالی سال 2024 میں زری پالیسی میں نرمی لائے جانے کا بھی امکان ہے۔ مالی سال 2023 کے دوران امکان ہے کہ کرنٹ اکاؤنٹ کی صورت حال قابو میں رہے گی لیکن مالیاتی کھاتے کی صورت حال اب خطرے کی حد کو چھونے لگی ہے کیوں کہ بیرونی قرضوں کی ادائیگیاں بڑھ رہی ہیں اور نئے قرضے ملنا دشوار ہو رہا ہے۔ قرضوں کی سالانہ ادائیگیوں کو ری شیڈیول کرنے اور حالیہ طور سے 25 بلین ڈالر کے برعکس 10 سے 15 بلین ڈالر کی قابل عمل ادائیگیوں کی میچورٹی کی مدت بڑھانے کی اشد ضرورت ہے۔ بیرون ملک سے ترسیلات زر میں کمی اور کم زور عالمی منظر نامہ، جس میں جاری کھاتے کے توازن میں آنے والی بہتری کے غیر موثر ہو جانے کا خطرہ ہے، میں برآمدات میں مسلسل کمی کے سبب دباؤ بڑھ رہا ہے۔ فلسفہ آمدنی کے ضمن میں سکوک کا اجراء جاری رہنے کا امکان ہے کیوں کہ حکومت مجموعی اندرونی قرضوں میں اسلامی قرضوں کا حصہ بڑھانے کا تہیہ کئے ہوئے ہے۔ پالیسی ریٹ میں کسی بھی تبدیلی کے اثرات جذب کرنے کے لئے فلسفہ انکم فنڈ پوری طرح تیار ہے۔ تاہم مالیات کی لاگت زیادہ ہو جانے کے تناظر میں کارپوریٹ سیکٹر کی جانب سے قرضے لینے میں کمی آسکتی ہے جو TFC/سکوک کے اجراء میں کمی کا سبب بن کر بازار زر میں معمول سے زیادہ بھنائے جانے کے عمل میں مزید شدت پیدا کرے گا۔

مجموعی طور سے مالی سال 2023 ملک کے لئے ایک اور صبر آزمائے سال ثابت ہونے کے امکانات ہیں البتہ سیاسی استحکام آنے کی صورت میں مارکیٹ میں بہتری آسکتی ہے۔ کارپوریٹ منافع کی بڑھوتی تا حال دہرے اعداد میں ہے، قدرکاری بدستور پرکشش ہے اور اسٹاک مارکیٹ میں P/E ٹریڈنگ 8.0x کی طویل مدتی اوسط PE کے مقابلے میں 3.5x کے قریب ہے اور منافع منقسمہ %10 کی مضبوط سطح پر ہے۔ ہم آئی ایم ایف پروگرام کی تجدید اور اس کے شروع ہونے کی توقع رکھتے ہیں کیوں کہ اہم ترین محرکات موجود ہیں؛ جو پاکستان کو انتہائی ضروری مالیاتی نظم و ضبط کو یقینی بنانے میں مدد دے گا۔ اگرچہ قلیل مدتی ایکویٹی مارکیٹ کی کارکردگی زرمبادلہ کے ذخائر میں پیش بہا اضافہ ہونے یعنی کم از کم دو ماہ کے درآمدی بل کے مساوی تک اپنی رینج تک محدود رہنے اور سخت اقتصادی اقدامات کے اٹھائے جانے، عالمی کساد بازاری کے خدشات کی موجودگی میں اجناس کی قیمتوں میں ممکنہ کمی، شرح سود کے طویل مدتی اوسط تک واپس جانے اور سیاسی شور شرابے میں کمی آنے تک وسط مدتی کارکردگی کے حوصلہ افزاء ہونے کا امکان ہے۔

اظہار تشکر

ہم اس موقع پر پاکستان کی سب سے بڑی ایسیٹ مینجمنٹ کمپنی المیزان انوسٹمنٹس پر بھروسہ قائم رکھنے پر اپنے قابل قدر سرمایہ کاروں کا تہہ دل سے شکریہ ادا کرتے ہیں۔ ان کے علاوہ ہم ضابطہ کاروں، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور ہمارے ٹرسٹی، دی سینٹرل ڈپازٹری کمپنی آف پاکستان کی مدد کے بھی انتہائی مشکور ہیں۔ ہم میزان بینک کے شریعہ سپروائزر بورڈ کے اراکین کے بھی تہہ دل سے مشکور ہیں کہ انہوں نے فنڈز کے انتظام کے شرعی اصول واضح کرتے ہوئے ہمیں مسلسل اعانت فراہم کی ہے۔

برائے و بجا نام بورڈ

محمد شعیب، سی ایف اے

چیف ایگزیکٹو آفیسر

بتاریخ 13 فروری 2023

ڈائریکٹر



Al Meezan
Investment Management Ltd.

NANGA PARBAT

Any peak can be conquered if you
just keep climbing.

Height 8,126 meters,
belongs to the range Himalaya



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.



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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Allied Bank Limited
Al Baraka Islamic Bank B.S.C (E.C)
Askari Bank Limited - Islamic Banking
Bank Al Habib Limited - Islamic Banking
Bank Alfalah Limited
Bank Islami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited - Islamic Banking
Habib Bank Limited -Islamic Banking

Habib Metropolitan Bank Limited - Islamic Banking
MCB Bank Limited
MCB Islamic Bank Limited
Meezan Bank Limited
National Bank of Pakistan - Islamic Banking
Samba Bank Limited
Sindh Bank Limited
UBL Ameen - Islamic Banking

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.

Tel : (92-21) 111-111-500

Fax: (92-21) 34326021 - 23

URL: www.cdcpakistan.com

Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN ISLAMIC FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Islamic Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 23, 2023

INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Meezan Islamic Fund

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Meezan Islamic Fund** (the Fund) as at **31 December 2022**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

Scope of Review

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

Conclusion

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



-: 2 :-

Other matter

The condensed interim financial statements for the half year ended 31 December 2021 and the annual financial statements for the year ended 30 June 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2022 and audit report dated 21 September 2022 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 27 February 2023

Place: Karachi

UDIN Number: RR202210076WfI8AkDcd



MEEZAN ISLAMIC FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022

		December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	Note	(Rupees in '000)	
Assets			
Balances with banks	5	690,182	1,208,150
Investments	6	20,452,709	23,278,367
Receivable against sale of investments		62,228	33,457
Receivable against conversion of units		24,357	57,085
Dividend receivable		9,234	7,762
Deposits, prepayments and other receivables		11,791	14,009
Total assets		21,250,501	24,598,830
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	75,256	31,021
Payable to Central Depository Company of Pakistan Limited - Trustee		2,136	2,326
Payable to Meezan Bank Limited		60	214
Payable to the Securities and Exchange Commission of Pakistan		2,322	6,039
Payable against redemption and conversion of units		78,050	416,758
Payable against purchase of investments		4,051	186
Accrued expenses and other liabilities	8	310,445	320,762
Total liabilities		472,320	777,306
Net assets		20,778,181	23,821,524
Contingencies and commitments	9		
Unit holders' funds (as per statement attached)		20,778,181	23,821,524
		(Number of units)	
Number of units in issue		376,689,882	423,632,865
		(Rupees)	
Net asset value per unit		55.1599	56.2315

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 INCOME STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	Note	Six months period ended December 31,		Quarter ended December 31,	
		2022	2021	2022	2021
		(Rupees in '000)		(Rupees in '000)	
Income					
Net realised loss on sale of investments		(368,370)	(332,045)	(247,484)	(403,233)
Dividend income		978,775	1,056,059	635,140	604,486
Profit on saving accounts with banks		44,904	59,169	18,057	26,692
		655,309	783,183	405,713	227,945
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1	(553,520)	(1,630,410)	(413,570)	(11,245)
Total income / (loss)		101,789	(847,227)	(7,857)	216,700
Expenses					
Remuneration of Al Meezan Investment Management Limited - Management Company	7.1	232,203	332,205	113,236	158,794
Sindh Sales Tax on management fee		30,186	43,187	14,720	20,644
Allocated expenses	7.2	12,771	18,271	6,228	8,733
Selling and marketing expense	7.3	116,101	166,103	56,617	79,398
Remuneration of Central Depository Company of Pakistan Limited - Trustee		12,114	17,114	5,914	8,191
Sindh Sales Tax on remuneration of the Trustee		1,575	2,225	769	1,065
Annual fee to the Securities and Exchange Commission of Pakistan		2,322	3,322	1,132	1,588
Auditors' remuneration		499	527	287	261
Charity expense		34,474	26,393	26,084	13,038
Fees and subscription		1,314	1,871	658	935
Legal and professional charges		170	698	170	514
Brokerage expense		11,564	20,312	5,110	7,704
Bank and settlement charges		1,038	1,690	494	613
Printing expense		23	-	-	-
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)		-	(525,426)	-	-
Total expenses		456,354	108,492	231,419	301,478
Net loss for the period before taxation		(354,565)	(955,719)	(239,276)	(84,778)
Taxation	13	-	-	-	-
Net loss for the period after taxation		(354,565)	(955,719)	(239,276)	(84,778)

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 SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	Six months period ended, December 31,		Quarter ended, December 31,	
	2022	2021	2022	2021
	(Rupees in '000)		(Rupees in '000)	
Net loss for the period after taxation	(354,565)	(955,719)	(239,276)	(84,778)
Other comprehensive income for the period	-	-	-	-
Total comprehensive loss for the period	(354,565)	(955,719)	(239,276)	(84,778)

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
STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	2022			2021				
	Capital value	Undistributed income	Over distribution	Total	Capital value	Undistributed income	Over distribution	Total
	(Rupees in '000)			(Rupees in '000)				
Net assets at the beginning of the period	23,419,662	401,862	-	23,821,524	30,603,590	3,670,433	-	34,274,023
Issue of 133,629,016 units (December 31, 2021: 249,435,577 units)								
- Capital value (at net asset value per unit at the beginning of the period)	7,514,160	-	-	7,514,160	15,808,254	-	-	15,808,254
- Element of income	118,819	-	-	118,819	14,891	-	-	14,891
Total proceeds on issuance of units	7,632,979	-	-	7,632,979	15,823,145	-	-	15,823,145
Redemption of 180,571,999 units (December 31, 2021: 294,701,472 units)								
- Capital value (at net asset value per unit at the beginning of the period)	10,153,834	-	-	10,153,834	18,677,030	-	-	18,677,030
- Element of income / (loss)	167,923	-	-	167,923	(14,476)	-	-	(14,476)
Total payments on redemption of units	10,321,757	-	-	10,321,757	18,662,554	-	-	18,662,554
Total comprehensive loss for the period	-	(354,565)	-	(354,565)	-	(955,719)	-	(955,719)
Distribution during the period	-	-	-	-	-	-	-	-
Net loss for the period less distribution	-	(354,565)	-	(354,565)	-	(955,719)	-	(955,719)
Net assets at the end of the period	20,730,884	47,297	-	20,778,181	27,764,181	2,714,714	-	30,478,895

Undistributed income brought forward

- Realised income / (loss)	4,127,791	(2,652,037)
- Unrealised (loss) / income	<u>(3,725,929)</u>	<u>6,322,470</u>
	401,862	3,670,433

Accounting income available for distribution

- Relating to capital gains	-	-
- Excluding capital gains	-	-

Net loss for the period after taxation (354,565) (955,719)

Undistributed income carried forward 47,297 2,714,714

Undistributed income carried forward

- Realised income	600,817	4,345,124
- Unrealised loss	<u>(553,520)</u>	<u>(1,630,410)</u>
	<u>47,297</u>	<u>2,714,714</u>

Net asset value per unit at the beginning of the period	<u>(Rupees) 56.2315</u>	<u>(Rupees) 63.3761</u>
Net asset value per unit at the end of the period	<u>55.1599</u>	<u>61.5067</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 CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended	
	December 31,	
	2022	2021
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the period before taxation	(354,565)	(955,719)
Adjustments for:		
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	553,520	1,630,410
	198,955	674,691
Decrease / (increase) in assets		
Investments - net	2,272,138	1,987,041
Receivable against sale of investments	(28,771)	8,080
Dividend receivable	(1,472)	77,604
Deposits, prepayments and other receivables	2,218	177,627
	2,244,113	2,250,352
Increase / (Decrease) in liabilities		
Payable to Al Meezan Investment Management Limited - the Management Company	44,235	19,910
Payable to Central Depository Company of Pakistan Limited - the Trustee	(190)	(303)
Payable to Meezan Bank Limited	(154)	(707)
Payable to the Securities and Exchange Commission of Pakistan	(3,717)	(2,879)
Payable against purchase of investments	3,865	30,934
Accrued expenses and other liabilities	(10,317)	(543,751)
	33,722	(496,796)
Net cash generated from operating activities	2,476,790	2,428,247
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	7,665,707	15,937,182
Payment against redemption and conversion of units	(10,660,465)	(18,667,107)
Dividend paid	-	-
Net cash used in financing activities	(2,994,758)	(2,729,925)
Net decrease in cash and cash equivalents during the period	(517,968)	(301,678)
Cash and cash equivalents at the beginning of the period	1,208,150	2,061,391
Cash and cash equivalents at the end of the period	690,182	1,759,713

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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Meezan Islamic Fund (the Fund) was established under a Trust Deed executed under the Trust Act, 1882 between Al Meezan Investment Management Limited (Al Meezan) as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed under the Trust Act, 1882 on September 13, 2006 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on November 21, 2008 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. The Trust Deed was previously registered under the "Trust Act, 1882" and now has been registered under "The Sindh Trusts Act, 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act. The Management Company has been licensed by the Securities and Exchange Commission of Pakistan (SECP) to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, 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 Credit Rating Company Limited dated December 30, 2022 (2021: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2022: AM1 dated June 23, 2022). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.5** The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of repealed Companies Ordinance, 1984; and
- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, (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 are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

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

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2022.

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, 2022. 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, 2022.

4.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period:

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 01, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date (annual periods beginning on or after)
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized
The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.	

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

5. BALANCES WITH BANKS	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
In current accounts		6,190	1,201,534
In saving accounts	5.1	<u>683,992</u>	<u>6,616</u>
		<u><u>690,182</u></u>	<u><u>1,208,150</u></u>
5.1 These include a balance maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 6.50% (2022: 6.01%) per annum. Other profit and loss sharing accounts of the Fund have an expected profit ranging from 5.00% to 15.90% per annum (June 30, 2022: 3.00% to 16.40% per annum).			

6. INVESTMENTS	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
At fair value through profit or loss			
Shares of listed companies - 'ordinary shares'	6.1	<u><u>20,452,709</u></u>	<u><u>23,278,367</u></u>

6.1 Shares of listed companies - 'ordinary shares'

Name of the investee company	As at July 1, 2022	Purchases during the period	Bonus / Right issue	Sales during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation/ (diminution) as at December 31, 2022	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) -----			----- % -----		
Sectors / companies																
Automobile assembler																
Gandhara Industries Limited	123,000	-	-	-	123,000	19,431	13,366	(6,065)	0.06	0.07	0.29					
Gandhara Nissan Limited	223,800	-	-	-	223,800	13,290	9,400	(3,890)	0.05	0.05	0.39					
Millat Tractors Limited	789,228	-	151,985	259,488	681,725	495,722	330,712	(165,010)	1.59	1.62	0.59					
									1.70	1.74	1.27					
Automobile parts and accessories																
Agriauto Industries Limited (note 6.1.1)	140,700	-	13,925	154,625	-	-	-	-	-	-	-					
Panther Tyres Limited	513,508	-	-	485,500	28,008	907	580	(327)	-	-	0.02					
									-	-	0.02					
Chemicals																
Engro Polymer & Chemicals Limited	6,708,221	-	-	6,708,221	-	-	-	-	-	-	-					
Dynea Pakistan Limited (Note 6.1.1)	303,000	-	-	-	303,000	52,710	46,962	(5,748)	0.23	0.23	1.61					
ICI Pakistan Limited	828,885	5,000	-	26,600	807,285	585,059	518,713	(66,346)	2.50	2.54	0.87					
Sitara Chemicals Industries Limited	45,500	-	-	-	45,500	14,105	9,449	(4,656)	0.05	0.05	0.21					
									2.78	2.82	2.69					
Cement																
Attock Cement Pakistan Limited	523,300	-	-	-	523,300	34,799	29,593	(5,206)	0.14	0.14	0.38					
Bestway Cement Limited	-	284,500	-	-	284,500	36,158	36,419	261	0.18	0.18	0.05					
Cherat Cement Company Limited	3,545,000	466,868	-	-	4,011,868	382,029	408,809	26,780	1.97	2.00	2.06					
D.G. Khan Cement Company Limited	454,440	1,000,000	-	1,454,440	-	-	-	-	-	-	-					
Fauji Cement Company Limited	5,322,500	2,725,000	738,312	2,116,000	6,669,812	87,720	80,171	(7,549)	0.39	0.39	0.27					
Kohat Cement Company Limited	5,732,850	466,270	-	100,000	6,099,120	807,374	900,840	93,466	4.34	4.40	3.04					
Lucky Cement Limited	2,350,144	758,680	-	343,770	2,765,054	1,297,075	1,234,818	(62,257)	5.94	6.04	0.86					
Pioneer Cement Limited	650,000	-	-	650,000	-	-	-	-	-	-	-					
Maple Leaf Cement Factory Limited	13,568,850	6,790,000	-	6,945,885	13,412,965	374,176	302,731	(71,445)	1.46	1.48	1.25					
									14.42	14.63	7.91					
Paper and Board																
Cherat Packaging Limited	161,847	-	16,184	-	178,031	18,276	17,954	(322)	0.09	0.09	0.38					
Century Paper & Board Mills Limited	4,454,840	60,000	451,484	-	4,966,324	279,399	245,734	(33,665)	1.18	1.20	2.23					
Roshan Packages Limited	3,332,500	-	-	1,332,000	2,000,500	29,727	21,885	(7,842)	0.11	0.11	1.41					
Packages Limited	1,379,715	2,500	-	308,600	1,073,615	428,200	397,409	(30,791)	1.91	1.94	1.20					
									3.29	3.34	5.22					
Technology and communication																
Avanceon Limited	1,380,820	-	-	100,000	1,280,820	99,789	84,573	(15,216)	0.41	0.41	0.39					
Airlink communication Limited	1,632,712	-	-	965,500	667,212	26,949	19,736	(7,213)	0.09	0.10	0.17					
Octopus Digital Limited	65,207	-	-	-	65,207	4,650	3,694	(956)	0.02	0.02	0.05					
Systems Limited	4,513,040	60,487	-	248,011	4,325,516	1,432,132	2,093,247	661,115	10.07	10.23	14.90					
									10.59	10.76	15.51					
Refinery																
Attock Refinery Limited	215,000	100,000	-	215,000	100,000	16,930	14,356	(2,574)	0.07	0.07	0.09					
National Refinery Limited	237,000	-	-	237,000	-	-	-	-	-	-	-					
Cnergyco PK Limited (Formerly Byco petroleum Limited)	44,462,500	-	-	10,088,813	34,373,687	183,555	126,839	(56,716)	0.61	0.62	0.64					
									0.68	0.69	0.74					
Commercial Banks																
Meezan Bank Limited (a related party of the Fund)	13,762,144	1,162,735	1,428,074	1,272,970	15,079,983	1,554,844	1,501,062	(53,782)	7.22	7.34	0.84					
BankIslami Pakistan Limited	17,401,000	1,870,000	-	1,200,000	18,071,000	217,501	241,429	23,928	1.16	1.18	1.63					
									8.38	8.52	2.47					

Name of the investee company	As at July 1, 2022	Purchases during the period	Bonus / Right issue	Sales during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation/ (diminution) as at December 31, 2022	Percentage in relation to		
									Net assets of the Fund	Total market value of investments	Paid-up capital of investee company (with face value of investment)
						Number of shares		Rupees in '000		%	
Oil and Gas Marketing Companies											
Attock Petroleum Limited	798,334	35,000	198,333	30,000	1,001,667	259,632	290,193	30,561	1.40	1.42	0.81
Hascol Petroleum Limited (note 6.1.3)	39,192	-	-	-	39,192	165	220	55	-	-	0.00
Pakistan State Oil Company Limited (note 6.1.3)	3,327,669	710,711	-	288,000	3,750,380	649,591	540,017	(109,574)	2.60	2.64	0.80
Sui Northern Gas Pipelines Limited	6,009,512	400,000	-	380,697	6,028,815	205,517	226,382	20,865	1.09	1.11	0.95
									5.09	5.17	2.56
Oil and Gas Exploration Companies											
Oil and Gas Development Company Limited	19,446,871	854,703	-	1,785,872	18,515,702	1,453,436	1,474,961	21,525	7.10	7.21	0.43
Pakistan Oilfields Limited	1,447,011	-	-	364,075	1,082,936	439,466	425,431	(14,035)	2.05	2.08	0.38
Pakistan Petroleum Limited	19,390,644	3,617,454	-	504,500	22,503,598	1,494,389	1,533,395	39,006	7.38	7.50	0.83
Mari Petroleum Company Limited (note 6.1.3)	1,888,097	-	-	152,170	1,735,927	3,020,062	2,685,410	(334,652)	12.92	13.13	1.30
									29.45	29.92	2.94
Pharmaceuticals											
Abbott Laboratories (Pakistan) Limited	60,050	-	-	-	60,050	39,311	27,822	(11,489)	0.13	0.14	0.06
GlaxoSmithkline Consumer Healthcare Products Limited	279,156	-	-	-	279,156	66,531	45,754	(20,777)	0.22	0.22	0.24
IBL Healthcare Limited	306,840	-	30,684	-	337,524	15,953	12,691	(3,262)	0.06	0.06	0.47
Highnoon Laboratories Limited (note 6.1.3)	144,934	-	-	-	144,934	76,796	78,286	1,490	0.38	0.38	0.35
The Searle Company Limited (note 6.1.3)	1,612,069	198,965	374,008	1,531,000	654,042	56,676	38,503	(18,173)	0.19	0.19	0.17
									0.98	0.99	1.29
Power Generation and Distribution											
The Hub Power Company Limited	17,993,008	4,016,754	-	4,701,621	17,308,141	1,176,000	1,091,798	(84,202)	5.25	5.34	1.33
K - Electric Limited (6.1.1)	103,014,000	6,000,000	-	10,138,500	98,875,500	301,518	266,964	(34,554)	1.28	1.31	0.36
									6.53	6.65	1.69
Fertilizer											
Fauji Fertilizer Bin Qasim Limited	2,518,000	-	-	2,518,000	-	-	-	-	-	-	-
Engro Corporation Limited (note 6.1.2)	4,933,090	184,570	-	942,761	4,174,899	1,073,714	1,093,865	20,151	5.26	5.35	0.72
Engro Fertilizers Limited	11,301,107	100,000	-	5,326,287	6,074,820	538,009	467,093	(70,916)	2.25	2.28	0.45
									7.51	7.63	1.18
Engineering											
International Industries Limited	685,572	-	-	665,709	19,863	2,060	1,503	(557)	0.01	0.01	0.02
Mughal Iron & Steel Industries Limited	6,444,318	-	-	2,657,790	3,786,528	218,255	182,927	(35,328)	0.88	0.89	1.13
KSB Pumps Company Limited	37,900	-	-	37,900	-	-	-	-	-	-	-
									0.89	0.90	1.14
Food and Personal Care Products											
Al-Shaheer Corporation Limited (note 6.1.3)	62,711	-	-	3,744	58,967	533	601	68	-	-	0.02
At-Tahir Limited	2,236,854	-	223,685	-	2,460,539	42,657	42,051	(606)	0.20	0.21	1.13
National Foods Limited (note 6.1.1)	317,687	-	-	209,500	108,187	15,663	10,753	(4,910)	0.05	0.05	0.05
The Organic Meat Company Limited	-	1,348,500	121,875	-	1,470,375	34,751	30,378	(4,373)	0.15	0.15	1.09
Unity Foods Limited	265,683	150,000	-	415,683	-	-	-	-	-	-	-
									0.40	0.41	2.28
Glass and Ceramics											
Shabbir Tiles and Ceramics Limited (Note 6.1.1)	3,295,000	-	-	60,000	3,235,000	47,329	27,821	(19,508)	0.13	0.14	1.35
Tariq Glass Industries Limited	248,393	1,676,504	460,436	375,263	2,010,070	187,563	130,896	(56,667)	0.63	0.64	1.17
Ghani Glass Limited	1,253,200	-	-	-	1,253,200	51,168	47,371	(3,797)	0.23	0.23	0.15
									0.99	1.01	2.67

Name of the investee company	As at July 1, 2022	Purchases during the period	Bonus / Right issue / Subdivision of shares	Sales / rights exercise during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation/ (diminution) as at December 31, 2022	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			%		
Textile Composite													
Feroze1888 Mills Limited	1,474,086	-	-	-	1,474,086	92,028	93,236	1,208	0.45	0.46	0.37		
Interloop Limited	13,443,118	575,000	525,326	3,565,653	10,977,791	645,503	621,892	(23,611)	2.99	3.04	1.17		
Kohinoor Textile Mills Limited (note 6.1.3)	2,756,514	-	-	70,000	2,686,514	134,327	126,938	(7,389)	0.61	0.62	0.90		
Nishat Mills Limited	2,488,299	-	-	2,346,475	141,824	10,483	7,799	(2,684)	0.04	0.04	0.04		
									4.09	4.16	2.48		
Leather & Tanneries													
Service Global Footwear Limited	816,325	-	-	20,000	796,325	31,996	26,390	(5,606)	0.13	0.13	0.39		
									0.13	0.13	0.39		
Miscellaneous													
Pakistan Aluminum Beverage Cans Limited	349,000	-	-	-	349,000	11,005	13,552	2,547	0.07	0.07	0.10		
Synthetic Products Enterprises Limited (note 6.1.1)	2,247,534	-	-	241,500	2,006,034	28,266	19,860	(8,406)	0.10	0.10	1.00		
									0.17	0.17	1.10		
Property & Real Estate													
TPL Properties Limited	-	4,250,000	425,000	-	4,675,000	93,369	79,475	(13,894)	0.38	0.39	0.83		
									0.38	0.39	0.83		
Total as at December 31, 2022					338,237,418	21,006,229	20,452,709	(553,520)					
Total as at June 30, 2022					367,753,029	27,004,296	23,278,367	(3,725,929)					

- 6.1.1** All shares have a nominal value of Rs.10 each except for the shares of Agriauto Industries Limited, Dynea Pakistan Limited, Shabbir Tiles and Ceramics Limited, Synthetic Products Enterprise 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 277.7306 million as at Dec 31, 2022 (June 30, 2022: Rs.272.52 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.
- 6.1.3** 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, 2020. As at December 31, 2022, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs.39.774 million (June 30, 2022: Rs.48.964 million).

7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	December 31, 2022	June 30, 2022
		(Unaudited)	(Audited)
		(Rupees in '000)	
Management fee payable	7.1	6,755	7,906
Sindh Sales Tax payable on remuneration of the Management Company		877	1,027
Allocated expenses payable	7.2	1,985	144
Selling and marketing expenses payable	7.3	65,527	21,249
Sales load payable		99	615
Sindh Sales Tax on sales load payable		13	80
		75,256	31,021

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% (2021: 2%) per annum of the average net assets of the Fund during the period. The remuneration is payable to the Management Company monthly in arrears.

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

The Management Company, based on its own discretion, has charged allocated expense at a rate of 0.11% (2021: 0.11%) of the average annual net assets of the scheme for allocation of such expenses to the Fund subject to the total expense charged being lower than actual expense incurred.

7.3 In accordance with Circular 11 dated July 05, 2019 with respect to selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at 1% (2021: 1%) of the average annual net assets of the Fund for the period subject to the total expense charged being lower than actual expense incurred.

8. ACCRUED EXPENSES AND OTHER LIABILITIES	Note	December 31,	June 30,
		2022 (Unaudited)	2022 (Audited)
		(Rupees in '000)	
Charity payable		35,737	48,320
Capital gain tax payable		2,885	3,768
Provision for Federal Excise Duty and related Sindh Sales Tax on management fee	8.1	231,868	231,867
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	8.1	32,607	32,607
Auditors' remuneration		425	515
Zakat payable		19	129
Printing expenses payable		-	-
Shariah advisory fee payable		1,854	1,840
Brokerage payable		5,050	1,716
		310,445	320,762

8.1 The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2022. Had the provision for FED not been made, the Net Asset Value of the Fund as at December 31, 2022 would have been higher by Re.0.70 (June 30, 2022: Re.0.62) per unit.

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2022 and June 30, 2022.

10. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.



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

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

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

	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Al Meezan Investment Management Limited - the Management Company		
Remuneration payable	6,755	7,906
Sindh Sales Tax payable on remuneration of the Management Company	877	1,027
Sales load payable	99	615
Sindh Sales Tax and on sales load payable	13	80
Allocated expenses payable	1,985	144
Selling and marketing expenses payable	65,527	21,249
Investment of 1,324,699 units (June 30, 2022: 437,592 units)	73,070	24,606
Meezan Bank Limited		
Balance with bank	58,283	132,143
Profit receivable on saving accounts	252	303
Sales load payable	53	190
Sindh Sales Tax on sales load payable	7	24
Shariah advisor fee payable	1,854	1,840
Investment in 15,079,983 shares (June 30, 2022: 13,762,144 shares)	1,501,062	1,554,847
Investment of 12,475,049 units (June 30, 2022: 12,475,049 units)	688,122	701,491
Central Depository Company of Pakistan Limited - the Trustee		
Payable to Central Depository Company of Pakistan Limited - Trustee	1,890	2,058
Sindh Sales Tax on trustee fee payable	246	268
Security deposit	100	100
Investment of 2,125,742 units (June 30, 2022: 2,125,742 units)	117,256	119,534
Al Meezan Investment Management Limited - Employees' Gratuity Fund		
Investment of 189,837 units (June 30, 2022: 189,837 units)	10,471	10,675
Meezan Financial Planning Fund of Funds - Aggressive Allocation Plan		
Investment of 3,164,258 units (June 30, 2022: 3,876,672 units)	174,540	217,991
Meezan Financial Planning Fund of Funds - Moderate Allocation Plan		
Investment of 669,755 units (June 30, 2022: 853,646 units)	36,944	48,002
Meezan Financial Planning Fund of Funds - Conservative Allocation Plan		
Investment of 337,222 units (June 30, 2022: 631,840 units)	18,601	35,529
Meezan Strategic Allocation Fund - MSAP - I		
Investment of 218,376 units (June 30, 2022: 840,906 units)	12,046	47,285
Meezan Strategic Allocation Fund - MSAP - II		
Investment of 360,853 units (June 30, 2022: 2,283,025 units)	19,905	128,378
Meezan Strategic Allocation Fund - MSAP - III		
Investment of 333,930 units (June 30, 2022: 324,453 units)	18,420	18,244
Meezan Strategic Allocation Fund - MSAP - IV		
Investment of 15,663 units (June 30, 2022: nil units)	864	-
Meezan Strategic Allocation Fund - MSAP - V		
Investment of 46,929 units (June 30, 2022: 14,424 units)	2,589	811
Directors and executives of the Management Company		
Investment of 8,465,463 units (June 30, 2022: 3,751,087 units)	466,954	210,929

Transactions during the period

Six months period ended
December 31,
2022 **2021**
(Unaudited)
(Rupees in '000)

Al Meezan Investment Management Limited - the Management Company

 Remuneration of Al Meezan Investment Management Limited -
Management Company

	<u>232,203</u>	<u>332,205</u>
Sindh Sales Tax on management fee	<u>30,186</u>	<u>43,187</u>
Allocated expenses	<u>12,771</u>	<u>18,271</u>
Selling and marketing expense	<u>116,101</u>	<u>166,103</u>
Units issued: 2,650,756 units (2021: 4,055,707 units)	<u>149,000</u>	<u>260,000</u>
Units redeemed: 1,763,648 units (2021: 5,347,626 units)	<u>103,500</u>	<u>335,000</u>

Meezan Bank Limited

 Profit on saving accounts
Shares purchased: 1,162,735 shares (2021: 750,000 shares)
Shares sold: 1,272,970 shares (2021: 1,715,939 shares)
Bonus issue: 1,428,074 (2021: 2,113,106 shares)
Shariah advisor fee
Dividend income

	<u>1,725</u>	<u>613</u>
	<u>133,420</u>	<u>103,447</u>
	<u>155,142</u>	<u>239,231</u>
	<u>-</u>	<u>-</u>
	<u>1,300</u>	<u>1,857</u>
	<u>55,711</u>	<u>45,278</u>

Central Depository Company of Pakistan Limited - the Trustee

 Trustee fee
Sindh Sales Tax on trustee fee
CDS charges

	<u>12,114</u>	<u>17,114</u>
	<u>1,575</u>	<u>2,225</u>
	<u>254</u>	<u>518</u>

Meezan Financial Planning Fund of Funds - Aggressive Allocation Plan

 Units issued: 105,320 units (2021: 320,490 units)
Units redeemed: 817,735 units (2021: 332,253 units)

	<u>5,724</u>	<u>19,696</u>
	<u>45,975</u>	<u>21,000</u>

Meezan Financial Planning Fund of Funds - Moderate Allocation Plan

 Units issued: 77,357 units (2021: 355,287 units)
Units redeemed: 261,248 units (2021: 573,323 units)

	<u>4,255</u>	<u>22,542</u>
	<u>14,820</u>	<u>35,250</u>

Meezan Financial Planning Fund of Funds - Conservative Allocation Plan

 Units issued: 34,632 units (2021: 166,082 units)
Units redeemed: 329,249 units (2021: 136,933 units)

	<u>1,896</u>	<u>10,280</u>
	<u>18,775</u>	<u>8,375</u>

Meezan Financial Planning Fund of Funds - MAAP - I

 Units issued: Nil (2021: 47,581 units)
Units redeemed: Nil (2021: 47,581 units)

	<u>-</u>	<u>3,000</u>
	<u>-</u>	<u>2,844</u>

Meezan Strategic Allocation Fund - MSAP - I

 Units issued: Nil (2021: 316,621 units)
Units redeemed: 622,530 units (2021: 1,806,550 units)

	<u>-</u>	<u>20,048</u>
	<u>34,020</u>	<u>110,450</u>

Meezan Strategic Allocation Fund - MSAP - II

 Units issued: 87,437 units (2021: 2,607,990 units)
Units redeemed: 2,009,609 units (2021: 663,891 units)

	<u>4,972</u>	<u>168,546</u>
	<u>109,500</u>	<u>41,480</u>

Meezan Strategic Allocation Fund - MSAP - III

 Units issued: 122,059 units (2021: 158,604 units)
Units redeemed: 112,583 units (2021: 1,806,796 units)

	<u>6,941</u>	<u>10,000</u>
	<u>6,500</u>	<u>113,050</u>

Meezan Strategic Allocation Fund - MSAP - IV

 Units issued: 15,663 units (2021: 47,581 units)
Units redeemed: Nil (2021: 70,090 units)

	<u>891</u>	<u>3,000</u>
	<u>-</u>	<u>4,300</u>



Transactions during the period

**Six months period ended
December 31,**

2022 2021
(Unaudited)
(Rupees in '000)

Meezan Strategic Allocation Fund - MSAP - V

Units issued: 32,505 units (2021: 7,930 units)

Units redeemed: Nil (2021: 8,366 units)

1,848	500
-	500

Directors and executives of the Management Company

Units issued: 11,439,641 units (2021: 4,343,946 units)

Units redeemed: 6,716,310 units (2021: 927,935 units)

654,865	277,821
392,036	57,942

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 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 December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

As at December 31, 2022				
	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'	20,452,709	-	-	20,452,709
	20,452,709	-	-	20,452,709
	As at June 30, 2022			
	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'	23,278,367	-	-	23,278,367
	23,278,367	-	-	23,278,367

12. TOTAL EXPENSE RATIO

The annualised Total Expense Ratio (TER) of the Fund as at December 31, 2022 is 3.93% (December 31, 2021: 3.82%) which includes 0.31% (December 31, 2021: 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 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 unit holders. 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 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.

14. GENERAL

14.1 Figures have been rounded off to the nearest thousand rupees.

14.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

15. DATE OF AUTHORISATION

These condensed interim financial statements was authorised for issue on February 13, 2023 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.

GASHERBRUM I HIDDEN PEAK, K5

A wise investor needs to be as resilient as a mountain climber to reach new heights.

Height 8,080 meters,
belongs to the range Baltoro Karakoram



AL MEEZAN MUTUAL FUND (AMMF)

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



FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. 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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.

Tel : (92-21) 111-111-500

Fax: (92-21) 34326021 - 23

URL: www.cdcpakistan.com

Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

AL MEEZAN MUTUAL FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Al Meezan Mutual Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 23, 2023

INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Al Meezan Mutual Fund

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Al Meezan Mutual Fund** (the Fund) as at **31 December 2022**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

Scope of Review

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

Conclusion

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

-: 2 :-

Other matter

The condensed interim financial statements for the half year ended 31 December 2021 and the annual financial statements for the year ended 30 June 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2022 and audit report dated 21 September 2022 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 27 February 2023

Place: Karachi

UDIN Number: RR202210076tBbnHvTDu



AL MEEZAN MUTUAL FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022

		December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Assets			
Balances with banks	5	146,931	124,935
Investments	6	3,977,152	4,357,083
Receivable against sale of investments		2,454	24,807
Receivable against conversion of units		4,317	14,127
Dividend receivable		1,502	1,276
Deposits, prepayments and profit receivable		3,893	4,747
Total assets		4,136,249	4,526,975
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	14,343	5,622
Payable to Central Depository Company of Pakistan Limited - Trustee		490	510
Payable to the Securities and Exchange Commission of Pakistan		438	967
Payable to Meezan Bank Limited		20	10
Payable against purchase of investments		2,142	1,788
Payable against redemption and conversion of units		8,695	12,318
Accrued expenses and other liabilities	8	50,965	50,300
Dividend payable		4,917	4,917
Total liabilities		82,010	76,432
Net assets		4,054,239	4,450,543
Contingencies and commitments	9		
Unit holders' fund (as per statement attached)		4,054,239	4,450,543
		(Number of units)	
Number of units in issue		259,398,091	283,099,100
		(Rupees)	
Net asset value per unit		15.6294	15.7208

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 SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	Note	Six months period ended December 31,		Quarter ended December 31,	
		2022	2021	2022	2021
		(Rupees in '000)		(Rupees in '000)	
Income					
Net realised loss on sale of investments		(39,747)	(68,288)	(19,415)	(66,072)
Dividend income		203,218	145,439	126,642	86,629
Profit on savings accounts with banks		6,424	7,792	3,263	3,678
		169,895	84,943	110,490	24,235
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1	(97,045)	(238,403)	(49,787)	(27,008)
Total income / (loss)		72,850	(153,460)	60,703	(2,773)
Expenses					
Remuneration of Al Meezan Investment Management Limited - Management Company	7.1	43,782	48,593	21,553	24,395
Sindh Sales Tax on remuneration of the Management Company		5,692	6,317	2,802	3,171
Allocated expenses	7.2	2,408	2,673	1,185	1,342
Selling and marketing expenses	7.3	21,891	24,297	10,777	12,198
Remuneration of Central Depository Company of Pakistan Limited - Trustee		2,693	2,934	1,330	1,472
Sindh Sales Tax on remuneration of the Trustee		350	381	173	191
Annual fee to the Securities and Exchange Commission of Pakistan		438	486	216	244
Auditors' remuneration		665	469	437	223
Legal and professional charges		-	184	-	-
Charity expense		7,101	3,705	5,092	1,857
Fees and subscription		285	260	122	152
Brokerage expense		2,588	5,399	1,087	2,761
Printing Expenses		3	-	-	-
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)		-	(77,691)	-	-
Bank and settlement charges		400	558	195	278
Total expenses		88,296	18,565	44,969	48,284
Net (loss) / income for the period before taxation		(15,446)	(172,025)	15,734	(51,057)
Taxation	12	-	-	-	-
Net (loss) / income for the period after taxation		(15,446)	(172,025)	15,734	(51,057)
Allocation of net income for the period					
Net income for the period after taxation		-	-	-	-
Income already paid on units redeemed		-	-	-	-
		-	-	-	-
Accounting income available for distribution					
- Relating to capital gains		-	-	-	-
- Excluding capital gains		-	-	-	-
		-	-	-	-

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 SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	Six months period ended, December 31,		Quarter ended, December 31,	
	2022	2021	2022	2021
	(Rupees in '000)		(Rupees in '000)	
Net (loss) / income for the period after taxation	(15,446)	(172,025)	15,734	(51,057)
Other comprehensive income for the period	-	-	-	-
Total comprehensive (loss) / income for the period	(15,446)	(172,025)	15,734	(51,057)

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 UNIT HOLDERS' FUND (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended December 31, 2022			Six months period ended December 31, 2021		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	----- Rupees in 000-----			----- Rupees in 000-----		
Net assets at the beginning of the period	4,250,146	200,397	4,450,543	4,144,037	773,804	4,917,841
Issuance of 49,042,770 units (2021: 138,041,719 units)						
- Capital value (at net asset value per unit at the beginning of the period)	770,992	-	770,992	2,435,967	-	2,435,967
- Element of income	12,577	-	12,577	13,564	-	13,564
Total proceeds on issuance of units	783,569	-	783,569	2,449,531	-	2,449,531
Redemption of 72,743,778 units (2021: 121,499,830 units)						
- Capital value (at net asset value per unit at the beginning of the period)	1,143,590	-	1,143,590	2,144,059	-	2,144,059
- Element of loss	20,837	-	20,837	1,346	-	1,346
Total payments on redemption of units	1,164,427	-	1,164,427	2,145,405	-	2,145,405
Total comprehensive loss for the period	-	(15,446)	(15,446)	-	(172,025)	(172,025)
Distribution for the period	-	-	-	-	-	-
Net (loss) / income for the period less distribution	-	(15,446)	(15,446)	-	(172,025)	(172,025)
Net assets at the end of the period	3,869,288	184,951	4,054,239	4,448,163	601,779	5,049,942
Undistributed income brought forward						
- Realised income / (loss)		771,954			(27,472)	
- Unrealised (loss) / income		(571,557)			801,276	
		<u>200,397</u>			<u>773,804</u>	
Accounting income available for distribution						
- Relating to capital gains	-			-		
- Excluding capital gains	-			-		
Net loss for the period after taxation		(15,446)			(172,025)	
Undistributed income carried forward		<u>184,951</u>			<u>601,779</u>	
Undistributed income carried forward						
- Realised income		281,996			840,182	
- Unrealised loss		(97,045)			(238,403)	
		<u>184,951</u>			<u>601,779</u>	
			(Rupees)			(Rupees)
Net asset value per unit at the beginning of the period		<u>15.7208</u>				<u>17.6466</u>
Net asset value per unit at the end of the period		<u>15.6294</u>				<u>17.1053</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 CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022**

	Six months period ended	
	December 31,	
Note	2022	2021
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the period before taxation	(15,446)	(172,025)
Adjustments for:		
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1 <u>97,045</u>	<u>238,403</u>
	81,599	66,378
Decrease / (Increase) in assets		
Investments - net	282,886	(535,061)
Receivable against sale of investments	22,353	(3,799)
Dividend receivable	(226)	20,753
Deposits, prepayments and profit receivable	854	67,422
	305,867	(450,685)
Increase / (decrease) in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	8,721	4,044
Payable to Central Depository Company of Pakistan Limited - Trustee	(20)	27
Payable to Meezan Bank Limited	10	(58)
Payable to the Securities and Exchange Commission of Pakistan	(529)	(451)
Payable against purchase of investments	354	84
Accrued expenses and other liabilities	665	(77,055)
	9,201	(73,409)
Net cash generated from / (used in) operating activities	396,667	(457,716)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	793,379	2,479,166
Payment against redemption and conversion of units	(1,168,050)	(2,146,345)
Net cash (used in) / generated from financing activities	(374,671)	332,821
Net increase / (decrease) in cash and cash equivalents during the period	21,996	(124,895)
Cash and cash equivalents at the beginning of the period	124,935	296,501
Cash and cash equivalents at the end of the period	146,931	171,606

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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Al Meezan Mutual Fund (the Fund) was constituted by virtue of a scheme of arrangement for conversion of Al Meezan Mutual Fund Limited (AMMFL) into an Open End Scheme under a Trust Deed executed between Al Meezan Investment Management Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed under the Trust Act, 1882 on September 13, 2006 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on November 21, 2008 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. The Trust Deed was previously registered under the "Trust Act, 1882" and now has been registered under "The Sindh Trusts Act, 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act. The Management Company has been licensed by the Securities and Exchange Commission of Pakistan (SECP) to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi 74400, Pakistan.
- 1.2** The Fund has been formed to provide maximum total return to the unit holders from investment in "Shariah Compliant" equity investments for the given level of risk, while abiding by the regulations and any other prevailing rules and regulations. 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 cash equivalents. 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 offering document.
- 1.3** The Fund is an open-end fund listed on the Pakistan Stock Exchange Limited. Units of the Fund are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund is categorised as an Equity Scheme.
- 1.4** The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 30, 2022 (2021: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: 'AM1' dated June 23, 2021). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.5** The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 Statement of compliance

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

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

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

The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

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

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2022.

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, 2022. 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, 2022.

4.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period:

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

There are certain new standards and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2022. 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.

Standards, interpretations and amendments	Effective date (annual periods beginning on or after)
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

		December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
5. BALANCES WITH BANKS	Note		
Balances with banks in:			
Savings accounts	5.1	139,968	114,745
Current accounts		6,963	10,190
		<u>146,931</u>	<u>124,935</u>
5.1	These include a balance maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 6.50% (2022: 6.01%) per annum. Other profit and loss sharing accounts of the Fund have expected profit rates of profit ranging from 5% to 15.90% per annum (2022: 3% to 16.25% per annum).		

6. INVESTMENTS
December 31, 2022 **June 30, 2022**
(Unaudited) **(Audited)**
(Rupees in '000)
At fair value through profit or loss

Shares of listed companies - 'ordinary shares'

Note
 6.1 **3,977,152** **4,357,083**
6.1 Shares of listed companies - 'ordinary shares'

Investments - 'at fair value through profit or loss'

Name of the investee company	As at July 1, 2022	Purchased during the quarter	Bonus / right shares	Sold during the quarter	As at December 31, 2022	Carrying value as at December 31, 2022	Market Value as at December 31, 2022	Unrealised (diminution) / appreciation as at December 31, 2022	Percentage in relation to							
									Net assets of the Fund	Market value of total investments	Paid-up capital of investee company (with face value of					
								(Number of shares)			(Rupees in '000)			%		
Automobile Assembler																
Gandhara Industries Limited	29,700	-	-	29,700	-	-	-	-	-	-	-	-				
Millat Tractors Limited	130,694	-	23,938	110,336	44,296	32,210	21,488	(10,722)	0.53	0.54	0.04					
									0.53	0.54	0.04					
Cement																
Attock Cement Pakistan Limited **	400	-	-	-	400	27	23	(4)	0.0	0.00	-					
Cherat Cement Company Limited	855,000	367,500	-	223,260	999,240	98,906	101,823	2,917	2.51	2.56	0.51					
Kohat Cement Company Limited	739,320	25,000	-	10,500	753,820	98,842	111,339	12,497	2.75	2.80	0.38					
Lucky Cement Limited	411,130	233,144	-	59,000	585,274	274,110	261,372	(12,738)	6.45	6.57	0.18					
Maple Leaf Cement Factory Limited	2,702,082	575,000	-	1,100,000	2,177,082	59,282	49,137	(10,145)	1.21	1.24	0.20					
									12.92	13.17	1.27					
Chemicals																
Dynea Pakistan Limited (note 6.1.1)	119,500	-	-	-	119,500	20,788	18,521	(2,267)	0.46	0.47	0.63					
Engro Polymer and Chemicals Limited	823,041	-	-	823,041	-	-	-	-	-	-	-					
ICI Pakistan Limited	129,829	7,700	-	-	137,529	99,720	88,368	(11,352)	2.18	2.22	0.15					
Sitara Chemical Industries Limited	93,100	-	-	-	93,100	28,861	19,334	(9,527)	0.48	0.49	0.43					
									3.12	3.18	1.21					
Commercial Banks																
BankIslami Pakistan Limited	8,154,000	2,540,000	-	755,000	9,939,000	121,674	132,785	11,111	3.28	3.34	0.90					
Meezan Bank Limited	2,732,907	100,000	263,290	225,000	2,871,197	295,124	285,799	(9,325)	7.05	7.19	0.16					
(an associate of the Fund) (note 6.1.3)	-	-	-	-	-	-	-	-	10.33	10.53	1.06					
Engineering																
International Industries Limited	-	51,332	-	50,000	1,332	141	101	(40)	0.00	0.00	-					
International Steels Limited	-	100,000	-	100,000	-	-	-	-	-	-	-					
Mughal Iron & Steel Industries Limited	1,116,300	397,491	-	864,635	649,156	37,946	31,361	(6,585)	0.77	0.79	0.19					
									0.77	0.79	0.19					
Fertilizer																
Engro Corporation Limited (note 6.1.2)	971,629	100,000	-	55,000	1,016,629	262,710	266,367	3,657	6.57	6.70	0.18					
Engro Fertilizers Limited	2,088,300	-	-	1,405,000	683,300	60,568	52,539	(8,029)	1.30	1.32	0.05					
									7.87	8.02	0.23					
Food and Personal Care Products																
At-Tahur Limited	1,534,840	100,000	163,484	-	1,798,324	31,066	30,733	(333)	0.76	0.77	0.82					
The Organic Meat Company Limited	-	450,000	-	-	450,000	10,626	9,297	(1,329)	0.23	0.23	0.33					
Al-Shaheer Corporation Limited **	12,997	-	-	1,458	11,539	104	118	14	0.00	0.00	-					
National Foods Limited (note 6.1.1 & 6.1.3)	7,687	-	-	7,687	-	-	-	-	-	-	-					
									0.99	1.00	1.15					
Glass and Ceramics																
Ghani Glass Limited	498,125	-	-	-	498,125	20,338	18,829	(1,509)	0.46	0.47	0.06					
Miscellaneous																
Pakistan Aluminium Beverage Cans Limited	141,500	14,000	-	5,000	150,500	4,725	5,844	1,119	0.14	0.15	0.04					

Name of the investee company	As at July 1, 2022	Purchased during the quarter	Bonus / right shares	Sold during the quarter	As at December 31, 2022	Carrying value as at December 31, 2022	Market Value as at December 31, 2022	Unrealised (diminution) / appreciation as at December 31, 2022	Percentage in relation to				
									Net assets of the Fund	Market value of total investments	Paid-up capital of investee company (with face value of investment)		
					(Number of shares)			(Rupees in '000)			%		

Oil and Gas Exploration Companies

Mari Petroleum Company Limited	331,178	12,200	-	4,000	339,378	589,488	525,004	(64,484)	12.95	13.20	0.25
Oil and Gas Development Company Ltd	3,996,888	261,500	-	125,000	4,133,388	324,408	329,266	4,858	8.12	8.28	0.10
Pakistan Oilfields Limited	428,409	25,000	-	90,000	363,409	146,996	142,765	(4,231)	3.52	3.59	0.13
Pakistan Petroleum Limited	3,528,271	397,500	-	125,000	3,800,771	255,377	258,985	3,608	6.39	6.51	0.14
									30.98	31.58	0.62

Oil and Gas Marketing Companies

Attock Petroleum Limited	66,238	-	16,559	-	82,797	21,283	23,987	2,704	0.59	0.60	0.07
Hascol Petroleum Limited	7,946	-	-	-	7,946	34	45	11	0.00	0.00	-
Pakistan State Oil Company Limited	1,093,913	-	-	30,000	1,063,913	182,823	153,193	(29,630)	3.78	3.85	0.23
Sui Northern Gas Pipelines Limited	2,367,000	450,000	-	-	2,817,000	97,804	105,778	7,974	2.61	2.66	0.44
									6.98	7.11	0.74

Paper and Board

Century Paper & Board Mills Limited (note 6.1.3)	802,650	415,000	110,115	16,500	1,311,265	77,121	64,881	(12,240)	1.60	1.63	0.59
Packages Limited	238,678	5,000	-	50,000	193,678	77,182	71,692	(5,490)	1.77	1.80	0.22
									3.37	3.43	0.81

PROPERTY

TPL Properties Limited	-	250,000	25,000	250,000	25,000	516	425	(91)	0.01	0.01	-
------------------------	---	---------	--------	---------	--------	-----	-----	------	------	------	---

Pharmaceuticals

GlaxoSmithKline Consumer Healthcare Limited	130,500	-	-	-	130,500	31,102	21,389	(9,713)	0.53	0.54	0.04
Highnoon Laboratories Limited	2,118	-	-	-	2,118	1,122	1,144	22	0.03	0.03	0.01
The Searle Company Limited	173,146	11,000	43,286	205,223	22,209	1,675	1,307	(368)	0.03	0.03	0.01
									0.59	0.60	0.06

Power Generation and Distribution

K-Electric Limited (note 6.1.1)	17,973,000	6,000,000	-	2,800,000	21,173,000	64,704	57,167	(7,537)	1.41	1.44	0.08
The Hub Power Company Limited	3,026,409	850,000	-	1,100,000	2,776,409	189,921	175,136	(14,785)	4.32	4.40	0.21
									5.73	5.84	0.29

Refinery

Attock Refinery Limited	270,000	-	-	270,000	-	-	-	-	-	-	-
Nenergyco Pk Limited (formerly Byco Petroleum Pakistan Limited)	9,370,000	1,000,000	-	900,000	9,470,000	50,912	34,944	(15,968)	0.86	0.88	0.18
National Refinery Limited	112,000	-	-	112,000	-	-	-	-	-	-	-
									0.86	0.88	0.18

Technology and Communication

Air Link Communication Limited	329,025	250,000	-	80,500	498,525	19,064	14,746	(4,318)	0.36	0.37	0.13
Systems Limited (note 6.1.3)	752,550	35,000	-	45,000	742,550	249,667	359,342	109,675	8.86	9.04	0.26
									9.22	9.41	0.39

Textile Composite

Interloop Limited	2,251,189	-	84,444	468,088	1,867,545	109,539	105,796	(3,743)	2.61	2.66	0.21
Kohinoor Textile Mills Limited	306,500	-	-	30,500	276,000	13,800	13,041	(759)	0.32	0.33	0.09
Nishat Mills Limited	355,300	-	-	350,000	5,300	392	291	(101)	0.01	0.01	-
Feroze1888 Mills Limited	211,682	-	-	27,500	184,182	11,498	11,650	152	0.29	0.29	0.05
									3.23	3.29	0.35

Total as at December 31, 2022

4,074,197	3,977,152	(97,045)	98.10	100.00
-----------	-----------	----------	-------	--------

Total as at June 30, 2022

4,928,640	4,357,083	(571,557)	97.90	100.00
-----------	-----------	-----------	-------	--------

- 6.1.1** All shares have a nominal value of Rs.10 each except for the shares of National Foods Limited and Dynea Pakistan 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** 202,000 shares (June 30, 2022: 202,000 shares) of Engro Corporation Limited, having market value of Rs.52.93 million (June 30, 2022: Rs.51.93 million) as at December 31, 2022, 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 Finance Act, 2014 introduced amendments to the Income Tax Ordinance, 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the issuing company.

In this regard, a constitutional petition had been filed by Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs. The petition was based on the fact that because CISs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs. A stay order had been granted by the Honourable High Court of Sindh in favour of CISs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgment on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the year ended June 30, 2019. During the year ended June 30, 2020, the CISs had filed a fresh constitutional petition via CP 4653 dated July 11, 2019. In this regard, on July 15, 2019, the Honourable High Court of Sindh had issued notices to the relevant parties and had ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have included these shares in their portfolio, as the Management is confident that the decision of the constitutional petition will be in favour of the CISs.

Further, the Finance Act, 2018 effective from July 1, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on stock exchange issuing bonus shares to the shareholders of the company, to withhold five percent of the bonus shares to be issued. Therefore, bonus shares issued to the Fund during the period were not withheld by the investee companies.

As at December 31, 2022, the market value of bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs.6.226 million (2022: Rs.7.434 million).

7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	December 31,	June 30,
		2022 (Unaudited)	2022 (Audited)
		(Rupees in '000)	
Remuneration payable	7.1	1,320	1,463
Sindh Sales Tax payable on remuneration of the Management Company		172	190
Allocated expenses payable	7.2	384	29
Selling and marketing expenses payable	7.3	12,443	3,843
Sales load payable		21	86
Sindh Sales Tax payable on sales load		3	11
		14,343	5,622

- 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% (2021: 2%) per annum of the average annual net assets of the Fund during the period ended December 31, 2022. 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 for the year ended December 31, 2022 (2021: 0.11%), subject to total expense charged being lower than actual expense incurred.

- 7.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at the rate of 1% (2021: 1%) per annum of the average annual net assets of the Fund during the period ended December 31, 2022, subject to total expense charged being lower than actual expense incurred.

8. ACCRUED EXPENSES AND OTHER LIABILITIES	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Auditors' remuneration payable		557	577
Brokerage payable		485	710
Shariah advisor fee payable		184	196
Charity payable		7,100	7,251
Capital gain tax payable		1,378	302
Provision for Federal Excise Duty and related Sindh Sales Tax on remuneration of the Management Company	8.1	37,524	37,524
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	8.1	3,732	3,732
Zakat payable		5	8
		<u>50,965</u>	<u>50,300</u>

- 8.1 The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2022. Had the provision for FED not been made, the Net Asset Value of the Fund as at December 31, 2022 would have been higher by Re.0.16 (June 30, 2022: Re.0.15) per unit.

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2022 and June 30, 2022.

10. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include Al Meezan Investment Management Limited being the Management Company, the Central Depository Company of Pakistan Limited being the Trustee, Meezan Bank Limited being the holding company of the Management Company, other collective investment schemes managed by the Management Company, Pakistan Kuwait Investment Company (Private) Limited being the associated company of the Management Company, any entity in which the Management Company, its CISs or their connected persons have material interest, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The management considers that the transactions between the related parties are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

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

The details of transactions carried out by the Fund with connected persons during the period and balances with them as at period end are as follows:



Balances

	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Al Meezan Investment Management Limited - Management Company		
Remuneration payable	1,320	1,463
Sindh Sales Tax payable on remuneration of the Management Company	172	190
Sales load payable	21	86
Sindh Sales Tax payable on sales load	3	11
Selling and marketing expenses payable	12,443	3,843
Allocated expenses payable	384	29
Investment of 17,879,458 units (June 30, 2022: 17,879,458 units)	279,445	281,079
Meezan Bank Limited		
Profit receivable on saving account	140	136
Balances with bank	33,857	51,710
Sales load payable	18	9
Sindh Sales Tax on sales load payable	2	1
Shariah advisor fee payable	184	196
Investment of 2,871,197 shares (June 30, 2022: 2,732,907 shares)	285,799	308,764
Investment of 22,984,581 units (June 30, 2022: 22,984,581 units)	359,235	361,336
Central Depository Company of Pakistan Limited - Trustee		
Security deposits	238	238
Remuneration payable	434	452
Sindh Sales Tax payable on remuneration of the Trustee	56	58
MSAF- Meezan Strategic Allocation Plan- I		
Investment of 4,387,060 units (June 30, 2022: 7,821,802 units)	68,567	122,965
MSAF - Meezan Strategic Allocation Plan II		
Investment of 4,710,004 units (June 30, 2022: 3,453,209 units)	73,615	54,287
MSAF - Meezan Strategic Allocation Plan - III		
Investment of 2,206,145 units (June 30,2022: 2,682,179 units)	34,481	42,166
MSAF- Meezan Strategic Allocation Plan IV		
Investment of 518,354 units (June 30, 2022: 518,354 units)	8,102	8,149
MSAF - Meezan Strategic Allocation Plan - V		
Investment of 959,171 units (June 30,2022: 1,273,912 units)	14,991	20,027
Meezan Financial Planning Fund of Funds - MAAP - I		
Investment of 1,171,499 units (June 30, 2022: 1,280,478 units)	18,310	20,130
Pakistan Kuwait Investment Company (Private) Limited		
Investment of 16,895,690 units (June 30, 2022: 16,895,690 units)	264,069	265,614
Directors and executives of the Management Company		
Investment of 1,773,480 units (June 30 2022: 8,216,880 units)	27,718	129,176
Al Meezan Investment Management Limited - Employees Gratuity Fund		
Investment of 438,459 units (June 30 2022: 438,459 units)	6,853	6,893

Transactions during the period

**Six months period ended
December 31,**

2022	2021
(Unaudited)	
(Rupees in '000)	

AI Meezan Investment Management Limited - Management Company

Remuneration of the Management Company	43,782	48,593
Sindh Sales Tax on remuneration of the Management Company	5,692	6,317
Allocated expenses	2,408	2,673
Selling and marketing expense	21,891	24,297
Units issued: Nil (December 31, 2021: 839,960 units)	-	15,000
Units redeemed: Nil (December 31, 2021: 3,963,250 units)	-	70,000

Meezan Bank Limited

Profit on savings account	927	181
Shariah advisor fee	258	247
Shares purchased: 100,000 shares (December 31, 2021: 250,000 shares)	10,497	34,600
Shares sold: 225,000 shares (December 31, 2021: 400,000 shares)	28,434	57,349
Bonus shares received: 263,290 shares (December 31, 2021: 291,593 shares)	-	-
Dividend income from shares	10,150	6,344

Central Depository Company of Pakistan Limited - Trustee

Remuneration of the Trustee	2,693	2,934
Sindh Sales Tax on remuneration of the Trustee	350	381
CDS charges	69	159

MSAF - Meezan Strategic Allocation Plan - I

Issuance of Nil (December 31, 2021: Nil)	-	-
Units redeemed: 3,434,742 units (December 31, 2021: Nil)	52,190	-

MSAF - Meezan Strategic Allocation Plan - II

Units issued: 1,256,795 units (December 31, 2021: 611,135 units)	20,000	11,000
Units redeemed: Nil (December 31, 2021: 9,144,901 units)	-	165,000

MSAF - Meezan Strategic Allocation Plan - III

Units issued: Nil (December 31, 2021: 611,135 units)	-	11,000
Units redeemed: 476,034 units (December 31, 2021: 630,417 units)	7,660	11,000

MSAF - Meezan Strategic Allocation Plan IV

Units issued: Nil (December 31, 2021: Nil)	-	-
Units redeemed: Nil (December 31, 2021: 877,764 units)	-	15,930

MSAF - Meezan Strategic Allocation Plan - V

Units issued: Nil (December 31, 2021: Nil)	-	-
Units redeemed: 314,741 units (December 31, 2021: Nil)	5,010	-

Meezan Financial Planning Fund of Funds - MAAP - I

Units issued: Nil (December 31, 2021: Nil)	-	-
Units redeemed: 108,979 units (December 31, 2021: 2,378,463 units)	1,730	40,320

AI Meezan Investment Management Limited - Employees Gratuity Fund

Units issued: Nil (December 31, 2021: Nil)	-	-
--	---	---

Directors and executives of the Management Company

Units issued: 674,690 units (December 31, 2021: 965,445 units)	10,711	16,911
Units redeemed: 7,117,968 units (December 31, 2021: 478,921 units)	116,698	8,155

14. GENERAL

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

14.1 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

15. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on February 13, 2023 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.

BROAD PEAK

Just like an able mountaineer, an investor
needs to be consistent.

Height 8,051 meters,
belongs to the range Baltoro Karakoram



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.



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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahr-e-Faisal
Karachi - 74400, Pakistan.

Tel : (92-21) 111-111-500

Fax: (92-21) 34326021 - 23

URL: www.cdcpakistan.com

Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

KSE MEEZAN INDEX FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of KSE Meezan Index Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 23, 2023

INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of KSE Meezan Index Fund

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **KSE Meezan Index Fund (the Fund)** as at **31 December 2022**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

Scope of Review

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

Conclusion

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



-: 2 :-

Other matter

The condensed interim financial statements for the half year ended 31 December 2021 and the annual financial statements for the year ended 30 June 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2022 and audit report dated 21 September 2022 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 27 February 2023

Place: Karachi

UDIN Number: RR202210076IFSRaWK0h



**KSE MEEZAN INDEX FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022**

		December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	Note	----- (Rupees in '000) -----	
Assets			
Balances with banks	5	4,645	16,481
Investments	6	2,659,439	2,609,402
Receivable against conversion of units		56	368
Dividend receivable		285	260
Receivable against sale of investments		65,763	3,048
Deposits and other receivables		2,633	2,695
Total assets		2,732,821	2,632,254
Liabilities			
Payable to AI Meezan Investment Management Limited - the Management Company	8	773	569
Payable to Central Depository Company of Pakistan Limited - the Trustee		354	337
Payable to the Securities and Exchange Commission of Pakistan		272	559
Payable to Meezan Bank Limited		16	6
Payable on redemption and conversion of units		-	1,138
Payable against purchase of investments		57,627	-
Accrued expenses and other liabilities	9	13,752	19,549
Total liabilities		72,794	22,158
Net assets		2,660,027	2,610,096
Unit holders' fund (as per statement attached)		2,660,027	2,610,096
Contingencies and commitments	7		
Number of units in issue		41,687,945	40,106,278
		(Rupees)	
Net asset value per unit		63.8081	65.0795

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 (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	Note	Six months period ended December 31,		Quarter ended December 31,	
		2022	2021	2022	2021
(Rupees in '000)					
Income					
Net realised loss on sale of investments		(37,404)	(44,371)	(31,253)	(43,202)
Dividend income		163,862	109,550	109,239	58,140
Profit on saving accounts with banks		721	247	461	67
Other income		953	1,361	221	333
		<u>128,132</u>	<u>66,788</u>	<u>78,668</u>	<u>15,338</u>
Net unrealised diminution on re-measurement of investments at 'fair value through profit or loss'	6.1	(148,396)	(255,358)	(48,395)	(35,962)
Total (loss) / income		<u>(20,264)</u>	<u>(188,571)</u>	<u>30,273</u>	<u>(20,624)</u>
Expenses					
Remuneration of AI Meezan Investment Management Limited - the Management Company	8.1	13,584	14,409	6,962	7,039
Sindh Sales Tax on remuneration of the Management Company		1,766	1,873	905	915
Allocated expenses	8.2	1,494	1,585	766	774
Remuneration to Central Depository Company of Pakistan Limited - the Trustee		1,862	1,945	948	956
Sindh Sales Tax on remuneration of the trustee		242	253	123	124
Annual fee to the Securities and Exchange Commission of Pakistan		272	288	140	141
Auditors' remuneration		290	233	176	193
Brokerage fees		2,514	1,500	1,299	728
Charity expense		6,252	3,322	4,497	1,259
Bank and settlement charges		352	325	236	104
Printing charges		2	-	-	-
Fees and subscription		307	272	140	148
Legal and professional charges		-	276	-	-
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)		-	(23,931)	-	-
Total expenses		<u>28,937</u>	<u>2,350</u>	<u>16,192</u>	<u>12,381</u>
Net (loss) / income for the period before taxation		<u>(49,201)</u>	<u>(190,921)</u>	<u>14,081</u>	<u>(33,005)</u>
Taxation	12	-	-	-	-
Net (loss) / income for the period after taxation		<u>(49,201)</u>	<u>(190,921)</u>	<u>14,081</u>	<u>(33,005)</u>
Allocation of net income for the period					
Net income for the period after taxation		-	-	-	-
Income already paid on units redeemed		-	-	-	-
Accounting income available for distribution		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
- Relating to capital gains		-	-	-	-
- Excluding capital gains		-	-	-	-

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 COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	<u>Six months period ended,</u> <u>December 31,</u>		<u>Quarter ended,</u> <u>December 31,</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
	<u>(Rupees in '000)</u>		<u>(Rupees in '000)</u>	
Net (loss) / income for the period after taxation	(49,201)	(190,921)	14,081	(33,005)
Other comprehensive income for the period	-	-	-	-
Total comprehensive (loss) / income for the period	<u>(49,201)</u>	<u>(190,921)</u>	<u>14,081</u>	<u>(33,005)</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 UNIT HOLDERS' FUND (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended December 31, 2022			Six months period ended December 31, 2021		
	Capital Value	Accumulated loss	Total	Capital Value	Undistributed income / (accumulated loss)	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period	2,781,964	(171,868)	2,610,096	2,559,822	136,682	2,696,504
Issuance of 5,869,358 units (2021: 7,513,150 units)						
- Capital value (at net asset value per unit at the beginning of the period)	381,977		381,977	547,492		547,492
- Element of loss	(636)		(636)	(2,688)		(2,688)
Total proceeds on issuance of units	381,341	-	381,341	544,804	-	544,804
Redemption of 4,287,691 units (2021: 4,001,577 units)						
- Capital value (at net asset value per unit at the beginning of the period)	279,040		279,040	291,599		291,599
- Element of loss / (income)	3,169	-	3,169	(5,230)	-	(5,230)
Total payments on redemption of units	282,209	-	282,209	286,369	-	286,369
Total comprehensive loss for the period		(49,201)	(49,201)		(190,921)	(190,921)
Distribution during the period		-	-		-	-
Net loss for the period less distribution	-	(49,201)	(49,201)	-	(190,921)	(190,921)
Net assets at the end of the period	2,881,096	(221,069)	2,660,027	2,818,257	(54,239)	2,764,018
(Accumulated losses) / Undistributed income brought forward						
- Realised income / (loss)		242,950			(267,341)	
- Unrealised (loss) / income		(414,818)			404,023	
		(171,868)			136,682	
Accounting income available for distribution						
- Relating to capital gains	-			-		
- Excluding capital gains	-			-		
		-			-	
Net loss for the period after taxation		(49,201)			(190,921)	
Distribution during the period		-			-	
Accumulated losses carried forward		(221,069)			(54,239)	
Accumulated losses carried forward						
- Realised (loss) / income		(72,673)			201,119	
- Unrealised loss		(148,396)			(255,358)	
		(221,069)			(54,239)	
			(Rupees)			(Rupees)
Net assets value per unit at the beginning of the period		65.0795				72.8711
Net assets value per unit at the end of the period		63.8081				68.2216

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 (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022**

	Six months period ended December 31,	
	2022	2021
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the period before taxation	(49,201)	(190,920)
Adjustments for:		
Net unrealised diminution on re-measurement of investments at 'fair value through profit or loss'	148,396	255,356
	99,195	64,436
(Increase) / decrease in assets		
Investments	(198,433)	(324,004)
Receivable against sale of investments	(62,715)	24,234
Dividend receivable	(25)	3,243
Deposits and other receivables	62	27
	(261,111)	(296,499)
Increase / (decrease) in liabilities		
Payable to Al Meezan Investment Management Limited - the Management Company	204	186
Payable to Central Depository Company of Pakistan Limited - the Trustee	17	6
Payable to the Securities and Exchange Commission of Pakistan	(287)	(201)
Payable to Meezan Bank Limited	10	(208)
Payable against purchase of investments	57,627	(12,393)
Accrued expenses and other liabilities	(5,797)	(24,495)
	51,774	(37,104)
Net cash used in operating activities	(110,142)	(269,167)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipt against issuance of units	381,653	545,771
Payment against redemption of units	(283,347)	(286,587)
Net cash generated from financing activities	98,306	259,184
Net decrease in cash and cash equivalents during the period	(11,836)	(9,984)
Cash and cash equivalents at beginning of the period	16,481	22,649
Cash and cash equivalents at the end of the period	4,645	12,665

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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

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 Trust Deed was previously registered under The "Trust Act 1882" and now has been registered under "The Sindh Trust Act 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act. 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 title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.
- 1.5** The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 30, 2022 (2021: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: 'AM1' dated June 23, 2021). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

2. BASIS OF PRESENTATION

The transactions undertaken by the Fund 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, 2022.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

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, 2022.

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, 2022. 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, 2022.

4.3 Amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date (annual periods)
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized
The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.	

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
5 BALANCES WITH BANKS			
In saving accounts		2,709	11,044
In current accounts		1,936	5,437
	5.1	<u>4,645</u>	<u>16,481</u>
5.1	These include a balance maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 6.50% (June 30, 2022: 6.01%) per annum. Other profit and loss sharing accounts of the Fund have expected profit rates ranging from 5.00% to 15.50% per annum (June 30, 2022: 4.10% to 4.29% per annum).		

December 31, 2022 **June 30, 2022**
(Unaudited) **(Audited)**
(Rupees in '000)

6 INVESTMENTS
Investments at 'fair value through profit or loss'

Shares of listed companies - 'ordinary shares'

Note

 6.1 **2,659,439** **2,609,402**
6.1 Shares of listed companies - 'ordinary shares'

Name of the investee company	As at July 1, 2022	Purchases during the period	Rights / Bonus issue	Sales during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised gain / (loss) as at December 31, 2022	Percentage in relation to		
									Net assets of the Fund	Paid-up capital of investee company (with face value of investme	Total market value of investme
						(Rupees in '000)		%			

Sectors / companies
Automobile Assembler

Ghandhara Ind	39,300	-	-	39,300	-	-	-	-	-	-	-	-
Millat Tractors Limited	157,268	24,081	32,710	14,568	199,491	144,304	96,775	(47,529)	3.64	0.17	3.64	
									3.64	0.17	3.64	

Bank

Meezan Bank Limited (an associate of the Fu	1,319,812	335,116	130,781	105,371	1,680,338	174,595	167,261	(7,334)	6.29	0.09	6.29
									6.29	0.09	6.29

Cable And Electrical Goods

Pak Elektron Limited	804,101	1,605,000	-	804,101	1,605,000	19,574	20,785	1,211	0.78	0.19	0.78
									0.78	0.19	0.78

Cement

Cherat Cement Company Limited	379,904	92,652	-	34,634	437,922	42,001	44,624	2,623	1.68	0.23	1.68
D.G. Khan Cement Company Limited	709,402	176,792	-	55,348	830,846	50,470	42,905	(7,565)	1.61	0.19	1.61
Fauji Cement Company Limited	2,467,875	3,224,500	-	2,467,875	3,224,500	37,179	38,758	1,579	1.46	0.13	1.46
Pioneer Cement	370,432	72,788	-	34,213	409,007	24,884	21,035	(3,849)	0.79	0.18	0.79
Lucky Cement Limited	367,420	91,165	-	32,392	426,193	196,195	190,329	(5,866)	7.16	0.13	7.16
Maple Leaf Cement Factory Limited	1,606,164	359,998	-	149,679	1,816,483	48,985	40,998	(7,987)	1.54	0.17	1.54
									14.24	1.03	14.24

Chemical

Engro Polymer & Chemicals Limited	1,032,116	225,454	-	79,015	1,178,555	88,376	49,876	(38,500)	1.88	0.13	1.88
Ghani Global Holdings Limited	-	599,167	56,684	31,741	624,110	9,396	7,021	(2,375)	0.26	0.18	0.26
									2.14	0.31	2.14

Engineering

International Industries Limited	236,536	33,858	-	270,394	-	-	-	-	-	-	-
International Steels Limited	495,154	-	-	495,154	-	-	-	-	-	-	-
									-	-	-

Fertilizer

Engro Corporation Limited	1,028,196	245,864	-	80,727	1,193,333	305,060	312,665	7,605	11.75	0.21	11.76
Engro Fertilizers Limited	1,950,056	466,918	-	157,972	2,259,002	196,510	173,695	(22,815)	6.53	0.17	6.53
									18.28	0.38	18.29

Food And Personal Care

Treet Corporation Limited	-	368,000	-	40,000	328,000	9,024	5,320	(3,704)	0.20	0.18	0.20
Unity Foods Limited	1,607,437	335,938	-	184,062	1,759,313	34,886	24,841	(10,045)	0.93	0.15	0.93
									1.13	0.33	1.13

Investment Banks / Investment
Companies / Securities Companies

Dawood Hercules Corporation Limited	-	1,231,500	-	33,000	1,198,500	113,216	113,258	42	4.26	0.25	4.26
									4.26	0.25	4.26

Oil And Gas Exploration Companies

Mari Petroleum Company Limited	86,602	19,709	-	5,837	100,474	172,488	155,429	(17,059)	5.84	0.08	5.84
Oil & Gas Development Company Limited	2,092,962	516,664	-	168,173	2,441,453	191,122	194,486	3,364	7.31	0.06	7.31
Pakistan Oilfields Limited	421,153	100,939	-	35,397	486,695	196,261	191,198	(5,063)	7.19	0.17	7.19
Pakistan Petroleum Limited	2,161,329	529,670	-	168,783	2,522,216	167,579	171,864	4,285	6.46	0.09	6.46
									26.80	0.40	26.80

Name of the investee company	As at July 1, 2022	Purchases during the period	Rights / Bonus issue	Sales during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised gain / (loss) as at December 31, 2022	Percentage in relation to		
									Net assets of the Fund	Paid-up capital of investee company (with face value of investme	Total market value of invest-ments
----- Number of shares -----						----- (Rupees in '000) -----			----- % -----		
Oil And Gas Marketing Companies											
Hascol Petroleum Limited	471	-	-	-	471	2	3	1	-	-	-
Pakistan State Oil Company Limited	685,048	179,280	-	54,687	809,641	135,801	116,580	(19,222)	4.38	0.17	4.38
Sui Northern Gas Pipelines Limited	-	1,040,285	-	1,040,285	-	-	-	-	-	-	-
									4.38	0.17	4.38
Pharmaceuticals											
The Searle Company Limited	456,824	126,117	118,234	40,029	661,146	55,521	38,922	(16,599)	1.46	0.17	1.46
									1.46	0.17	1.46
Power Generation & Distribution											
The Hub Power Company Limited	3,154,004	472,989	-	3,626,993	-	-	-	-	-	-	-
									-	-	-
Property											
TPL Properties Limited	-	838,150	-	-	838,150	14,517	14,249	(267)	0.54	0.15	0.54
									0.54	0.15	0.54
Refinery											
Attock Refinery Ltd	138,055	20,231	-	9,282	149,004	25,749	21,391	(4,358)	0.80	0.14	0.80
Cnergyco PK Limited	5,168,936	1,091,427	-	394,172	5,866,191	30,653	21,646	(9,007)	0.81	0.11	0.81
National Refinery Limited	84,737	14,742	-	5,694	93,785	23,245	16,511	(6,734)	0.62	0.12	0.62
									2.23	0.37	2.23
Technology & Communication											
Netsol Technologies Limited	-	-	-	-	-	-	-	-	-	-	-
Avanceon Limited	432,391	70,239	-	139,542	363,088	27,975	23,975	(4,000)	0.90	0.11	0.90
Systems Limited	537,272	136,474	-	40,986	632,760	222,190	306,212	84,022	11.51	0.22	11.51
Telecard Limited	-	1,133,500	76,912	66,000	1,144,412	11,443	7,736	(3,707)	0.29	0.34	0.29
									12.70	0.67	12.70
Textile Composite											
Nishat Mills Limited	511,877	79,099	-	61,948	529,028	38,634	29,091	(9,543)	1.09	0.15	1.09
Azgard Nine Limited	1,189,500	-	-	1,189,500	-	-	-	-	-	-	-
									1.09	0.15	1.09
Total as at December 31, 2022						2,807,835	2,659,439	(148,396)			100
Total as at June 30, 2022						3,024,220	2,609,402	(414,818)			

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

6.1.2 Investments include 682,000 shares (June 30, 2022: 682,000 shares) of Pakistan Petroleum Limited having market value of Rs. 46.471 million as at December 31, 2022 (June 30, 2022: Rs. 46.042 million), 80,000 shares (June 30, 2022: 80,000 shares) of Oil & Gas Development Company Limited having market value of Rs. 6.373 million as at December 31, 2022 (June 30, 2022: Rs. 6.294 million) and 100,000 shares (June 30, 2022: 100,000 shares) of Systems Limited having market value of Rs. 48.393 million as at December 31, 2022 (June 30, 2022: 32.986 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 Finance Act, 2014 introduced amendments to the Income Tax Ordinance 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the issuing company.

In this regard, a constitutional petition had been filed by Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs. The petition was based on the fact that because CISs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs. A stay order had been granted by the Honourable High Court of Sindh in favour of CISs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgement on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the year ended June 30, 2019. During the period ended December 31, 2020, the CISs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019. In this regard, on July 15, 2019, the Honourable High of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs.

Finance Act, 2018 effective from July 1, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on stock exchange issuing bonus shares to the shareholders of the company, to withhold five percent of the bonus shares to be issued. Therefore, bonus shares issued to the Fund during the period were not withheld by the investee companies.

As at December 31, 2022, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 0.938 million (June 30, 2022: Rs. 1.166 million).

7 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2022 and June 30, 2022.

8 PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Remuneration of Al Meezan Investment Management Limited - Management Company	8.1	430	427
Sindh Sales Tax payable on remuneration of the Management Company		56	56
Allocated expenses payable	8.2	251	16
Sales load payable		32	62
Sindh Sales Tax payable on sales load		4	8
		773	569

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, 2022: 1%) per annum of the average net assets of the Fund during the period. 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 charges allocated expense at a rate of 0.11% (June 30, 2022: 0.11%) per annum of the average annual net assets of the scheme for allocation of such expenses to the Fund subject to the total expense charged being lower than actual expense incurred.

9 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Auditor's remuneration payable		257	230
Provision for Federal Excise Duty and related Sindh Sales Tax on remuneration of the Management Company	9.1	5,741	5,741
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	9.1	497	497
Withholding tax and capital gain tax payable		143	6,501
Charity payable		6,253	5,949
Brokerage payable		588	365
Shariah advisory fee payable		268	259
Zakat payable		5	7
		13,752	19,549

- 9.1 The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2022. Had the provision for FED not been made, the Net Asset Value of the Fund as at December 31, 2022 would have been higher by Re 0.15 (June 30, 2022: Re 0.16) 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	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	(Rupees in '000)	
Al Meezan Investment Management Limited - the Management Company		
Remuneration payable	430	427
Sindh Sales Tax on management fee payable	56	56
Sales load payable	32	62
Sindh Sales Tax on sales load payable	4	8
Allocated expenses payable	251	16
Outstanding 18,536,051 units (June 30, 2022: 16,134,283 units)	1,182,750	1,050,011
Meezan Bank Limited		
Bank balance	2,744	9,994
Profit receivable on savings account	13	13
Sales load payable	14	5
Sindh Sale Tax on sales load payable	2	1
Shariah advisor fee payable	268	259
Outstanding 2,113,224 units (June 30, 2022: 2,113,224 units)	134,841	137,528
Investment in 1,680,338 shares (June 30, 2022: 1,319,812 shares)	167,261	149,112
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee payable	41	298
Sindh Sales Tax on trustee fee payable	272	39
Security deposit	103	103
Directors and their close family members and key management		
Outstanding 526,983 units (June 30, 2022: 532,186 units)	33,626	34,634
Unit holders holding 10% or more units of the Fund		
Investment of 13,929,284 units (June 30, 2022: 13,929,284 units)	888,801	906,511
Al Meezan Investment Management Limited (Gratuity Fund)		
Investment of 133,559 units (June 30, 2022: 133,559 units)	8,522	8,692
Meezan Strategic Allocation Fund MSAP-II		
Investment of 304,432 units (June 30, 2022: 382,268 units)	19,425	24,878
Meezan Strategic Allocation Fund MSAP-III		
Investment of units: nil (June 30, 2022: 106,250 units)	-	6,915
Meezan Strategic Allocation Fund MSAP-IV		
Investment of units: nil (June 30, 2022: 13,634 units)	-	887
Meezan Strategic Allocation Fund MSAP-V		
Investment of units: nil (June 30, 2022: 28,295 units)	-	1,841

Six months period ended
December 31,
2022 2021
(Unaudited)
(Rupees in '000)
Transactions during the period
Al Meezan Investment Management Limited - the Management Company

Remuneration for the period	13,584	14,409
Sindh Sales Tax on remuneration of the Management Company	1,766	1,873
Allocated expenses	1,494	1,585
Units issued: 3,105,928 units (December 31, 2021: 2021: nil)	200,000	-
Units redeemed: 704,160 units (December 31, 2021: nil)	46,000	-

Meezan Bank Limited

Profit on savings account	231	67
Dividend income	5,363	3,563
Shares purchased: 335,116 shares (December 31, 2021: 176,917 shares)	37,043	22,963
Bonus Share Received : 130,781 shares (December 31, 2021: 164,017 shares)	-	-
Shares sold: 105,371 shares (December 31, 2021: 42,217 shares)	12,252	5,819

Central Depository Company of Pakistan Limited - the Trustee

Trustee fee	1,862	1,945
Sindh Sales Tax on trustee fee for the period	242	253
CDS charges	59	83

Directors and their close family members and key management

Units issued: 78 units (December 31, 2021: 8,830 units)	5	625
Units redeemed: 5,281 units (December 31, 2021: nil)	339	-

Meezan Strategic Allocation Fund MSAP-I

Units redeemed: nil (December 31, 2021: 70,737 units)	-	5,048
---	---	-------

Meezan Strategic Allocation Fund MSAP-II

Units issued: 304,432 units (December 31, 2021: 136,326 units)	19,500	10,000
Units redeemed: 382,268 units (December 31, 2021: 296,091 units)	24,972	21,546

Meezan Strategic Allocation Fund MSAP-III

Units issued: nil (December 31, 2021: 95,507 units)	-	7,000
Units redeemed: 106,250 units (December 31, 2021: 148,295 units)	6,941	11,000

Meezan Strategic Allocation Fund MSAP-IV

Units redeemed: 13,634 units (December 31, 2021: nil)	891	-
---	-----	---

Meezan Strategic Allocation Fund MSAP-V

Units redeemed: 28,295 units (December 31, 2021: nil)	1,848	-
---	-------	---

11 TOTAL EXPENSE RATIO

The annualised Total Expense Ratio (TER) of the Fund as at December 31, 2022 is 2.13% (2021: 1.82%) which includes 0.19% (2021: 0.16%) representing government levies on the Fund such as Sales Taxes, annual fee to the SECP etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an Index Scheme.

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 as the Fund has incurred a net loss during the period.

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

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.

14.1 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 December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

	As at December 31, 2022			
	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'	2,659,439	-	-	2,659,439
	<u>2,659,439</u>	<u>-</u>	<u>-</u>	<u>2,659,439</u>
	----- (Rupees in '000) -----			
	As at June 30, 2022			
	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'	2,609,402	-	-	2,609,402
	<u>2,609,402</u>	<u>-</u>	<u>-</u>	<u>2,609,402</u>

14 GENERAL

14.1 Figures have been rounded off to the nearest thousand rupees.

14.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

15 DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on February 13, 2023 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.

GASHERBRUM II K4

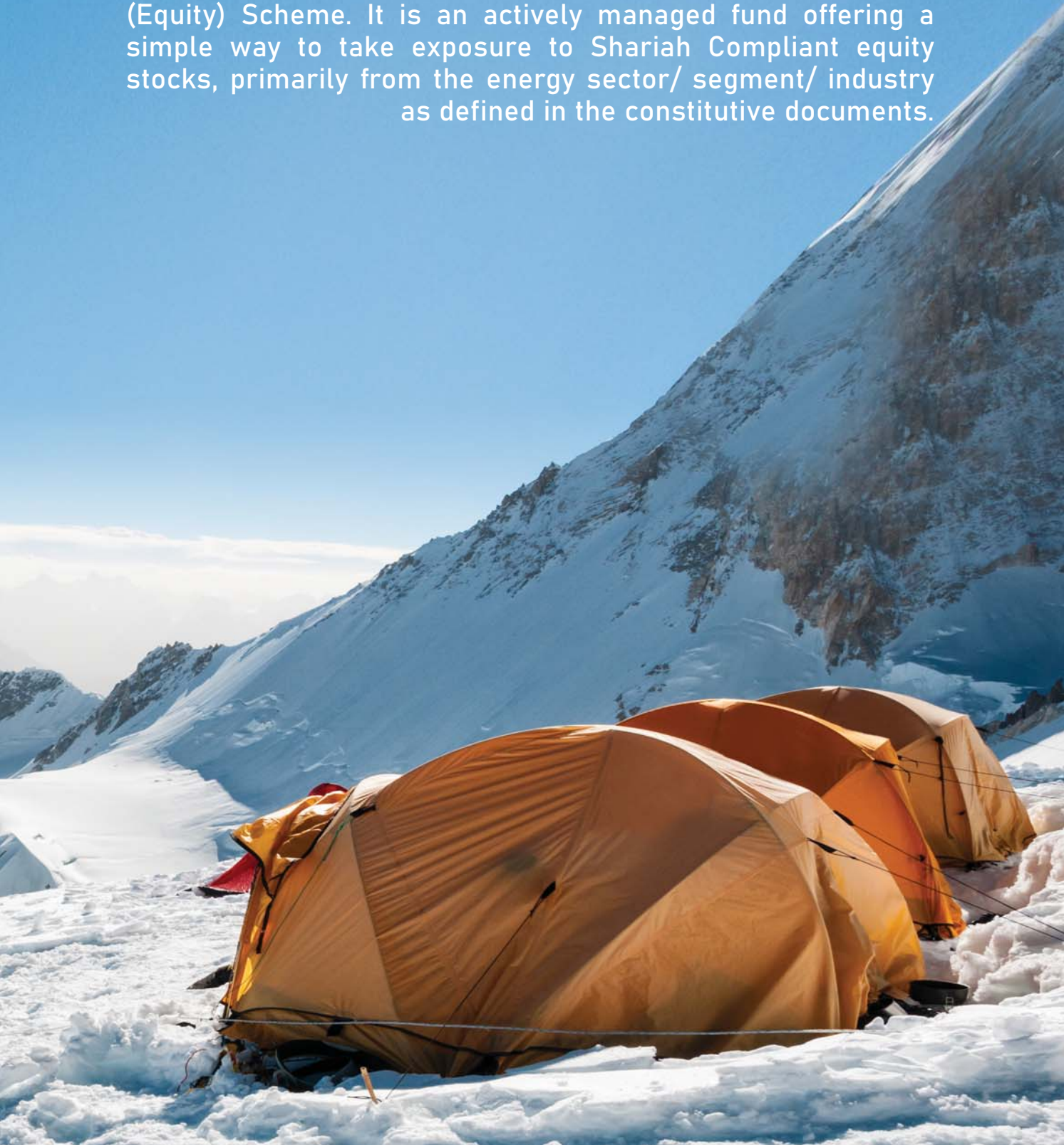
An investor should not be overwhelmed by
volatile conditions in pursuit of heights.

Height 8,035 meters,
belongs to the range Baltoro Karakoram



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 as defined in the constitutive documents.



FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. 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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.

Tel : (92-21) 111-111-500

Fax: (92-21) 34326021 - 23

URL: www.cdcpakistan.com

Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN ENERGY FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Energy Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 23, 2023

INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Meezan Energy Fund

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Meezan Energy Fund (the Fund)** as at **31 December 2022**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

Scope of Review

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

Conclusion

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

-: 2 :-

Other matter

The condensed interim financial statements for the half year ended 31 December 2021 and the annual financial statements for the year ended 30 June 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2022 and audit report dated 21 September 2022 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 27 February 2023

Place: Karachi

UDIN Number: RR2022100764XNG7v5Kb



MEEZAN ENERGY FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022

		December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Assets			
Balances with banks	5	16,865	5,571
Investments	6	518,143	430,357
Receivable against conversion of units		3,844	61
Dividend receivable		255	197
Receivable against sale of investments		-	6,571
Advance, deposits and other receivable		3,111	3,062
Total assets		542,218	445,819
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	728	343
Payable to Central Depository Company of Pakistan Limited - Trustee		82	81
Payable to Meezan Bank Limited		1	2
Payable to the Securities and Exchange Commission of Pakistan		43	101
Payable against redemption and conversion of units		712	5,103
Accrued expenses and other liabilities	8	2,924	2,275
Total liabilities		4,490	7,905
Net assets		537,728	437,914
Contingencies and commitments	9		
Unit holders' funds (as per statement attached)		537,728	437,914
		(Number of units)	
Number of units in issue		16,850,775	13,892,447
		(Rupees)	
Net asset value per unit		31.9112	31.5217

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 SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	Note	Six months period ended December 31,		Quarter ended December 31,	
		2022 (Rupees in '000)	2021 (Rupees in '000)	2022 (Rupees in '000)	2021 (Rupees in '000)
Income					
Net realised loss on sale of investments		(3,455)	(3,200)	(1,740)	(698)
Dividend income		32,319	24,848	17,174	12,581
Profit on savings accounts with banks		347	266	217	151
		<u>29,211</u>	<u>21,914</u>	<u>15,651</u>	<u>12,034</u>
Net unrealised (diminution) / appreciation on re-measurement re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1	(11,559)	(49,938)	18,143	(6,742)
Total income / (loss)		<u>17,652</u>	<u>(28,024)</u>	<u>33,794</u>	<u>5,292</u>
Expenses					
Remuneration of AI Meezan Investment Management Limited - Management Company	7.1	4,272	5,318	2,110	2,582
Sindh Sales Tax on remuneration of the Management Company		555	691	274	335
Allocated expenses	7.2	235	293	116	142
Selling and marketing expenses	7.3	854	1,064	422	517
Remuneration of Central Depository Company of Pakistan Limited - Trustee		427	532	211	258
Sindh Sales Tax on remuneration of the Trustee		56	69	28	33
Annual fee to the Securities and Exchange Commission of Pakistan		43	53	21	26
Auditors' remuneration		186	197	108	95
Charity expense		1,313	1,024	809	357
Fees and subscription		287	285	144	143
Brokerage expense		633	505	529	100
Bank and settlement charges		186	198	96	89
Legal and professional charges		-	184	-	-
Amortisation of preliminary expenses and floatation costs		-	83	-	33
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)		-	(2,709)	-	-
Total expenses		<u>9,047</u>	<u>7,787</u>	<u>4,868</u>	<u>4,710</u>
Net income / (loss) for the period before taxation		<u>8,605</u>	<u>(35,811)</u>	<u>28,926</u>	<u>582</u>
Taxation	12	-	-	-	-
Net income / (loss) for the period after taxation		<u>8,605</u>	<u>(35,811)</u>	<u>28,926</u>	<u>582</u>
Allocation of net income for the period					
Net income for the period after taxation		8,605	-	-	-
Income already paid on units redeemed		-	-	-	-
		<u>8,605</u>	<u>-</u>	<u>-</u>	<u>-</u>
Accounting income available for distribution					
- Relating to capital gains		-	-	-	-
- Excluding capital gains		8,605	-	-	-
		<u>8,605</u>	<u>-</u>	<u>-</u>	<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 ENERGY FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	<u>Six months period ended,</u> <u>December 31,</u>		<u>Quarter ended,</u> <u>December 31,</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
	<u>(Rupees in '000)</u>		<u>(Rupees in '000)</u>	
Net income / (loss) for the period after taxation	8,605	(35,811)	28,926	582
Other comprehensive income for the period	-	-	-	-
Total comprehensive income / (loss) for the period	<u>8,605</u>	<u>(35,811)</u>	<u>28,926</u>	<u>582</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 ENERGY FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Note	Six months period ended December 31,	
		2022	2021
		(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income / (loss) for the period before taxation		8,605	(35,811)
Adjustments for:			
Amortisation of preliminary expenses and floatation costs		-	83
Net unrealised diminution on re-measurement of investments classified as 'financial assets 'at fair value through profit or loss'	6.1	<u>11,559</u>	49,938
		<u>20,164</u>	14,210
(Increase) / decrease in assets			
Investments - net		(99,345)	34,877
Dividend receivable		(58)	1,567
Receivable against sale of investments		6,571	-
Advances, deposits and other receivables		(49)	1,016
		(92,881)	37,460
(Decrease) / Increase in liabilities			
Payable to Al Meezan Investment Management Limited - Management Company		385	98
Payable to Central Depository Company of Pakistan Limited - Trustee		1	(16)
Payable to Meezan Bank Limited		(1)	(21)
Payable to the Securities and Exchange Commission of Pakistan		(58)	(52)
Accrued expenses and other liabilities		649	(2,475)
		976	(2,466)
Net cash (used in) / generated from operating activities		(71,741)	49,204
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance and conversion of units		302,670	468,243
Payment against redemption and conversion of units		(219,635)	(522,720)
Net cash generated from / (used in) financing activities		83,035	(54,477)
Net increase / (decrease) in cash and cash equivalents during the period		11,294	(5,273)
Cash and cash equivalents at the beginning of the period		5,571	18,782
Cash and cash equivalents at the end of the period		16,865	13,509

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
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Meezan Energy Fund (the Fund) was established under a Trust Deed executed between Al Meezan Investment Management Company as the Management Company and Central Depository Company of Pakistan Limited as the Trustee. The Trust Deed was executed under the Trust Act, 1882 on September 09, 2016 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on August 26, 2016 under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The Trust Deed was previously registered under the "Trust Act, 1882" and now has been registered under "The Sindh Trusts Act, 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act. The Management Company has been licensed by the Securities and Exchange Commission of Pakistan (SECP) to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shariah-e-Faisal, Karachi 74400, Pakistan.
- 1.2** The objective of the Fund is to seek long term capital appreciation through investments in Shariah compliant equity stocks, primarily from the energy sector / segment / industry, as defined in the constitutive documents. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah principles. The Management Company has appointed Meezan Bank Limited as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah. The investment objectives and policies are explained in the Fund's offering document.
- 1.3** Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited. The Fund is categorised as an Open End Shariah Compliant (Islamic) Equity Scheme in accordance with Circular 7 of 2009 issued by the SECP.
- 1.4** The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 30, 2022 (2021: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: AM1 dated June 23, 2021). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.5** The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 Statement of compliance

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

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

Where provisions of and directives issued under the Companies Act, 2017, part 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 are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

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

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2022.

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, 2022.

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 01, 2022. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date (annual periods beginning on or after)
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
5. BALANCES WITH BANKS			
Balances with banks in:			
Savings accounts	5.1	16,030	3,675
Current accounts		835	1,896
		16,865	5,571

5.1 This includes a balance maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 6.50% (June 30, 2022: 6.01%) per annum. Other savings accounts of the Fund have expected rates of profit ranging from 5% to 15.50% (June 30, 2022: 4.29% to 16.25%) per annum.

	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
6. INVESTMENTS			
At fair value through profit or loss			
Shares of listed companies - 'ordinary shares'	6.1	518,143	430,357

6.1 Shares of listed companies - 'ordinary shares'

Name of the investee company	As at July 1, 2022	Purchased during the period	Bonus / right shares	Sold during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation / (diminution) as at December 31, 2022	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				%			
Oil and Gas Exploration Companies												
Mari Petroleum Company Limited (note 6.1.2)	49,424	6,168	-	7,500	48,092	83,082	74,396	(8,686)	13.84	14.36	0.04	
Oil and Gas Development Company Limited	922,016	496,000	-	80,000	1,338,016	103,575	106,586	3,011	19.82	20.57	0.03	
Pakistan Oilfields Limited (note 6.1.2)	191,717	36,000	-	27,500	200,217	81,258	78,655	(2,603)	14.63	15.18	0.07	
Pakistan Petroleum Limited (note 6.1.2)	985,036	665,000	-	-	1,650,036	107,211	112,433	5,222	20.91	21.70	0.06	
									69.20	71.81	0.20	
Oil and Gas Marketing Companies												
Attock Petroleum Limited	31,500	15,450	7,875	-	54,825	15,120	15,883	763	2.95	3.07	0.04	
Pakistan State Oil Company Limited (note 6.1.2 & 6.1.3)	175,878	159,000	-	10,000	324,878	52,531	46,779	(5,752)	8.70	9.03	0.07	
Sui Northern Gas Pipelines Limited	322,300	906,500	-	50,000	1,178,800	42,904	44,264	1,360	8.23	8.54	0.19	
									19.88	20.64	0.30	
Power Generation and Distribution												
The Hub Power Company Limited	656,444	187,000	-	495,000	348,444	23,725	21,980	(1,745)	4.09	4.24	0.03	
K- Electric Limited (note 6.1.1)	2,553,500	3,350,000	-	1,550,000	4,353,500	12,462	11,754	(708)	2.19	2.27	0.02	
									6.28	6.51	0.05	
Refinery												
Attock Refinery Limited	25,500	-	-	25,500	-	-	-	-	-	-	-	
Cnergyco PK Limited (Formerly Byco Petroleum Pakistan Limited)	2,597,000	-	-	1,130,000	1,467,000	7,834	5,413	(2,421)	1.01	1.04	0.03	
National Refinery Limited	21,000	-	-	21,000	-	-	-	-	-	-	-	
									1.01	1.04	0.03	
Total as at December 31, 2022						529,702	518,143	(11,559)	96.37	100.00		
Total as at June 30, 2022						478,011	430,357	(47,654)	98.28	100.00		

- 6.1.1** All shares have a nominal value of Rs 10 each except for the shares of K-Electric Limited which has face value of Rs 3.5 each.
- 6.1.2** 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, 2022. As at December 31, 2022, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Re.0.84 million (June 30, 2022: Re.1.002 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.4.429 million, Rs.10.411 million, Rs.6.188 million and Rs.0.720 million respectively as at December 31, 2022 (June 30, 2022: 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.4.388 million, Rs.10.754 million, Rs.6.959 million and Rs.0.859 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.

		December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	Note	(Rupees in '000)	
7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY			
Remuneration payable	7.1	171	146
Sindh Sales Tax payable on remuneration of the Management Company		22	19
Allocated expenses payable	7.2	41	3
Selling and marketing expenses payable	7.3	487	148
Sales load payable		6	24
Sindh Sales Tax payable on sales load		1	3
		<u>728</u>	<u>343</u>

7.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 2% (2021: 2%) per annum of the average net assets of the Fund during the period ended December 31, 2022. The remuneration is payable to the Management Company monthly in arrears.

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

The Management Company, based on its own discretion, has charged such expenses at the rate of 0.11% (2021: 0.11%) of the average annual net assets of the Fund during the period ended December 31, 2022, subject to total expense charged being lower than actual expense incurred.

7.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company based on its own discretion has charged during the period selling and marketing expense at 0.4% (2021: 0.4%) per annum of average annual net assets of the Fund.

		December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
		(Rupees in '000)	
8. ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration payable		157	195
Brokerage payable		454	81
Shariah advisor fee payable		267	264
Charity payable		1,313	1,623
Capital gain tax payable		61	112
Unclaimed payments		670	-
Other payable		2	-
		<u>2,924</u>	<u>2,275</u>

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2022 and June 30, 2022.

10. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include Al Meezan Investment Management Limited being the Management Company, the Central Depository Company of Pakistan Limited being the Trustee, Meezan Bank Limited being the holding company of the Management Company, other collective investment schemes managed by the Management Company, Pakistan Kuwait Investment Company (Private) Limited being the associated company of the Management Company, any entity in which the Management Company, its CISs or their connected persons have material interest, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

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

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

The details of transactions carried out by the Fund with connected persons during the period and balances with them as at period end are as follows:

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	(Rupees in '000)	
Balances		
Al Meezan Investment Management Limited - Management Company		
Remuneration payable	171	146
Sindh Sales Tax payable on remuneration of the Management Company	22	19
Sales load payable	6	24
Sindh Sales Tax payable on sales load	1	3
Allocated expenses payable	41	3
Selling and marketing expenses payable	487	148
Investment of 2,686,731 units (June 30, 2022: 2,671,102 units)	85,211	84,198
Meezan Bank Limited		
Balances with bank	3,303	5,159
Profit receivable on savings account	14	20
Sales load payable	1	2
Sindh Sales Tax on sales load payable	-	-
Shariah advisor fee payable	267	264
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	73	72
Sindh Sales Tax payable on remuneration of the Trustee	9	9
Security deposit	100	100
Directors and executives of the Management Company		
Investment of 1,510,412 units (June 30, 2022: 439,242 units)	48,199	13,846
Unit holders holding 10% or more of units of the Fund		
Investment of 7,027,443 units (June 30, 2022: 4,134,635 units)	224,254	130,331



Six months period ended
December 31,
2022 2021
(Unaudited)
(Rupees in '000)

Transactions during the period

Al Meezan Investment Management Limited - Management Company

Remuneration of the Management Company	4,272	5,318
Sindh Sales Tax on remuneration of the Management Company	555	691
Allocated expenses	235	293
Selling and marketing expenses	854	1,064
Units issued: 115,041 (December 31, 2021: Nil)	3,500	-
Units redeemed: 99,412 units (December 31, 2021: 592,891 units)	3,000	20,000

Meezan Bank Limited

Profit on savings account	74	74
Shariah advisor fee	273	271

Central Depository Company of Pakistan Limited - Trustee

Remuneration of the Trustee	427	532
Sindh Sales Tax on remuneration of the Trustee	56	69
CDS charges	12	18

Directors and executives of the Management Company

Units issued: 1,303,443 units (December 31, 2021: 316,775 units)	40,608	10,458
Units redeemed: 231,971 units (December 31, 2021: 386,982 units)	7,339	12,652

11. TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund as at December 31, 2022 based on current period results is 4.23% (December 31, 2021: 3.95%) which includes 0.34% (December 31, 2021: 0.33%) 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 income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the Management Company intends to distribute at least 90% of the Fund's accounting income for the year ending June 30, 2023 as reduced by capital gains (whether realised or unrealised) to its unit holders, therefore no provision for taxation has been made in these condensed interim financial statements.

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

13. FAIR VALUE MEASUREMENT

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

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

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

13.1 Fair value hierarchy

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

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

As at December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

	As at December 31, 2022			
	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'	518,143	-	-	518,143

	As at June 30, 2022			
	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'	430,357	-	-	430,357

14. GENERAL

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

14.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

15. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on February 13, 2023 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.

GASHERBRUM III-K3A

An investor's pursuit to scale the mountain of financial freedom requires unyielding determination.

Height 7,946 meters,
belongs to the range Baltoro Karakoram



MEEZAN PAKISTAN EXCHANGE TRADED FUND (MPETF)

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 of Shariah Compliant equity securities selected with high consideration towards market capitalization and traded value.



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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.

Tel: (92-21) 111-111-500

Fax: (92-21) 34326021 - 23

URL: www.cdcpakistan.com

Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN PAKISTAN EXCHANGE TRADED FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Pakistan Exchange Traded Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 23, 2023

INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Meezan Pakistan Exchange Traded Fund

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of Meezan Pakistan Exchange Traded Fund (the Fund) as at 31 December 2022, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

Scope of Review

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

Conclusion

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

-: 2 :-

Other matter

The condensed interim financial statements for the half year ended 31 December 2021 and the annual financial statements for the year ended 30 June 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2022 and audit report dated 21 September 2022 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 27 February 2023

Place: Karachi

UDIN Number: RR202210076b3RLoiZea



**MEEZAN PAKISTAN EXCHANGE TRADED FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022**

		December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Assets	Note		
Balances with banks	5	4,343	2,621
Investments	6	74,722	91,324
Other receivables		25	13
Total assets		79,090	93,958
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	8	9
Payable to Central Depository Company of Pakistan Limited - Trustee		8	8
Payable to the Securities and Exchange Commission of Pakistan		9	17
Accrued expenses and other liabilities	8	332	244
Total liabilities		357	278
Net assets		78,733	93,680
Unit holders' fund (as per statement attached)		78,733	93,680
Contingencies and commitments	9		
		(Number of units)	
Number of units in issue		9,890,000	11,830,000
		(Rupees)	
Net asset value per unit		7.9608	7.9189

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 INCOME STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	Note	Six months period December 31,		Quarter ended December 31,	
		2022	2021	2022	2021
		(Rupees in '000)		(Rupees in '000)	
Income					
Profit on balances with banks		74	35	55	23
Dividend income		5,318	2,396	4,464	1,648
Net realised (loss) / gain on sale of investments		<u>(1,770)</u>	34	<u>152</u>	-
		3,622	2,465	4,671	1,671
Net unrealised diminution on re-measurement of investments - 'at fair value through profit or loss'	6.1	<u>(1,593)</u>	(13,667)	<u>(1,188)</u>	(2,795)
Total income / (loss)		<u>2,029</u>	(11,202)	<u>3,483</u>	(1,124)
Expenses					
Remuneration to Al Meezan Investment Management Limited - Management Company	7.1	225	190	109	106
Sindh Sales Tax on remuneration of the Management Company		29	25	14	14
Remuneration to Central Depository Company of Pakistan Limited - Trustee		45	38	22	21
Sindh Sales Tax on Remuneration of the Trustee		6	5	3	3
Annual fee to the Securities and Exchange Commission of Pakistan		9	8	4	5
Auditors' remuneration		84	62	43	34
Charity expense		229	95	203	41
Fees and subscription		-	12	-	-
Legal and professional charges		-	184	-	-
Brokerage expense		117	50	-	-
Bank and settlement charges		28	4	2	2
Reversal of provision for Sindh Workers' Welfare Fund		-	(123)	-	-
Total expenses		<u>772</u>	550	<u>400</u>	226
Net income / (loss) from operating activities during the period		<u>1,257</u>	(11,752)	<u>3,083</u>	(1,350)
Element of loss and capital losses included in prices of units issued less those in units redeemed - net		<u>(842)</u>	(3,733)	<u>(396)</u>	(1,482)
Net income / (loss) for the period before taxation		415	(15,485)	2,687	(2,832)
Taxation	13	-	-	-	-
Net income / (loss) for the period after taxation		<u>415</u>	<u>(15,485)</u>	<u>2,687</u>	<u>(2,832)</u>
Accounting income available for distribution					
- Relating to capital gains		-	-	-	-
- Excluding capital gains		<u>415</u>	-	-	-
		<u>415</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 STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	Six months period ended, December 31,		Quarter ended, December 31,	
	2022	2021	2022	2021
	(Rupees in '000)		(Rupees in '000)	
Net income / (loss) for the period after taxation	415	(15,485)	2,687	(2,832)
Other comprehensive income	-	-	-	-
Total comprehensive income / (loss) for the period	415	(15,485)	2,687	(2,832)

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
STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended December 31, 2022			Six months period ended December 31, 2021		
	Capital value	(Accumulated losses) / Undistributed income	Total	Capital Value	Undistributed income / (accumulated Losses)	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period	121,019	(27,339)	93,680	38,000	1,287	39,287
Issue of 770,000 units (December 31, 2021: 6,670,000 units)						
- Capital value (at par value)	6,098	-	6,098	68,959	-	68,959
- Element of loss	(266)	-	(266)	(3,722)	-	(3,722)
Total proceeds on issuance of units	5,832	-	5,832	65,237	-	65,237
Redemption of 2,710,000 units (December 31, 2021: 430,000 units)						
- Capital value (at par value)	21,460	-	21,460	4,446	-	4,446
- Element of loss	576	-	576	10	-	10
Total payments on redemption of units	22,036	-	22,036	4,456	-	4,456
Element of loss and capital losses included in prices of units issued less those in units redeemed - net	842	-	842	3,733	-	3,733
Total comprehensive income / (loss) for the period	-	415	415	-	(15,485)	(15,485)
Net assets at end of the period	105,657	(26,924)	78,733	102,514	(14,198)	88,316
(Accumulated loss) / undistributed income brought forward						
- Realised (loss) / Income		(7,263)			101	
- Unrealised (loss) / Income		(20,076)			1,186	
		(27,339)			1,287	
Accounting income available for distribution						
- Relating to capital gains	-			-		
- Excluding capital gains	415			-		
	415			-		
Net loss for the period after taxation		-			(15,485)	
Accumulated loss carried forward		(26,924)			(14,198)	
Accounted loss carried forward						
- Realised loss		(25,331)			(531)	
- Unrealised loss		(1,593)			(13,667)	
		(26,924)			(14,198)	
		(Rupees)			(Rupees)	
Net assets value per unit at the beginning of the period	7.9189			10.3387		
Net assets value per unit at the end of the period	7.9608			8.7964		

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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2022**

	Six months period ended December 31,	
	2022	2021
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income / (loss) for the period before taxation	415	(15,485)
Adjustments for:		
Net unrealised diminution on re-measurement of investments - 'at fair value through profit or loss'	1,593	13,667
Element of loss and capital losses included in prices of units issued less those in units redeemed - net	842	3,733
	2,850	1,915
Decrease / (increase) in assets		
Investments	15,009	(58,584)
Dividend receivable	-	295
Other receivables	(12)	-
	14,997	(58,289)
Increase / (decrease) in liabilities		
Payable to AI Meezan Investment Management Limited - Management Company	(1)	7
Payable to Central Depository Company of Pakistan Limited - Trustee	-	3
Payable to the Securities and Exchange Commission of Pakistan	(8)	3
Accrued expenses and other liabilities	88	(825)
	79	(812)
Net cash generated from / (used in) operating activities	17,926	(57,186)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance of units	5,832	65,237
Payment against redemption of units	(22,036)	(4,456)
Net cash (used in) / generated from financing activities	(16,204)	60,781
Net increase in cash and cash equivalents during the period	1,722	3,595
Cash and cash equivalents at beginning of the period	2,621	1,208
Cash and cash equivalents at end of the period	4,343	4,803

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 SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

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 09, 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 Trust Deed was previously registered under the "Trust Act, 1882" and now has been registered under "The Sindh Trusts Act, 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act. The Management Company has been 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 capitalisation and traded value. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah principles. The Management Company has appointed Meezan Bank Limited as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah. The investment objectives and policies are explained in the Fund's offering document.
- 1.3** The Fund is a hybrid type of fund having features of both open and closed end funds. A new concept of "Authorised Participants "APs" has been introduced who will act as market makers. The Management Company will only have contact with the APs for issuance and redemption of units. The units of the Fund are tradeable in the Pakistan Stock Exchange Limited (PSX). The APs to whom the units are issued may either keep the units with themselves or trade in the PSX. Consequently, upon trading, the holder of the units keeps on changing. Moreover, on issuance and redemption of units, the basket of shares will be exchanged between AP and Management Company and cash will be paid / received if there is a difference in the applicable net asset value of a creation unit and the market value of the portfolio deposit.
- 1.4** The Fund is an Open Ended Exchange Traded Mutual Fund categorised as "Listed Index Tracking Fund" and is listed on Pakistan Stock Exchange (PSX) Limited.
- 1.5** The 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 Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 30, 2022 (2021: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: 'AM1' dated June 23, 2021). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

2 BASIS OF PRESENTATION

The transactions undertaken by the Fund 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 December 31, 2022.

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, 2022.

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, 2022. 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, 2022.

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 01, 2022. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date (annual periods beginning on or after)
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

5 BALANCES WITH BANKS	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
		(Rupees in '000)	
Balances with banks in:			
Savings accounts		4,318	2,505
Current account		25	116
	5.1	<u>4,343</u>	<u>2,621</u>
5.1	This represents a balance maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 6.50% per annum (June 30, 2022: 6.01% per annum).		

6 INVESTMENTS		December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
		(Rupees in '000)	
At fair value through profit or loss			
Shares of listed companies - 'ordinary shares'	6.1	<u>74,722</u>	<u>91,324</u>

6.1 Shares of listed companies - 'ordinary shares'

Name of the investee company	As at July 1, 2022	----- Unaudited -----							Percentage in relation to		
		Purchases during the period	Bonus / Right issue	Sales during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised gain / (loss) as at December 31, 2022	Net Assets of the Fund	Total Market Value of Investment	Paid-up capital of investee company (with face value of investment)
		-----Number of shares-----				----- (Rupees in '000) -----			-----%-----		
Commercial Bank											
Meezan Bank Limited	-	76,079	7,240	17,056	66,263	7,068	6,596	(472)	8.38	8.83	-
	-								8.38	8.83	-
Cement											
DG Khan Cement Company Limited	50,869	602	-	51,471	-	-	-	-	-	-	-
Lucky Cement Limited	22,477	1,337	-	7,001	16,813	7,687	7,508	(179)	9.54	10.05	0.01
Maple Leaf Cement Factory Limited	114,751	1,358	-	116,109	-	-	-	-	-	-	-
									9.54	10.05	0.01
Chemical											
Engro Polymer and Chemicals Limited	-	59,760	-	12,288	47,472	3,092	2,009	(1,083)	2.55	2.69	0.01
Ghani Global holdings limited	-	205,159	16,977	41,973	180,163	2,477	2,027	(450)	2.57	2.71	0.06
									5.12	5.40	0.07
Fertilizer											
Engro Fertilizers Limited	-	112,050	-	23,040	89,010	7,612	6,844	(768)	8.69	9.16	0.01
Engro Corporation Limited	56,784	7,038	-	15,361	48,461	12,333	12,697	364	16.13	16.99	0.01
									24.82	26.15	0.02
Foods and Personal Care Products											
Unity Foods limited	161,583	11,804	-	52,729	120,658	2,410	1,704	(706)	2.16	2.28	0.01
									2.16	2.28	0.01
Oil and Gas Exploration Companies											
Oil and Gas Development Company Limited	150,241	7,926	-	63,223	94,944	7,469	7,563	94	9.61	10.12	-
Pakistan Petroleum Limited	154,973	1,834	-	156,807	-	-	-	-	-	-	-
	-								9.61	10.12	-
Oil and Gas Marketing Companies											
Pakistan State Oil Company Limited	48,503	2,578	-	20,422	30,659	5,260	4,415	(845)	5.61	5.91	0.01
									5.61	5.91	0.01
Power Generation & Distribution											
The Hub Power Company Limited	216,489	11,860	-	83,955	144,394	9,815	9,108	(707)	11.57	12.19	0.01
									11.57	12.19	0.01
Technology and Communication											
Avanceon Limited	46,344	3,746	-	15,475	34,615	2,692	2,286	(406)	2.90	3.06	0.01
Systems Limited	-	31,125	-	6,400	24,725	8,400	11,965	3,565	15.20	16.01	0.01
	-								18.10	19.07	0.02
Refinery											
Attock Refinery Limited	26,026	308	-	26,334	-	-	-	-	-	-	-
National Refinery Limited	13,013	154	-	13,167	-	-	-	-	-	-	-
									-	-	-
Total as at December 31, 2022						76,315	74,722	(1,593)	94.91	100.00	
Total as at June 30, 2022						111,400	91,324	(20,076)	97.47	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	December 31, 2022	June 30, 2022
		(Unaudited)	(Audited)
		(Rupees in '000)	
Management fee payable	7.1	7	8
Sindh Sales Tax payable on remuneration of the Management Company		1	1
		8	9

- 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 annual net assets of the Fund during the period ended December 31, 2022. The remuneration is payable to the Management Company monthly in arrears.

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	(Rupees in '000)	
8 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration payable	103	100
Charity payable	229	144
	<u>332</u>	<u>244</u>

9 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2022 and June 30, 2022.

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:

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	(Rupees in '000)	
Balances		
Al Meezan Investment Management Limited - Management Company		
Remuneration payable	7	8
Sindh Sales Tax on management fee payable	1	1
Investment of 1,000,000 units (June 30, 2022: 1,000,000 units)	<u>7,961</u>	<u>7,919</u>
Meezan Bank Limited		
Bank balance	4,343	2,621
Profit receivable on saving accounts	25	13
Investment of 66,263 shares (June 30, 2022: Nil)	<u>6,596</u>	<u>-</u>
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee payable	7	7
Sindh Sales Tax on trustee fee payable	1	1



**Six months period ended
December 31,**
2022 **2021**
(Unaudited)
(Rupees in '000)

Transactions during the period

Al Meezan Investment Management Limited - Management Company

Remuneration for the period	225	190
Sindh Sales Tax on remuneration of the Management Company	29	25

Meezan Bank Limited

Profit on saving accounts	74	35
Shares purchased: 76,079 shares (December 31, 2021: Nil)	8,909	-
Shares Sold: 17,056 shares (December 31, 2021: Nil)	1,962	-
Bonus Issue: 7,240 shares (December 31, 2021: Nil)	-	-

Central Depository Company of Pakistan Limited - Trustee

Remuneration of the Trustee	45	38
Sindh Sales Tax on Remuneration of the Trustee	6	5
CDS charges	4	3

11 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

11.1 Fair value hierarchy

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

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

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

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

As at December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

	As at December 31, 2022			Total
	Level 1	Level 2	Level 3	
	(Rupees in '000)			
Financial assets 'at fair value through profit or loss'				
Shares of listed companies	74,722	-	-	74,722
- 'ordinary shares'				
	As at June 30 2022			
	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'	91,324	-	-	91,324

12 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund as at December 31, 2022 based on current period results is 1.71% (December 31, 2021: 1.77%) which includes 0.13% (December 31, 2021: 0.11%) 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 'Index Scheme'.

13 TAXATION

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the Management Company intends to distribute at least 90% of the Fund's accounting income for the year ending June 30, 2023 as reduced by capital gains (whether realised or unrealised) to its unit holders, therefore no provision for taxation has been made in these condensed interim financial statements.

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

14 GENERAL

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

14.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

15 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 13, 2023 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.

DISTAGHIL SAR

It is paramount to have smart investment plans to sustain the heights of an adventure-filled life.

Height 7,884 meters,
belongs to the range Hispar Karakoram



MEEZAN BALANCED FUND (MBF)

Meezan Balanced Fund seeks to generate long term capital appreciation as well as current income by creating a balanced portfolio that is invested in both high quality equity securities and Islamic Income Instruments such as TFCs, COIs, Certificates of Musharika, Islamic Sukuks, Ready-future hedges and other Shariah Compliant instruments.



FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. 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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Allied Bank Limited
Al Baraka Islamic Bank B.S.C (E.C)
Askari Bank Limited - Islamic Banking
Bank Al Habib Limited - Islamic Banking
Bank Alfalah Limited
Bank Islami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited - Islamic Banking

Habib Metropolitan Bank Limited - Islamic Banking
MCB Islamic Bank
Meezan Bank Limited
National Bank of Pakistan - Islamic Banking
Samba Bank Limited
Sindh Bank Limited
The Bank Of Khyber - Islamic Banking
UBL Ameen - Islamic Banking

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.

Tel : (92-21) 111-111-500

Fax: (92-21) 34326021 - 23

URL: www.cdcpakistan.com

Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN BALANCED FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Balanced Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.


Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 23, 2023

INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Meezan Balanced Fund

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Meezan Balanced Fund** (the Fund) as at **31 December 2022**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

Scope of Review

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

Conclusion

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

-: 2 :-

Other matter

The condensed interim financial statements for the half year ended 31 December 2021 and the annual financial statements for the year ended 30 June 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2022 and audit report dated 21 September 2022 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 27 February 2023

Place: Karachi

UDIN Number: RR2022100768YxzNwvpC



MEEZAN BALANCED FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022

		December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	Note	(Rupees in '000)	
Assets			
Balances with banks	5	304,727	314,974
Investments	6	2,151,064	2,356,901
Receivables against conversion of units		107	91
Dividend receivable		823	694
Receivable against sale of investments		1,189	1,991
Advances, deposits and other receivables		42,678	25,094
Total assets		2,500,588	2,699,745
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	8,462	3,432
Payable to Central Depository Company of Pakistan Limited - Trustee		331	339
Payable to the Securities and Exchange Commission of Pakistan		258	798
Payable to Meezan Bank Limited		55	50
Payable against purchase of investments		3,544	2,579
Payable against redemption and conversion of units		9,833	770
Dividend payable		7,498	7,498
Accrued expenses and other liabilities	8	42,202	43,458
Total liabilities		72,183	58,924
Net assets		2,428,405	2,640,821
Unit holders' fund (as per statement attached)		2,428,405	2,640,821
Contingencies and commitments	9		
Number of units in issue		151,884,877	169,117,750
		(Rupees)	
Net asset value per unit		15.9885	15.6153

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 BALANCED FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	Note	Six months period ended		Quarter ended	
		December 31,		December 31,	
		2022	2021	2022	2021
		(Rupees in '000)		(Rupees in '000)	
Income					
Net realised loss on sale of investments		(18,335)	(40,994)	(12,958)	(37,385)
Dividend income		56,894	74,761	37,760	44,088
Profit on sukuk certificates		62,756	56,878	34,238	27,310
Profit on commercial papers		2,369	11,533	2,369	8,920
Profit on savings accounts with banks		36,486	30,574	15,087	14,099
		140,170	132,752	76,496	57,032
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.4	(29,141)	(119,863)	(18,509)	(1,959)
Total income		111,029	12,889	57,987	55,073
Expenses					
Remuneration of AI Meezan Investment Management Limited - Management Company	7.1	25,784	46,787	12,689	22,829
Sindh Sales Tax on remuneration of the Management Company		3,352	6,082	1,650	2,967
Allocated expenses	7.2	1,418	2,573	698	1,255
Selling and marketing expenses	7.3	12,892	23,393	6,345	11,414
Remuneration of Central Depository Company of Pakistan Limited - Trustee		1,793	2,843	886	1,393
Sindh Sales Tax on remuneration of the Trustee		233	370	115	182
Annual fee to the Securities and Exchange Commission of Pakistan		258	468	127	228
Auditors' remuneration		390	397	254	243
Charity expense		1,938	1,939	1,487	929
Fees and subscription		296	297	134	269
Legal and professional charges		-	184	-	-
Printing expense		3	-	(0)	-
Brokerage expense		899	2,060	347	848
Bank and settlement charges		216	336	178	173
Provision against sukuk		-	28,125	-	-
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)		-	(60,542)	-	-
Total expenses		49,472	55,312	24,911	42,730
Net income / (loss) for the period before taxation		61,557	(42,423)	33,076	12,343
Taxation	12	-	-	-	-
Net income / (loss) for the period after taxation		61,557	(42,423)	33,076	12,343
Allocation of net income for the period					
Net income for the period after taxation		61,557	-	-	-
Income already paid on units redeemed		(5,187)	-	-	-
		56,370	-	-	-
Accounting income available for distribution					
- Relating to capital gains		-	-	-	-
- Excluding capital gains		56,370	-	-	-
		56,370	-	-	-

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 SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	<u>Six months period ended,</u> <u>December 31,</u>		<u>Quarter ended,</u> <u>December 31,</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
	<u>(Rupees in '000)</u>		<u>(Rupees in '000)</u>	
Net income / (loss) for the period after taxation	61,557	(42,423)	33,076	12,343
Other comprehensive income for the period	-	-	-	-
Total comprehensive income / (loss) for the period	<u>61,557</u>	<u>(42,423)</u>	<u>33,076</u>	<u>12,343</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
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended December 31, 2022			Six months period ended December 31, 2021		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	------(Rupees in '000)-----			------(Rupees in '000)-----		
Net assets at the beginning of the period	2,104,770	536,051	2,640,821	4,059,835	653,302	4,713,137
Issue of 3,675,215 units (2021: 28,599,217 units)						
- Capital value (at net asset value per unit at the beginning of the period)	57,390	-	57,390	463,313	-	463,313
- Element of income	1,446	-	1,446	1,787	-	1,787
Total proceeds on issuance of units	58,836	-	58,836	465,100	-	465,100
Redemption of 20,908,088 units (2021: 49,315,362 units)						
- Capital value (at net asset value per unit at the beginning of the period)	326,486	-	326,486	798,919	-	798,919
- Element of loss / (income)	1,136	5,187	6,323	(2,687)	-	(2,687)
Total payments on redemption of units	327,622	5,187	332,809	796,232	-	796,232
Total comprehensive income / (loss) for the period	-	61,557	61,557	-	(42,423)	(42,423)
Distribution during the period	-	-	-	-	-	-
Net income / (loss) for the period less distribution	-	61,557	61,557	-	(42,423)	(42,423)
Net assets at the end of the period	1,835,984	592,421	2,428,405	3,728,703	610,879	4,339,582
Undistributed income brought forward						
- Realised income		720,037			218,892	
- Unrealised (loss) / income		(183,986)			434,410	
		<u>536,051</u>			<u>653,302</u>	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		56,370			-	
		<u>56,370</u>			-	
Net loss for the period after taxation		-			(42,423)	
Undistributed income carried forward		<u>592,421</u>			<u>610,879</u>	
Undistributed income carried forward						
- Realised income		621,562			730,742	
- Unrealised loss		(29,141)			(119,863)	
		<u>592,421</u>			<u>610,879</u>	
Net asset value per unit at the beginning of the period			(Rupees)			(Rupees)
			<u>15.6153</u>			<u>16.2002</u>
Net asset value per unit at the end of the period			<u>15.9885</u>			<u>16.0597</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
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022**

	Six months period ended December 31,	
	2022	2021
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income / (loss) for the period before taxation	61,557	(42,423)
Adjustments for:		
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	29,141	119,863
	90,698	77,440
Decrease / (increase) in assets		
Investments - net	176,696	(254,869)
Dividend receivable	(129)	8,284
Receivable against sale of investments	802	(20,814)
Deposits and other receivables	(17,584)	21,058
	159,785	(246,341)
Increase / (decrease) in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	5,030	3,321
Payable to Central Depository Company of Pakistan Limited - Trustee	(8)	2
Payable to the Securities and Exchange Commission of Pakistan	(540)	(408)
Payable to Meezan Bank Limited	5	(129)
Payable against purchase of investments	965	7,258
Accrued expenses and other liabilities	(1,256)	(61,741)
	4,196	(51,697)
Net cash generated from / (used in) operating activities	254,679	(220,598)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	58,820	470,504
Payments against redemption and conversion of units	(323,746)	(807,348)
Net cash used in financing activities	(264,926)	(336,844)
Net decrease in cash and cash equivalents during the period	(10,247)	(557,442)
Cash and cash equivalents at the beginning of the period	314,974	1,116,066
Cash and cash equivalents at the end of the period	304,727	558,624

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 BALANCED FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

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 under the Trust Act, 1882 between Al Meezan Investment Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on June 15, 2004 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on September 8, 2004 under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The Trust Deed was previously registered under The "Trust Act 1882" and now has been registered under "The Sindh Trust Act 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act. 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 with effect from the effective date i.e. July 1, 2013 and therefore from July 1, 2013, the Fund had been converted into an open end scheme and, accordingly, the certificate holders of the closed end scheme at June 30, 2013 were converted to unitholders of the open end scheme.

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 of Pakistan (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 30, 2022 (2021: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: 'AM1' dated June 23, 2021). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

2. BASIS OF PRESENTATION

The transactions undertaken by the Fund 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.

The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

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

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2022.

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, 2022. 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, 2022.

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date (annual periods beginning on or after)
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

5	BALANCES WITH BANKS	Note	December 31,	June 30,
			2022 (Unaudited) (Rupees in '000)	2022 (Audited)
	In savings accounts	5.1	296,139	306,713
	In current accounts		8,588	8,261
			<u>304,727</u>	<u>314,974</u>

5.1 These include a balance maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 6.50% (June 30, 2022: 6.05%) per annum. Other profit and loss sharing accounts of the Fund have expected profit rates ranging from 5.00% to 15.90% per annum (June 30, 2022: 3.00% to 16.25% per annum).



December 31, 2022
(Unaudited)
(Rupees in '000)

June 30, 2022
(Audited)

6 INVESTMENTS

At fair value through profit or loss

Shares of listed companies - 'ordinary shares'	6.1	1,171,939	1,241,797
Sukuk certificates	6.2.1 & 6.2.2	979,123	699,588
Commercial papers	6.2.3	-	415,516
		<u>2,151,062</u>	<u>2,356,901</u>

6.1 Shares of listed companies 'ordinary shares'

Name of the investee company	As at July 1, 2022	Purchases during the period	Right / bonus issue	Sales during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised (diminution)/ appreciation as at December 31, 2022	Percentage in relation to		
									Total market value of investments	Net assets of the Fund	Paid-up-capital of the investee company (with face value of investments)
						Number of shares		(Rupees in '000)		%	
Sectors / companies											
Automobile Assemblers											
Ghandhara Industries Limited	2,100	-	-	-	2,100	332	228	(104)	0.01	0.01	-
Ghandhara Nissan Limited	39,600	-	-	-	39,600	2,351	1,663	(688)	0.08	0.07	0.07
Millat Tractors Company Limited	26,052	-	4,460	10,248	20,264	14,736	9,830	(4,906)	0.46	0.40	0.02
									0.54	0.48	0.09
Cement											
Attock Cement Pakistan Limited	4,528	-	-	-	4,528	301	256	(45)	0.01	0.01	-
Cherat Cement Company Limited	137,400	28,767	-	-	166,167	16,105	16,932	827	0.79	0.70	0.09
Fauji Cement Company Limited	200,000	250,000	56,250	-	506,250	6,646	6,085	(561)	0.28	0.25	0.02
Kohat Cement Limited	324,320	-	-	-	324,320	42,204	47,902	5,698	2.23	1.97	0.16
Lucky Cement Limited	119,947	49,824	-	-	169,771	78,954	75,816	(3,138)	3.52	3.12	0.05
Maple Leaf Cement Limited	570,987	290,000	-	-	860,987	24,063	19,432	(4,631)	0.90	0.80	0.08
									7.74	6.85	0.40
Chemicals											
Dynea Pakistan Limited (note 6.1.1)	28,000	8,700	-	-	36,700	6,483	5,688	(795)	0.26	0.23	0.19
Engro Polymer & Chemicals Limited	365,954	-	-	365,954	-	-	-	-	-	-	-
I.C.I. Pakistan Limited	29,616	3,000	-	-	32,616	23,555	20,957	(2,598)	0.97	0.86	0.04
									1.24	1.10	0.23
Commercial Banks											
BankIslami Pakistan Limited	436,962	721,000	-	-	1,157,962	14,835	15,470	635	0.72	0.64	0.10
Meezan Bank Limited	822,816	59,933	74,274	140,000	817,023	84,335	81,326	(3,009)	3.78	3.35	0.05
									4.50	3.99	0.15
Engineering											
International Steels Limited	-	100,000	-	100,000	-	-	-	-	-	-	-
Mughal Iron & Steels Industries Limited	245,098	237,049	-	282,296	199,851	11,882	9,655	(2,227)	0.45	0.40	0.06
									0.45	0.40	0.06

Name of the investee company	As at July 1, 2022	Purchases during the period	Right / bonus issue	Sales during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised (diminution)/ appreciation as at December 31, 2022	Percentage in relation to		
									Total market value of investments	Net assets of the Fund	Paid-up-capital of the investee company (with face value of investments)
----- Number of shares -----						----- (Rupees in '000) -----		----- % -----			
Fertilizers											
Engro Corporation Limited (Note 6.1.3)	268,014	30,000	-	22,415	275,599	71,451	72,210	759	3.36	2.97	0.05
Engro Fertilizers Limited	676,924	-	-	225,968	450,956	39,973	34,674	(5,299)	1.61	1.43	0.03
									4.97	4.40	0.08
Food & Personal Care Products											
Al Shaheer Corporation Limited (note 6.1.2)	8,546	-	-	2,511	6,035	55	62	7	0.00	0.00	-
At-Tahur Limited	312,880	-	31,288	-	344,168	5,967	5,882	(85)	0.27	0.24	0.16
The Organic Meat Company Limited	-	200,000	4,875	-	204,875	4,919	4,233	(686)	0.20	0.17	0.15
									0.47	0.42	0.31
Glass & Ceramics											
Shabbir Tiles & Ceramics Limited (note 6.1.1)	807,500	-	-	539,500	268,000	3,921	2,305	(1,616)	0.11	0.09	0.11
Leather & Tanneries											
Service GlobalFootwear Limited	40,430	-	-	-	40,430	1,624	1,340	(284)	0.06	0.06	0.02
Oil & Gas Exploration Companies											
Mari Petroleum Company Limited (note 6.1.2)	77,554	3,872	-	5,000	76,426	132,662	118,228	(14,434)	5.50	4.87	0.06
Oil and Gas Development Company Limited	1,292,931	25,000	-	50,000	1,267,931	99,575	101,003	1,428	4.70	4.16	0.03
Pakistan Oilfields Limited	85,007	-	-	10,000	75,007	30,439	29,466	(973)	1.37	1.21	0.03
Pakistan Petroleum Limited	1,386,997	55,170	-	-	1,442,167	97,617	98,269	652	4.57	4.05	0.05
									16.13	14.29	0.17
Oil and Gas Marketing Companies											
Attock Petroleum Limited	-	33,833	5,558	5,000	34,391	10,661	9,963	(698)	0.46	0.41	0.03
Hascol Petroleum Limited (note 6.1.2)	1,901	-	-	-	1,901	8	11	3	0.00	0.00	-
Pakistan State Oil Company Limited (note 6.1.2)	297,066	50,000	-	25,000	322,066	55,452	46,374	(9,078)	2.16	1.91	0.07
Sui Northern Gas Pipelines Limited	410,888	250,000	-	-	660,888	23,373	24,816	1,443	1.15	1.02	0.10
									3.77	3.34	0.20
Paper & Board											
Cherat Packaging Limited	40	-	4	-	44	5	4	(1)	0.00	0.00	-
Century Paper & Board Mills Limited	328,345	10,000	32,834	-	371,179	20,787	18,366	(2,421)	0.85	0.76	0.17
Roshan Packages Limited	42,500	-	-	42,500	-	-	-	-	-	-	-
Packages Limited	74,773	4,500	-	35,000	44,273	17,653	16,388	(1,265)	0.76	0.67	0.05
									1.62	1.43	0.22
Pharmaceuticals											
Abbott Laboratories (Pakistan) Limited	2,250	-	-	-	2,250	1,473	1,042	(431)	0.05	0.04	-
AGP Limited	500	-	-	-	500	44	32	(12)	0.00	0.00	-
GlaxoSmithKline Consumer Healthcare Pakistan Limited	42,900	-	-	-	42,900	10,224	7,031	(3,193)	0.33	0.29	0.04
Highnoon Laboratories Limited (note 6.1.2)	529	-	-	-	529	280	286	6	0.01	0.01	-
IBL HealthCare Limited	247,520	14,000	26,152	148,000	139,672	6,560	5,252	(1,308)	0.24	0.22	0.20
The Searle Company Limited (note 6.1.2)	15,369	40,000	13,842	50,000	19,211	1,713	1,131	(582)	0.05	0.05	-
									0.69	0.61	0.24
Power Generation & Distribution											
K-Electric Limited (note 6.1.1)	3,578,500	2,200,000	-	-	5,778,500	17,810	15,602	(2,208)	0.73	0.64	0.02
The Hub Power Company Limited	760,291	340,000	-	534,969	565,322	38,669	35,661	(3,008)	1.66	1.47	0.04
									2.38	2.11	0.06
Property											
TPL Properties Limited	-	150,000	15,000	-	165,000	3,383	2,805	(578)	0.13	0.12	0.01
Real Estate Investment Trust											
Dolmen City REIT	1,909,000	-	-	-	1,909,000	25,810	26,039	229	1.21	1.07	0.09
Refinery											
Attock Refinery Limited	6,000	-	-	6,000	-	-	-	-	-	-	-
Cnergyco PK Limited (Formerly Byco Petroleum Pakistan Limited)	2,075,978	600,000	-	2,075,978	600,000	3,477	2,214	(1,263)	0.10	0.09	0.01
National Refinery Limited	13,500	-	-	13,500	-	-	-	-	-	-	-
									0.10	0.09	0.01

Name of the investee company	As at July 1, 2022	Purchases during the period	Right / bonus issue	Sales during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised (diminution)/ appreciation as at December 31, 2022	Percentage in relation to		
									Total market value of investments	Net assets of the Fund	Paid-up-capital of the investee company (with face value of investments)
Number of shares						Rupees in '000			%		
Technology & Communication											
Air Link Communication Limited	80,156	-	-	-	80,156	3,238	2,371	(867)	0.11	0.10	0.02
Avanceon Limited	126,875	-	-	-	126,875	9,885	8,378	(1,507)	0.39	0.35	0.04
Octopus Digital Limited	24,836	-	-	-	24,836	1,771	1,407	(364)	0.07	0.06	0.02
Supernet Limited	-	166,500	12,100	-	178,600	2,404	2,742	338	0.13	0.11	0.14
Systems Limited	249,230	15,000	-	-	264,230	88,830	127,869	39,039	5.94	5.27	0.09
									6.64	5.88	0.31
Textile composite											
Feroze1888 Mills Limited	82,468	-	-	15,500	66,968	4,181	4,236	55	0.20	0.17	0.02
Interloop Limited	761,700	35,000	25,547	323,005	499,242	29,369	28,282	(1,087)	1.31	1.16	0.05
Kohinoor Textile Mills Limited	100,000	-	-	-	100,000	5,000	4,725	(275)	0.22	0.19	0.03
Nishat Mills Limited	86,427	-	-	86,427	-	-	-	-	1.73	1.53	0.10
Total as at December 31, 2022	19,629,705	5,971,148	302,184	5,114,771	20,788,266	1,197,045	1,171,939	(25,106)			
Total as at June 30, 2022						1,432,337	1,241,797	(190,540)			

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.

6.1.2 The Finance Act, 2014 introduced amendments to the Income Tax Ordinance 2001 as a result of which companies are liable to withhold five percent of the bonus shares to be issued. The shares so withheld shall only be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the issuing company.

In this regard, a constitutional petition had been filed by Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs. The petition was based on the fact that because CISs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs. A stay order had been granted by the Honourable High Court of Sindh in favour of CISs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgement on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50% of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the year ended June 30, 2019. During the year ended June 30, 2020, the CISs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019. In this regard, on July 15, 2019, the Honourable High Court of Sindh had issued notices to the relevant parties and had ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs.

Finance Act, 2018 effective from July 1, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on stock exchange issuing bonus shares to the shareholders of the company, to withhold five percent of the bonus shares to be issued. Therefore, bonus shares issued to the Fund during the period were not withheld by the investee companies.

As at December 31, 2022, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 3.445 million (June 30, 2022: 4.347 million).

6.1.3 Investments include 153,500 (June 30, 2022: 150,000) shares of Engro Corporation Limited, having a market value of Rs 40.219 million (June 30, 2022: Rs 38.564 million) Pakistan Petroleum Limited 1,000 (June 30, 2022: nil) shares having market value of Rs. 0.068 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 Sukuk certificates

6.2.1 Corporate sukuku

Name of the investee company	Profit payments / principal redemptions	Maturity	Profit rate	As at July 1, 2022	Purchases during the period	Sales / Redemptions / matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022*	Market value as at December 31, 2022*	Unrealised (diminution)/ appreciation as at December 31, 2022	Percentage in relation to		
											Net assets of the Fund	Total issue (with face value of investment)	Total market value of investments
				Number of certificates			(Rupees in '000)			%			
NON-PERFORMING ASSETS													
Security Leasing Corporation Limited II * (note 6.2.1.2) (non-traded)	N/A	January 19, 2022	N/A	5,000	-	-	5,000	-	-	-	-	-	-
Eden Housing Limited * (note 6.2.1.2) (non-traded)	N/A	September 29, 2014	N/A	5,000	-	-	5,000	-	-	-	-	-	-
Arzoo Textile Mills Limited * (note 6.2.1.2) (non-traded)	N/A	April 15, 2014	N/A	5,000	-	-	5,000	-	-	-	-	-	-
Hascol Petroleum Limited - Sukuk (note 6.2.1.2 and 6.2.1.2.1) (BBB-, VIS, non-traded) *	N/A	January 7, 2022	N/A	50,000	-	-	50,000	-	-	-	-	-	-
POWER GENERATION & DISTRIBUTION													
Neelum Jhelum Hydropower Company (Private) Limited (AAA, VIS, non-traded) (note 6.2.1.1)	Semi-annually	June 29, 2026	6 months KIBOR plus base rate of 1.13%	230	-	-	230	9,300	9,040	(260)	0.37	0.02	0.42
Hub Power Holdings Limited** (AA+, PACRA) (note 6.2.1.1)	Quarterly / Semi-annually commencing from May 12, 2024	November 12, 2025	6 months KIBOR plus base rate of 2.50%	2,000	-	-	2,000	200,000	201,786	1,786	8.31	3.36	9.38
Lucky Electric Power Company Limited VI (AA, PACRA)	At maturity	April 13, 2023	6 months KIBOR plus base rate of 1.50%	-	250	-	250	250,000	250,000	-	10.29	3.57	11.62
COMMERCIAL BANKS													
Dubai Islamic Bank Pakistan Limited - Sukuk (AA-, VIS, non-traded) (note 6.2.1.1)	Semi-annually / At maturity	July 14, 2027	6 months KIBOR plus base rate of 0.50%	141	-	141	-	-	-	-	-	-	-
Dubai Islamic Bank Pakistan Limited - Tier II Sukuk (AA-, VIS, non-traded) (note 6.2.1.1)	Semi-annually / At maturity	November 30, 2032	6 months KIBOR plus base rate of 0.70%	-	100	-	100	100,000	100,000	-	4.12	2.50	4.65
MISCELLANEOUS													
Shakarganj Food Products Limited (BBB+, VIS, non-traded) (note 6.2.1.2.2 & 6.2.1.1)	Quarterly	July 10, 2025	3 months KIBOR plus base rate of 1.75%	82	-	-	82	47,107	45,120	(1,987)	1.86	8.30	2.10

Name of the investee company	Profit payments / principal redemptions	Maturity	Profit rate	As at July 1, 2022	Purchases during the period	Sales / Redemptions / matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022*	Market value as at December 31, 2022*	Unrealised appreciation/ (diminution) as at December 31, 2022	Percentage in relation to		
											Net assets of the Fund	Total issue (with face value of investment)	Total market value of investments
								----- (Rupees in '000) -----		----- % -----			

STEEL & ALLIED PRODUCTS

Agha Steel Industries Limited (A+, VIS, non-traded) (note 6.2.1.1)	Quarterly / Quarterly commencing from January 9, 2022	October 9, 2025	3 months KIBOR plus base rate of 0.80%	100	-	-	100	77,741	74,717	(3,024)	3.08	1.49	3.47
--	---	-----------------	--	-----	---	---	-----	--------	--------	---------	------	------	------

Total as at December 31, 2022

684,148	680,663	(3,485)
---------	---------	---------

Total as at June 30, 2022

493,214	500,228	7,014
---------	---------	-------

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

** These investments have been carried at cost as these were not valued by MUFAP as at December 31, 2021.

6.2.1.1 The nominal value of these sukuk certificates is Rs 5,000 each except for the sukuk certificates of Eden Housing Limited having nominal value of Rs 984.375, Hub Power Holdings Limited and Neelum Jhelum Hydropower Company (Private) Limited having nominal value of Rs. 100,000 each and Dubai Islamic Bank Pakistan Limited, Shakarganj Food Products Limited, Lucky Electric Power Company Limited and Agha Steel Industries Limited having nominal value of Rs 1,000,000 each respectively.

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

The Securities and Exchange Commission of Pakistan (SECP), vide its circular No. 16 dated July 07, 2010, prescribed certain disclosures for the schemes holding investments that were non-compliant either with the minimum investment criteria specified for the category assigned to such schemes or with the investment requirement of their constitutive documents. The Securities and Exchange Commission of Pakistan vide circular 7 of 2009 dated March 6, 2009 required all Asset Management Companies to classify funds under their management on the basis of categorisation criteria laid down in the circular. Al Meezan Investment Management Limited (the Management Company) classified Meezan Balanced Fund (the Fund) as a 'Balanced Scheme' in accordance with the said circular. As at December 31, 2022, following investments of the Funds are in sukuk which are non compliant securities. At the time of investment, these were compliant as per SECP criteria and the investment policy of the Fund.

Name of the investee company	Type of investments	Value of investments before provision	Provision held as at December 31, 2022	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	62,037	62,037	-	-	-
Shakarganj Food Products Limited	Non-traded sukuk certificates	45,120	-	45,120	1.86	2.10
		144,780	99,660	45,120		

6.2.1.2.1 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. 62.037 (June 30, 2022: Rs. 62.037) million have also been held as provision against the outstanding principal as at December 31, 2022. The face value of sukuk certificates is Rs 62.5 million as at December 31, 2022.

6.2.1.2.2 SECP's 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, sukuk certificates of Shakarganj Food Products Limited have been valued at a discretionary rate of 100.0439 when the reported market rate on MUFAP valuation sheet as at December 31, 2022 was 101.8600. The mark down in price has been done within allowable limits.

	Note	Six months period ended December 31,	
		2022	2021
		(Rupees in '000)	
6.2.1.2.3 Movement of provision			
Opening balance		62,037	71,535
Charge for the period	6.2.1.2.1	-	28,125
Closing balance		62,037	99,660

6.2.2 Government securities - GOP Ijarah Sukuk

Name of the Security	Profit payments / principal redemptions	Issue Date	Maturity date	Profit rate	As at July 1, 2022	Purchases during the period	Sales / matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised (diminution) / appreciation as at December 31, 2022	Percentage in relation to	
												Net Assets of the Fund	Total market value of investments
					(Number of certificates)			(Rupees in '000)			%		
GoP Ijarah Sukuk Certificates - XXV (Note 6.2.2.1)	Semi-annually / At maturity	April 27, 2022	April 27, 2027	Weighted Average 6 months T-Bills	2,000	-	2,000	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates - XXVI (Note 6.2.2.1)	Semi-annually / At maturity	October 29, 2021	October 29, 2026	Weighted Average 6 months T-Bills	-	2,000	1,000	1,000	99,010	99,400	390	4.09	4.62
GoP Ijarah Sukuk Certificates - XXVIII (Note 6.2.2.1)	Semi-annually / At maturity	October 26, 2022	October 26, 2027	Weighted Average 6 months T-Bills	-	2,000	-	2,000	200,000	199,060	(940)	8.20	9.25
Total as at December 31, 2022									299,010	298,460	(550)		
Total as at June 30, 2022									199,820	199,360	(460)		

6.2.2.1 The nominal value of GoP Ijarah Sukuk certificates is Rs 100,000 each.

6.3 Commercial papers

Name of the security	Maturity date	Profit rate	As at July 1, 2022	Purchases during the period	Sales / redemptions / maturity during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation / (diminution) as at December 31, 2022	Percentage in relation to	
										Net assets of the Fund	Total market value of investment
							(Rupees in '000)			%	
Mughal Iron & Steel Industries Limited	July 21, 2022	6 months KIBOR plus base rate of 1.75%	165	-	165	-	-	-	-	-	-
Lucky Electric Power Company Limited (II)	July 12, 2022	6 months KIBOR plus base rate of 1.50%	250	-	250	-	-	-	-	-	-
Total as at December 31, 2022							-	-	-		
Total as at June 30, 2022							415,516	415,516	-		

6.3.1 The nominal value of these commercial papers is Rs 1,000,000 each and these are redeemable at maturity.



		December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
6.4	Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	Note	
	Market value of investments	6.1,6.2,6.3 2,151,062	2,356,901
	Carrying value of investments	6.1,6.2,6.3 2,180,203	2,540,887
		<u>(29,141)</u>	<u>(183,986)</u>

7 PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY

	Management fee payable	7.1	784	867
	Sindh Sales Tax on management fee payable		102	113
	Sales load payable		23	64
	Sindh Sales Tax on sales load payable		3	8
	Allocated expenses payable	7.2	229	16
	Selling and marketing expenses payable	7.3	7,321	2,364
			<u>8,462</u>	<u>3,432</u>

7.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 2% (June 30, 2022: 2%) per annum of the average net assets of the Fund during the period ended December 31, 2022. The remuneration is payable to the Management Company monthly in arrears.

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

The Management Company, based on its own discretion, has currently charged allocated expenses at the rate of 0.11% (June 30, 2022: 0.11%) per annum of the average annual net assets of the Fund subject to the total expense charged being lower than actual expense incurred.

7.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at 1% (June 30, 2022: 1%) per annum of the average annual net assets of the Fund during the period subject to the total expense charged being lower than actual expense incurred.

		Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
8	ACCRUED EXPENSES AND OTHER LIABILITIES			
	Withholding tax payable		-	510
	Capital gain tax payable		614	-
	Provision for Federal Excise Duty and related Sindh Sales Tax on Management Fee	8.1	31,961	31,961
	Provision for Federal Excise Duty and related Sindh Sales Tax on Sales load	8.1	6,838	6,838
	Brokerage expenses payable		124	41
	Charity payable		2,116	3,466
	Shariah advisory fee payable		236	237
	Auditors' remuneration payable		307	401
	Zakat payable		6	4
			<u>42,202</u>	<u>43,458</u>

8.1 The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2022. Had the provision for FED not been made, the Net Asset Value of the Fund as at December 31, 2022 would have been higher by Re 0.26 (June 30, 2022: Re 0.23) per unit.

9 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2022 and June 30, 2022.

10 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include Al Meezan Investment Management Limited being the Management Company, the Central Depository Company of Pakistan Limited being the Trustee, Meezan Bank Limited being the holding company of the Management Company, other collective investment schemes managed by the Management Company, Pakistan Kuwait Investment Company (Private) Limited being the associated company of the Management Company, any entity in which the Management Company, its CISs or their connected persons have material interest, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The management considers that the transactions between the related parties are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

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

The details of transactions carried out by the Fund with connected persons during the period and balances with them as at period end are as follows:

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	(Rupees in '000)	
Al Meezan Investment Management Limited - the Management Company		
Management fee payable	784	867
Sindh Sales Tax on management fee payable	102	113
Sales load payable	23	64
Sindh Sales Tax on sales load payable	3	8
Allocated expenses payable	229	16
Selling and Marketing expenses payable	7,321	2,364
Investment of 947,787 units (June 30, 2022: 947,787 units)	15,154	14,800
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee payable	293	300
Sindh Sales Tax on trustee fee payable	38	39
Security deposit	300	300
Meezan Bank Limited		
Balances with banks	25,596	24,042
Sales load payable	48	44
Sindh Sales Tax on sales load payable	6	6
Shariah advisory fee payable	236	237
Investment of 18,886,746 units (June 30, 2022: 18,886,746 units)	301,971	294,922
Investment in 817,023 shares (June 30, 2022: 822,816 shares)	81,326	92,962
Profit receivable on balances with banks	106	38
Al Meezan Investment Management Limited - Employees Gratuity Fund		
Investment of 473186 units (June 30, 2022: 473,186 units)	7,566	7,389
Directors and Executives of the Management Company		
Investment of 6,522,904 units (June 30, 2022: 6,522,868 units)	104,291	101,857



For the six months period
ended December 31

2022 2021

(Unaudited)

(Rupees in '000)

Transactions during the period

AI Meezan Investment Management Limited - the Management Company

Remuneration of AI Meezan Investment Management Limited - Management Company	25,784	46,787
Sindh Sales Tax on remuneration of the Management Company	3,352	6,082
Allocated expenses	1,418	2,573
Selling and marketing expenses	12,892	23,393

Central Depository Company of Pakistan Limited - the Trustee

Remuneration of Central Depository Company of Pakistan Limited - Trustee	1,793	2,843
Sindh Sales Tax on remuneration of the Trustee	233	370
CDS charges	21	59

For the six months period
ended December 31

2022 2021

(Unaudited)

(Rupees in '000)

Meezan Bank Limited

Profit on savings account	639	232
Shares sold: 140,000 shares (2021: 10,000 shares)	18,917	1,606
Shares purchased: 59,933 shares (2021: 90,000 shares)	7,227	12,119
Bonus shares: 74,274 shares (2021: 138,190 shares)	-	-
Sukuks sold: nil (2021: 80 sukuks)	-	80,000
Profit on sukuk certificates	-	2,952
Dividend income	2,934	3,031
Shariah advisory fee	269	269

Directors and Executives of the Management Company

Units issued: 5,391 units (2021: 15,610 units)	85	251
Units redeemed: 5,355 units (2021: 12,937 units)	85	210

11 TOTAL EXPENSE RATIO

The annualised Total Expense Ratio (TER) of the Fund for the period ended December 31, 2022 is 3.84% (2021: 3.75%) which include 0.31% (2021: 0.31%) representing government levy such as sales taxes and SECP fee. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as a Balanced Scheme.

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 unitholders. The Fund has not recorded any tax liability in respect of income relating to the current period as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 2023 as reduced by capital gains (whether realised or unrealised) to its unit holders.

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

13 FAIR VALUE 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 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 December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

	As at December 31, 2022			
	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'	1,171,939	-	-	1,171,939
Sukuk certificates	-	979,123	-	979,123
Commercial papers*	-	-	-	-
	<u>1,171,939</u>	<u>979,123</u>	<u>-</u>	<u>2,151,062</u>

	As at June 30, 2022			
	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'	1,241,797	-	-	1,241,797
Sukuk certificates	-	699,588	-	699,588
Commercial papers*	-	415,516	-	415,516
	<u>1,241,797</u>	<u>1,115,104</u>	<u>-</u>	<u>2,356,901</u>

* 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

14.1 Figures have been rounded off to the nearest thousand rupees.

14.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

15 DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on February 13, 2023 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.

BATURA SAR

Mountain climbing and investments both require intrinsic understanding for marginal benefits.

Height 7,795 meters,
belongs to the range Batura Karakoram



MEEZAN ASSET ALLOCATION FUND (MAAF)

Meezan Asset Allocation Fund is a Shariah Compliant Asset Allocation Scheme. It aims to earn a potentially high return through asset allocation between Shariah Compliant Equity Instruments, Shariah Compliant Fixed Income Instruments, Shariah Compliant Money Market Instruments and any other Shariah Compliant instrument as permitted by the SECP and Shariah Advisor.



FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. 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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

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

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

Head Office:

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



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN ASSET ALLOCATION FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Asset Allocation Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 23, 2023

INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Meezan Asset Allocation Fund

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Meezan Asset Allocation Fund (the Fund)** as at **31 December 2022**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

Scope of Review

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

Conclusion

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

-: 2 :-

Other matter

The condensed interim financial statements for the half year ended 31 December 2021 and the annual financial statements for the year ended 30 June 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2022 and audit report dated 21 September 2022 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 27 February 2023

Place: Karachi

UDIN Number: RR20221007619jNhcYa7



MEEZAN ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022

		December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	Note	(Rupees in '000)	
Assets			
Balances with banks	5	79,075	94,883
Investments	6	616,450	759,097
Receivable against conversion of units		212	2,873
Receivable against sale of investments		1,192	3,981
Dividend receivable		296	240
Advances, deposits and other receivables		5,843	5,992
Total assets		703,068	867,066
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	2,421	1,062
Payable to Central Depository Company of Pakistan Limited - Trustee		136	159
Payable to the Securities and Exchange Commission of Pakistan		79	268
Payable to Meezan Bank Limited		-	66
Payable against redemption and conversion of units		4	7,287
Payable against purchase of investments		-	5,179
Accrued expenses and other liabilities	8	2,806	2,860
Total liabilities		5,446	16,881
Net assets		697,622	850,185
Contingencies and commitments			
	9		
Unit holders' fund (as per statement attached)		697,622	850,185
(Number of units)			
Number of units in issue		17,412,340	21,248,845
(Rupees)			
Net asset value per unit		40.0648	40.0109

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 ASSET ALLOCATION FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	Note	Six months period ended December 31,		Quarter ended December 31,	
		2022	2021	2022	2021
		(Rupees in '000)		(Rupees in '000)	
Income					
Net realised loss on sale of investments		(9,061)	(60,932)	(4,231)	(47,348)
Dividend income		29,696	40,207	19,605	23,506
Profit on savings accounts with banks		5,987	5,991	2,868	2,761
		26,622	(14,734)	18,242	(21,081)
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1	(7,839)	(89,288)	(4,207)	(4,924)
Total income / (loss)		18,783	(104,022)	14,035	(26,005)
Expenses					
Remuneration of AI Meezan Investment Management Limited - Management Company	7.1	5,891	11,672	2,782	5,486
Sindh Sales Tax on remuneration of the Management Company		766	1,517	362	713
Allocated expenses	7.2	432	856	204	402
Selling and marketing expenses	7.3	3,928	7,781	1,855	3,657
Remuneration of Central Depository Company of Pakistan Limited - Trustee		786	1,282	371	618
Sindh Sales Tax on remuneration of the Trustee		102	167	48	81
Annual fee to the Securities and Exchange Commission of Pakistan		79	156	38	74
Auditors' remuneration		256	223	177	136
Brokerage expense		924	3,116	338	1,223
Charity expense		963	858	748	433
Bank and settlement charges		225	344	109	175
Fees and subscription		297	297	135	135
Legal and professional charges		-	184	-	-
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)		-	(21,839)	-	-
Total expenses		14,649	6,614	7,167	13,133
Net income / (loss) for the period before taxation		4,134	(110,636)	6,868	(39,138)
Taxation	11	-	-	-	-
Net income / (loss) for the period after taxation		4,134	(110,636)	6,868	(39,138)
Allocation of net income for the period					
Net income for the period after taxation		4,134	-	-	-
Income already paid on units redeemed		-	-	-	-
		4,134	-	-	-
Accounting income available for distribution					
- Relating to capital gains		-	-	-	-
- Excluding capital gains		4,134	-	-	-
		4,134	-	-	-

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 SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	Six months period		Quarter ended,	
	December 31,		December 31,	
	2022	2021	2022	2021
	(Rupees in '000)		(Rupees in '000)	
Net income / (loss) for the period after taxation	4,134	(110,636)	6,868	(39,138)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income / (loss) for the period	4,134	(110,636)	6,868	(39,138)

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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended December 31, 2022			Six months period ended December 31, 2021		
	Capital value	Accumulated loss	Total	Capital value	Accumulated loss	Total
	----- Rupees in '000-----			----- Rupees in '000-----		
Net assets at the beginning of the period	1,680,295	(830,110)	850,185	2,243,280	(571,049)	1,672,231
Issuance of 1,342,059 units (2021: 8,139,769 units)						
- Capital value (at net asset value per unit at the beginning of the period)	53,697	-	53,697	402,593	-	402,593
- Element of income / (loss)	845	-	845	(5,348)	-	(5,348)
Total proceeds on issuance of units	54,542	-	54,542	397,245	-	397,245
Redemption of 5,178,564 units (2021: 11,527,712 units)						
- Capital value (at net asset value per unit at the beginning of the period)	207,199	-	207,199	570,161	-	570,161
- Element of loss / (income)	4,040	-	4,040	(6,005)	-	(6,005)
Total payments on redemption of units	211,239	-	211,239	564,156	-	564,156
Total comprehensive income / (loss) for the period	-	4,134	4,134	-	(110,636)	(110,636)
Distribution during the period	-	-	-	-	-	-
Net income / (loss) for the period less distribution	-	4,134	4,134	-	(110,636)	(110,636)
Net assets at the end of the period	1,523,598	(825,976)	697,622	2,076,369	(681,685)	1,394,684
Accumulated loss brought forward						
- Realised loss		(665,000)			(768,055)	
- Unrealised (loss) / income		(165,110)			197,006	
		<u>(830,110)</u>			<u>(571,049)</u>	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		4,134			-	
		<u>4,134</u>			<u>-</u>	
Net loss for the period after taxation		-			(110,636)	
Accumulated loss carried forward		<u>(825,976)</u>			<u>(681,685)</u>	
Accumulated loss carried forward						
- Realised loss		(818,137)			(592,397)	
- Unrealised loss		(7,839)			(89,288)	
		<u>(825,976)</u>			<u>(681,685)</u>	
			(Rupees)			(Rupees)
Net asset value per unit at the beginning of the period		<u>40.0109</u>				<u>49.4600</u>
Net asset value per unit at the end of the period		<u>40.0648</u>				<u>45.8449</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 CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022**

	Note	Six months period ended December 31,	
		2022	2021
		(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income / (loss) for the period before taxation		4,134	(110,636)
Adjustments for:			
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1	7,839	89,288
		<u>11,973</u>	<u>(21,348)</u>
Decrease / (increase) in assets			
Investments - net		134,808	91,709
Receivable against sale of investments		2,789	(3,676)
Dividend receivable		(56)	400
Advances, deposits and other receivables		149	22,020
		137,690	110,453
(Decrease) / increase in liabilities			
Payable to Al Meezan Investment Management Limited - Management Company		1,359	614
Payable to Central Depository Company of Pakistan Limited - Trustee		(23)	(20)
Payable to the Securities and Exchange Commission of Pakistan		(189)	(154)
Payable to Meezan Bank Limited		(66)	(47)
Payable against purchase of investments		(5,179)	12,727
Accrued expenses and other liabilities		(54)	(23,084)
		(4,152)	(9,964)
Net cash generated from operating activities		145,511	79,141
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance and conversion of units		57,203	399,007
Payment against redemption and conversion of units		(218,522)	(566,106)
Net cash used in financing activities		(161,319)	(167,099)
Net decrease in cash and cash equivalents during the period		(15,808)	(87,958)
Cash and cash equivalents at the beginning of the period		94,883	249,862
Cash and cash equivalents at the end of the period		79,075	161,904

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 ASSET ALLOCATION FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Meezan Asset Allocation Fund (the Fund) was established under a Trust Deed executed between Al Meezan Investment Management Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed under the Trust Act, 1882 on November 25, 2015 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on November 16, 2015 under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The Trust Deed was previously registered under The "Trust Act, 1882" and now has been registered under "The Sindh Trusts Act, 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act. The Management Company has been licensed by the 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. The investment objectives and policies are explained in the Fund's offering document.
- 1.3** The Fund is an open-end Shariah Compliant Asset Allocation Scheme. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.4** The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 30, 2022 (2021: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: 'AM1' dated June 23, 2021). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.5** The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of repealed Companies Ordinance, 1984; and

- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

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

The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022

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

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2022.

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, 2022. 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, 2022.

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 01, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date (annual periods beginning on or after)
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

5. BALANCE WITH BANKS	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Balances with banks in:			
Savings accounts	5.1	77,708	92,714
Current accounts		<u>1,367</u>	<u>2,169</u>
		<u>79,075</u>	<u>94,883</u>
5.1	This includes balances maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 6.50% (June 30, 2022: 6.01%) per annum. Other savings accounts of the Fund has expected profit ranging from 6.40% to 15.50% per annum (June 30, 2022: 4.00% to 15.50% per annum).		

6. INVESTMENTS	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
At fair value through profit or loss			
Shares of listed companies - 'ordinary shares'	6.1	<u>616,450</u>	<u>759,097</u>

6.1 Shares of listed companies - 'ordinary shares'

Name of the investee company	As at July 1, 2022	Purchased during the period	Bonus / right shares	Sold during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised (diminution)/ appreciation as at December 31, 2022	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) -----		----- % -----			
Cement											
Attock Cement Pakistan Limited	3,100	-	-	-	3,100	206	175	(31)	0.03	-	0.03
Cherat Cement Company Limited	74,600	20,000	-	-	94,600	9,213	9,640	427	1.38	0.05	1.56
Fauji Cement Company Limited	245,000	140,000	30,625	-	415,625	5,481	4,996	(485)	0.72	0.03	0.81
Gharibwal Cement Limited	442,000	-	-	-	442,000	8,619	7,068	(1,551)	1.01	0.11	1.15
Kohat Cement Company Limited	125,800	-	-	7,500	118,300	15,394	17,473	2,079	2.50	0.06	2.83
Lucky Cement Limited	58,031	31,000	-	11,000	78,031	35,467	34,847	(620)	5.00	0.02	5.65
Maple Leaf Cement Factory Limited	489,707	150,000	-	28,033	611,674	16,992	13,805	(3,187)	1.98	0.06	2.24
									12.62	0.33	14.27
Chemicals											
Descon Oxychem Limited	-	400,000	-	200,000	200,000	4,465	4,412	(53)	0.63	0.11	0.72
Dynea Pakistan Limited (note 6.1.1)	59,600	100	-	-	59,700	10,389	9,253	(1,136)	1.33	0.32	1.50
Engro Polymer and Chemicals Limited	199,761	-	-	199,761	-	-	-	-	-	-	-
ICI Pakistan Limited	12,400	-	-	-	12,400	8,984	7,967	(1,017)	1.14	0.01	1.29
									3.10	0.44	3.51
Commercial Banks											
BankIslami Pakistan Limited	852,000	200,000	-	-	1,052,000	12,904	14,055	1,151	2.01	0.09	2.28
Meezan Bank Limited (a related party of the Fund)	539,167	-	49,516	62,000	526,683	54,095	52,426	(1,669)	7.51	0.03	8.50
									9.52	0.12	10.78
Engineering											
International Industries Limited	-	5,000	-	5,000	-	-	-	-	-	-	-
International Steels Limited	-	50,000	-	50,000	-	-	-	-	-	-	-
Mughal Iron and Steel Industries Limited	186,190	160,000	-	261,033	85,157	5,019	4,114	(905)	0.59	0.03	0.67
									0.59	0.03	0.67
Fertilizer											
Engro Corporation Limited (note 6.1.2)	95,778	71,000	-	59,763	107,015	26,683	28,039	1,356	4.02	0.02	4.55
Engro Fertilizers Limited	423,348	-	-	304,000	119,348	10,579	9,177	(1,402)	1.32	0.01	1.49
									5.34	0.03	6.04
Food And Personal Care Products											
Al-Shaheer Corporation Limited (note 6.1.3)	7,704	-	-	7,516	188	2	2	-	-	-	-
The Organic Meat Company Limited	-	160,000	9,750	-	169,750	3,938	3,507	(431)	0.50	-	0.57
At-Tahur Limited	169,200	-	16,920	-	186,120	3,227	3,181	(46)	0.46	0.09	0.52
									0.96	0.09	1.09
Glass and Ceramics											
Shabbir Tiles and Ceramics Limited (note 6.1.1)	1,326,500	-	-	1,286,500	40,000	585	344	(241)	0.05	0.02	0.06
Leather & Tanneries											
Service GlobalFootwear Limited	15,005	-	-	-	15,005	603	497	(106)	0.07	0.01	0.08
Oil And Gas Exploration Companies											
Mari Petroleum Company Limited	55,936	5,368	-	16,867	44,437	76,693	68,742	(7,951)	9.85	0.03	11.15
Oil and Gas Development Company Limited (note 6.1.2)	874,650	25,000	-	187,000	712,650	55,891	56,770	879	8.14	0.02	9.21
Pakistan Oilfields Limited	40,667	-	-	15,500	25,167	10,213	9,887	(326)	1.42	0.01	1.60
Pakistan Petroleum Limited	1,002,841	-	-	158,000	844,841	57,035	57,567	532	8.25	0.03	9.34
									27.66	0.09	31.30
Oil And Gas Marketing Companies											
Attock Petroleum Limited	-	32,000	6,250	12,000	26,250	7,831	7,605	(227)	1.09	0.02	1.23
Pakistan State Oil Company Limited (note 6.1.3)	126,561	34,000	-	42,000	118,561	20,189	17,072	(3,118)	2.45	0.03	2.77
Sui Northern Gas Pipelines Limited	442,336	110,000	-	192,000	360,336	12,580	13,531	951	1.94	0.06	2.19
									5.48	0.11	6.19
Paper and Board											
Century Paper and Board Mills Limited	166,100	-	10,610	60,000	116,710	6,557	5,775	(782)	0.83	0.06	0.94
Packages Limited	33,250	-	-	15,000	18,250	7,279	6,755	(524)	0.97	0.02	1.10
									1.80	0.08	2.04
Pharmaceuticals											
GlaxoSmithKline Consumer Healthcare Pakistan Limited	19,800	-	-	-	19,800	4,719	3,245	(1,474)	0.47	0.02	0.53
IBL Healthcare Limited	473,300	-	33,330	349,000	157,630	7,450	5,927	(1,523)	0.85	0.24	0.96
The Searle Company Limited (note 6.1.3)	3,682	-	920	-	4,602	401	271	(130)	0.04	-	0.04
									1.36	0.26	1.53

Name of the investee company	As at July 1, 2022	Purchased during the period	Bonus / right shares	Sold during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised (diminution)/a ppreciation as at December 31, 2022	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) -----			
								----- (Number of shares) -----			
Power Generation And Distribution											
The Hub Power Company Limited	150,797	400,000	-	370,000	180,797	12,582	11,405	(1,177)	1.63	0.01	1.85
K-Electric Limited (note 6.1.1)	1,779,500	1,000,000	-	-	2,779,500	8,448	7,505	(943)	1.08	0.01	1.22
								2.71	0.02	3.07	
PROPERTY & REAL ESTATE											
TPL Properties Limited	-	200,000	10,000	-	210,000	4,093	3,570	(523)	0.51	0.02	0.58
								0.51	0.02	0.58	
Refinery											
Attock Refinery Limited	4,500	-	-	4,500	-	-	-	-	-	-	-
Nergyico PK Limited	1,898,000	750,000	-	1,898,000	750,000	4,411	2,768	(1,644)	0.40	0.01	0.45
National Refinery Ltd	20,956	-	-	20,956	-	-	-	-	-	-	-
								0.40	0.01	0.45	
Technology and Communication											
Air Link Communication Limited	46,737	-	-	24,000	22,737	918	673	(246)	0.10	0.01	0.11
Avanceon Limited	43,000	-	-	-	43,000	3,350	2,839	(511)	0.41	0.01	0.46
Octopus Digital Limited	25,524	-	-	-	25,524	1,820	1,446	(374)	0.21	0.02	0.23
Supernet Limited	500,000	-	50,000	-	550,000	9,655	8,443	(1,214)	1.21	0.49	1.37
Systems Limited	145,260	10,000	-	4,500	150,760	50,753	72,957	22,204	10.46	0.05	11.84
Worldcall Telecom Limited	3,150,000	-	-	2,000,000	1,150,000	1,530	1,346	(184)	0.19	0.04	0.22
								12.58	0.62	14.23	
Textile Composite											
Feroze1888 Mills Limited	63,600	-	-	17,000	46,600	2,909	2,947	38	0.42	0.01	0.48
Interloop Limited	279,626	220,000	8,153	320,797	186,982	11,609	10,593	(1,016)	1.52	0.02	1.72
Kohinoor Textile Mills Limited	260,500	-	-	10,000	250,500	12,525	11,836	(689)	1.70	0.08	1.92
Nishat Mills Limited	75,700	-	-	75,700	-	-	-	-	-	-	-
								3.64	0.11	4.12	
Total as at December 31, 2022						624,289	616,450	(7,839)	88.40	100.00	
Total as at June 30, 2022						924,207	759,097	(165,110)	89.29	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 a nominal value of Rs.3.5 each and Shabbir Tiles and Ceramics Limited and Dynea Pakistan Limited which have a nominal value of Rs.5 each.
- 6.1.2** Investments include 34,000 shares (June 30, 2022: 34,000 shares) of Engro Corporation Limited and 140,000 shares (June 30, 2022: 140,000 shares) of Oil and Gas Development Company Limited having market value of Rs 8.91 million and Rs.11.15 million (June 30, 2022: Rs.8.741 million and Rs.11.014 million) respectively as at December 31, 2022, which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.
- 6.1.3** The Finance Act, 2014 introduced amendments to the Income Tax Ordinance, 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the

In this regard, a constitutional petition had been filed by Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs. The petition was based on the fact that because CISs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs. A stay order had been granted by the Honourable High Court of Sindh in favour of CISs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgement on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the year ended June 30, 2019. During the year ended June 30, 2020, the CISs had filed a fresh constitutional petition via CP 4653 dated July 11, 2019. In this regard, on July 15, 2019, the Honourable High Court of Sindh had issued notices to the relevant parties and had ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs.

Further, the Finance Act, 2018 effective from July 01, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on stock exchange issuing bonus shares to the shareholders of the company, to withhold five percent of the bonus shares to be issued. Therefore, bonus shares issued to the Fund during the period were not withheld by the investee companies.

As at December 31, 2022, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 1.080 million (June 30, 2022: Rs. 1.37 million).

7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	December 31,	June 30,
		2022 (Unaudited) (Rupees in '000)	2022 (Audited)
Remuneration payable	7.1	168	211
Sindh Sales Tax payable on remuneration of the Management Company		22	27
Allocated expenses payable	7.2	66	5
Selling and marketing expenses payable	7.3	2,164	805
Sales load payable		1	13
Sindh Sales Tax payable on sales load *		-	1
		<u>2,421</u>	<u>1,062</u>

* Nil figures due to rounding off

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 1.5% (December 31, 2021: 1.5%) per annum of the average annual net assets of the Fund during the period ended December 31, 2022. The remuneration is payable to the Management Company monthly in arrears.

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

The Management Company, based on its own discretion, has charged such expenses at the rate of 0.11% (December 31, 2021: 0.11%) of the average annual net assets of the Fund during the period ended December 31, 2022, subject to total expense charged being lower than actual expense incurred.

7.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at the rate of 1% (December 31, 2021: 1%) per annum of the average annual net assets of the Fund during the period ended December 31, 2022, subject to total expense charged being lower than actual expense incurred.

8. ACCRUED EXPENSES AND OTHER LIABILITIES	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Auditors' remuneration payable		233	208
Brokerage payable		483	318
Shariah advisor fee payable		263	264
Charity payable		1,190	1,417
Provision for Federal Excise Duty and related Sindh Sales Tax on remuneration of the Management Company	8.1	482	482
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	8.1	145	145
Withholding tax payable*		-	-
Capital gain tax payable		10	26
		<u>2,806</u>	<u>2,860</u>

* Nil figures due to rounding off

- 8.1** The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2022. Had the provision for FED not been made, the Net Asset Value of the Fund as at December 31, 2022 would have been higher by Re.0.04 (June 30, 2022: Re.0.03) per unit.

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2022 and June 30, 2022.

10. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include Al Meezan Investment Management Limited being the Management Company, the Central Depository Company of Pakistan Limited being the Trustee, Meezan Bank Limited being the holding company of the Management Company, other collective investment schemes managed by the Management Company, Pakistan Kuwait Investment Company (Private) Limited being the associated company of the Management Company, any entity in which the Management Company, its CISs or their connected persons have material interest, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The management considers that the transactions between the related parties are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

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

The details of transactions carried out by the Fund with connected persons during the period and balances with them as at period end are as follows:



	December 31, 2022	June 30, 2022
	(Unaudited)	(Audited)
Balances		
Al Meezan Investment Management Limited - Management Company		
Remuneration payable	168	211
Sindh Sales Tax payable on remuneration of the Management Company	22	27
Allocated expenses payable	66	5
Selling and marketing expenses payable	2,164	805
Sales load payable	1	13
Sindh Sales Tax payable on sales load	-	1
Meezan Bank Limited		
Sales load payable	-	58
Sindh Sales Tax on sales load payable	-	8
Bank balances	10,789	1,472
Profit receivable on savings account	57	60
Investment of 526,683 shares (June 30, 2022: 539,167 shares)	52,426	60,915
Shariah advisor fee payable	263	264
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	120	141
Sindh Sales Tax payable on remuneration of the Trustee	16	18
Security deposit	100	100
Directors and Executives of the Management Company		
Investment of 286,451 units (June 30, 2022: 295,585 units)	11,477	11,827
Unit holders holding 10% or more of units of the Fund		
Investment of 1,905,741 units (June 30, 2022: Nil)	76,353	-

**For the six months period
ended December 31,**

	2022	2021
	(Rupees in '000)	
(Unaudited)		
Transactions during the period		
Al Meezan Investment Management Limited - Management Company		
Remuneration of the Management Company	5,891	11,672
Sindh Sales Tax on remuneration of the Management Company	766	1,517
Allocated expenses	432	856
Selling and marketing expenses	3,928	7,781
Meezan Bank Limited		
Profit on savings account	269	344
Shares purchased: nil shares (December 31, 2021: 271,234 shares)	-	36,646
Shares sold: 62,000 shares (December 31, 2021: 25,000 shares)	8,022	3,990
Bonus shares received: 49,516 shares (December 31, 2021: 71,108 shares)	-	-
Dividend income	1,920	1,596
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	786	1,282
Sindh Sales Tax on remuneration of the Trustee	102	167
CDS charges	25	85
Directors and Executives of the Management Company		
Units issued: 2,909 units (December 31, 2021 :570,362 units)	119	27,128
Units redeemed: 12,043 units (December 31, 2021 :939,635 units)	500	46,721



14. GENERAL

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

14.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

15. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on February 13, 2023 by the Board of Directors of the Management Company.

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

Chief Executive

Chief Financial Officer

Director

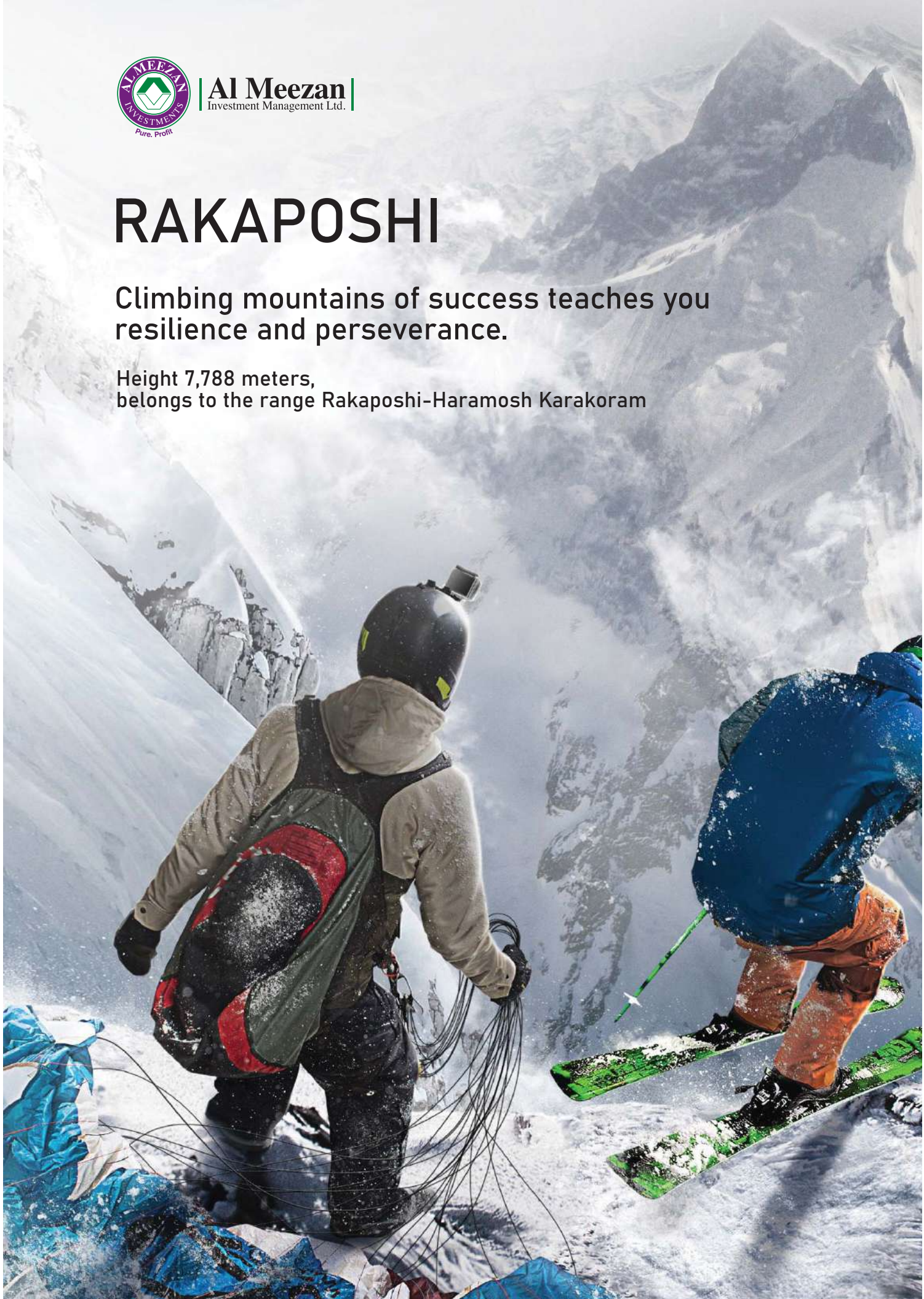


Al Meezan
Investment Management Ltd.

RAKAPOSHI

**Climbing mountains of success teaches you
resilience and perseverance.**

Height 7,788 meters,
belongs to the range Rakaposhi-Haramosh Karakoram



MEEZAN DEDICATED EQUITY FUND (MDEF)

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



FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. 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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

Head Office:

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



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN DEDICATED EQUITY FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Dedicated Equity Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 23, 2023

INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Meezan Dedicated Equity Fund

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Meezan Dedicated Equity Fund** (the Fund) as at **31 December 2022**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

Scope of Review

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

Conclusion

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



-: 2 :-

Other matter

The condensed interim financial statements for the half year ended 31 December 2021 and the annual financial statements for the year ended 30 June 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2022 and audit report dated 21 September 2022 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 27 February 2023

Place: Karachi

UDIN Number: RR202210076kc7h0PqiR



MEEZAN DEDICATED EQUITY FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022

		December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	Note	(Rupees in '000)	
Assets			
Balances with banks	5	23,655	29,399
Investments	6	673,113	722,383
Receivable against sale of investments		1,188	1,991
Dividend receivable		71	55
Advances, deposits and other receivables		3,126	3,172
Total assets		701,153	757,000
Liabilities			
Payable to Al Meezan Investment Management Limited - the Management Company	7	1,227	596
Payable to Central Depository Company of Pakistan Limited - the Trustee		136	141
Payable to the Securities and Exchange Commission of Pakistan		75	176
Payable against purchase of investments		-	1,377
Accrued expenses and other liabilities	8	1,718	1,879
Total liabilities		3,156	4,169
Net assets		697,997	752,831
Unit holders' fund (as per statement attached)		697,997	752,831
Contingencies and commitments	9		
		(Number of units)	
Number of units in issue		17,448,989	18,719,626
		(Rupees)	
Net asset value per unit		40.0022	40.2161

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 (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

Note	Six months period ended December 31,		Quarter ended December 31,	
	2022	2021	2022	2021
	(Rupees in '000)		(Rupees in '000)	
Income				
Net realised loss on sale of investments	(13,399)	(19,984)	(8,839)	(16,648)
Dividend income	34,804	29,608	22,278	17,028
Profit on saving accounts with banks	1,310	535	617	292
	<u>22,715</u>	<u>10,159</u>	<u>14,056</u>	<u>672</u>
Net unrealised diminution on re-measurement of investments 'at fair value through profit or loss'	6.1 (12,980)	(51,378)	(4,804)	(1,611)
Total income / (loss)	<u>9,735</u>	<u>(41,219)</u>	<u>9,252</u>	<u>(939)</u>
Expenses				
Remuneration of AI Meezan Investment Management Limited - the Management Company	7.1 7,530	9,439	3,722	4,457
Sindh Sales Tax on remuneration of the Management Company	979	1,227	484	579
Remuneration of Central Depository Company of Pakistan Limited - the Trustee	753	960	372	463
Sindh Sales Tax on remuneration of Trustee	98	125	48	60
Annual fee to the Securities and Exchange Commission of Pakistan	75	94	37	44
Auditors' remuneration	200	235	117	132
Fees and subscription	281	288	125	147
Brokerage expenses	761	824	483	361
Bank and settlement charges	218	210	98	107
Allocated expenses	7.2 414	519	205	245
Selling and marketing expenses	7.3 1,506	1,888	744	892
Charity expense	1,213	765	905	356
Legal and professional charges	-	184	-	-
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)	-	(4,997)	-	-
Printing Charges	1	-	-	-
Total expenses	<u>14,029</u>	<u>11,761</u>	<u>7,340</u>	<u>7,843</u>
Net (loss) / income for the period before taxation	<u>(4,294)</u>	<u>(52,980)</u>	<u>1,912</u>	<u>(8,782)</u>
Taxation	12 -	-	-	-
Net (loss) / income for the period after taxation	<u>(4,294)</u>	<u>(52,980)</u>	<u>1,912</u>	<u>(8,782)</u>
Allocation of net income for the period				
Net income for the period after taxation	-	-	-	-
Income already paid on units redeemed	-	-	-	-
Accounting income available for distribution	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
- Relating to capital gains	-	-	-	-
- Excluding capital gains	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<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
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	<u>Six months period ended</u>		<u>Quarter ended</u>	
	<u>December 31,</u>		<u>December 31,</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
	<u>(Rupees in '000)</u>		<u>(Rupees in '000)</u>	
Net (loss) / income for the period after taxation	(4,294)	(52,980)	1,912	(8,782)
Other comprehensive income for the period	-	-	-	-
Total comprehensive (loss) / income for the period	<u>(4,294)</u>	<u>(52,980)</u>	<u>1,912</u>	<u>(8,782)</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 MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended December 31, 2022			Six months period ended December 31, 2021		
	Capital Value	Accumulated loss	Total	Capital Value	Accumulated loss	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period	1,492,954	(740,123)	752,831	1,621,443	(606,099)	1,015,344
Issue of 803,449 units (2021: 474,752 units)						
- Capital value (at net asset value per unit at the beginning of the period)	32,312	-	32,312	22,269	-	22,269
- Element of income / (loss)	688	-	688	(470)	-	(470)
Total proceeds on issuance of units	33,000	-	33,000	21,799	-	21,799
Redemption of 2,074,086 units (2021: 2,500,270 units)						
- Capital value (at net asset value per unit at the beginning of the period)	83,412	-	83,412	117,279	-	117,279
- Element of loss / (income)	128	-	128	(3,129)	-	(3,129)
Total payments on redemption of units	83,540	-	83,540	114,150	-	114,150
Total comprehensive loss for the period	-	(4,294)	(4,294)	-	(52,980)	(52,980)
Distribution during the period	-	-	-	-	-	-
Net loss for the period less distribution	-	(4,294)	(4,294)	-	(52,980)	(52,980)
Net assets at the end of the period	<u>1,442,414</u>	<u>(744,417)</u>	<u>697,997</u>	<u>1,529,092</u>	<u>(659,079)</u>	<u>870,013</u>
Accumulated loss brought forward						
- Realised loss		(616,727)			(757,234)	
- Unrealised (loss) / income		<u>-123,396</u>			<u>151,135</u>	
		(740,123)			(606,099)	
Accounting income available for distribution						
- Relating to capital gains	-			-		
- Excluding capital gains	-			-		
		-			-	
Net loss for the period after taxation		(4,294)			(52,980)	
Distribution during the period		-			-	
Accumulated loss carried forward		<u>(744,417)</u>			<u>(659,079)</u>	
Accumulated loss carried forward						
- Realised loss		(731,437)			(607,701)	
- Unrealised loss		<u>(12,980)</u>			<u>-51,378</u>	
		<u>(744,417)</u>			<u>(659,079)</u>	
		(Rupees)			(Rupees)	
Net assets value per unit at the beginning of the period		<u>40.2161</u>			<u>46.9066</u>	
Net assets value per unit at the end of the period		<u>40.0022</u>			<u>44.3419</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 (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022**

	Six months period ended December 31,	
	2022	2021
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the period before taxation	(4,294)	(52,980)
Adjustments for		
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	<u>12,980</u>	51,378
	8,686	(1,602)
Decrease / increase) in assets		
Investments - net	36,290	90,704
Dividend receivable	(16)	3,584
Receivable against sale of investments	803	(986)
Advances, prepayments and other receivables	46	14,889
	37,123	108,191
(Decrease) / increase in liabilities		
Payable to AI Meezan Investment Management Limited - Management Company	631	270
Payable to Central Depository Company of Pakistan Limited - Trustee	(5)	2
Payable to Securities and Exchange Commission of Pakistan	(101)	(83)
Payable against purchase of investments	(1,377)	6,521
Accrued expenses and other liabilities	(161)	(4,262)
	(1,013)	2,448
Net cash generated from operating activities	44,796	109,037
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	33,000	21,799
Payments against redemption and conversion of units	(83,540)	(114,150)
Net cash used in financing activities	(50,540)	(92,351)
Net (decrease) / increase in cash and cash equivalents during the period	(5,744)	16,686
Cash and cash equivalents at the beginning of the period	29,399	10,265
Cash and cash equivalents at the end of the period	23,655	26,951

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 (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

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 09, 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, (the NBFC Regulations). The Trust Deed was previously registered under The "Trust Act 1882" and now has been registered under "The Sindh Trusts Act, 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act. The Management Company has been 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 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 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 Limited.
- 1.4** The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.
- 1.5** The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 30, 2022 (2021: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: 'AM1' dated June 23, 2021). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 STATEMENT OF COMPLIANCE

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017, along with part VIIIA of the repealed Companies Ordinance, 1984; and



- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

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, 2022.

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, 2022. 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, 2022.

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 01, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date (annual period beginning on or after)
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

5. BALANCES WITH BANKS	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited) (Rupees in '000)
In saving accounts	5.1	23,046	27,616
In current accounts		609	1,783
		<u>23,655</u>	<u>29,399</u>

5.1 These include a balance maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 6.50% (June 30, 2022: 6.01%) per annum. Other profit and loss sharing accounts of the Fund have expected profit rates ranging from 6.88% to 15.50% per annum (June 30, 2022: 4% to 15.5% per annum).

6. INVESTMENTS	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited) (Rupees in '000)
Investments - 'at fair value through profit or loss'			
Shares of listed companies - 'ordinary shares'	6.1	673,113	722,383
		<u>673,113</u>	<u>722,383</u>

6.1 Shares of listed companies - 'ordinary shares'

Name of the investee company	As at July 1, 2022	Purchases during the period	Bonus issue / Right shares	Sales during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised gain / (loss) as at December 31, 2022	Percentage in relation to		
									Net assets of the fund	Paid up capital of investee company (with face value of investment)	Percentage of total market value of investment
						(Rupees in '000)		%			
Sectors / companies											
Automobile Assembler											
Millat Tractors Limited	17,390	-	2,778	10,408	9,760	7,097	4,735	(2,362)	0.68	0.01	0.70
									0.68	0.01	0.70
Banks											
Bankislami Pakistan Limited	612,000	100,000	-	-	712,000	8,691	9,512	821	1.36	0.06	1.41
Meezan Bank Limited (a related party of the Fund)	417,934	35,000	45,293	-	498,227	51,317	49,594	(1,723)	7.11	0.03	7.37
									8.47	0.09	8.78
Cement											
Cherat Cement Company Limited	62,889	40,000	-	-	102,889	10,515	10,484	(31)	1.50	0.05	1.56
Fauji Cement Company Limited	230,000	-	28,750	-	258,750	3,259	3,110	(149)	0.45	0.01	0.46
Kohat Cement Company Limited	159,670	-	-	-	159,670	20,778	23,583	2,805	3.38	0.08	3.50
Lucky Cement Limited	77,900	31,000	-	-	108,900	50,585	48,633	(1,952)	6.97	0.03	7.23
Maple Leaf Cement Factory Limited	416,000	150,000	-	-	566,000	15,751	12,775	(2,976)	1.83	0.05	1.90
									14.13	0.22	14.65
Chemical											
Dynea Pakistan Limited (note 6.1.1)	19,400	7,500	-	-	26,900	4,935	4,169	(766)	0.60	0.14	0.62
Engro Polymer and Chemicals Limited	242,141	-	-	242,141	-	-	-	-	-	-	-
ICI Pakistan Limited	15,700	-	-	-	15,700	11,375	10,088	(1,287)	1.45	0.02	1.50
									2.05	0.16	2.12
Engineering											
International Industries Limited	-	7,660	-	7,660	-	-	-	-	-	-	-
International Steels Limited	-	50,000	-	50,000	-	-	-	-	-	-	-
Mughal Iron and Steel Industries Limited	190,943	100,000	-	175,000	115,943	6,837	5,601	(1,236)	0.80	0.03	0.83
									0.80	0.03	0.83
Fertilizer											
Engro Corporation Limited (note 6.1.2)	157,534	15,000	-	18,000	154,534	40,021	40,489	468	5.80	0.03	6.02
Engro Fertilizers Limited	414,387	-	-	163,605	250,782	22,229	19,283	(2,946)	2.76	0.02	2.86
									8.56	0.05	8.88
Food And Personal Care											
Al-Tahir Limited	179,200	-	17,920	-	197,120	3,417	3,369	(48)	0.48	0.09	0.50
The Organic Meat Company Limited	-	160,000	4,875	-	164,875	3,935	3,406	(529)	0.49	0.12	0.51
									0.97	0.21	1.01
Glass And Ceramics											
Shabbir Tiles & Ceramics Limited (note 6.1.1)	522,500	-	-	492,000	30,500	446	262	(184)	0.04	0.01	0.04
									0.04	0.01	0.04
Leather & Tanneries											
Service Global Footwear Limited	24,113	-	-	-	24,113	969	799	(170)	0.11	0.01	0.12
									0.04	0.01	0.04
Miscellaneous											
Pakistan Aluminum Beverage Cans Limited	30,000	-	-	-	30,000	946	1,165	219	0.17	0.01	0.17
									0.17	0.01	0.17
Oil & Gas Exploration Companies											
Mari Petroleum Company Limited	53,588	1,200	-	1,700	53,088	92,286	82,125	(10,161)	11.77	0.04	12.20
Oil & Gas Development Company Limited	679,295	61,125	-	25,000	715,420	56,549	56,990	441	8.16	0.02	8.47
Pakistan Oilfields Limited	58,721	-	-	10,000	48,721	19,771	19,140	(631)	2.74	0.02	2.84
Pakistan Petroleum Limited	702,452	100,000	-	-	802,452	54,169	54,679	510	7.83	0.03	8.13
									30.50	0.11	31.64
Oil & Gas Marketing Companies											
Attock Petroleum Limited	-	23,000	4,000	5,000	22,000	6,749	6,374	(375)	0.91	0.02	0.95
Pakistan State Oil Company Limited (note 6.1.3)	191,072	10,000	-	27,000	174,072	29,719	25,065	(4,654)	3.59	0.04	3.72
Sui Northern Gas Pipelines Limited	442,150	50,000	-	-	492,150	17,021	18,480	1,459	2.65	0.08	2.75
									7.15	0.14	7.42

Name of the investee company	As at July 1, 2022	Purchases during the period	Bonus issue / Right shares	Sales during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised gain / (loss) as at December 31, 2022	Percentage in relation to		
									Net assets of the fund	Paid up capital of investee company (with face value of investment)	Percentage of total market value of investment
						(Rupees in '000)		%			
Paper & Board											
Century Paper and Board Mills Limited	126,500	-	12,650	-	139,150	7,818	6,885	(933)	0.99	0.06	1.02
Packages Limited	34,750	1,500	-	10,000	26,250	10,416	9,717	(699)	1.39	0.03	1.44
Roshan Packages Limited	56,500	-	-	56,500	-	-	-	-	-	-	-
									2.38	0.09	2.46
Pharmaceuticals											
Glaxosmithkline Consumer Healthcare	9,200	-	-	-	9,200	2,193	1,508	(685)	0.22	0.01	0.22
IBL HealthCare Limited	101,600	1,000	10,210	33,000	79,810	3,770	3,001	(769)	0.43	0.11	0.45
The Searle Company Limited	76,193	-	19,048	95,241	-	-	-	-	-	-	-
									5.41	0.30	5.59
Power Generation & Distribution											
K-Electric Limited (note 6.1.1)	2,998,500	1,000,000	-	-	3,998,500	12,068	10,796	(1,272)	1.55	0.01	1.60
The Hub Power Company Limited	436,655	250,000	-	450,000	236,655	16,269	14,928	(1,341)	2.14	0.02	2.22
									3.69	0.03	3.82
Property											
TPL Properties Limited	-	100,000	10,000	-	110,000	2,257	1,870	(387)	0.27	0.01	0.28
									0.27	0.01	0.28
Refinery											
Attock Refinery Limited	3,500	-	-	3,500	-	-	-	-	-	-	-
Cheryco PK Limited (Formerly Byco Petroleum Pakistan Limited)	1,162,000	700,000	-	1,162,000	700,000	4,120	2,583	(1,537)	0.37	-	0.38
National Refinery Limited	6,000	-	-	6,000	-	-	-	-	-	-	-
									0.37	-	0.38
Technology & Communication											
Air Link Communication Limited	23,493	-	-	500	22,993	929	680	(249)	0.10	0.01	0.10
Avanceon Limited	31,250	-	-	-	31,250	2,435	2,063	(372)	0.30	0.01	0.31
Supernet Limited	-	20,000	1,400	-	21,400	292	328	36	0.05	0.02	0.05
Octopus Digital Limited	25,001	-	-	-	25,001	1,783	1,416	(367)	0.20	0.02	0.21
Systems Limited	138,940	22,000	-	-	160,940	55,540	77,884	22,344	11.16	0.06	11.57
Worldcall Telecom Limited	650,000	-	-	300,000	350,000	466	410	(56)	0.06	0.01	0.06
									11.87	0.13	12.30
Textile Composite											
Feroze1888 Mills Limited	45,898	-	-	17,000	28,898	1,804	1,828	24	0.26	0.01	0.27
Interloop Limited	300,208	50,000	14,008	75,000	289,216	17,241	16,384	(857)	2.35	0.03	2.43
Kohinoor Textile Mills Limited	146,500	-	-	-	146,500	7,325	6,922	(403)	0.99	0.05	1.03
Nishat Mills Limited	116,200	-	-	116,200	-	-	-	-	-	-	-
									3.60	0.09	3.73
Total						686,093	673,113	(12,980)			102

6.1.1 All shares have a nominal value of Rs.10 each except for the shares of K-Electric Limited which have a nominal value of Rs.3.50 each and Dynea Pakistan and Shabbir Tiles & Ceramics Limited having a nominal value of Rs.5 each.

6.1.2 Investments include 103,000 shares (June 30, 2022: 100,000 shares) of Engro Corporation Limited and 120,000 shares (June 30, 2022: 120,000 shares) of Oil and Gas Development Company Limited having market value of Rs.26.986 million and Rs.9.559 million (June 30, 2022: Rs.25.709 million and Rs. 9.440 million) respectively as at December 31, 2022, 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 Finance Act, 2014 introduced amendments to the Income Tax Ordinance, 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the issuing company.



In this regard, a constitutional petition had been filed by Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs. The petition was based on the fact that because CISs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance, 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs. A stay order had been granted by the Honourable High Court of Sindh in favour of CISs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgement on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the year ended June 30, 2019. During the period ended December 31, 2019, the CISs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019. In this regard, on July 15, 2019, the Honourable High of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs.

Finance Act, 2018 effective from July 01, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on stock exchange issuing bonus shares to the shareholders of the company, to withhold five percent of the bonus shares to be issued. Therefore, bonus shares issued to the Fund during the period were not withheld by the investee companies.

As at December 31, 2022, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs.0.234 million (June 30, 2022: Rs.0.280 million).

7.	PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	December 31,	June 30,
			2022 (Unaudited)	2022 (Audited)
			(Rupees in '000)	
	Remuneration payable	7.1	224	247
	Sindh Sales Tax payable on remuneration of the Management Company		29	32
	Allocated expenses payable	7.2	116	54
	Selling and marketing expenses payable	7.3	858	263
			1,227	596

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% (2021: 2%) per annum of the average annual net assets of the Fund during the period ended December 31, 2022. The remuneration is payable to the Management Company monthly in arrears.

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

The Management Company, based on its own discretion, has charged such expenses at the rate of 0.11% (2021: 0.11%) of the average annual net assets of the Fund during the period ended December 31, 2022, subject to total expense charged being lower than actual expense incurred.

7.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at the rate of 0.4% (2021: 0.4%) per annum of the average annual net assets of the Fund during the period ended December 31, 2022, subject to total expense charged being lower than actual expense incurred.

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
8. ACCRUED EXPENSES AND OTHER LIABILITIES		
Withholding tax payable	45	46
Auditors' remuneration payable	171	201
Brokerage payable	32	9
Charity payable	1,214	1,351
Shariah advisor fee payable	256	272
	<u>1,718</u>	<u>1,879</u>

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2022 and June 30, 2022.

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 and Al Meezan Investment Management Limited - Employees Gratuity Fund and unitholders holding 10 percent or more units of the Fund's net assets.

10.2 Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The management considers that the transactions between the related parties are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

10.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

The details of transactions carried out by the Fund with connected persons during the period and balances with them as at period end are as follows:

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
Balances		
Al Meezan Investment Management Limited - the Management Company		
Management fee payable	224	247
Sindh Sales Tax payable on management fee	29	32
Allocated expense payable	116	54
Selling and marketing expenses payable	858	263
Meezan Bank Limited		
Balances with bank	1,888	2,105
Profit receivable on saving accounts	1	2
Investment in shares: 498,227 shares (June 30, 2022: 417,934 shares)	49,594	47,218
Shariah Advisory fee payable	256	272
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee payable	120	125
Sindh Sales Tax on trustee fee payable	16	16
Security deposit	103	103



Balances	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited) (Rupees in '000)
Meezan Financial Planning Fund of Funds MAAP I Investment of 1,104,008 units (June 30, 2022: 1,223,499 units)	<u>44,163</u>	<u>49,204</u>
Meezan Strategic Allocation Fund MSAP - I Investment of 2,650,785 units (June 30, 2022: 3,203,303 units)	<u>106,037</u>	<u>128,824</u>
Meezan Strategic Allocation Fund MSAP - II Investment of 907,803 units (June 30, 2022: 918,504 units)	<u>36,314</u>	<u>36,939</u>
Meezan Strategic Allocation Fund MSAP - III Investment of 2,413,625 units (June 30, 2022: 2,439,439 units)	<u>96,550</u>	<u>98,105</u>
Meezan Strategic Allocation Fund MSAP - IV Investment of 1,615,676 units (June 30, 2022: 1,864,866 units)	<u>64,631</u>	<u>74,998</u>
Meezan Strategic Allocation Fund MSAP - V Investment of 300,139 units (June 30, 2022: 368,711 units)	<u>12,006</u>	<u>14,828</u>
Meezan Strategic Allocation Fund - MCPP-III Investment of 931,786 units (June 30, 2022: 585,643 units)	<u>37,274</u>	<u>23,552</u>
Meezan Strategic Allocation Fund - II MCPP-IV Investment of 4,964,594 units (June 30, 2022: 5,553,294 units)	<u>198,595</u>	<u>223,332</u>
Meezan Strategic Allocation Fund - II MCPP-V Investment of 392,698 units (June 30, 2022: 173,290 units)	<u>15,709</u>	<u>6,969</u>
Meezan Strategic Allocation Fund - II MCPP-VII Investment of 21,094 units (June 30, 2022: 64,125 units)	<u>844</u>	<u>2,579</u>
Meezan Strategic Allocation Fund - III MCPP-IX Investment of 2,146,779 units (June 30, 2022: 2,324,953 units)	<u>85,876</u>	<u>93,501</u>
	Six months period ended	
	December 31,	
	2022	2021
	(Unaudited)	
	(Rupees in '000)	
Transactions during the period		
Al Meezan Investment Management Limited - the Management Company		
Remuneration of the Management Company	<u>7,530</u>	<u>9,439</u>
Sindh Sales Tax on remuneration of the Management Company	<u>979</u>	<u>1,227</u>
Allocated expenses	<u>414</u>	<u>519</u>
Selling and marketing expense	<u>1,506</u>	<u>1,888</u>
Meezan Bank Limited		
Profit on saving account	<u>41</u>	<u>36</u>
Shares purchased during the period: 35,000 shares (December 31, 2021: 25,000 shares)	<u>4,099</u>	<u>3,200</u>
Bonus shares received: 45,293 shares (December 31, 2021: 61,575 shares)	<u>-</u>	<u>-</u>
Shares sold during the period: nil (December 31, 2021: 30,000 shares)	<u>-</u>	<u>4,726</u>
Shariah advisor fee	<u>253</u>	<u>274</u>
Dividend income	<u>1,789</u>	<u>1,361</u>
Central Depository Company of Pakistan Limited - the Trustee		
Remuneration of the Trustee	<u>753</u>	<u>960</u>
Sindh Sales Tax on remuneration of the trustee	<u>98</u>	<u>125</u>
CDS charges	<u>14</u>	<u>29</u>

	Six months period ended December 31,	
	2022	2021
	(Unaudited) (Rupees in '000)	
Meezan Financial Planning Fund of Funds - MAAP - I Units redeemed: 119,491 units (December 31, 2021: Nil)	<u>4,970</u>	<u>-</u>
Meezan Strategic Allocation Fund MSAP - I Units redeemed: 552,517 units (December 31, 2021: 83,453 units)	<u>21,690</u>	<u>3,313</u>
Meezan Strategic Allocation Fund MSAP - II Units redeemed: 10,700 (December 31, 2021: Nil)	<u>420</u>	<u>-</u>
Meezan Strategic Allocation Fund MSAP - III Units redeemed: 25,814 units (December 31, 2021: Nil)	<u>1,000</u>	<u>-</u>
Meezan Strategic Allocation Fund MSAP - IV Units redeemed: 249,190 units (December 31, 2021: 258,201 units)	<u>10,040</u>	<u>12,250</u>
Meezan Strategic Allocation Fund MSAP - V Units redeemed: 68,572 units (December 31, 2021: Nil)	<u>2,810</u>	<u>-</u>
Meezan Strategic Allocation Fund MCPP-III Units issued: 584,040 units (December 31, 2021: 195,535 units) Units redeemed: 237,897 units (December 31, 2021: 584,393 units)	<u>24,000</u> <u>9,680</u>	<u>9,000</u> <u>26,050</u>
Meezan Strategic Allocation Fund -II MCPP-IV Units issued: Nil (December 31, 2021: 86,412 units) Units redeemed: 588,699 units (December 31, 2021: 1,086,053 units)	<u>-</u> <u>23,940</u>	<u>4,000</u> <u>50,000</u>
Meezan Strategic Allocation Fund -II MCPP-V Units issued: 219,408 units (December 31, 2021: 82,941 units) Units redeemed: Nil (December 31, 2021: 220,953 units)	<u>9,000</u> <u>-</u>	<u>3,800</u> <u>9,800</u>
Meezan Strategic Allocation Fund-II MCPP-VII Units issued: Nil (December 31, 2021: 109,863 units) Units redeemed: 43,031 units (December 31, 2021: 173,673 units)	<u>-</u> <u>1,810</u>	<u>5,000</u> <u>7,700</u>
Meezan Strategic Allocation Fund-III MCPP-IX Units redeemed: 178,174 units (December 31, 2021: 93,542 units)	<u>7,180</u>	<u>4,350</u>

11. TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund as at December 31, 2022 based on current period results is 3.72% (December 31, 2021: 3.55%) which includes 0.33% (December 31, 2021: 0.33%) 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 unit holders. 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 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.



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 December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

As at December 31, 2022				
	Level 1	Level 2	Level 3	Total
ASSETS				
(Rupees in '000)				
Financial assets 'at fair value through profit or loss'	673,113	-	-	673,113
As at June 30, 2022				
	Level 1	Level 2	Level 3	Total
ASSETS				
(Rupees in '000)				
Financial assets 'at fair value through profit or loss'	722,383	-	-	722,383

14. GENERAL

14.1 Figures have been rounded off to the nearest thousand rupees.

14.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

15. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on February 13, 2023 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.

MASHERBRUM, K1

An appropriate route and strategy are crucial to reaching peaks of success.

Height 7,821 meters,
belongs to the range Masherbrum Karakoram



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 Index (PMEX).



FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. 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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.

Tel : (92-21) 111-111-500

Fax: (92-21) 34326021 - 23

URL: www.cdcpakistan.com

Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN GOLD FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Gold Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 23, 2023

INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Meezan Gold Fund

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Meezan Gold Fund** (the Fund) as at **31 December 2022**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

Scope of Review

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

Conclusion

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

-: 2 :-

Other matter

The condensed interim financial statements for the half year ended 31 December 2021 and the annual financial statements for the year ended 30 June 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2022 and audit report dated 21 September 2022 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 27 February 2023

Place: Karachi

UDIN Number: RR202210076eW85zR9c0



MEEZAN GOLD FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022

		December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
	Note		
Assets			
Balances with banks	5	164,923	86,766
Investment in gold	6	591,164	518,611
Profit receivable on balances with banks		1,943	1,044
Total assets		758,030	606,421
Liabilities			
Payable to Al Meezan Investment Management Limited - the Management Company	7	1,027	318
Payable to Central Depository Company of Pakistan Limited - the Trustee		122	97
Payable to the Securities and Exchange Commission of Pakistan		69	112
Payable against conversion and redemption of units		258	17
Accrued expenses and other liabilities	9	3,131	1,879
Total liabilities		4,607	2,423
Net assets		753,423	603,998
Unit holders' fund (as per statement attached)		753,423	603,998
Contingencies and commitments	8		
Number of units in issue		6,515,106	5,812,706
		(Rupees)	
Net asset value per unit		115.6424	103.9100

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 INCOME STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	Note	Six months period ended, December 31,		Quarter ended, December 31,	
		2022	2021	2022	2021
		(Rupees in '000)		(Rupees in '000)	
Income					
Profit on saving accounts with banks		10,210	2,238	5,981	1,573
Price adjustment charges		1,491	3,298	84	2,166
		11,701	5,536	6,065	3,739
Net unrealised appreciation on re-measurement of investment in gold	6	72,553	60,561	59,564	63,317
Total income		84,254	66,097	65,629	67,056
Expenses					
Remuneration of AI Meezan Investment Management Limited - the Management Company	7.1	3,462	2,583	1,796	1,335
Sindh Sales Tax on remuneration of the Management Company		450	336	233	174
Allocated expenses	7.2	381	284	198	147
Selling and marketing expenses	7.3	1,385	1,033	719	534
Remuneration of Central Depository Company of Pakistan Limited - the Trustee		589	439	306	227
Sindh Sales Tax on remuneration of the Trustee		77	57	40	29
Annual fee to the Securities and Exchange Commission of Pakistan		69	52	36	27
Auditors' remuneration		189	188	115	106
Legal and professional charges		-	184	-	-
Fees and subscription		186	190	77	81
Bank and settlement charges		2	7	-	1
Custodian expense		2,741	2,107	1,379	1,098
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)		-	(5,067)	-	-
Total expenses		9,531	2,393	4,899	3,759
Net income for the period before taxation		74,723	63,704	60,730	63,297
Taxation	13	-	-	-	-
Net income for the period after taxation		74,723	63,704	60,730	63,297
Allocation of net income for the period					
Net income for the period after taxation		74,723	63,704		
Income already paid on units redeemed		(365)	(3,348)		
		74,358	60,356		
Accouic					
- Relating to capital gains		72,553	60,356		
- Excluding capital gains		1,805	-		
		74,358	60,356		

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 COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	<u>Six months period</u> <u>December 31,</u>		<u>Quarter ended,</u> <u>December 31,</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
	<u>(Rupees in '000)</u>		<u>(Rupees in '000)</u>	
Net income for the period after taxation	74,723	63,704	60,730	63,297
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>74,723</u>	<u>63,704</u>	<u>60,730</u>	<u>63,297</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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended December 31, 2022			Six months period ended December 31, 2021		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	------(Rupees in '000)-----			------(Rupees in '000)-----		
Net assets at the beginning of the period	377,392	226,606	603,998	367,432	120,098	487,530
Issue of 1,042,075 (December 31, 2021: 2,124,043 units)						
- Capital value (at net asset value per unit at the beginning of the period)	108,282	-	108,282	177,646	-	177,646
- Element of income	3,480	-	3,480	13,082	-	13,082
Total proceeds on issuance of units	111,762	-	111,762	190,728	-	190,728
Redemption of 339,675 (December 31, 2021: 1,595,235 units)						
- Capital value (at net asset value per unit at the beginning of the period)	35,296	-	35,296	133,419	-	133,419
- Element of loss	1,399	365	1,764	4,026	3,348	7,374
Total payments on redemption of units	36,695	365	37,060	137,445	3,348	140,793
Total comprehensive income for the period	-	74,723	74,723	-	63,704	63,704
Distribution during the period	-	-	-	-	-	-
Net income for the period less distribution	-	74,723	74,723	-	63,704	63,704
Net assets at the end of the period	452,459	300,964	753,423	420,715	180,454	601,169
Undistributed income brought forward						
- Realised income		104,267			114,051	
- Unrealised income		122,339			6,047	
		<u>226,606</u>			<u>120,098</u>	
Accounting income available for distribution						
- Relating to capital gains		72,553			60,356	
- Excluding capital gains		1,805			-	
		<u>74,358</u>			<u>60,356</u>	
Undistributed income carried forward		<u><u>300,964</u></u>			<u><u>180,454</u></u>	
Undistributed income carried forward						
- Realised income		228,411			119,893	
- Unrealised income		72,553			60,561	
		<u>300,964</u>			<u>180,454</u>	
		<u>(Rupees)</u>			<u>(Rupees)</u>	
Net assets value per unit at the beginning of the period		<u>103.9100</u>			<u>83.6357</u>	
Net assets value per unit at the end of the period		<u>115.6424</u>			<u>94.5529</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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended, December 31,	
	2022	2021
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	74,723	63,704
Adjustments for:		
Unrealised appreciation on re-measurement of investment in gold	(72,553)	(60,561)
	2,170	3,143
(Increase) / decrease in assets		
Profit receivable on balances with banks	(899)	454
Increase/ (decrease) in liabilities		
Payable to Al Meezan Investment Management Limited - the Management Company	709	(219)
Payable to Central Depository Company of Pakistan Limited - the Trustee	25	9
Payable to the Securities and Exchange Commission of Pakistan	(43)	(49)
Payable to Meezan Bank Limited	-	82
Accrued expenses and other liabilities	1,252	(7,386)
	1,943	(7,563)
Net cash generated from / (used in) operating activities	3,214	(3,966)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	111,762	191,242
Payment against conversion and redemption of units	(36,819)	(140,803)
Net cash generated from financing activities	74,943	50,439
Net increase in cash and cash equivalents during the period	78,157	46,473
Cash and cash equivalents at the beginning of the period	86,766	99,260
Cash and cash equivalents at the end of the period	164,923	145,733

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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Meezan Gold Fund is an open ended mutual fund constituted under a Trust Deed entered into on October 15, 2014 between Al Meezan Investment Management Company as the Management Company and Central Depository Company of Pakistan Limited as the Trustee. The Management Company has been licensed by the Securities and Exchange Commission of Pakistan (SECP) to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules)'. The Trust Deed was previously registered under The "Trust Act 1882" and now has been registered under "The Sindh Trust Act 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act.
- 1.2** The Fund is an open-ended Shariah Compliant (Islamic) Commodity Fund that aims to provide maximum exposure to prices of Gold in a Shariah Compliant (Islamic) manner by investing a significant portion of the Fund's net assets in deliverable gold based contracts available on Pakistan Mercantile Exchange Limited (PMEX). Furthermore, all investments of the Fund's property 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 Credit Rating Company Limited dated December 30, 2022 (2021: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: 'AM1' dated June 23, 2021). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.5** Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as trustee of the Fund. The fund is listed on Pakistan Stock Exchange Limited.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 STATEMENT OF COMPLIANCE

These 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, 2022.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

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, 2022.

4.2 The preparation of these condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgements that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgements 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, 2022. 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, 2022.

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2022. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date (annual periods beginning on or after)
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet Finalized
The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.	

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

5. BALANCES WITH BANKS	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited) (Rupees in '000)
In saving accounts	5.1	<u>164,923</u>	<u>86,766</u>
		<u>164,923</u>	<u>86,766</u>
5.1	These include a balance maintained with Meezan Bank Limited (a related party), that has last declared profit rate of 6.50% (June 30 , 2022: 6.01%) per annum. Other profit and loss sharing accounts of the Fund have, expected profit rates ranging from 5.25% to 15.50% per annum (June 30, 2022: 3.00% to 15.50% per annum).		

6. INVESTMENTS	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited) (Rupees in '000)
Investment in gold	6.1	<u>591,164</u>	<u>518,611</u>

6.1 Investment in gold

Commodity	As at July 1, 2022	Purchases during the period	Sales during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised gain	Percentage in relation to Net assets of the Fund
	----- (Tola) -----			----- (Rupees in '000) -----			--- (%) ---	
TOLAGOLD	3,675	-	-	3,675	516,503	588,761	72,258	78.14%
MITOLA	15,000	-	-	15,000	2,108	2,403	295	0.32%
Total as at December 31, 2022					518,611	591,164	72,553	

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.591.164 million (June 30, 2022: Rs.518.611 million) has been measured at fair value based on the quoted market price in active markets.

		December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
		(Rupees in '000)	
7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - THE MANAGEMENT COMPANY			
Management fee payable	7.1	123	101
Sindh Sales Tax on remuneration of the Management Company		16	13
Allocated expenses payable	7.2	70	4
Selling and marketing expenses payable	7.3	818	200
		<u>1,027</u>	<u>318</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, 2022: 1%) per annum of the average net assets of the Fund during the period ended December 31, 2022. 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% (June 30, 2022: 0.11%) of the average annual net assets of the scheme for allocation of such expenses to the Fund for the period.

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 0.4% (June 30, 2022: 0.4%) per annum of average annual net assets of the Fund subject to the total expense charged being lower than actual expense incurred.

8. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2022 and June 30, 2022.

9. ACCRUED EXPENSES AND OTHER LIABILITIES	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Auditor's remuneration		163	175
Custodian fee payable		1,989	366
Shariah advisory fee payable		158	159
Withholding tax payable		-	371
Capital gain tax payable		110	93
Zakat payable		-	4
Provision for Federal Excise Duty and related			
Sindh Sales Tax on management fee	9.1	414	414
Provision for Federal Excise Duty and related			
Sindh Sales Tax on sales load	9.1	297	297
		<u>3,131</u>	<u>1,879</u>

9.1 The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2022. Had the provision for Federal Excise Duty not being made, the Net Asset Value of the Fund as at December 31, 2022 would have been higher by Re.0.11 (June 30, 2022: Re.0.12) per unit.

10. TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period results is 2.75% (June 30, 2022: 2.81%) which includes 0.17% (June 30, 2022: 0.17%) representing Government levies on the Fund such as sales taxes, annual fee to the SECP, etc. The prescribed limit for the ratio is 3% (excluding government levies) under the NBFC Regulations for a collective investment scheme categorised as a "commodity fund".

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 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 management considers that the transactions between the related parties are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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:

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	(Rupees in '000)	
Al Meezan Investment Management Limited - the Management Company		
Management fee payable	123	101
Sindh Sales Tax on management fee payable	16	13
Allocated expenses payable	70	4
Selling and marketing expenses payable	818	200
Meezan Bank Limited		
Bank balance	157	491
Profit receivable on balances with bank	20	141
Investment of 1,084,115 units (June 30, 2022: 1,084,115 units)	125,370	112,650
Shariah advisor fee payable	158	159
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee payable	108	86
Sindh Sales Tax on trustee fee payable	14	11
Directors and Executives of the Management Company		
Investment of 521,001 units (June 30, 2022: 468,253 units)	60,250	48,656
Six months period ended, December 31,		
	2022	2021
	(Unaudited)	
	(Rupees in '000)	
Transactions during the period		
Al Meezan Investment Management Limited - the Management Company		
Remuneration for the period	3,462	2,583
Sindh Sales Tax on management fee for the period	450	336
Allocated expenses	381	284
Selling and marketing expense	1,385	1,033
Meezan Bank Limited		
Profit on saving account	312	716
Shariah advisor fee	161	162
Units redeemed: nil (2021: 597 units)	-	50
Central Depository Company of Pakistan Limited - the Trustee		
Remuneration for the period	589	439
Sindh Sales Tax on trustee fee for the period	77	57
Directors and Executives of the Management Company		
Units issued: 55,609 units (December 31, 2021: 17,729 units)	5,968	1,547
Units redeemed: 2,861 units (December 31, 2021: 53,346 units)	277	4,477

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 period as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 2023 as reduced by capital gains (whether realised or unrealised) to its unitholders.

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

14. 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 December 31, 2022, the Fund does not hold any asset which required fair valuation.

15. GENERAL

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

15.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

16. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on February 13, 2023 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.

KANJUT SAR

Evaluating time horizons are critical for investments, just like climbing mountains.

Height 7,760 meters,
belongs to the range Hispar Karakoram



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.



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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Allied Bank Limited
Al Baraka Islamic Bank B.S.C (E.C)
Askari Bank Limited - Islamic Banking
Bank Al Habib Limited - Islamic Banking
Bank Alfalah Limited
Bank Islami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited - Islamic Banking
Habib Bank Limited -Islamic Banking
Habib Metropolitan Bank Limited - Islamic Banking

MCB Bank Limited
MCB Islamic Bank Limited
Meezan Bank Limited
National Bank of Pakistan - Islamic Banking
Samba Bank Limited
Sindh Bank Limited
Soneri Bank Limited - Islamic Banking
The Bank Of Punjab - Islamic Banking
The Bank Of Khyber - Islamic Banking
UBL Ameen - Islamic Banking

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
Karachi - 74400, Pakistan.

Tel : (92-21) 111-111-500

Fax: (92-21) 34326021 - 23

URL: www.cdcpakistan.com

Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN ISLAMIC INCOME FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Islamic Income Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 23, 2023

INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Meezan Islamic Income Fund

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of Meezan Islamic Income Fund (the Fund) as at 31 December 2022, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

Scope of Review

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

Conclusion

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

-: 2 :-

Other matter

The condensed interim financial statements for the half year ended 31 December 2021 and the annual financial statements for the year ended 30 June 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2022 and audit report dated 21 September 2022 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 27 February 2023

Place: Karachi

UDIN Number: RR202210076sVuS2cfwF



**MEEZAN ISLAMIC INCOME FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022**

		December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Assets			
Balances with banks	5	4,802,690	3,440,427
Investments	6	12,241,155	15,097,091
Receivable against conversion of units		13,411	86,611
Advance, deposits, prepayments and other receivables		324,378	325,582
Total assets		17,381,634	18,949,711
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	25,954	13,144
Payable to Central Depository Company of Pakistan Limited - Trustee		1,269	1,408
Payable to the Securities and Exchange Commission of Pakistan		1,864	5,316
Payable to Meezan Bank Limited		597	1,164
Payable against redemption and conversion of units		21,481	65,446
Accrued expenses and other liabilities	8	73,329	253,798
Total liabilities		124,494	340,276
Net assets		17,257,140	18,609,435
Unit holders' fund (as per statement attached)		17,257,140	18,609,435
Contingencies and commitments	9		
		(Number of units)	
Number of units in issue		314,585,233	361,122,076
		(Rupees)	
Net asset value per unit		54.8568	51.5323

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 INCOME STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

Note	Six months period ended December 31,		Quarter ended December 31,	
	2022	2021	2022	2021
	(Rupees in '000)		(Rupees in '000)	
Income				
Profit on sukuk certificates and commercial papers	979,039	758,301	486,821	422,940
Profit on certificates of musharakah	-	45,165	-	22,374
Profit on savings accounts with banks	398,672	380,471	185,378	174,311
Net realised loss on sale of investments	(36,292)	(39,445)	(22,289)	(40,180)
Other income	68	283	22	187
	1,341,487	1,144,775	649,932	579,632
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1.1 & 6.1.2	(71,855)	41,098	(10,787)
		1,269,632	1,185,873	639,145
				564,381
Total income				
Expenses				
Remuneration of AI Meezan Investment Management Limited - Management Company	7.1	46,603	75,068	22,572
Sindh Sales Tax on remuneration of the Management Company		6,058	9,759	2,934
Allocated expenses	7.2	13,981	22,521	6,772
Selling and marketing expenses	7.3	37,283	52,525	18,058
Remuneration of Central Depository Company of Pakistan Limited - Trustee		6,990	11,246	3,385
Sindh Sales Tax on remuneration of the Trustee		909	1,462	440
Annual fee to the Securities and Exchange Commission of Pakistan		1,864	3,003	903
Auditors' remuneration		452	420	259
Fees and subscription		719	711	360
Legal and professional charges		221	184	221
Brokerage expense		642	623	201
Bank and settlement charges		53	1,658	22
Provision against sukuk certificates		-	45,000	-
Printing expense		18	-	-
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)		-	(130,733)	-
		115,793	93,447	56,127
				93,005
Net income for the period before taxation				
		1,153,839	1,092,426	583,018
				471,376
Taxation	12	-	-	-
Net income for the period after taxation				
		1,153,839	1,092,426	583,018
				471,376
Allocation of net income for the period				
Net income for the period after taxation		1,153,839	1,092,426	
Income already paid on units redeemed		(213,080)	(318,387)	
		940,759	774,039	
Accounting income available for distribution				
- Relating to capital gains		-	1,653	
- Excluding capital gains		940,759	772,386	
		940,759	774,039	

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 SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	<u>Six months period ended</u> <u>December 31,</u>		<u>Quarter ended,</u> <u>December 31,</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
	<u>(Rupees in '000)</u>		<u>(Rupees in '000)</u>	
Net income for the period after taxation	1,153,839	1,092,426	583,018	471,376
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>1,153,839</u>	<u>1,092,426</u>	<u>583,018</u>	<u>471,376</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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended December 31, 2022			Six months period ended December 31, 2021		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period	18,347,819	261,616	18,609,435	27,004,995	241,180	27,246,175
Issuance of 142,792,901 units (2021: 379,656,490 units)						
- Capital value (at net asset value per unit at the beginning of the period)	7,358,445	-	7,358,445	19,542,286	-	19,542,286
- Element of income	185,962	-	185,962	294,565	-	294,565
Total proceeds on issuance of units	7,544,407	-	7,544,407	19,836,851	-	19,836,851
Redemption of 189,329,744 units (2021: 432,541,514 units)						
- Capital value (at net asset value per unit at the beginning of the period)	9,756,597	-	9,756,597	22,264,469	-	22,264,469
- Element of loss	80,864	213,080	293,944	150,897	318,387	469,284
Total payments on redemption of units	9,837,461	213,080	10,050,541	22,415,366	318,387	22,733,753
Total comprehensive income for the period	-	1,153,839	1,153,839	-	1,092,426	1,092,426
		1,153,839	1,153,839		1,092,426	1,092,426
Net assets at the end of the period	16,054,765	1,202,375	17,257,140	24,426,480	1,015,219	25,441,699
Undistributed income brought forward						
- Realised income		262,605			148,151	
- Unrealised (loss) / income		(989)			93,029	
		261,616			241,180	
Accounting income available for distribution						
- Relating to capital gains	-			1,653		
- Excluding capital gains	940,759			772,386		
	940,759			774,039		
Undistributed income carried forward		1,202,375			1,015,219	
Undistributed income carried forward						
- Realised income		1,274,230			974,121	
- Unrealised (loss) / income		(71,855)			41,098	
		1,202,375			1,015,219	
			(Rupees)			(Rupees)
Net asset value per unit at the beginning of the period			51.5323			51.4736
Net asset value per unit at the end of the period			54.8568			53.3998

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 CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022**

	Note	Six months period ended December 31,	
		2022	2021
		(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		1,153,839	1,092,426
Adjustments for:			
Net unrealised diminution / (appreciation) on re-measurement of investments classified as "financial assets at fair value through profit or loss"	6.1.1 & 6.1.2	71,855	(41,098)
		1,225,694	1,051,328
Decrease / (increase) in assets			
Investments - net		2,784,081	(1,815,959)
Receivable against sale of investments		-	506
Advance, deposits, prepayments and other receivables		1,204	14,922
		2,785,285	(1,800,531)
(Decrease) / increase in liabilities			
Payable to Al Meezan Investment Management Limited - Management Company		12,810	7,109
Payable to Central Depository Company of Pakistan Limited - Trustee		(139)	(473)
Payable to the Securities and Exchange Commission of Pakistan		(3,452)	(3,962)
Payable to Meezan Bank Limited		(567)	(1,240)
Accrued expenses and other liabilities		(180,469)	(322,056)
		(171,817)	(320,622)
Net cash generated from / (used in) operating activities		3,839,162	(1,069,825)
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance and conversion of units		7,617,607	19,816,051
Payments against redemption and conversion of units		(10,094,506)	(23,624,525)
Dividend paid		-	(36,220)
Net cash used in financing activities		(2,476,899)	(3,844,694)
Net increase / (decrease) in cash and cash equivalents during the period		1,362,263	(4,914,519)
Cash and cash equivalents at the beginning of the period		3,440,427	12,514,171
Cash and cash equivalents at the end of the period		4,802,690	7,599,652

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
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

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 under the Trust Act, 1882 on September 13, 2006 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on November 21, 2008 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. The Trust Deed was previously registered under The "Trust Act 1882" and now has been registered under "The Sindh Trust Act 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act. 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 competitive and stable rate of income on their investments in a Shariah compliant way with a broadly diversified portfolio of long, medium and short term and high quality Islamic income instruments. 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 Credit Rating Company Limited dated December 30, 2022 (2021: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: 'AM1' dated June 23, 2021). 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 03, 2023 (2021: A+(f) dated December 27, 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.

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

The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

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

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2022.

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, 2022. 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, 2022.

4.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period:

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date (Annual period beginning on and after)
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized
The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.	

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

5. BALANCES WITH BANKS	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Balances with banks in:			
Savings accounts	5.1	4,802,649	3,440,383
Current accounts		<u>41</u>	<u>44</u>
		<u>4,802,690</u>	<u>3,440,427</u>
5.1	These include a balance maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 6.50% (June 30, 2022: 6.01%) per annum. Other profit and loss sharing accounts of the Fund have expected profit rates ranging from 5.00% to 15.90% per annum (June 30, 2022: 3.00% to 16.25% per annum).		

December 31, 2022
(Unaudited)
(Rupees in '000)

June 30, 2022
(Audited)

6. INVESTMENTS
Investments - 'at fair value through profit or loss'

Sukuk certificates	6.1	12,241,155	14,544,888
Commercial papers	6.2	-	552,203
		12,241,155	15,097,091

6.1 Sukuk certificates

Government securities	6.1.1	9,304,509	10,538,677
Corporate sukuk certificates	6.1.2	2,936,646	4,006,211
		12,241,155	14,544,888

6.1.1 Government securities

Name of the security	Profit payments / principal redemptions	Issue date	Maturity date	Profit rate	As at July 1, 2022	Purchased during the period	Sold / Matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised (diminution)/ appreciation as at December 31, 2022	Percentage in relation to	
					----- Number of certificates -----			----- (Rupees in '000) -----			Net assets of the Fund	Total market value of investments	
GoP Ijarah Sukuk Certificates - XX - VRR	Semi-annually / At maturity	May 29, 2020	May 29, 2025	Weighted average 6 months T-Bills	2,000	-	2,000	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates - XX - VRR	Semi-annually / At maturity	June 24, 2020	June 24, 2025	Weighted average 6 months T-Bills	2,340	-	2,340	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates - XXII - VRR	Semi-annually / At maturity	December 9, 2020	December 9, 2025	Weighted average 6 months T-Bills	1,735	-	1,735	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates - XXV - VRR	Semi-annually / At maturity	April 27, 2022	April 27, 2027	Weighted average 6 months T-Bills	6,800	-	6,800	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates - XXI - VRR	Semi-annually / At maturity	July 29, 2020	July 29, 2025	Weighted average 6 months T-Bills	-	400	-	400	39,900	39,960	60	0.23	0.33
GoP Ijarah Sukuk Certificates - XXIV - VRR	Semi-annually / At maturity	October 29, 2021	October 29, 2026	Weighted average 6 months T-Bills	5,000	8,000	5,000	8,000	792,080	795,200	3,120	4.61	6.50
GoP Ijarah Sukuk Certificates - XXVIII - VRR	Semi-annually / At maturity	October 26, 2022	October 26, 2027	Weighted average 6 months T-Bills	-	6,000	2,700	3,300	329,889	328,449	(1,440)	1.90	2.68
GoP Ijarah Sukuk Certificates - XI - FRR	Semi-annually / At maturity	December 15, 2021	December 15, 2026	Weighted average 6 months T-Bills	5,000	-	-	5,000	480,000	473,650	(6,350)	2.74	3.87
Pakistan Energy Sukuk II	Semi-annually / At maturity	May 21, 2020	May 21, 2030	6 months KIBOR minus base rate of 0.10%	1,643,450	-	110,000	1,533,450	7,720,921	7,667,250	(53,671)	44.43	62.64
Total as at December 31, 2022									9,362,790	9,304,509	(58,281)	53.91	76.02
Total as at June 30, 2022									10,585,639	10,538,677	(46,962)	56.63	69.82

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 sukuk certificates

Name of the security	Profit payments / principal redemptions	Maturity date	Face value per certificate (Rupees)	Profit rate	As at July 1, 2022	Purchased during the period	Sold / Matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022 *	Market value as at December 31, 2022 *	Unrealised appreciation/ (diminution) as at December 31, 2022	Percentage in relation to		
					---- (Number of certificates) ----			----- (Rupees in '000) -----			----- % -----			
Arzoo Textile Mills Limited (note 6.1.2.1) *	N/A	April 15, 2014	5,000	Not applicable	14,000	-	-	14,000	-	-	-	-	-	-
Eden Housing Limited (note 6.1.2.1) *	N/A	September 29, 2014	984	Not applicable	59,400	-	-	59,400	-	-	-	-	-	-
Security Leasing Corporation Limited II (note 6.1.2.1) *	N/A	January 19, 2022	1,540	Not applicable	10,000	-	-	10,000	-	-	-	-	-	-
Hascol Petroleum Limited (note 6.1.2.1) *	N/A	January 06, 2022	1,250	Not applicable	80,000	-	-	80,000	-	-	-	-	-	-
COMMERCIAL BANKS														
Dubai Islamic Bank Pakistan Limited (AA+, VIS, non-traded)	Semi-annually / At maturity	July 14, 2027	1,000,000	6 months KIBOR plus base rate of 0.50%	538	-	538	-	-	-	-	-	-	-
POWER GENERATION & DISTRIBUTION														
K-Electric Limited Sukuk V (AA+, VIS, non-traded)	Quarterly	August 3, 2027	4,750	3 months KIBOR plus base rate of 1.70%	171,200	-	-	171,200	830,440	826,524	(3,916)	4.79	3.42	6.75
The Hub Power Company Limited (AA+, PACRA, traded)	Semi-annually	August 22, 2023	50,000	3 months KIBOR plus base rate of 1.90%	2,455	-	-	2,455	129,146	124,186	(4,960)	0.72	3.51	1.01
The Hub Power Company Limited (AA+, PACRA, traded)	Semi-annually	March 19, 2024	75,000	12 months KIBOR plus base rate of 1.90%	3,350	-	-	3,350	258,482	255,647	(2,835)	1.48	6.70	2.09
Hub Power Holdings Limited (AA+, PACRA, non-traded) (note 6.1.2.3)	Quarterly / Semi-annually commencing from May 12, 2024	November 12, 2025	100,000	6 months KIBOR plus base rate of 2.50%	6,000	-	-	6,000	600,000	605,358	5,358	3.51	10.00	4.95
Engro Powergen Thar (Private) Limited (AA-, PACRA, non-traded) (note 6.1.2.2)	Annually	August 2, 2024	3,750	3 months KIBOR plus base rate of 1.10%	62,400	-	-	62,400	247,861	246,042	(1,819)	1.43	10.40	2.01
Lucky Electric Power Company Limited (AA, PACRA)	At maturity	December 15, 2022	1,000,000	6 months KIBOR plus base rate of 1.20%	350	-	350	-	-	-	-	-	-	-
Lucky Electric Power Company Limited VI (AA, PACRA)	At maturity	April 13, 2023	1,000,000	6 months KIBOR plus base rate of 1.50%	-	250	-	250	250,000	250,000	-	1.45	0.02	2.04
PHARMACEUTICALS														
OBS AGP (Private) Limited (A+, VIS, traded)	Quarterly	July 15, 2026	93,750	3 months KIBOR plus base rate of 1.55%	3,300	-	-	3,300	310,922	314,016	3,094	1.82	12.69	2.57

Name of the security	Profit payments / principal redemptions	Maturity date	Face value per certificate (Rupees)	Profit rate	As at July 1, 2022	Purchased during the period	Sold / Matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022 *	Market value as at December 31, 2022 *	Unrealised appreciation / (diminution)	Percentage in relation to		
												Net assets of the Fund	Total issue (with face value of investment)	Total market value of investments
					---- (Number of certificates) ----			----- (Rupees in '000) -----			----- % -----			
CEMENT & CONSTRUCTION														
Javedan Corporation Limited (AA-, VIS, traded)	Semi-annually	October 4, 2026	66,667	6 months KIBOR plus base rate of 1.75%	800	-	-	800	52,949	52,267	(682)	0.30	2.67	0.43
STEEL & ALLIED PRODUCTS														
Agha Steel Industries Limited (A+, VIS, non-traded)	Quarterly	October 9, 2025	750,000	3 months KIBOR plus base rate of 0.80%	182	-	-	182	141,488	135,985	(5,503)	0.79	3.64	1.11
CHEMICALS														
Engro Polymer and Chemicals Limited (AA, PACRA, non-traded) (note 6.1.2.2)	Quarterly / Semi-annually commencing from July 11, 2024	July 11, 2026	100,000	3 months KIBOR plus base rate of 0.90%	478	-	478	-	-	-	-	-	-	-
TEXTILE COMPOSITE														
Masood Textile Mills Limited (A, VIS, non-traded)	Quarterly	December 17, 2024	571,429	3 months KIBOR plus base rate of 2.00%	127	-	-	127	71,485	71,597	112	0.41	5.08	0.58
MISCELLANEOUS														
Shakarganj Food Products Limited (BBB+, VIS, non-traded) (note 6.1.2.1 & 6.1.2.2)	Quarterly	July 10, 2025	550,000	3 months KIBOR plus base rate of 1.75%	100	-	-	100	57,447	55,024	(2,423)	0.32	13.79	0.45
Total as at December 31, 2022									2,950,220	2,936,646	(13,574)	17.02	23.99	
Total as at June 30, 2022									3,960,238	4,006,211	45,973	21.53	26.54	

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

6.1.2.1 The Securities and Exchange Commission of Pakistan vide Circular no. 7 of 2009 dated March 06, 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 December 31, 2022, the Fund is compliant with all the requirements of the said circular except for clause 9 (v) which requires that the rating of any security in the portfolio shall not be lower than the investment grade.

Following investments of the Funds are in sukuk certificates 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 investment	Value of investment before provision	Provision held (if any)	Value of investment after provision	Percentage of	
					Net assets	Total assets
					----- % -----	
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	99,259	99,259	-	-	-
Shakarganj Food Products Limited	Non-traded sukuk certificates	55,024	-	55,024	0.32	0.32
Total as at December 31, 2022		298,158	243,134	55,024	0.32	0.32
Total as at June 30, 2022		311,026	243,134	67,892	0.36	0.36

6.1.2.2 Circular No. 33 of 2012 allows the asset manager to apply a mark up within available limit for valuation of any specific debt security. Exercising the discretionary power, the above mentioned sukuk certificates of Engro Powergen Thar (Private) Limited and Shakarganj Food Products Limited have been valued at a discretionary rate of Rs.105.1461 and Rs.100.0439 when the reported market rate on MUFAP valuation sheet as at December 31, 2022 was Rs.107.5391 and Rs.101.8600 respectively.

Six months period ended December 31,	
2022	2021
(Rupees in '000)	

6.1.2.3 Movement of provision

Opening balance	243,134	198,134
Charge for the period	-	45,000
Reversals for the period	-	-
Closing balance	243,134	243,134

6.2 Commercial papers

Name of the security	Maturity date	Profit rate	As at July 1, 2022	Purchased during the period	Matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation/ (diminution) as at December 31, 2022	Percentage in relation to	
			----- (Number of certificates) -----			----- (Rupees in '000) -----			----- % -----		
Mughal Iron & Steel Industries Limited ICP-1 (A-2, VIS)	July 21, 2022	6 months KIBOR plus base rate of 1.75%	300	-	300	-	-	-	-	-	-
Lucky Electric Power Company Limited ICP-2 (A-1, PACRA)	July 12, 2022	6 months KIBOR plus base rate of 1.50%	250	-	250	-	-	-	-	-	-
Total as at December 31, 2022							-	-	-	-	-
Total as at June 30, 2022							552,203	552,203	-	2.97	3.66

6.2.1 The nominal value of these commercial papers is Rs.1,000,000 each.

7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	December 31, 2022	June 30, 2022
		(Unaudited)	(Audited)
		(Rupees in '000)	
Remuneration payable	7.1	1,440	1,464
Sindh Sales Tax on payable on remuneration of the Management Company		187	190
Allocated expenses payable	7.2	2,246	157
Selling and marketing expenses payable	7.3	20,943	7,205
Sales load payable		1,007	3,653
Sindh Sales Tax payable on sales load		131	475
		25,954	13,144

7.1 As per Regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 0.50% (December 31, 2021: 0.50%) per annum of the average annual net assets of the Fund during the period ended December 31, 2022. The remuneration is payable to the Management Company monthly in arrears.

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

The Management Company, based on its own discretion, has charged such expenses at the rate of 0.15% (December 31, 2021: 0.15%) of the average annual net assets of the Fund during the period ended December 31, 2022, subject to total expense charged being lower than actual expense incurred.

- 7.3** In accordance with Circular 11 dated July 05, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at the following rates during the period ended December 31, 2022, subject to total expense charged being lower than actual expense incurred:

Rate applicable from July 1, 2022 to December 31, 2022	Rate applicable from July 1, 2021 to September 30, 2021	Rate applicable from October 1, 2021 to December 31, 2021
0.4% of the average annual net assets of the Fund	0.3% of the average annual net assets of the Fund	0.4% of the average annual net assets of the Fund

8. ACCRUED EXPENSES AND OTHER LIABILITIES	Note	December 31, 2022	June 30, 2022
		(Unaudited)	(Audited)
(Rupees in '000)			
Auditors' remuneration payable		384	459
Brokerage payable		403	527
Shariah advisor fee payable		532	531
Withholding tax payable		-	163,987
Capital gain tax payable		18,110	33,900
Zakat payable		114	381
Other payable		727	954
Provision for Federal Excise Duty and related Sindh Sales Tax on remuneration of the Management Company	8.1	50,417	50,417
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	8.1	2,642	2,642
		<u>73,329</u>	<u>253,798</u>

- 8.1** The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2022. Had the provision for FED not been made, the Net Asset Value of the Fund as at December 31, 2022 would have been higher by Re.0.17 (June 30, 2022: Re.0.15) per unit.

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2022 and June 30, 2022.

10. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include Al Meezan Investment Management Limited being the Management Company, the Central Depository Company of Pakistan Limited being the Trustee, Meezan Bank Limited being the holding company of the Management Company, other collective investment schemes managed by the Management Company, Pakistan Kuwait Investment Company (Private) Limited being the associated company of the Management Company, any entity in which the Management Company, its CISs or their connected persons have material interest, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

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

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



Six months period ended
December 31,

Transactions during the period

Meezan Bank Limited

Profit on savings account

Profit on sukuk certificates

Shariah advisor fee

2022	2021
2,095	1,059
-	10,515
541	540

Central Depository Company of Pakistan Limited - Trustee

Remuneration of the Trustee

Sindh Sales Tax on remuneration of the Trustee

CDS Charges

2022	2021
6,990	11,246
909	1,462
52	33

Meezan Financial Planning Fund of Funds

- Aggressive Allocation Plan

Units issued: Nil (December 31, 2021: 99,658 units)

Units redeemed: 388,917 units (December 31, 2021: 208,584 units)

2022	2021
-	5,250
21,049	10,946

Meezan Financial Planning Fund of Funds

- Moderate Allocation Plan

Units issued: 38,747 units (December 31, 2021: 376,987 units)

Units redeemed: 322,003 units (December 31, 2021: 717,426 units)

2022	2021
2,000	19,750
17,075	38,042

Meezan Financial Planning Fund of Funds

- Conservative Allocation Plan

Units issued: Nil (December 31, 2021: 426,395 units)

Units redeemed: 1,093,197 units (December 31, 2021: 530,852 units)

2022	2021
-	22,500
58,221	27,905

Meezan Financial Planning Fund of Funds - MAAP - I

Units issued: Nil (December 31, 2021: 804,211 units)

Units redeemed: Nil (December 31, 2021: 1,644,638 units)

2022	2021
-	42,304
-	86,495

Meezan Strategic Allocation Fund - MSAP - I

Units issued: Nil (December 31, 2021: 3,044,367 units)

Units redeemed: Nil (December 31, 2021: 3,044,367 units)

2022	2021
-	160,143
-	160,330

Meezan Strategic Allocation Fund - MSAP - II

Units issued: Nil (December 31, 2021: 1,896,168 units)

Units redeemed: Nil (December 31, 2021: 1,896,168 units)

2022	2021
-	99,745
-	99,861

Meezan Strategic Allocation Fund - MSAP - III

Units issued: Nil (December 31, 2021: 2,041,470 units)

Units redeemed: Nil (December 31, 2021: 2,041,470 units)

2022	2021
-	107,388
-	107,513

Meezan Strategic Allocation Fund - MSAP - IV

Units issued: Nil (December 31, 2021: 827,170 units)

Units redeemed: Nil (December 31, 2021: 827,170 units)

2022	2021
-	43,512
-	43,562

Meezan Strategic Allocation Fund - MSAP - V

Units issued: Nil (December 31, 2021: 281,913 units)

Units redeemed: Nil (December 31, 2021: 281,913 units)

2022	2021
-	14,830
-	14,846

	Six months period ended December 31,	
	2022	2021
Transactions during the period		
AI Meezan Investment Management Limited - Employees' Gratuity Fund		
Units redeemed: 209,363 units (December 31, 2021: Nil)	11,000	-
Directors and Executives of the Management Company		
Units issued: 154,195 units (December 31, 2021: 4,206,179 units)	8,160	218,753
Units redeemed: 237,390 units (December 31, 2021: 4,244,108 units)	12,575	223,897

11. TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund as at December 31, 2022 based on current period results is - 1.24% (December 31, 2021: 1.19%) which includes 0.10% (December 31, 2021: 0.10%) 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 '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. Since the Management Company intends to distribute at least 90% of the Fund's accounting income for the year ending June 30, 2023 as reduced by capital gains (whether realised or unrealised) to its unit holders, therefore no provision for taxation has been made in these condensed interim financial statements.

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

13. FAIR VALUE MEASUREMENT

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

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

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

13.1 Fair value hierarchy

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

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



As at December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

ASSETS	As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			
Financial assets 'at fair value through profit or loss'				
Sukuk certificates	-	12,241,155	-	12,241,155
	-	12,241,155	-	12,241,155

ASSETS	As at June 30, 2022			
	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			
Financial assets 'at fair value through profit or loss'				
Sukuk certificates	-	14,544,888	-	14,544,888
Commercial papers **	-	552,203	-	552,203
	-	15,097,091	-	15,097,091

** The valuation of commercial papers has been done based on amortisation to its fair value as per the guidelines given in Circular 33 of 2012 since the residual maturity of this investment is less than six months and are placed with counterparties which have high credit rating. The commercial papers having maturity slightly more than six months have also been valued on the same basis.

14. GENERAL

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

14.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

15. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on February 13, 2023 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.

KUNYANG CHHISH

A generational wealth legacy and the delight of conquering a summit are both exhilarating.

Height 7,823 meters,
belongs to the range Hispar Karakoram



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.

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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Allied Bank Limited
Al Baraka Islamic Bank B.S.C (E.C)
Askari Bank Limited - Islamic Banking
Bank Al Habib Limited - Islamic Banking
Bank Alfalah Limited
Bank Islami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited - Islamic Banking
Habib Bank Limited -Islamic Banking

Habib Metropolitan Bank Limited - Islamic Banking
MCB Islamic Bank Limited
Meezan Bank Limited
National Bank of Pakistan - Islamic Banking
Sindh Bank Limited
Soneri Bank Limited
The Bank Of Punjab Limited
UBL Ameen - Islamic Banking

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
Karachi - 74400, Pakistan.

Tel : (92-21) 111-111-500

Fax: (92-21) 34326021 - 23

URL: www.cdcpakistan.com

Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN SOVEREIGN FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Sovereign Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 23, 2023

INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Meezan Sovereign Fund

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Meezan Sovereign Fund (the Fund)** as at **31 December 2022**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

Scope of Review

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

Conclusion

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

-: 2 :-

Other matter

The condensed interim financial statements for the half year ended 31 December 2021 and the annual financial statements for the year ended 30 June 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2022 and audit report dated 21 September 2022 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 27 February 2023

Place: Karachi

UDIN Number: RR202210076uaKm4t20N



MEEZAN SOVEREIGN FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UNAUDITED)
AS AT DECEMBER 31, 2022

		December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	Note	(Rupees in '000)	
Assets			
Balances with banks	5	1,601,753	384,892
Investments	6	5,049,101	5,794,717
Receivable against conversion of units		3,352	79,729
Deposits, prepayments and other receivable		131,959	115,438
Total assets		6,786,165	6,374,776
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	7,262	2,521
Payable to Central Depository Company of Pakistan Limited - Trustee		317	329
Payable to the Securities and Exchange Commission of Pakistan		614	1,789
Payable to Meezan Bank Limited		371	516
Payable against redemption and conversion of units		24,262	35,110
Accrued expenses and other liabilities	8	86,537	138,434
Total liabilities		119,363	178,699
Net assets		6,666,802	6,196,077
Contingencies and commitments			
Unit holders' fund (as per statement attached)	9	6,666,802	6,196,077
(Number of units)			
Number of units in issue		121,213,864	119,927,049
(Rupees)			
Net asset value per unit		55.0003	51.6654

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 SOVEREIGN FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

Note	Six months period ended December 31,		Quarter ended December 31,	
	2022	2021	2022	2021
	(Rupees in '000)		(Rupees in '000)	
Income				
Profit on sukuk certificates	393,142	324,195	189,291	179,045
Net realised loss on sale of sukuk certificates	(6,675)	(8,063)	(375)	(8,063)
Profit on saving accounts with banks	55,081	66,238	26,735	26,953
	441,548	382,370	215,651	197,935
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1.1 & 6.1.2	30,076	(438)	(11,585)
Total income	413,368	412,446	215,213	186,350
Expenses				
Remuneration of AI Meezan Investment Management Limited Management Company	7.1	25,507	7,237	12,918
Sindh Sales Tax on remuneration of the Management Company		3,316	941	1,679
Allocated expenses	7.2	7,652	2,171	3,875
Selling and marketing expense	7.3	15,304	4,342	7,750
Remuneration of Central Depository Company of Pakistan Limited - Trustee		3,058	796	1,421
Sindh Sales Tax on remuneration of the Trustee		397	103	184
Annual fee to Securities and Exchange Commission of Pakistan		1,020	290	516
Auditors' remuneration		372	327	203
Legal and professional charges		184	-	-
Fees and subscription		555	268	298
Brokerage expense		149	33	149
Printing expenses		-	-	-
Bank and settlement charges		39	67	22
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)		(40,077)	-	-
Total expenses		17,476	16,575	29,015
Net income for the period before taxation		377,922	198,638	157,335
Taxation	12	-	-	-
Net income for the period after taxation		377,922	198,638	157,335
Allocation of net income for the period				
Net income for the period after taxation		377,922	394,970	
Income already paid on units redeemed		(58,575)	(141,027)	
		319,347	253,943	
Accounting income available for distribution				
- Relating to capital gains		-	10,250	
- Excluding capital gains		319,347	243,693	
		319,347	253,943	

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 SOVEREIGN FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	<u>Six months period</u>		<u>Quarter ended,</u>	
	<u>December 31,</u>		<u>December 31,</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
	<u>(Rupees in '000)</u>		<u>(Rupees in '000)</u>	
Net income for the period after taxation	377,922	394,970	198,638	157,335
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>377,922</u>	<u>394,970</u>	<u>198,638</u>	<u>157,335</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 SOVEREIGN FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended December 31, 2022			Six months period ended December 31, 2021		
	Capital value	Undistrib- uted income	Total	Capital value	Undistrib- uted income	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period	5,884,164	311,913	6,196,077	9,634,121	305,131	9,939,252
Issue of 58,224,846 units (2021: 186,800,269 units)						
- Capital value (at net asset value per unit at the beginning of the period)	3,008,209	-	3,008,209	9,637,362	-	9,637,362
- Element of income	108,043	-	108,043	182,476	-	182,476
Total proceeds on issuance of units	3,116,252	-	3,116,252	9,819,838	-	9,819,838
Redemption of 56,938,031 units (2021: 211,887,032 units)						
- Capital value (at net asset value per unit at the beginning of the period)	2,941,726	-	2,941,726	10,931,633	-	10,931,633
- Element of loss	23,148	58,575	81,723	92,359	141,027	233,386
Total payments on redemption of units	2,964,874	58,575	3,023,449	11,023,992	141,027	11,165,019
Total comprehensive income for the period	-	377,922	377,922	-	394,970	394,970
Distribution during the period	-	-	-	-	-	-
Net income for the period less distribution	-	377,922	377,922	-	394,970	394,970
Net assets at the end of the period	6,035,542	631,260	6,666,802	8,429,967	559,074	8,989,041
Undistributed income brought forward						
- Realised income		314,344			203,956	
- Unrealised (loss) / income		(2,431)			101,175	
		311,913			305,131	
Accounting income available for distribution						
- Relating to capital gains		-			10,250	
- Excluding capital gains		319,347			243,693	
		319,347			253,943	
Undistributed income carried forward		631,260			559,074	
Undistributed income carried forward						
- Realised income		659,440			528,998	
- Unrealised (loss) / income		(28,180)			30,076	
		631,260			559,074	
			(Rupees)			(Rupees)
Net asset value per unit at beginning of the period			<u>51.6654</u>			<u>51.5918</u>
Net asset value per unit at end of the period			<u>55.0003</u>			<u>53.6451</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 SOVEREIGN FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended	
	December 31,	
	2022	2021
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	377,922	394,970
Adjustments for:		
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	28,180	(30,076)
	406,102	364,894
Decrease / (increase) in assets		
Investments - net	717,436	(271,638)
Deposits, prepayments and other receivable	(16,521)	(16,128)
	700,915	(287,766)
(Decrease) / increase in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	4,741	2,245
Payable to Central Depository Company of Pakistan Limited - Trustee	(12)	(317)
Payable to the Securities and Exchange Commission of Pakistan	(1,175)	(802)
Payable to Meezan Bank Limited	(145)	(250)
Accrued expenses and other liabilities	(51,897)	(91,185)
	(48,488)	(90,309)
Net cash generated from / (used in) operating activities	1,058,529	(13,181)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	3,192,629	10,275,340
Payments against redemption and conversion of units	(3,034,297)	(11,242,748)
Net cash generated from / (used in) financing activities	158,332	(967,408)
Net increase / (decrease) in cash and cash equivalents during the period	1,216,861	(980,589)
Cash and cash equivalents at the beginning of the period	384,892	2,060,201
Cash and cash equivalents at the end of the period	1,601,753	1,079,612

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 SOVEREIGN FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

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 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 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The Trust Deed was previously registered under the "Trust Act, 1882" and now has been registered under "The Sindh Trusts Act, 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act. The Management Company has been licensed by the Securities and Exchange Commission of Pakistan (SECP) to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi, 74400, Pakistan.
- 1.2** The Fund has been formed to provide the unit holders preservation of capital along with Halal returns by investing primarily in a portfolio of Shariah compliant government securities, thus minimising the credit risk of investments. The Fund also keeps an exposure in short-term near cash instruments for the purpose of maintaining liquidity and to capitalise on high 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 (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 offering document.
- 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 Credit Rating Company Limited dated December 30, 2022 (2021: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: 'AM1' dated June 23, 2021). 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 03, 2023 (2021: 'AA(f)' December 27, 2021).
- 1.5** The title to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2. BASIS OF PRESENTATION

The transactions undertaken by the Fund 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 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 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 are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the published audited annual financial statements of the Fund for the year ended June 30, 2022.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

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

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of this 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, 2022.

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, 2022. 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, 2022.

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 01, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date (annual period beginning on or after)
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.

Standards		IASB Effective date (annual periods beginning on or after)	
IFRS 1 - First-time Adoption of International Financial Reporting Standards		July 01, 2009	
IFRS 17 – Insurance Contracts		January 01, 2023	

5. BALANCES WITH BANKS	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited) (Rupees in '000)
In saving accounts	5.1	1,601,749	384,888
In current accounts		<u>4</u>	<u>4</u>
		<u>1,601,753</u>	<u>384,892</u>

5.1 This includes a balance maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 6.50% (2022: 6.01%) per annum. Other profit and loss sharing accounts of the Fund have expected rates of profit ranging from 5.00% to 15.90% (2022: 3.00% to 16.25%) per annum.

6. INVESTMENTS	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited) (Rupees in '000)
Investments - 'at fair value through profit or loss'			
Sukuk certificates	6.1	<u>5,049,101</u>	<u>5,794,717</u>
6.1 Sukuk certificates			
Government securities	6.1.1	5,020,800	5,761,444
Corporate sukus	6.1.2	<u>28,301</u>	<u>33,273</u>
		<u>5,049,101</u>	<u>5,794,717</u>

6.1.1 Government securities

Name of the security	Issue date	Maturity Date	Rate of Return	As at July 01, 2022	Purchased during the period	Disposed/matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised (diminution) as at December 31, 2022	Market value as a percentage of net assets of the Fund	Market value as a percentage of total investments
				----- Number of certificates -----			(Rupees in '000)			----- Percentage -----		
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	801,000	801,000	-	12.01%	15.86%
Pakistan Energy Sukuk II (note 6.1.1.1)	May 21, 2020	May 21, 2030	6 months KIBOR minus base rate of 0.10%	984,200	-	180,000	804,200	4,049,147	4,021,000	(28,147)	60.31%	79.64%
GoP Ijarah Sukuk Certificates - XXIV - VRR (note 6.1.1.1)	October 29, 2021	October 29, 2026	Weighted average 6 months T-Bills	50	2,000	50	2,000	198,020	198,800	780	2.98%	3.94%
Total - December 31, 2022								5,048,167	5,020,800	(27,367)	75.3%	99.44%
Total as at June 30, 2022								5,766,001	5,761,444	(4,557)	92.99%	99.43%

6.1.1.1 The nominal value of these sukuk certificates is Rs.100,000 each except for Pakistan Energy Sukuk Certificates I and II having nominal value of Rs.5,000 each.

6.1.2 Corporate sukuku

Name of the security	Maturity date	Profit rate	As at July 1, 2022	Purchases during the period	Sales / redemptions during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation as at December 31, 2022	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 KIBOR plus base rate of 1.13%	720	-	-	720	29,114	28,301	(813)	0.42%	0.56%	0.07%
Total - December 31, 2022							29,114	28,301	(813)	0.42%	0.56%	0.07%
Total as at June 30, 2022							31,147	33,273	2,126	0.54%		

6.1.2.1 The remaining face value of the sukuk certificates is Rs. 36,750 each.

7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	December 31, 2022	June 30, 2022
		(Unaudited)	(Audited)
Management fee payable	7.1	535	416
Sindh Sales Tax payable on remuneration of the Management Company		70	54
Allocated expenses payable	7.2	765	47
Selling and marketing expenses payable	7.3	5,072	1,787
Sales load payable		726	192
Sindh sales tax on sales load payable		94	25
		7,262	2,521

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 remuneration at the rate of 0.5% (2021: 0.5%) of average annual net assets of the Fund. The remuneration is payable to the Management Company monthly in arrears.

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

The Management Company based on its own discretion has currently charged 0.15% (2021: 0.15%) of the average annual net assets of the scheme for allocation of such expenses to the Fund for the period subject to the total expense charged not being higher than actual expense incurred.

7.3 In accordance with Circular 11 dated July 05, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, charged selling and marketing expense at the rate of 0.3% (2021: 0.3%) per annum of the average annual net assets of the Fund subject to the total expense charged not being higher than actual expense incurred.

8. ACCRUED EXPENSES AND OTHER LIABILITIES	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Auditors' remuneration payable		439	368
Brokerage payable		284	377
Shariah advisor fee payable		256	268
Withholding tax payable		-	41,908
Capital gain tax payable		2,919	12,763
Zakat payable		-	111
Provision for Federal Excise Duty and related Sindh Sales Tax on management fee	8.1	80,077	80,077
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	8.1	2,562	2,562
		<u>86,537</u>	<u>138,434</u>

8.1 The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2022. Had the provision for FED not been made, the Net Asset Value of the Fund as at December 31, 2022 would have been higher by Re.0.68 (June 30, 2022: Re.0.69) per unit.

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2022 and June 30, 2022.

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 unit holders holding 10 percent or more of the Fund's net assets.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The management considers that the transactions between the related parties are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 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:

AI Meezan Investment Management Limited - Management Company	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Management fee payable	535	416
Sindh Sales Tax payable on remuneration of the Management Company	70	54
Sales load payable	726	192
Sindh Sales Tax payable on sales load	94	25
Allocated expense payable	765	47
Selling and marketing expense payable	5,072	1,787
Investment of 2,098,266 units (June 30, 2022: 9,873,760 units)	115,405	510,132



December 31,
2022
(Unaudited)
(Rupees in '000)

June 30,
2022
(Audited)

Meezan Bank Limited

Balances with bank	31,460	265,464
Profit receivable on saving accounts	196	88
Sales load payable	329	457
Sindh Sales Tax on sales load payable	43	59
Shariah advisor fee payable	256	268
ATM deposit	395	394
Investment of 9,969 units (June 30, 2022: 9,969 units)	548	515

Central Depository Company of Pakistan Limited - Trustee

Trustee fee payable	281	291
Sindh Sales Tax on trustee fee payable	36	38
Security deposit	100	100

AI Meezan Investment Management Limited - Employees Gratuity Fund

Investment of 187,593 units (June 30, 2022: 187,593 units)	10,318	9,691
--	--------	-------

Directors and Executives of the Management Company

Investment of 105,248 units (June 30, 2022: 158,431 units)	5,789	8,185
--	-------	-------

Meezan Strategic Allocation Fund - II - MCPP - V*

Investment of 4 units (June 30, 2022: 4 units)	-	-
--	---	---

* Nil figures due to rounding off

For the six months period
ended December 31
2022 2021
(Unaudited)
(Rupees in '000)

Transactions during the period

AI Meezan Investment Management Limited - the Management Company

Remuneration of AI Meezan Investment Management Limited	15,342	25,507
Sindh Sales Tax on remuneration of the Management Company	1,995	3,316
Allocated expenses	4,603	7,652
Selling and marketing expense	9,205	15,304
Units issued: 2,098,266 units (2021: Nil)	115,002	-
Units redeemed: 9,873,760 units (2021: 19,388,675 units)	520,300	1,001,742

Meezan Bank Limited

Profit on saving accounts	1,007	614
Shariah advisor fee	393	376

Central Depository Company of Pakistan Limited - the Trustee

Remuneration of the Trustee	1,688	3,058
Sindh Sales Tax on trustee fee	219	397
CDS charges	67	5

Meezan Strategic Allocation Fund - MCPP - III

Units issued: Nil (2021: 3,713,278 units)	-	198,451
Units redeemed: Nil (2021: 21,092 units)	-	1,130

Meezan Strategic Allocation Fund - II - MCPP - IV

Units issued: Nil (2021: 8,206,996 units)	-	438,611
Units redeemed: Nil (2021: 79,300 units)	-	4,250

**For the six months period
ended December 31**

2022 2021

(Unaudited)

(Rupees in '000)

Meezan Strategic Allocation Fund - II - MCPP - V

Units issued: Nil (2021: 1,435,803 units)

Units redeemed: Nil units (2021: 16,780 units)

-	76,734
<u>-</u>	<u>900</u>

Meezan Strategic Allocation Fund - II - MCPP - VI

Units issued: Nil (2021: 1,529,172 units)

Units redeemed: Nil (2021: Nil)

-	81,724
<u>-</u>	<u>-</u>

Meezan Strategic Allocation Fund - II - MCPP - VII

Units issued: Nil (2021: 1,746,554 units)

Units redeemed: Nil (2021: 24,964 units)

-	93,342
<u>-</u>	<u>1,334</u>

Meezan Strategic Allocation Fund - II - MCPP - VIII

Units redeemed: Nil (2021: Nil)

-	-
<u>-</u>	<u>-</u>

Meezan Strategic Allocation Fund - III - MCPP - IX

Units issued: Nil (2021: 1,064,988 units)

Units redeemed: Nil (2021: Nil)

-	56,917
<u>-</u>	<u>-</u>

Directors and executives of the Management Company

Units issued: 260,090 units (2021: 913,286 units)

Units redeemed: 313,274 units (2021: 801,222 units)

13,884	48,063
<u>16,706</u>	<u>42,070</u>

11. TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period results is 1.16% (December 31, 2021: 1.13%) which includes 0.09% (December 31, 2021: 0.09%) representing levies such as Sales tax, annual fee to the SECP etc. The 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 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 in respect of income relating to the current period as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 2023 as reduced by capital gains (whether realised or unrealised) to its unitholders.

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

13. FAIR VALUE 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 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 December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

As at December 31, 2022			
Level 1	Level 2	Level 3	Total
(Rupees in '000)			
ASSETS			
Financial assets 'at fair value through profit or loss'			
Sukuk certificates	-	5,049,101	-
	<u>5,049,101</u>		<u>5,049,101</u>

As at June 30, 2022			
Level 1	Level 2	Level 3	Total
(Rupees in '000)			
ASSETS			
Financial assets 'at fair value through profit or loss'			
Sukuk certificates	-	5,794,717	-
	<u>5,794,717</u>		<u>5,794,717</u>

14. GENERAL

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

14.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

15. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on February 13, 2023 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.

SALTORO KANGRI K10

An educated investor and an empowered climber both execute decisions promptly.

Height 7,742 meters
belongs to the range Saltoro Karakoram



MEEZAN CASH FUND (MCF)

Meezan Cash Fund is Pakistan's first Shariah Compliant Money Market Fund. It 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.



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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Allied Bank Limited
Askari Bank Limited - Islamic Banking
Bank Al Habib Limited - Islamic Banking
Bank Alfalah Limited
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited - Islamic Banking
Habib Bank Limited -Islamic Banking
Habib Metropolitan Bank Limited - Islamic Banking

MCB Bank Limited
MCB Islamic Bank Limited
Meezan Bank Limited
National Bank of Pakistan - Islamic Banking
Sindh Bank Limited
The Bank of Punjab
UBL Ameen - Islamic Banking

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.

Tel : (92-21) 111-111-500

Fax: (92-21) 34326021 - 23

URL: www.cdcpakistan.com

Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN CASH FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Cash Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 23, 2023

INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Meezan Cash Fund

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Meezan Cash Fund** (the Fund) as at **31 December 2022**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

Scope of Review

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

Conclusion

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

FEI

-: 2 :-

Other matter

The condensed interim financial statements for the half year ended 31 December 2021 and the annual financial statements for the year ended 30 June 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2022 and audit report dated 21 September 2022 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 27 February 2023

Place: Karachi

UDIN Number: RR20221007604B1wpR6m



MEEZAN CASH FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022

		December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Assets			
Balances with banks	5	15,874,295	9,417,419
Investments	6	6,080,000	4,055,000
Receivable against conversion of units		41,038	85,601
Profit accrued		281,072	194,446
Deposits and prepayments		454	597
Total assets		22,276,859	13,753,063
Liabilities			
Payable to AI Meezan Investment Management Limited - Management Company	7	22,027	4,734
Payable to Central Depository Company of Pakistan Limited - Trustee		1,154	724
Payable to the Securities and Exchange Commission of Pakistan		1,823	2,698
Payable against conversion and redemption of units		91,078	106,817
Accrued expenses and other liabilities	8	51,804	153,566
Total liabilities		167,886	268,539
NET ASSETS		22,108,973	13,484,524
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		22,108,973	13,484,524
CONTINGENCIES AND COMMITMENTS	9		
NUMBER OF UNITS IN ISSUE		408,418,819	266,418,387
		(Rupees)	
NET ASSET VALUE PER UNIT		54.1331	50.6141

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 INCOME STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

Note	Six months period ended December 31,		Quarter ended December 31,		
	2022 (Rupees in '000)	2021 (Rupees in '000)	2022 (Rupees in '000)	2021 (Rupees in '000)	
Income					
Profit on sukuk Certificates	208,573	37,527	109,984	7,572	
Profit on term deposits	71,019	69,374	48,674	40,443	
Profit on saving accounts with banks	1,048,398	389,703	599,590	209,862	
Total income	1,327,990	496,604	758,248	257,877	
Expenses					
Remuneration of AI Meezan Investment Management Limited - Management Company	7.1	45,576	33,768	25,706	16,443
Sindh Sales Tax on remuneration of the Management Company		5,925	4,390	3,342	2,138
Selling and marketing expenses	7.3	27,346	20,261	15,424	9,866
Allocated expenses	7.2	13,673	10,130	7,712	4,932
Remuneration of Central Depository Company of Pakistan Limited - Trustee		5,013	4,061	2,827	1,809
Sindh Sales Tax on remuneration of the Trustee		652	528	368	235
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)		1,823	1,351	1,028	658
Auditors' remuneration		328	336	197	151
Fees and subscription		709	719	358	360
Legal and professional charges		282	192	282	8
Printing expense		9	-	-	-
Bank and settlement charges		387	288	204	141
Brokerage expense		23	-	23	-
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)		-	(72,854)	-	-
Total expenses		101,746	3,170	57,471	36,741
Net income for the period before taxation		1,226,244	493,434	700,777	221,136
Taxation	12	-	-	-	-
Net income for the period after taxation		1,226,244	493,434	700,777	221,136
Allocation of net income for the period					
Net income for the period after taxation		1,226,244	493,434		
Income already paid on units redeemed		(339,551)	(160,886)		
		886,693	332,548		
Accounting income available for distribution					
- Relating to capital gains		-	-		
- Excluding capital gains		886,693	332,548		
		886,693	332,548		

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 SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	Six months period ended December 31,		Quarter ended, December 31,	
	2022	2021	2022	2021
	(Rupees in '000)		(Rupees in '000)	
Net income for the period after taxation	1,226,244	493,434	700,777	221,136
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>1,226,244</u>	<u>493,434</u>	<u>700,777</u>	<u>221,136</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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2022**

	<u>December 31,</u>	
Note	2022	2021
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	1,226,244	493,434
Decrease / (increase) in assets		
Investments - net	675,000	1,100,280
Deposits and prepayments	143	(191)
Profit receivable	(86,626)	(24,399)
	588,517	1,075,690
Increase / (decrease) in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	17,293	2,959
Payable to Central Depository Company of Pakistan Limited - Trustee	430	(119)
Payable to Securities and Exchange Commission of Pakistan	(875)	(1,613)
Accrued expenses and other liabilities	(101,762)	(152,467)
	(84,914)	(151,240)
Net cash generated from operating activities	<u>1,729,847</u>	<u>1,417,884</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	29,878,608	16,722,140
Payments against redemption and conversion of units	(22,451,579)	(17,697,206)
Net cash generated from / (used in) financing activities	7,427,029	(975,066)
Net increase in cash and cash equivalents during the period	9,156,876	442,818
Cash and cash equivalents at the beginning of the period	10,717,419	11,970,565
Cash and cash equivalents at the end of the period	5.2 <u>19,874,295</u>	<u>12,413,383</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
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

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 Trust Deed was previously registered under the "Trust Act, 1882" and now has been registered under "The Sindh Trusts Act, 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act. The Management Company has been licensed by the Securities and Exchange Commission of Pakistan (SECP) to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, 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 30, 2022 (2022: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: 'AM1' dated June 23, 2021). 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 03, 2022 (2022: AA(f) dated December 27, 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.

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 are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

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, 2022.

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, 2022. 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, 2022.

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 01, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date (annual periods beginning on or after)
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

5. BALANCES WITH BANKS	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
In saving accounts	5.1	15,874,104	9,417,232
In current accounts		191	187
		<u>15,874,295</u>	<u>9,417,419</u>

5.1 These include a balance maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 6.50% (June 30, 2022: 6.01%) per annum. Other profit and loss sharing accounts of the Fund have an expected profit ranging from 5% to 15.50% per annum (June 30, 2022: 3.00% to 16.25% per annum).

5.2 Cash and cash equivalents	Note	December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
Balances with banks	5	15,874,295	9,417,419
Term deposit receipts - having original maturity of 3 months or less	6.2	<u>4,000,000</u>	<u>1,300,000</u>
		<u>19,874,295</u>	<u>10,717,419</u>

6. INVESTMENTS

At fair value through profit or loss

Corporate sukuk	6.1	2,080,000	2,755,000
Term deposit receipts - having original maturity of 3 months or less	6.2	<u>4,000,000</u>	<u>1,300,000</u>
		<u>6,080,000</u>	<u>4,055,000</u>

6.1 Corporate sukuks

Name of the security	Maturity date	Profit rate	As at July 1, 2022	Purchases during the period	Sales / redemptions / maturity during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation/ (diminution) as at Dec 31, 2022	Percentage in relation to	
										Net assets of the fund	
				(Number of certificates)			(Rupees in '000)		-----(%)-----		
K-Electric Limited - III (A-1+, PACRA)	Sep 01, 2022	6 months KIBOR plus base rate of 0.85%	450	-	450	-	-	-	-	-	-
K-Electric Limited - V (A-1+, PACRA)	October 13, 2022	6 months KIBOR plus base rate of 0.95%	750	-	750	-	-	-	-	-	-
Hub Power Company Limited (AA+, PACRA)	October 27, 2022	6 months KIBOR plus base rate of 1%	3,250	-	3,250	-	-	-	-	-	-
Lucky Electric (A-1+, PACRA)	December 15, 2022	6 months KIBOR plus base rate of 1.2%	800	-	800	-	-	-	-	-	-
K-Electric Limited - IX (A-1+, PACRA)	March 21, 2023	6 months KIBOR plus base rate of 1.40%	-	430	-	430	430,000	430,000	-	2.4%	17%
Lucky Electric - IV (A-1+, PACRA)	March 28, 2023	6 months KIBOR plus base rate of 1.50%	-	300	-	300	300,000	300,000	-	1.7%	12%
K-Electric Limited - X (A-1+, PACRA)	April 5, 2023	6 months KIBOR plus base rate of 1.45%	-	750	-	750	750,000	750,000	-	4.2%	29%
Nishat Mills Limited	May 1, 2023	6 months KIBOR plus base rate of 0.9%	-	250	-	250	250,000	250,000	-	1.4%	10%
K-Electric Limited - XII (A-1+, PACRA)	June 13, 2023	6 months KIBOR plus base rate of 1.4%	-	50	-	50	50,000	50,000	-	0.3%	2%
Lucky Electric (A-1+, PACRA)	June 14, 2023	6 months KIBOR plus base rate of 1.35%	-	300	-	300	300,000	300,000	-	1.7%	12%
Total as at December 31, 2022							<u>2,080,000</u>	<u>2,080,000</u>			
Total as at June 30, 2022							<u>2,755,000</u>	<u>2,755,000</u>			

6.1.1 The nominal value of these Corporate Sukuks is Rs 1,000,000 each.

6.2 Term deposit receipts

Name of the bank	Maturity	Profit rate	As at July 1, 2022	Term deposit receipts placed during the period	Matured during the period	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation/ (diminution) as at December 31, 2022	Percentage in relation to	
									net assets of the fund	Total market value of investment
		%	----- (Rupees in '000) -----					-----(%)----		
Bank AlFalah Limited	July 13, 2022	16.20%	1,300,000	-	1,300,000	-	-	-	-	-
Meezan Bank Limited	August 29, 2022	14.15%	-	1,200,000	1,200,000	-	-	-	-	-
Meezan Bank Limited	December 16, 2022	15.50%	-	2,000,000	2,000,000	-	-	-	-	-
United Bank Limited	December 13, 2022	14.80%	-	2,000,000	2,000,000	-	-	-	-	-
Meezan Bank Limited	December 23, 2022	15.50%	-	2,000,000	2,000,000	-	-	-	-	-
Meezan Bank Limited	January 13, 2023	15.50%	-	1,000,000	1,000,000	-	-	-	-	-
Dubai Islamic Bank	December 23, 2022	15.25%	-	2,000,000	2,000,000	-	-	-	-	-
Meezan Bank Limited	January 13, 2023	15.50%	-	1,000,000	-	1,000,000	1,000,000	-	4.52%	16.45%
Meezan Bank Limited	January 13, 2023	15.50%	-	1,000,000	-	1,000,000	1,000,000	-	4.52%	16.45%
United Bank Limited	January 13, 2023	15.70%	-	2,000,000	-	2,000,000	2,000,000	-	9.05%	32.89%
Total as at December 31, 2022						<u>14,200,000</u>	<u>11,500,000</u>	<u>4,000,000</u>	<u>4,000,000</u>	-
Total as at June 30, 2022						<u>1,300,000</u>	<u>1,300,000</u>	-		

		December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note		
Management fee payable	7.1	1,824	1,109
Sindh Sales Tax payable on remuneration of the Management Company		237	144
Selling and marketing expenses payable	7.3	17,211	113
Allocated expenses payable	7.2	2,755	3,368
		<u>22,027</u>	<u>4,734</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% of average annual net assets of the Fund (2021: 0.5% per annum of the average 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 0.15% of the average annual net assets of the scheme for allocation of such expenses to the Fund (2021: 0.15% 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 (2021: 0.3% of the average annual net assets of the fund).

		December 31, 2022 (Unaudited) (Rupees in '000)	June 30, 2022 (Audited)
8. ACCRUED EXPENSES AND OTHER LIABILITIES	Note		
Auditors' remuneration payable		275	365
Brokerage payable		24	-
Shariah advisor fee payable		659	661
Withholding tax payable		218	111,902
Capital gain tax payable		22,754	12,791
Federal Excise Duty payable on remuneration of the Management Company	8.1	27,018	27,018
Other expenses payable		342	70
Zakat payable		514	759
		<u>51,804</u>	<u>153,566</u>

8.1 The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2022. Had the provision of Federal Excise Duty not being made, the net asset value per unit as at December 31, 2022 would have been higher by Re.0.07 (June 30, 2022: Re.0.10) per unit.

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2022 and June 30, 2022.

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:

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	(Rupees in '000)	
Al Meezan Investment Management Limited - the Management Company		
Remuneration payable	1,824	1,109
Sindh Sales Tax payable on management fee	237	144
Selling and marketing expenses	17,211	3,368
Allocated expenses payable	2,755	113
Meezan Bank Limited		
Balance with bank	152,118	539,768
Profit receivable on saving accounts	1,914	656
Shariah advisor fee payable	659	661
ATM deposit	200	200
Term deposit receipt outstanding	2,000,000	-
Profit receivable on term deposit receipts	4,671	-
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee payable	1,021	641
Sindh Sales Tax on trustee fee payable	133	83
Security deposit	100	100
Al Meezan Investment Management Limited - Employees' Gratuity Fund		
Investment of units 259,844 (June 30, 2022: 259,844 units)	14,066	13,157
Directors and executives of the Management Company		
Investment of units 1,550,185 (June 30, 2022: 7,830,474 units)	83,917	396,332
	For the six months period ended December 31,	
	2022	2021
	(Unaudited)	(Unaudited)
	(Rupees in '000)	
Al Meezan Investment Management Limited - the Management Company		
Remuneration for the period	45,576	33,768
Sindh Sales Tax on remuneration of Management Company	5,925	4,390
Selling and marketing expense	27,346	20,261
Allocated expenses	13,673	10,130
Meezan Bank Limited		
Profit on saving accounts	7,029	1,274
Term deposit receipt placed	8,200,000	1,100,000
Term deposit matured	6,200,000	1,100,000
Profit on term deposit receipt	29,325	5,396
Shariah advisor fee	538	550

Central Depository Company of Pakistan Limited - the Trustee

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

For the six months period ended December 31,	
2022	2021
(Unaudited)	(Unaudited)
(Rupees in '000)	
5,013	4,061
652	528
3	3

Directors and Executives of the Management Company

Units issued: 2,105,600 units (December 31, 2021: 3,052,038 units)
Units redeemed: 8,384,811 units (December 31, 2021: 4,576,247 units)

For the six months period ended December 31,	
2022	2021
(Unaudited)	(Unaudited)
(Rupees in '000)	
110,190	157,954
434,440	236,273

11. TOTAL EXPENSE RATIO (TER)

The Total Expense Ratio (TER) of the Fund as at December 31, 2022 is 1.12% (December 31, 2021: 1.13%) which includes 0.09% (2021: 0.09%) 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, 2023 as reduced by capital gains (whether realised or unrealised) to its unitholders, therefore no provision for taxation has been made in these condensed interim financial statements.

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

13. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

13.1 Fair value hierarchy

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

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



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

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

As at December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair values:

As at December 31, 2022			
Level 1	Level 2	Level 3	Total
(Rupees in '000)			
ASSETS			
Financial assets 'at fair value through profit or loss'			
Term deposit receipts - having original maturity of 3 months or less *	-	4,000,000	-
Corporate Sukuks	-	2,080,000	-
	-	6,080,000	-
	-	-	6,080,000

As at June 30, 2022			
Level 1	Level 2	Level 3	Total
(Rupees in '000)			
ASSETS			
Financial assets 'at fair value through profit or loss'			
Term deposit receipts - having original maturity of 3 months or less *	-	1,300,000	-
Corporate Sukuks	-	2,755,000	-
	-	4,055,000	-
	-	-	4,055,000

* 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.

14. GENERAL

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

14.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

15. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on February 13, 2023 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.

PUMARI CHHISH

Mountain climbing and investments both require intrinsic understanding of marginal benefits.

Height 7,492 meters,
belongs to the range Hispar Karakoram



MEEZAN DAILY INCOME FUND(MDIF)

Meezan Daily Income Fund 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.



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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Al Baraka Islamic Bank B.S.C (E.C)	Allied Bank Limited - Islamic Banking
Askari Bank Ltd - Islamic Banking	Bank Islami Pakistan Limited
Bank of Khyber - Islamic Banking	Bank Alfalah Limited
Habib Bank Limited - Islamic Banking	Dubai Islamic Bank
Soneri Bank Ltd - Islamic Banking	Faysal Bank Limited - Islamic Banking
United Bank Limited- Islamic Banking	Habib Metropolitan Bank Limited - Islamic Banking
Meezan Bank Limited	The Bank of Punjab - Islamic Banking

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.

Tel : (92-21) 111-111-500

Fax: (92-21) 34326021 - 23

URL: www.cdcpakistan.com

Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN DAILY INCOME FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Daily Income Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 23, 2023

INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Meezan Daily Income Fund

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Meezan Daily Income Fund** (the Fund) as at **31 December 2022**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

Scope of Review

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

Conclusion

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



-: 2 :-

Other matter

The condensed interim financial statements for the half year ended 31 December 2021 and the annual financial statements for the year ended 30 June 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2022 and audit report dated 21 September 2022 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 27 February 2023

Place: Karachi

UDIN Number: RR202210076YB5ZtlxLO



**MEEZAN DAILY INCOME FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022**

	December 31, 2022 (Unaudited)			June 30, 2022 (Audited)	
	MDIP-I	MMMP	Total	MDIP-I	
Note -----(Rupees in '000)-----					
Assets					
Balances with banks	5	32,443,331	4,780,661	37,223,992	22,995,517
Investments	6	41,003,560	-	41,003,560	7,294,000
Receivable against conversion of units		92,539	-	92,539	47,229
Deposits, prepayments and profit receivable		1,213,947	19,095	1,233,042	484,814
Preliminary expenses and floatation costs		570	-	570	648
Total assets		74,753,947	4,799,756	79,553,703	30,822,208
Liabilities					
Payable to Al Meezan Investment Management Limited - Management Company	7	40,491	1,397	41,888	8,087
Payable to Central Depository Company of Pakistan Limited - Trustee		5,183	123	5,306	2,072
Payable to the Securities and Exchange Commission of Pakistan		4,899	31	4,930	2,638
Payable to Meezan Bank Limited		19,487	-	19,487	15,378
Payable against conversion and redemption of units		37,729	30	37,759	107,446
Dividend payable		56,668	3,227	59,895	-
Accrued expenses and other liabilities	8	141,262	2,538	143,800	37,943
Total liabilities		305,719	7,346	313,065	173,564
Net assets		74,448,228	4,792,410	79,240,638	30,648,644
Unit holders' fund (as per statement attached)		74,448,228	4,792,410	79,240,638	30,648,644
Contingencies and commitments					
9					
Number of units					
Number of units in issue		1,488,964,303	95,848,181	-	612,972,871
Rupees					
Net asset value per unit		50.0000	50.0000	-	50.0000

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

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

Chief Executive Officer

Chief Financial Officer

Director

MEEZAN DAILY INCOME FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended December 31, 2022	For the period from October 29, 2022 to December 31, 2022	Total	For the period from September 14, 2021 to December 31, 2021	
	MDIP-I	MMMP		MDIP-I	
Note ----- (Rupees in '000) -----					
Income					
Profit on sukuks	584,816	-	584,816	7,902	
Income on commercial papers	-	-	-	11,864	
Profit on certificate of musharaka	187,830	-	187,830	6,926	
Profit on term deposit receipts	363,609	-	363,609	1,249	
Profit on savings accounts with banks	2,334,231	22,903	2,357,134	147,232	
Profit on Bai muajjal	209,564	-	209,564	-	
Net realised gain on sale of investment	1,310	-	1,310	1,300	
Total income	3,681,360	22,903	3,704,263	176,473	
Expenses					
Remuneration of AI Meezan Investment Management Limited - Management Company	7.1	112,637	2,246	114,883	2,682
Sindh Sales Tax on remuneration of the Management Company		14,643	292	14,935	349
Selling and marketing expenses	7.2	36,618	183	36,801	1,794
Remuneration of Central Depository Company of Pakistan Limited - Trustee		18,372	115	18,487	1,417
Sindh Sales Tax on remuneration of the Trustee		2,388	15	2,403	184
Annual fee to the Securities and Exchange Commission of Pakistan		4,899	31	4,930	378
Auditors' remuneration		249	21	270	104
Brokerage expenses		989	-	989	23
Bank and settlement charges		927	4	931	25
Allocated expense		-	31	31	-
Amortisation of preliminary expenses and floatation costs		78	-	78	45
Fees and subscription		655	-	655	145
Total expenses		192,455	2,938	195,393	7,146
Net income for the period before taxation		3,488,905	19,965	3,508,870	169,327
Taxation	11	-	-	-	-
Net income for the period after taxation		3,488,905	19,965	3,508,870	169,327
Allocation of net income for the period					
Net income for the period after taxation		3,488,905	19,965	3,508,870	169,327
Income already paid on units redeemed		-	-	-	-
		3,488,905	19,965	3,508,870	169,327
Accounting income available for distribution					
- Relating to capital gains		1,310	-	1,310	1,300
- Excluding capital gains		3,487,595	19,965	3,507,560	168,027
		3,488,905	19,965	3,508,870	169,327

The annexed notes from 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 DAILY INCOME FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED DECEMBER 31, 2022

	For the quarter ended December 31, 2022	For the period from October 29, 2022 to December 31, 2022	Total	For the quarter ended December 31, 2021
	MDIP-I	MMMP		MDIP-I
Income				
Profit on sukus	364,891	-	364,891	7,902
Income on commercial papers	-	-	-	11,864
Profit on certificate of musharaka	83,138	-	83,138	6,926
Profit on term deposit receipts	292,771	-	292,771	1,249
Profit on savings accounts with banks	1,373,207	22,903	1,396,110	140,315
Profit on Bai muajjal	209,564	-	209,564	-
Net realised gain on sale of investment	1,310	-	1,310	1,300
Total income	2,324,881	22,903	2,347,784	169,556
Expenses				
Remuneration of AI Meezan Investment Management Limited - Management Company	7.1 71,602	2,246	73,848	2,682
Sindh Sales Tax on remuneration of the Management Company	9,308	292	9,600	349
Selling and marketing expenses	7.2 25,675	183	25,858	1,794
Remuneration of Central Depository Company of Pakistan Limited - Trustee	11,533	115	11,648	1,345
Sindh Sales Tax on remuneration of the Trustee	1,499	15	1,514	175
Annual fee to the Securities and Exchange Commission of Pakistan	3,075	31	3,106	359
Auditors' remuneration	141	21	162	93
Brokerage expenses	989	-	989	23
Bank and settlement charges	890	4	894	25
Allocated Expense	-	31	31	-
Amortisation of preliminary expenses and floatation costs	39	-	39	39
Fees and subscription	327	-	327	145
Total expenses	125,078	2,938	128,016	7,029
Net income for the quarter before taxation	2,199,803	19,965	2,219,768	162,527
Taxation	11 -	-	-	-
Net income for the quarter after taxation	2,199,803	19,965	2,219,768	162,527

The annexed notes from 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 DAILY INCOME FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

Six months period ended December 31, 2022	For the period from October 29, 2022 to December 31, 2022	Total	For the period from September 14, 2021 to December 31, 2021	
MDIP-I	MMMP		MDIP-I	
----- (Rupees in '000) -----				
Net income for the period after taxation	3,488,905	19,965	3,508,870	169,327
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>3,488,905</u>	<u>19,965</u>	<u>3,508,870</u>	<u>169,327</u>

For the quarter ended December 31, 2022	For the period from October 29, 2022 to December 31, 2022	Total	For the quarter ended December 31, 2021	
MDIP-I	MMMP		MDIP-I	
----- (Rupees in '000) -----				
Net income for the quarter after taxation	2,199,803	19,965	2,219,768	162,527
Other comprehensive income for the quarter	-	-	-	-
Total comprehensive income for the quarter	<u>2,199,803</u>	<u>19,965</u>	<u>2,219,768</u>	<u>162,527</u>

The annexed notes from 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 DAILY INCOME FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

Six months period ended December 31, 2022			For the period from October 29, 2022 to December 31, 2022			For the period from September 14, 2021 to December 31, 2021		
MDIP-I			MMMP			MDIP-I		
Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
------(Rupees in '000)-----			------(Rupees in '000)-----			------(Rupees in '000)-----		
Net assets at the beginning of the period	30,648,644	-	30,648,644	-	-	-	-	-
Issuance of units: MDIP-I 1,734,488,505 units, MMMP 106,626,290 units (2021: MDIP-I 413,061,091 units, MMMP Nil)								
- Capital value (at par value per unit)	86,724,438	-	86,724,438	5,331,315	-	5,331,315	20,653,055	-
- Element of income	-	-	-	-	-	-	-	-
Total proceeds on issuance of units	86,724,438	-	86,724,438	5,331,315	-	5,331,315	20,653,055	-
Redemption of units: MDIP-I 858,497,073 units, MMMP 10,778,109 units (2021: MDIP-I 149,761,451 units, MMMP Nil)								
- Capital value (at par value per unit)	42,924,854	-	42,924,854	538,905	-	538,905	7,488,072	-
- Element of loss	-	-	-	-	-	-	-	-
Total payments on redemption of units	42,924,854	-	42,924,854	538,905	-	538,905	7,488,072	-
Total comprehensive income for the period	-	3,488,905	3,488,905	-	19,965	19,965	-	169,327
Distributions during the period*	-	(3,488,905)	(3,488,905)	-	(19,965)	(19,965)	-	(169,327)
Net income for the period less distribution	-	-	-	-	-	-	-	-
Net assets at the end of the period	74,448,228	-	74,448,228	4,792,410	-	4,792,410	13,164,983	-
Accounting income available for distribution								
- Relating to capital gains		1,310			-			1,300
- Excluding capital gains		3,487,595			19,965			168,027
		3,488,905			19,965			169,327
Distributions during the period*		(3,488,905)			(19,965)			(169,327)
Undistributed income carried forward		-			-			-
Undistributed income carried forward								
- Realised income		-			-			-
- Unrealised income		-			-			-
		-			-			-
		(Rupees)			(Rupees)			(Rupees)
Net assets value per unit at the end of the period		50.0000			50.0000			50.0000

* Meezan Daily Income Fund is required to distribute dividend on a daily basis on each business day. The cumulative distribution per unit for the six month period ended December 31, 2022 for MDIP-I amounted to Rs.3.5683 per unit and MMMP 1.0702 per unit

The annexed notes from 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 DAILY INCOME FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended December 31, 2022	For the period from October 29, 2022 to December 31, 2022	Total	For the period from September 14, 2021 to December 31, 2021
	MDIP-I	MMMP		MDIP-I
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income for the period before taxation	3,488,905	19,965	3,508,870	169,327
Adjustment for non-cash items:				
Amortisation of preliminary expenses and floatation costs	78	-	78	45
	<u>3,488,983</u>	<u>19,965</u>	<u>3,508,948</u>	<u>169,372</u>
Increase in assets				
Investments - net	(10,118,503)	-	(10,118,503)	(1,180,583)
Deposits, prepayments and profit receivable	(729,133)	(19,095)	(748,228)	(112,092)
Preliminary expenses and floatation costs paid	-	-	-	(769)
	<u>(10,847,636)</u>	<u>(19,095)</u>	<u>(10,866,731)</u>	<u>(1,293,444)</u>
Increase in liabilities				
Payable to Al Meezan Investment Management Limited - Management Company	32,404	1,397	33,801	4,293
Payable to Central Depository Company of Pakistan Limited - Trustee	3,111	123	3,234	931
Payable to the Securities and Exchange Commission of Pakistan (SECP)	2,261	31	2,292	378
Payable to Meezan Bank Limited	4,109	-	4,109	3,018
Accrued expenses and other liabilities	103,319	2,538	105,857	7,433
	<u>145,204</u>	<u>4,089</u>	<u>149,293</u>	<u>16,053</u>
Net cash (used in) / generated from operating activities	<u>(7,213,449)</u>	<u>4,959</u>	<u>(7,208,490)</u>	<u>(1,108,019)</u>
CASH FLOWS FROM FINANCING ACTIVITIES				
Receipts against issuance and conversion of units	86,679,128	5,331,315	92,010,443	20,625,456
Payments against redemption and conversion of units	(42,994,571)	(538,875)	(43,533,446)	(7,458,157)
Dividend paid	(3,432,237)	(16,738)	(3,448,975)	(165,447)
Net cash generated from financing activities	<u>40,252,320</u>	<u>4,775,702</u>	<u>45,028,022</u>	<u>13,001,852</u>
Net increase in cash and cash equivalents	<u>33,038,871</u>	<u>4,780,661</u>	<u>37,819,532</u>	<u>11,893,833</u>
Cash and cash equivalents at the beginning of the period	25,939,517	-	25,939,517	-
Cash and cash equivalents at the end of the period	<u>58,978,388</u>	<u>4,780,661</u>	<u>63,759,049</u>	<u>11,893,833</u>

The annexed notes from 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 DAILY INCOME FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Meezan Daily Income 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 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 return by investing in Shariah compliant fixed income instruments 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); and

(b) Daily dividend received by the unit holders 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.

1.3 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 Pakistan Stock Exchange Limited.

1.4 The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 30, 2022 (2021: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: 'AM1' dated June 23, 2021). 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 19, 2023.

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 During the current period Meezan Mahana Munafa Plan has been launched as at October 29, 2022.

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.

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 financial statements of the Fund for the period ended June 30, 2022.

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 December 31, 2022.

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

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the financial statements of the Fund for the period ended June 30, 2022.

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 period ended June 30, 2022. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements of the Funds for the period ended June 30, 2022.

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 01, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date (annual periods beginning on or after)
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

		December 31, 2022 (Unaudited)			June 30, 2022 (Audited)	
		MDIP-I	MMMP	Total	MDIP-I	
5 BALANCE WITH BANKS		Note ----- (Rupees in '000) -----				
	Savings accounts	5.1	<u>32,443,331</u>	<u>4,780,661</u>	<u>37,223,992</u>	<u>22,995,517</u>
5.1	This includes a balance maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 6.50% (June 30, 2022: 6.01%) per annum. Other savings accounts of the Fund have expected rates of profit ranging from 6.00% to 15.90% (June 30, 2022: 3.70% to 16.40%) per annum.					

		December 31, 2022 (Unaudited)			June 30, 2022 (Audited)	
		MDIP-I	MMMP	Total	MDIP-I	
6 INVESTMENTS		Note ----- (Rupees in '000) -----				
At fair value through profit or loss						
	Sukuk Certificates	6.1	<u>8,895,000</u>	-	<u>8,895,000</u>	4,350,000
	Term deposit receipts	6.2	<u>7,000,000</u>	-	<u>7,000,000</u>	-
	Certificates of musharaka	6.3	<u>17,036,000</u>	-	<u>17,036,000</u>	2,944,000
	Bai Muajjal receivable	6.4	<u>8,072,560</u>	-	<u>8,072,560</u>	-
			<u>41,003,560</u>	-	<u>41,003,560</u>	<u>7,294,000</u>
6.1 Sukuk certificates						
	Government securities	6.1.1	-	-	-	-
	Corporate sukuk certificates	6.1.2	<u>8,895,000</u>	-	<u>8,895,000</u>	4,350,000
			<u>8,895,000</u>	-	<u>8,895,000</u>	<u>4,350,000</u>

6.1.1 Government securities

Name of the Security	Profit payments / principal redemptions	Issue date	Maturity date	Profit rate	Purchased during the period	Sold during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation / (diminution) as at December 31, 2022	Percentage in relation to	
					Number of certificates		(Rupees in '000)		%			
GoP Ijarah Sukuk Certificates - XVIII - VRR	Semi-annually / At maturity	April 30, 2020	April 30, 2025	Weighted Average 6 months T-Bills	62,950	62,950	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates - XIX - VRR	Semi-annually / At maturity	May 29, 2020	May 29, 2025	Weighted Average 6 months T-Bills	6,000	6,000	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates - XXIV - VRR	Semi-annually / At maturity	October 29, 2021	October 29, 2026	Weighted Average 6 months T-Bills	2,500	2,500	-	-	-	-	-	-
Total as at December 31, 2022								-	-	-	-	-
Total as at June 30, 2022								-	-	-	-	-

6.1.1.1 The nominal value of the GOP ijarah sukuk certificates is Rs.100,000 each

6.1.2 Corporate sukuk certificates

Name of the security	Maturity date	Profit rate	As at July 1, 2022	Purchased during the period	Sold / redeemed during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation/ (diminution) as at December 31, 2022	Percentage in relation to	
			(Number of certificates)			(Rupees in '000)		Net assets of the Fund	Total market value of investments	%	
K-Electric Limited PPSTS - 1 (AA, PACRA) (note 6.1.2.2)	August 04, 2022	6 months KIBOR plus base rate of 0.85%	625	-	625	-	-	-	-	-	-
K-Electric Limited PPSTS - 2 (AA, PACRA) (note 6.1.2.2)	August 15, 2022	6 months KIBOR plus base rate of 0.85%	675	-	675	-	-	-	-	-	-
K-Electric Limited PPSTS - 3 (AA, PACRA) (note 6.1.2.2)	September 01, 2022	6 months KIBOR plus base rate of 0.85%	675	-	675	-	-	-	-	-	-
K-Electric Limited PPSTS - 4 (AA, PACRA) (note 6.1.2.2)	September 23, 2022	6 months KIBOR plus base rate of 0.85%	300	-	300	-	-	-	-	-	-
K-Electric Limited PPSTS - 5 (AA, PACRA) (note 6.1.2.2)	October 12, 2022	6 months KIBOR plus base rate of 0.95%	400	-	400	-	-	-	-	-	-
Hub Power Company Limited XI (AA+, PACRA) (note 6.1.2.1)	October 27, 2022	6 months KIBOR plus base rate of 1.00%	6,750	-	6,750	-	-	-	-	-	-
Lucky Electric Power Company Limited PPSTS - 2 (AA, PACRA) (note 6.1.2.2)	December 15, 2022	6 months KIBOR plus base rate of 1.20%	1,000	-	1,000	-	-	-	-	-	-
Lucky Electric Power Company Limited PPSTS - 4 (AA, PACRA) (note 6.1.2.2)	January 09, 2023	6 months KIBOR plus base rate of 1.20%	-	750	-	750	750,000	750,000	-	1.01%	1.83%
China Power Hub Generation Company (PVT) Limited - I (A-1+, PACRA) (note 6.1.2.2)	January 30, 2023	6 months KIBOR plus base rate of 1.35%	-	1,200	-	1,200	1,200,000	1,200,000	-	1.61%	2.93%
K-Electric Limited PPSTS - 7 (AA, PACRA) (note 6.1.2.2)	February 10, 2023	6 months KIBOR plus base rate of 1.35%	-	750	-	750	750,000	750,000	-	1.01%	1.83%
K-Electric Limited PPSTS - 8 (AA, PACRA) (note 6.1.2.2)	February 28, 2023	6 months KIBOR plus base rate of 1.35%	-	600	-	600	600,000	600,000	-	0.81%	1.46%
K-Electric Limited PPSTS - 9 (AA, PACRA) (note 6.1.2.2)	March 21, 2023	6 months KIBOR plus base rate of 1.40%	-	300	-	300	300,000	300,000	-	0.40%	0.73%
Lucky Electric Power Company Limited PPSTS - 5 (AA, PACRA) (note 6.1.2.2)	March 28, 2023	6 months KIBOR plus base rate of 1.50%	-	750	-	750	750,000	750,000	-	1.01%	1.83%
K-Electric Limited - X (A-1+, PACRA) (note 6.1.2.2)	April 05, 2023	6 months KIBOR plus base rate of 1.45%	-	400	-	400	400,000	400,000	-	0.54%	0.98%
Lucky Electric Limited - V (A-1+, PACRA) (note 6.1.2.2)	April 13, 2023	6 months KIBOR plus base rate of 1.5%	-	1,050	-	1,050	1,050,000	1,050,000	-	1.41%	2.56%
K-Electric Limited - XI (A-1+, PACRA) (note 6.1.2.2)	April 26, 2023	6 months KIBOR plus base rate of 1.45%	-	750	-	750	750,000	750,000	-	1.01%	1.83%
Nishat Mills Limited (A-1+, PACRA) (note 6.1.2.2)	May 02, 2023	6 months KIBOR plus base rate of 0.9%	-	320	-	320	320,000	320,000	-	0.43%	0.78%
China Power Hub Generation Company - I (A-1+, PACRA) (note 6.1.2.2)	June 07, 2023	6 months KIBOR plus base rate of 1.45%	-	675	-	675	675,000	675,000	-	0.91%	1.65%
K-Electric Limited - XII (A-1+, PACRA) (note 6.1.2.2)	June 13, 2023	6 months KIBOR plus base rate of 1.4%	-	750	-	750	750,000	750,000	-	1.01%	1.83%
Lucky Electric Limited - VI (A-1+, PACRA) (note 6.1.2.2)	June 13, 2023	6 months KIBOR plus base rate of 1.35%	-	600	-	600	600,000	600,000	-	0.81%	1.46%
Total as at December 31, 2022							8,895,000	8,895,000	-	11.95%	21.69%
Total as at June 30, 2022							4,350,000	4,350,000			

6.1.2.1 The nominal value of the sukuk certificates is Rs.100,000 and the profit and principal of corporate sukuks is receivable at maturity.

6.1.2.2 The nominal value of the sukuk certificates is Rs.1,000,000 and the profit and principal of corporate sukus is receivable at maturity.

6.2 Term deposit receipts

Name of the bank	Maturity date	Profit rate	As at July 1, 2022	Placed during the period	Matured during the period	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation/ (diminution) as at December 31, 2022	Percentage in relation to	
									Net assets of the Fund	Total market value of investments
									(Rupees in '000)	
Meezan Bank Limited (AAA, PACRA)	August 29, 2022	14.15%	-	2,500,000	2,500,000	-	-	-	0.00%	0.00%
The Bank Of Punjab (AA+, PACRA)	February 16, 2023	15.80%	-	2,000,000	-	2,000,000	2,000,000	-	2.69%	4.88%
Bank Alfalah Limited (AA+, PACRA)	March 2, 2023	16.00%	-	2,000,000	-	2,000,000	2,000,000	-	2.69%	4.88%
The Bank Of Punjab (AA+, PACRA)	January 20, 2023	15.50%	-	2,000,000	-	2,000,000	2,000,000	-	2.69%	4.88%
The Bank Of Punjab (AA+, PACRA)	January 30, 2023	15.50%	-	1,000,000	-	1,000,000	1,000,000	-	1.34%	2.44%
Total as at December 31, 2022						7,000,000	7,000,000		9.41%	17.08%
Total as at June 30, 2022						-	-			

6.2.1 The profit and principal of term deposit receipts is receivable at maturity.

6.3 Certificate of Musharaka

Name of the bank	Maturity date	Profit rate	As at July 1, 2022	Placed during the period	Matured during the period	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation/ (diminution) as at December 31, 2022	Percentage in relation to	
									Net assets of the Fund	Total market value of investments
									(Rupees in '000)	
First Habib Modaraba (AA+, PACRA)	July 28, 2022	15.50%	718,000	-	718,000	-	-	-	0.00%	0.00%
First Habib Modaraba (AA+, PACRA)	July 28, 2022	15.50%	718,000	-	718,000	-	-	-	0.00%	0.00%
Orix Modaraba (AA, PACRA)	July 29, 2022	15.86%	700,000	-	700,000	-	-	-	0.00%	0.00%
First Habib Modaraba (AA+, PACRA)	August 9, 2022	15.50%	308,000	-	308,000	-	-	-	0.00%	0.00%
First Habib Modaraba (AA+, PACRA)	August 19, 2022	15.50%	500,000	-	500,000	-	-	-	0.00%	0.00%
First Habib Modaraba (AA+, PACRA)	October 28, 2022	15.80%	-	718,000	718,000	-	-	-	0.00%	0.00%
First Habib Modaraba (AA+, PACRA)	October 28, 2022	15.80%	-	718,000	718,000	-	-	-	0.00%	0.00%
Orix Modaraba (AA, PACRA)	October 28, 2022	16.12%	-	300,000	300,000	-	-	-	0.00%	0.00%
First Habib Modaraba (AA+, PACRA)	November 10, 2022	15.80%	-	308,000	308,000	-	-	-	0.00%	0.00%
First Habib Modaraba (AA+, PACRA)	November 18, 2022	15.80%	-	500,000	500,000	-	-	-	0.00%	0.00%
First Habib Modaraba (AA+, PACRA)	January 13, 2023	16.88%	-	300,000	-	300,000	300,000	-	0.40%	0.73%
First Habib Modaraba (AA+, PACRA)	January 27, 2023	16.88%	-	718,000	-	718,000	718,000	-	0.96%	1.75%
First Habib Modaraba (AA+, PACRA)	January 27, 2023	16.88%	-	718,000	-	718,000	718,000	-	0.96%	1.75%
First Habib Modaraba (AA+, PACRA)	February 10, 2023	16.88%	-	300,000	-	300,000	300,000	-	0.40%	0.73%
First Habib Modaraba (AA+, PACRA)	February 17, 2023	16.88%	-	500,000	-	500,000	500,000	-	0.67%	1.22%
UBL Ameen (AAA, PACRA)	December 13, 2022	14.80%	-	6,000,000	6,000,000	-	-	-	0.00%	0.00%
UBL Ameen (AAA, PACRA)	December 16, 2022	14.80%	-	400,000	400,000	-	-	-	0.00%	0.00%
Meezan Bank Limited (AAA, PACRA)	December 16, 2022	15.50%	-	1,500,000	1,500,000	-	-	-	0.00%	0.00%
Meezan Bank Limited (AAA, PACRA)	December 16, 2022	15.50%	-	1,000,000	1,000,000	-	-	-	0.00%	0.00%
UBL Ameen (AAA, PACRA)	January 13, 2023	15.70%	-	6,000,000	-	6,000,000	6,000,000	-	8.06%	14.63%
UBL Ameen (AAA, PACRA)	January 13, 2023	15.70%	-	300,000	-	300,000	300,000	-	0.40%	0.73%
UBL Ameen (AAA, PACRA)	January 13, 2023	15.70%	-	400,000	-	400,000	400,000	-	0.54%	0.98%
Meezan Bank Limited (AAA, PACRA)	December 23, 2022	15.50%	-	6,500,000	6,500,000	-	-	-	0.00%	0.00%
Meezan Bank Limited (AAA, PACRA)	December 30, 2022	15.50%	-	4,500,000	4,500,000	-	-	-	0.00%	0.00%
Meezan Bank Limited (AAA, PACRA)	January 13, 2023	15.50%	-	2,000,000	-	2,000,000	2,000,000	-	2.69%	4.88%
Meezan Bank Limited (AAA, PACRA)	January 13, 2023	15.50%	-	750,000	-	750,000	750,000	-	1.01%	1.83%
UBL Ameen (AAA, PACRA)	January 13, 2023	15.70%	-	550,000	-	550,000	550,000	-	0.74%	1.34%
Meezan Bank Limited (AAA, PACRA)	January 13, 2023	15.50%	-	4,500,000	-	4,500,000	4,500,000	-	6.04%	10.97%
Total as at December 31, 2022						17,036,000	17,036,000		22.87%	41.54%
Total as at June 30, 2022						2,944,000	2,944,000			

6.3.1 The profit and principal of certificate of musharaka is receivable at maturity.

6.4 Bai Muajjal receivable

Name of the counterparty	Maturity date	Profit rate	Total transaction Price	Total deferred income	Accrued profit for the period	Carrying value as at December 31, 2022	Percentage in relation to		
							Net assets of the Fund	Total market value of investments	
						(Rupees in '000)		%	
Samba Bank Limited (AA, VIS)	December 13, 2022	14.90%	772,672	19,241	19,241	-	0.00%	0.00%	
Samba Bank Limited (AA, VIS)	December 14, 2022	14.90%	773,026	19,249	19,249	-	0.00%	0.00%	
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 20, 2022	14.90%	518,185	11,634	11,634	-	0.00%	0.00%	
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 20, 2022	14.90%	518,421	11,428	11,428	-	0.00%	0.00%	
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 20, 2022	14.90%	259,210	5,714	5,714	-	0.00%	0.00%	
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 21, 2022	14.90%	518,657	11,433	11,433	-	0.00%	0.00%	
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 21, 2022	14.90%	259,328	5,717	5,717	-	0.00%	0.00%	
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 22, 2022	14.90%	2,423,177	51,438	51,438	-	0.00%	0.00%	
Pak Brunei Investment Company Limited (AA+, VIS)	May 15, 2023	15.50%	784,008	60,594	15,981	799,989	1.07%	1.95%	
Pak Brunei Investment Company Limited (AA+, VIS)	May 15, 2023	15.50%	784,362	60,288	15,655	800,017	1.07%	1.95%	
Pak Brunei Investment Company Limited (AA+, VIS)	May 15, 2023	15.50%	784,716	59,982	15,329	800,045	1.07%	1.95%	
Pak Brunei Investment Company Limited (AA+, VIS)	May 15, 2023	15.50%	785,070	59,676	15,002	800,072	1.07%	1.95%	
Pak Brunei Investment Company Limited (AA+, VIS)	May 15, 2023	15.50%	366,532	27,706	6,849	373,380	0.50%	0.91%	
Pak Kuwait Investment Company Limited (AAA, PACRA)	March 29, 2023	15.90%	799,949	31,362	1,045	800,994	1.08%	1.95%	
Pak Kuwait Investment Company Limited (AAA, PACRA)	March 29, 2023	15.90%	635,248	24,905	830	636,078	0.85%	1.55%	
Pak Kuwait Investment Company Limited (AAA, PACRA)	March 29, 2023	15.90%	811,382	31,811	1,060	812,442	1.09%	1.98%	
Pak Kuwait Investment Company Limited (AAA, PACRA)	March 29, 2023	15.90%	800,303	31,028	697	801,000	1.08%	1.95%	
Pak Kuwait Investment Company Limited (AAA, PACRA)	March 29, 2023	15.90%	635,549	24,640	554	636,103	0.85%	1.55%	
Pak Kuwait Investment Company Limited (AAA, PACRA)	March 29, 2023	15.90%	811,733	31,471	707	812,440	1.09%	1.98%	
Total as at December 31, 2022						209,564	8,072,560	10.82%	19.67%
Total as at June 30, 2022						-	-	-	-

7 PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY

	Note	December 31, 2022 (Unaudited)			June 30, 2022 (Audited)
		MDIP-I	MMMP	Total	MDIP-I
(Rupees in '000)					
Management fee payable	7.1	5,951	1,047	6,998	1,027
Sindh Sales Tax on remuneration of the Management Company		774	136	910	134
Selling and marketing expenses payable	7.2	27,318	183	27,501	2,135
Allocated expense payable	7.3	-	31	31	-
Sales load payable		5,706	-	5,706	4,240
Sindh Sales Tax on sales load payable		742	-	742	551
		40,491	1,397	41,888	8,087

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 following rates during the period ended December 31, 2022:

MDIP-I

Rate applicable from July 1, 2022 to November 30, 2022	Rate applicable from December 1, 2022 to December 31, 2022
0.45% of the average annual net assets	0.49% of the average annual net assets

MMMP

Rate applicable from October 29, 2022 to December 31, 2022
1.47% of the average annual net assets

The remuneration is payable to the Management Company monthly in arrears.

- 7.2 In accordance with Circular 11 dated July 05, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at the following rates during the period ended December 31, 2022, subject to total expense charged being lower than actual expense incurred:

MDIP-I

Rate applicable from July 1, 2022 to October 24, 2022	Rate applicable from October 25, 2022 to November 30, 2022
0.12% of the average annual net assets	0.13% of the average annual net assets

Rate applicable from December 1, 2022 to December 31, 2022
0.23% of the average annual net assets

MMMP

Rate applicable from October 29, 2022 to December 31, 2022
0.12% of the average annual net assets

- 7.3 The Management Company, based on its own discretion, has charged such expenses at the rate of 0.02% of the average annual net assets of the Fund during the period ended December 31, 2022, subject to total expense charged being lower than actual expense incurred in MMMP.

8 ACCRUED EXPENSES AND OTHER LIABILITIES

December 31, 2022 (Unaudited)			June 30, 2022 (Audited)	
MDIP-I	MMMP	Total	MDIP-I	
----- (Rupees in '000) -----				
Brokerage payable	227	-	227	16
Auditors' remuneration payable	231	21	252	131
Zakat Payable	166	-	166	612
Withholding tax payable	140,090	2,457	142,547	36,645
Rating Fee Payable	11	-	11	-
Other Payable	-	60	60	-
Shariah advisory fee payable	537	-	537	539
	141,262	2,538	143,800	37,943

9 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2022 and June 30, 2022.

10 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund as at December 31, 2022 based on current period results is as follows:

	As at December 31, 2022	
	MDIP-I	MMMP
Total Expense Ratio (TER)	0.79%	1.86%
Government levies (included in TER)	0.09%	0.21%

	As at December 31, 2021	
	MDIP-I	MMMP
Total Expense Ratio (TER)	0.30%	-
Government levies (included in TER)	0.03%	-

The above ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as a 'Income Scheme'.

11 TAXATION

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the Management Company intends to distribute at least 90% of the Fund's accounting income for the year ending June 30, 2023 as reduced by capital gains (whether realised or unrealised) to its unit holders, therefore no provision for taxation has been made in these condensed interim financial statements.

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

12 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

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

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

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

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

The details of transactions carried out by the Fund with connected persons during the period and balances with them as at period end are as follows:

	December 31, 2022 (Unaudited)	June 30 2022 (Audited)
	MDIP-I	
	(Rupees in '000)	
Balances		
Al Meezan Investment Management Limited - Management Company		
Management fee payable	5,951	1,027
Sindh Sales Tax on management fee payable	774	134
Selling and marketing expenses payable	27,318	2,135
Sales load payable	5,706	4,240
Sindh Sales Tax on sales load payable	742	551
Investment of 4,582,895 units (June 30, 2022: Nil)	229,145	-
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee	4,505	1,834
Sindh Sales Tax on remuneration of the Trustee	586	238
CDS charges payable	92	-
Security deposit	100	100
Meezan Bank Limited		
Balance with bank	323,738	458,682
Profit receivable on saving account	902	1,202
Sales load payable	17,245	13,609
Sindh Sales Tax on sales load payable	2,242	1,769
Shariah advisor fee payable	537	539
Term deposit receipts and certificate of musharaka outstanding	7,250,000	-
Profit receivable on term deposit receipts and certificate of musharaka	13,058	-
ATM deposit	1,000	-



	December 31, 2022 (Unaudited)	June 30 2022 (Audited)
	MDIP-I (Rupees in '000)	
Balances		
Al Meezan Investment Management Limited - Employees Gratuity Fund		
Investment of 390,309 units (June 30, 2022: Nil)	<u>19,515</u>	<u>-</u>
Meezan Strategic Allocation Fund - MSAP - I		
Investment of 837,499 units (June 30, 2022: 1,667,038 units)	<u>41,875</u>	<u>83,352</u>
Meezan Strategic Allocation Fund - MSAP - II		
Investment of 598,122 units (June 30, 2022: 1,452,507 units)	<u>29,906</u>	<u>72,625</u>
Meezan Strategic Allocation Fund - MSAP - III		
Investment of 693,801 units (June 30, 2022: 923,647 units)	<u>34,690</u>	<u>46,182</u>
Meezan Strategic Allocation Fund - MSAP - IV		
Investment of 216,754 units (June 30, 2022: 409,858 units)	<u>10,838</u>	<u>20,493</u>
Meezan Strategic Allocation Fund - MSAP - V		
Investment of 74,728 units (June 30, 2022: 220,543 units)	<u>3,736</u>	<u>11,027</u>
Meezan Financial Planning Fund Of Funds - MAAP - I		
Investment of 268,957 units (June 30, 2022: 340,490 units)	<u>13,448</u>	<u>17,025</u>
Directors and Executives of the Management Company		
Investment of 14,690,204 units (June 30, 2022: 7,558,695 units)	<u>734,510</u>	<u>377,935</u>
		For the period from September 14, 2021 to December 31, 2021
	Six months period ended December 31, 2022	(Unaudited)
		(Unaudited)
		MDIP-I (Rupees in '000)
Transactions during the period		
Al Meezan Investment Management Limited - Management Company		
Remuneration for the period	<u>112,637</u>	<u>2,682</u>
Sindh Sales Tax on management fee for the period	<u>14,643</u>	<u>349</u>
Selling and marketing expense	<u>36,618</u>	<u>1,794</u>
Units issued: 18,118,895 units (December 31, 2021: 56,625,892 units)	<u>905,945</u>	<u>2,831,295</u>
Units redeemed: 13,536,000 units (December 31, 2021: 29,900,000 units)	<u>676,800</u>	<u>1,495,000</u>
Dividend paid	<u>22,545</u>	<u>36,406</u>
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	<u>18,372</u>	<u>1,417</u>
Sindh Sales Tax on remuneration of the Trustee	<u>2,388</u>	<u>184</u>
CDS charges	<u>652</u>	<u>4</u>
Meezan Bank Limited		
Profit on savings account	<u>12,096</u>	<u>269</u>
Shariah advisory fee	<u>538</u>	<u>108</u>
Profit on term deposit receipts and certificate of musharaka	<u>74,647</u>	<u>-</u>
Term deposit receipt and certificate of musharaka placed	<u>23,250,000</u>	<u>-</u>
Term deposit receipt and certificate of musharaka matured	<u>16,000,000</u>	<u>-</u>
Al Meezan Investment Management Limited - Employees Gratuity Fund		
Units issued: 390,309 units (December 31, 2021: Nil)	<u>19,515</u>	<u>-</u>
Dividend paid	<u>15</u>	<u>-</u>
Meezan Strategic Allocation Fund - MSAP - I		
Units issued: 71,561 units (December 31, 2021: 6,754,263 units)	<u>3,578</u>	<u>337,713</u>
Units redeemed: 901,100 units (December 31, 2021: 4,126,669 units)	<u>45,055</u>	<u>206,333</u>
Dividend paid	<u>3,578</u>	<u>3,037</u>

	Six months period ended December 31, 2022 (Unaudited)	For the period from September 14, 2021 to December 31, 2021 (Unaudited)
Transactions during the period		
Meezan Strategic Allocation Fund - MSAP - II		
Units issued: 59,326 units (December 31, 2021: 4,196,376 units)	2,966	209,819
Units redeemed: 913,711 units (December 31, 2021: 2,335,490 units)	45,686	116,775
Dividend paid	2,966	1,961
Meezan Strategic Allocation Fund - MSAP - III		
Units issued: 56,554 units (December 31, 2021: 4,517,166 units)	2,828	225,858
Units redeemed: 286,400 units (December 31, 2021: 2,807,757 units)	14,320	140,388
Dividend paid	2,828	2,047
Meezan Strategic Allocation Fund - MSAP - IV		
Units issued: 59,897 units (December 31, 2021: 1,814,481 units)	2,995	90,724
Units redeemed: 253,000 units (December 31, 2021: 1,165,236 units)	12,650	58,262
Dividend paid	945	784
Meezan Strategic Allocation Fund - MSAP - V		
Units issued: 8,585 units (December 31, 2021: 586,803 units)	429	29,340
Units redeemed: 154,400 units (December 31, 2021: 354,390 units)	7,720	17,720
Dividend paid	429	256
Meezan Financial Planning Fund Of Funds - MAAP - I		
Units issued: 21,267 units (December 31, 2021: 1,763,613 units)	1,063	88,181
Units redeemed: 92,800 units (December 31, 2021: 1,307,881 units)	4,640	65,394
Dividend paid	1,063	742
Directors and Executives of the Management Company		
Units issued: 17,487,826 units (December 31, 2021: 7,352,951 units)	874,391	367,648
Units redeemed: 10,293,174 units (December 31, 2021: 4,036,516 units)	514,659	201,826
Dividend Paid	40,059	2,337
	December 31, 2022 (Unaudited)	
Balances	MMMP	
	(Rupees in '000)	
Al Meezan Investment Management Limited - Management Company		
Management fee payable		1,047
Sindh Sales Tax on management fee payable		136
Selling and marketing expenses payable		183
Allocated expense payable		31
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee		109
Sindh Sales Tax on remuneration of the Trustee		14
Meezan Bank Limited		
Balance with bank		1,081,199
Profit receivable on saving account		5
Unitholders holding 10% or more		
Investment of 15,413,121 units (June 30, 2022: Nil)		770,656



For the period from October
29, 2022 to December 31,
2022
(Unaudited)
MMMP
(Rupees in '000)

Transactions during the period

Al Meezan Investment Management Limited - Management Company

Remuneration for the period	2,246
Sindh Sales Tax on management fee for the period	292
Selling and marketing expense	183
Allocated expense	31

Central Depository Company of Pakistan Limited - Trustee

Remuneration of the Trustee	115
Sindh Sales Tax on remuneration of the Trustee	15

Meezan Bank Limited

Profit on savings account	2,841
---------------------------	-------

Unitholders holding 10% or more

Units issued: 15,422,993 units (December 31, 2021: Nil)	771,150
Units redeemed: 9,872 units (December 31, 2021: Nil)	494
Dividend paid	1,353

	Note	December 31, 2022 (Unaudited)			June 30, 2022 (Audited)
		MDIP-I	MMMP	Total	MDIP-I
----- (Rupees in '000) -----					
13 CASH AND CASH EQUIVALENTS					
Balances with banks	5	32,443,331	4,780,661	37,223,992	22,995,517
Term deposit receipts - having original maturity of 3 months or less	6.2	5,000,000	-	5,000,000	2,944,000
Certificates of musharakah	6.3	17,036,000	-	17,036,000	-
Bai Muajjal receivable	6.4	4,499,057	-	4,499,057	-
		<u>58,978,388</u>	<u>4,780,661</u>	<u>63,759,049</u>	<u>25,939,517</u>

14 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 December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

MDIP-I			
As at December 31, 2022			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			
Financial assets - at fair value through profit or loss			
Corporate sukuks*	8,895,000	-	8,895,000
Term deposit receipts*	7,000,000	-	7,000,000
Certificates of musharakah*	17,036,000	-	17,036,000
Bai Muajjal receivable **	8,072,560	-	8,072,560
	41,003,560		41,003,560

MDIP-I			
As at June 30, 2022			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			
Financial assets - at fair value through profit or loss			
Corporate sukuks*	4,350,000	-	4,350,000
Certificates of musharakah*	2,944,000	-	2,944,000
	7,294,000		7,294,000

The carrying value of these securities approximate their fair value since these are short term in nature and are placed with counterparties which have high credit rating.

The valuation of bai muajjal receivable has been carried out based on amortisation to their fair value / 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 are placed with counterparties which have high credit rating.

15 GENERAL

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

15.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

16 DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on February 13, 2023 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.

TIRICH MIR

Investments and mountain climbing teach you about change, and how to prepare for changes.

Height 7,708 meters,
belongs to the range Hindu Kush



MEEZAN ROZANA AMDANI FUND (MRAF)

Meezan Rozana Amdani Fund's investment objective is to meet liquidity needs of investors by providing investors a daily payout through investment in Shariah Compliant money market instruments.



FUND INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. 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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Allied Bank Limited - Islamic Banking
Askari Bank Limited - Islamic Banking
Bank Al Habib Limited - Islamic Banking
Bank Of Punjab - Islamic Banking
Bank Alfalah Limited

Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited - Islamic Banking
Habib Bank Limited - Islamic Banking
Habib Metropolitan Bank Limited - Islamic Banking
Meezan Bank Limited
UBL Ameen - Islamic Banking

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

Head Office:

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



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN ROZANA AMDANI FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Rozana Amdani Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.


Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 23, 2023

INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Meezan Rozana Amdani Fund

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Meezan Rozana Amdani Fund** (the Fund) as at **31 December 2022**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

Scope of Review

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

Conclusion

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



-: 2 :-

Other matter

The condensed interim financial statements for the half year ended 31 December 2021 and the annual financial statements for the year ended 30 June 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2022 and audit report dated 21 September 2022 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 27 February 2023

Place: Karachi

UDIN Number: RR202210076U5TulVoML



MEEZAN ROZANA AMDANI FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022

		December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	Note	----- (Rupees in '000) -----	
Assets			
Balances with banks	5	42,100,439	64,902,950
Investments	6	48,810,247	7,025,000
Receivable against conversion of units		27,215	412,683
Accrued profit		1,307,825	822,165
Deposits and prepayments		1,203	1,300
Preliminary expenses and floatation costs		199	300
Total assets		92,247,128	73,164,398
Liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	7	40,198	3,400
Payable to Central Depository Company of Pakistan Limited - Trustee		4,611	3,110
Payable to the Securities and Exchange Commission of Pakistan (SECP)		7,380	10,366
Payable against conversion and redemption of units		55,828	303,764
Dividend payable		74,200	-
Accrued expenses and other liabilities	8	158,845	83,819
Total liabilities		341,062	404,459
Net assets		91,906,066	72,759,939
Unit holders' fund (as per statement attached)		91,906,066	72,759,939
Contingencies and commitments	9		
		----- (Number of units) -----	
Number of units in issue		1,838,121,290	1,455,198,746
		----- (Rupees) -----	
Net asset value per unit		50.0000	50.0000

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 SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	Note	Six months period ended December 31,		Quarter ended December 31,	
		2022	2021	2022	2021
(Rupees in '000)					
Income					
Profit on commercial papers and sukuk certificates		549,465	138,960	333,882	67,142
Profit on term deposit receipts and certificate of musharika		1,010,072	262,993	648,410	117,528
Profit on Bai muajjal	6.4	231,120	321,850	231,120	162,557
Profit on savings accounts with banks		3,671,770	1,255,751	1,788,086	602,602
Net realised loss on sale of investments		<u>(3,200)</u>	<u>(1,685)</u>	<u>(3,200)</u>	<u>-</u>
Total income		5,459,227	1,977,869	2,998,298	949,829
Expenses					
Remuneration of AI Meezan Investment Management Limited - Management Company	7.1	128,784	43,697	73,137	17,230
Sindh Sales Tax on remuneration of the Management Company		16,742	5,681	9,508	2,240
Selling and marketing expenses	7.2	50,956	10,538	30,721	3,446
Remuneration of Central Depository Company of Pakistan Limited - Trustee		20,294	15,879	11,019	6,318
Sindh Sales Tax on remuneration of the Trustee		2,638	2,064	1,432	821
Annual fee to the Securities and Exchange Commission of Pakistan		7,380	5,239	4,007	2,297
Auditors' remuneration		343	325	194	165
Amortisation of preliminary expenses and floatation costs		100	101	50	51
Fees and subscription		664	664	331	332
Legal and professional charges		-	184	-	-
Brokerage expense		459	362	459	-
Bank and settlement charges		1,899	1,854	897	1,078
Printing expense		49	-	-	-
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)		-	(141,199)	-	-
Total expenses		230,308	(54,611)	131,755	33,978
Net income for the period before taxation		5,228,919	2,032,480	2,866,543	915,851
Taxation	12	-	-	-	-
Net income for the period after taxation		5,228,919	2,032,480	2,866,543	915,851
Allocation of net income for the period					
Net income for the period after taxation		5,228,919	2,032,480		
Income already paid on units redeemed		-	-		
		<u>5,228,919</u>	<u>2,032,480</u>		
Accounting income available for distribution					
- Relating to capital gains		-	-		
- Excluding capital gains		5,228,919	2,032,480		
		<u>5,228,919</u>	<u>2,032,480</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 SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	Six months period ended		Quarter ended	
	December 31,		December 31,	
	2022	2021	2022	2021
	----- (Rupees in '000) -----			
Net income for the period after taxation	5,228,919	2,032,480	2,866,543	915,851
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	5,228,919	2,032,480	2,866,543	915,851

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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended December 31, 2022			Six months period ended December 31, 2021		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period	72,759,939	-	72,759,939	74,704,297	-	74,704,297
Issuance of 2,441,768,063 units (2021: 1,098,802,520 units)						
- Capital value (at net asset value per unit at the beginning of the period)	122,088,403	-	122,088,403	54,940,126	-	54,940,126
- Element of income	-	-	-	-	-	-
Total proceeds on issuance of units	122,088,403	-	122,088,403	54,940,126	-	54,940,126
Redemption of 2,058,845,519 units (2021: 1,543,903,977 units)				-	-	-
- Capital value (at net asset value per unit at the beginning of the period)	102,942,276	-	102,942,276	77,195,199	-	77,195,199
- Element of loss	-	-	-	-	-	-
Total payments on redemption of units	102,942,276	-	102,942,276	77,195,199	-	77,195,199
Total comprehensive income for the period	-	5,228,919	5,228,919	-	2,032,480	2,032,480
Distribution during the period *	-	(5,228,919)	(5,228,919)	-	(2,032,480)	(2,032,480)
Net income for the period less distribution	-	-	-	-	-	-
Net assets at the end of the period	91,906,066	-	91,906,066	52,449,224	-	52,449,224
Undistributed income brought forward						
- Realised income	-	-	-	-	-	-
- Unrealised income	-	-	-	-	-	-
Accounting income available for distribution						
- Relating to capital gains	-	-	-	-	-	-
- Excluding capital gains	5,228,919	-	5,228,919	2,032,480	-	2,032,480
Distribution during the period *	-	(5,228,919)	-	-	(2,032,480)	-
Undistributed income carried forward	-	-	-	-	-	-
Undistributed income carried forward						
- Realised income	-	-	-	-	-	-
- Unrealised income	-	-	-	-	-	-
			(Rupees)			(Rupees)
Net asset value per unit at the beginning of the period			50.0000			50.0000
Net asset value per unit at the end of the period			50.0000			50.0000

* Meezan Rozana Amdani Fund is required to distribute dividend on a daily basis on each business day. The cumulative distribution per unit for the six months period ended December 31, 2022 amounted to Rs. 3.5655 (December 31, 2021: Rs. 1.9714) per unit.

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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended	
	December 31, 2022	December 31, 2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	5,228,919	2,032,480
Adjustments for:		
Amortisation of preliminary expenses and floatation costs	100	101
	5,229,019	2,032,581
(Increase) / decrease in assets		
Investments - net	(9,585,557)	2,415,056
Deposits and prepayments	97	94
Accrued profit	(485,659)	(20,866)
	(10,071,119)	2,394,284
Increase / (decrease) in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	36,798	5,833
Payable to Central Depository Company of Pakistan Limited - Trustee	1,501	(1,197)
Payable to the Securities and Exchange Commission of Pakistan	(2,986)	(3,853)
Accrued expenses and other liabilities	75,026	(136,772)
	110,339	(135,989)
Net cash (used in) / generated from operating activities	(4,731,761)	4,290,876
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	122,473,871	55,227,079
Payments against redemption and conversion of units	(103,190,212)	(77,423,318)
Dividend paid	(5,154,719)	(2,017,824)
Net cash generated from / (used in) financing activities	14,128,940	(24,214,063)
Net increase / (decrease) in cash and cash equivalents during the period	9,397,179	(19,923,187)
Cash and cash equivalents at the beginning of the period	67,602,950	68,613,167
Cash and cash equivalents at the end of the period	77,000,129	48,689,980

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
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

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 Management Company has been licensed by the Securities and Exchange Commission of Pakistan (SECP) to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules). The Trust Deed was previously registered under the "Trust Act, 1882" and now has been registered under "The Sindh Trusts Act, 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act. The 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. The investment objectives and policies are explained in the Fund's offering document.

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); and

(b) Daily dividend received by the unit holders 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. The Fund is listed on the Pakistan Stock Exchange Limited.

1.5 The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 30, 2022 (2021: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: 'AM1' dated June 23, 2021). 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 03, 2023 (2021: AA+(f) dated December 27, 2021).

1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2. BASIS OF PRESENTATION

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

3. BASIS OF PREPARATION

3.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017, along with part VIIIA of the repealed Companies Ordinance, 1984; and

- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part 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 are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

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

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2022.

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, 2022. 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, 2022.

4.3 Standards, interpretations and amendments to be published accounting and reporting standards that are effective the period

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning July 01, 2022. However, these do not have any significant impact on the Funds operations, and , therefore, have not been detailed in these condensed interim financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date (annual periods beginning on or after)
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023

Standards, interpretations and amendments	Effective date (annual periods beginning on or after)
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

5. BALANCES WITH BANKS	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
		----- (Rupees in '000) -----	
Balances with banks in:			
Savings accounts	5.1	42,100,396	64,902,906
Current accounts		43	44
		<u>42,100,439</u>	<u>64,902,950</u>

5.1 These include a balance maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 6.50% (June 30, 2022: 6.01%) per annum. Other profit and loss accounts of the Fund have an expected profit ranging from 6.00% to 15.90% per annum (June 30, 2022: 4.00% to 16.40% per annum).

5.2 Cash and cash equivalents	Note	December 31, 2022 (Unaudited)	December 31, 2021 (Unaudited)
		----- (Rupees in '000) -----	
Balances with banks	5	42,100,439	42,489,980
Term deposit receipts having original maturity of three months or less	6.2	11,500,000	6,200,000
Certificates of Musharka	6.3	15,250,000	-
Bai Muajjal receivable	6.4	8,149,690	-
		<u>77,000,129</u>	<u>48,689,980</u>

6. INVESTMENTS		December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
		----- (Rupees in '000) -----	
At fair value through profit or loss			
Corporate sukuk certificates	6.1	8,158,000	4,325,000
Term deposit receipts	6.2	15,500,000	2,700,000
Certificates of Musharka	6.3	15,250,000	-
Bai Muajjal receivable	6.4	9,902,247	-
		<u>48,810,247</u>	<u>7,025,000</u>

6.1 Corporate sukuk certificates

Name of the security	Maturity date	Profit rate	As at July 1, 2022	Purchased during the period	Sold / redeemed during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation/ (diminution) as at December 31, 2022	Percentage in relation to	
										(Number of certificates)	(Rupees in '000)
The Hub Power Company Limited PPSTS (AA+, PACRA) (note 6.1.1)	October 27, 2022	6 months KIBOR plus base rate of 1%	6,000	-	6,000	-	-	-	-	-	-
K-Electric Limited - I (A-1+, PACRA) (note 6.1.1)	August 04, 2022	6 months KIBOR plus base rate of 0.85%	675	-	675	-	-	-	-	-	-
K-Electric Limited - II (A-1+, PACRA) (note 6.1.1)	August 15, 2022	6 months KIBOR plus base rate of 0.85%	625	-	625	-	-	-	-	-	-
K-Electric Limited - III (A-1+, PACRA) (note 6.1.2)	September 01, 2022	6 months KIBOR plus base rate of 0.85%	675	-	675	-	-	-	-	-	-
K-Electric Limited - IV (A-1+, PACRA) (note 6.1.2)	September 23, 2022	6 months KIBOR plus base rate of 0.85%	600	-	600	-	-	-	-	-	-
K-Electric Limited - V (A-1+, PACRA) (note 6.1.2)	September 23, 2022	6 months KIBOR plus base rate of 0.95%	150	-	150	-	-	-	-	-	-
Luckey Electric Limited - II (A-1+, PACRA) (note 6.1.2)	December 15, 2022	6 months KIBOR plus base rate of 1.2%	1,000	-	1,000	-	-	-	-	-	-
Luckey Electric Limited - III (A-1+, PACRA) (note 6.1.2)	January 09, 2023	6 months KIBOR plus base rate of 1.2%	-	750	-	750	750,000	750,000	-	0.82%	1.54%
China Power Hub Generation Company -I (A-1+, PACRA) (note 6.1.2)	January 30, 2023	6 months KIBOR plus base rate of 1.35%	-	1,200	-	1,200	1,200,000	1,200,000	-	1.31%	2.46%
K-Electric Limited - VII (A-1+, PACRA) (note 6.1.2)	February 10, 2023	6 months KIBOR plus base rate of 1.35%	-	750	-	750	750,000	750,000	-	0.82%	1.54%
K-Electric Limited - VIII (A-1+, PACRA) (note 6.1.2)	February 28, 2023	6 months KIBOR plus base rate of 1.35%	-	400	-	400	400,000	400,000	-	0.44%	0.82%
K-Electric Limited - IX (A-1+, PACRA) (note 6.1.2)	March 21, 2023	6 months KIBOR plus base rate of 1.4%	-	600	-	600	600,000	600,000	-	0.65%	1.23%
Luckey Electric Limited - IV (A-1+, PACRA) (note 6.1.2)	March 28, 2023	6 months KIBOR plus base rate of 1.5%	-	750	-	750	750,000	750,000	-	0.82%	1.54%
K-Electric Limited - X (A-1+, PACRA) (note 6.1.2)	April 05, 2023	6 months KIBOR plus base rate of 1.45%	-	150	-	150	150,000	150,000	-	0.16%	0.31%
Luckey Electric Limited - V (A-1+, PACRA) (note 6.1.2)	April 13, 2023	6 months KIBOR plus base rate of 1.5%	-	1,050	-	1,050	1,050,000	1,050,000	-	1.14%	2.15%
K-Electric Limited - XI (A-1+, PACRA) (note 6.1.2)	April 26, 2023	6 months KIBOR plus base rate of 1.45%	-	750	-	750	750,000	750,000	-	0.82%	1.54%
Nishat Mills Limited (A-1+, PACRA) (note 6.1.2)	May 02, 2023	3 months KIBOR plus base rate of 0.9%	-	333	-	333	333,000	333,000	-	0.36%	0.68%
China Power Hub Generation Company -I (A-1+, PACRA) (note 6.1.2)	June 07, 2023	6 months KIBOR plus base rate of 1.45%	-	675	-	675	675,000	675,000	-	0.73%	1.38%
K-Electric Limited - XI (A-1+, PACRA) (note 6.1.2)	June 13, 2023	6 months KIBOR plus base rate of 1.4%	-	750	-	750	750,000	750,000	-	0.82%	1.54%
Total as at December 31, 2022							8,158,000	8,158,000		8.88%	16.71%
Total as at June 30, 2022							4,325,000	4,325,000		5.94%	61.57%

6.1.1 The nominal value of these sukuk certificate is Rs.100,000 each. The profit payments and principal redemptions of these sukuk certificates are receivable at maturity.

6.1.2 The nominal value of these sukuk certificates is Rs.1,000,000. The profit payments and principal redemptions of these sukuk certificates are receivable at maturity.

6.2 Term deposit receipts

Name of the bank	Maturity date	Profit rate	As at July 1, 2022	Placed during the period	Matured during the period	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation/ (diminution) as at December 31, 2022	Percentage in relation to	
									Net assets of the Fund	Total market value of investments
									----- (Rupees in '000) -----	
Bank Alfalah Limited	July 13, 2022	16.20%	2,700,000	-	2,700,000	-	-	-	-	-
Bank Alfalah Limited	August 20, 2022	14.85%	-	6,000,000	6,000,000	-	-	-	-	-
Meezan Bank Limited	August 29, 2022	14.15%	-	5,900,000	5,900,000	-	-	-	-	-
Meezan Bank Limited	September 5, 2022	14.25%	-	5,000,000	5,000,000	-	-	-	-	-
Bank Alfalah Limited	September 22, 2022	15.25%	-	6,000,000	6,000,000	-	-	-	-	-
Bank Alfalah Limited	December 22, 2022	15.50%	-	6,000,000	6,000,000	-	-	-	-	-
Askari Bank Limited	December 26, 2022	15.50%	-	705,000	705,000	-	-	-	-	-
UBL Ameen	January 13, 2023	15.70%	-	700,000	-	700,000	700,000	-	0.76%	1.43%
UBL Ameen	January 13, 2023	15.70%	-	800,000	-	800,000	800,000	-	0.87%	1.64%
The Bank of Punjab	January 20, 2023	15.50%	-	3,000,000	-	3,000,000	3,000,000	-	3.26%	6.15%
The Bank of Punjab	February 16, 2023	15.80%	-	3,000,000	-	3,000,000	3,000,000	-	3.26%	6.15%
The Bank of Punjab	February 23, 2023	15.80%	-	1,000,000	-	1,000,000	1,000,000	-	1.09%	2.05%
Bank Alfalah Limited	March 22, 2023	16.00%	-	6,000,000	-	6,000,000	6,000,000	-	6.53%	12.29%
The Bank of Punjab	January 30, 2023	15.80%	-	1,000,000	-	1,000,000	1,000,000	-	1.09%	2.05%
Total as at December 31, 2022						15,500,000	15,500,000		16.86%	31.76%
Total as at June 30, 2022						2,700,000	2,700,000		3.71%	38.43%

6.2.1 The profit payments and principal redemptions of these term deposit receipts are receivable at maturity.

6.3 Certificates of Musharka

Name of the bank	Maturity date	Profit rate	As at July 1, 2022	Placed during the period	Matured during the period	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation/ (diminution) as at December 31, 2022	Percentage in relation to	
									Net assets of the Fund	Total market value of investments
									----- (Rupees in '000) -----	
UBL Ameen	December 13, 2022	14.80%	-	7,000,000	7,000,000	-	-	-	-	-
UBL Ameen	December 14, 2022	15.80%	-	800,000	800,000	-	-	-	-	-
UBL Ameen	December 16, 2022	14.80%	-	700,000	700,000	-	-	-	-	-
Meezan Bank Limited	December 16, 2022	15.50%	-	7,500,000	7,500,000	-	-	-	-	-
Meezan Bank Limited	December 20, 2022	15.50%	-	5,000,000	5,000,000	-	-	-	-	-
Meezan Bank Limited	December 23, 2022	15.50%	-	2,500,000	2,500,000	-	-	-	-	-
Meezan Bank Limited	December 30, 2022	15.50%	-	1,000,000	1,000,000	-	-	-	-	-
Meezan Bank Limited	January 13, 2023	15.50%	-	2,500,000	-	2,500,000	2,500,000	-	2.72%	5.12%
Meezan Bank Limited	January 13, 2023	15.50%	-	3,000,000	-	3,000,000	3,000,000	-	3.26%	6.15%
UBL Ameen	January 13, 2023	15.70%	-	7,000,000	-	7,000,000	7,000,000	-	7.62%	14.34%
Meezan Bank Limited	January 13, 2023	15.50%	-	1,500,000	-	1,500,000	1,500,000	-	1.63%	3.07%
Meezan Bank Limited	January 13, 2023	15.50%	-	250,000	-	250,000	250,000	-	0.27%	0.51%
Meezan Bank Limited	January 13, 2023	15.50%	-	1,000,000	-	1,000,000	1,000,000	-	1.09%	2.05%
Total as at December 31, 2022						15,250,000	15,250,000		16.59%	31.24%
Total as at June 30, 2022						-	-		-	-

6.3.1 The profit payments and principal redemptions of these certificate of musharika are receivable at maturity.

6.4 Bai Muajjal receivable

Name of the counterparty	Maturity date	Profit rate	Total transaction Price	Total deferred income	Accrued profit for the period	Carrying value as at December 31, 2022	Percentage in relation to	
							Net assets of the Fund	Total market value of investments
						(Rupees in '000)		-----%
Pak Oman Investments Company Limited (AA+, VIS)	April 10, 2023	15.40%	641,204	49,237	22,454	663,659	0.72%	1.36%
Pak Oman Investments Company Limited (AA+, VIS)	April 12, 2023	15.40%	1,052,914	80,852	35,984	1,088,898	1.18%	2.23%
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 20, 2022	14.90%	642,197	17,565	17,565	-	0.00%	0.00%
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 20, 2022	14.90%	774,089	20,224	20,224	-	0.00%	0.00%
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 20, 2022	14.90%	774,443	19,917	19,917	-	0.00%	0.00%
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 20, 2022	14.90%	774,797	19,610	19,610	-	0.00%	0.00%
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 20, 2022	14.90%	775,152	19,302	19,302	-	0.00%	0.00%
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 20, 2022	14.90%	775,506	18,995	18,995	-	0.00%	0.00%
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 20, 2022	14.90%	776,568	18,070	18,070	-	0.00%	0.00%
Pak Kuwait Investment Company Limited (AAA, PACRA)	December 20, 2022	14.90%	776,923	17,761	17,761	-	0.00%	0.00%
Pak Kuwait Investment Company Limited (AAA, PACRA)	March 24, 2023	15.90%	797,823	31,627	3,128	800,951	0.87%	1.64%
Pak Kuwait Investment Company Limited (AAA, PACRA)	March 24, 2023	15.90%	422,295	16,740	1,656	423,951	0.46%	0.87%
Pak Kuwait Investment Company Limited (AAA, PACRA)	March 24, 2023	15.90%	809,277	32,081	3,173	812,450	0.88%	1.66%
Pak Kuwait Investment Company Limited (AAA, PACRA)	March 24, 2023	15.90%	798,886	30,625	2,088	800,974	0.87%	1.64%
Pak Kuwait Investment Company Limited (AAA, PACRA)	March 24, 2023	15.90%	422,897	16,211	1,105	424,002	0.46%	0.87%
Pak Kuwait Investment Company Limited (AAA, PACRA)	March 24, 2023	15.90%	810,330	31,063	2,118	812,448	0.88%	1.66%
Pak Kuwait Investment Company Limited (AAA, PACRA)	March 24, 2023	15.90%	799,240	30,290	1,741	800,981	0.87%	1.64%
Pak Kuwait Investment Company Limited (AAA, PACRA)	March 24, 2023	15.90%	423,098	16,035	922	424,019	0.46%	0.87%
Pak Kuwait Investment Company Limited (AAA, PACRA)	March 24, 2023	15.90%	810,680	30,724	1,766	812,446	0.88%	1.66%
Pak Kuwait Investment Company Limited (AAA, PACRA)	March 24, 2023	15.90%	799,595	29,955	1,393	800,988	0.87%	1.64%
Pak Kuwait Investment Company Limited (AAA, PACRA)	March 24, 2023	15.90%	423,298	15,858	738	424,036	0.46%	0.87%
Pak Kuwait Investment Company Limited (AAA, PACRA)	March 24, 2023	15.90%	811,031	30,384	1,413	812,444	0.88%	1.66%

Total as at December 31, 2022

231,120 9,902,247 10.74% 20.27%

Total as at June 30, 2022

- - - -

7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	December 31, 2022	June 30, 2022
		(Unaudited)	(Audited)
		----- (Rupees in '000) -----	
Remuneration payable	7.1	5,681	1,802
Sindh Sales Tax payable on remuneration of the Management Company		739	234
Selling and marketing expenses payable	7.2	33,778	1,364
		<u>40,198</u>	<u>3,400</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 following rates during the period ended December 31, 2022:

Rate applicable from July 01, 2022 to October 17, 2022	Rate applicable from October 18, 2022 to November 30, 2022
0.33% of the average annual net assets	0.35% of the average annual net assets

Rate applicable from December 01, 2022 to December 31, 2022
0.40% of the average annual net assets

The remuneration is payable to the Management Company monthly in arrears.

- 7.2 In accordance with Circular 11 dated July 05, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at the following rates during the period ended December 31, 2022, subject to total expense charged being lower than actual expense incurred:

'Rate applicable from July 01, 2022 to November 30, 2022	Rate applicable from December 01, 2022 to December 31, 2022
0.12% of the average annual net assets	0.21% of the average annual net assets

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	----- (Rupees in '000) -----	
8. ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration payable	301	290
Brokerage payable	413	-
Shariah advisor fee payable	535	537
Withholding tax payable	154,413	80,207
CDS charges payable	2,827	2,544
Zakat payable	337	230
Other payable	19	11
	<u>158,845</u>	<u>83,819</u>

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2022 and June 30, 2022.

10. TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund as at December 31, 2022 based on current period results is 0.62% (December 31, 2021: 0.33%) which includes 0.07% (December 31, 2021: 0.05%) 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% 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, Central Depository Company of Pakistan Limited being the Trustee, Meezan Bank Limited being the holding company of the Management Company, Directors and Executives of the Management Company, other Funds under the common management of the Management Company, Pakistan Kuwait Investment Company (Private) Limited being the associated company of the Management Company, Al Meezan Investment Management Limited - Employees Gratuity Fund and unit holders holding 10 percent or more of the Fund's net assets.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

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

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

The details of transactions carried out by the Fund with connected persons during the period and balances with them as at period end are as follows:



	December 31, 2022 (Unaudited) ----- (Rupees in '000) -----	June 30, 2022 (Audited)
AI Meezan Investment Management Limited - Management Company		
Remuneration payable	5,681	1,802
Sindh Sales Tax payable on remuneration of the Management Company	739	234
Selling and marketing expenses payable	33,778	1,364
Investment of 3,490,163 units (June 30, 2022: 1,179,212 units)	174,508	58,961
Meezan Bank Limited		
Balances with bank	163,224	86,416
Profit receivable on savings accounts	1,282	1,986
Certificate of musharika outstanding	8,250,000	-
Profit receivable on term deposit receipts and certificate of musharika	36,414	-
Shariah advisor fee payable	535	537
ATM deposit	1,000	1,000
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	4,080	2,752
Sindh Sales Tax payable on remuneration of the Trustee	531	358
Security deposit	100	100
CDS charges payable	2,827	2,544
Investment of 3,148,372 units (June 30, 2022: Nil)	157,419	-
Meezan Strategic Asset Allocation Fund - MCPP - III		
Investment of 2,544,965 units (June 30, 2022: 3,503,861 units)	127,248	175,193
Meezan Strategic Allocation Fund -II - MCPP - IV		
Investment of 7,036,674 units (June 30, 2022: 7,987,860 units)	351,834	399,393
Meezan Strategic Allocation Fund-II - MCPP - V		
Investment of 859,770 units (June 30, 2022: 1,129,971 units)	42,989	56,499
Meezan Strategic Allocation Fund II- MCPP - VI		
Investment of 1,021,400 units (June 30, 2022: 1,331,913 units)	51,070	66,596
Meezan Strategic Allocation Fund II- MCPP - VII		
Investment of 665,240 units (June 30, 2022: 781,119 units)	33,262	39,056
Meezan Strategic Allocation Fund III- MCPP - IX		
Investment of 4,738,044 units (June 30, 2022: 6,682,038 units)	236,902	334,102
Unit holders holding 10 percent or more of the Fund		
Investment of Nil (June 30, 2022: 152,229,568 units)	-	7,611,478
AI Meezan Investment Management Limited - Employees' Gratuity Fund		
Investment of 538,344 units (June 30, 2022: 501,508 units)	26,917	25,075
Directors and Executives of the Management Company		
Investment of 5,630,823 units (June 30, 2022: 7,428,001 units)	281,541	371,400

Transactions during the period	Six months period ended	
	December 31, 2022 (Unaudited) ----- (Rupees in '000) -----	December 31, 2021 (Unaudited)
AI Meezan Investment Management Company Limited - Management Company		
Remuneration of the Management Company	128,784	43,697
Sindh Sales Tax on remuneration of the Management Company	16,742	5,681
Selling and marketing expenses	50,956	10,538
Units issued: 9,510,950 units (December 31, 2021: 54,640,891 units)	475,548	2,732,045
Units redeemed: 7,200,000 units (December 31, 2021: 73,405,469 units)	360,000	3,670,273
Dividend paid	6,174	33,502
Meezan Bank Limited		
Profit on savings accounts	9,348	1,926
Term deposit receipts and certificate of musharika placed	35,150,000	4,500,000
Term deposit receipts and certificate of musharika matured	26,900,000	9,500,000
Shariah advisor fee	539	542
Profit on term deposit receipts and certificate of musharika	160,216	53,197
Central Depository Company of Pakistan Limited - The Trustee		
Remuneration of the Trustee	20,294	15,879
Sindh Sales Tax on remuneration of the Trustee	2,638	2,064
CDS charges	867	1,136
Units issued: 3,148,372 units (December 31, 2021: Nil)	157,419	-
Dividend paid	7,419	-
Meezan Strategic Allocation Fund - MSAP - I		
Units issued: Nil (December 31, 2021: 65,728 units)	-	3,286
Units redeemed: Nil (December 31, 2021: 3,614,533 units)	-	180,727
Dividend paid	-	3,286
Meezan Strategic Allocation Fund - MSAP - II		
Units issued: Nil (December 31, 2021: 41,413 units)	-	2,071
Units redeemed: Nil (December 31, 2021: 2,307,532 units)	-	115,377
Dividend paid	-	2,071
Meezan Strategic Allocation Fund - MSAP - III		
Units issued: Nil (December 31, 2021: 48,418 units)	-	2,421
Units redeemed: Nil (December 31, 2021: 2,658,182 units)	-	132,909
Dividend paid	-	2,421
Meezan Strategic Allocation Fund - MSAP - IV		
Units issued: Nil (December 31, 2021: 17,598 units)	-	880
Units redeemed: Nil (December 31, 2021: 1,099,549 units)	-	54,977
Dividend paid	-	880
Meezan Strategic Allocation Fund - MSAP - V		
Units issued: Nil (December 31, 2021: 5,753 units)	-	288
Units redeemed: Nil (December 31, 2021: 308,151 units)	-	15,408
Dividend paid	-	288
Meezan Strategic Asset Allocation Fund - MCPP-III		
Units issued: 210,504 units (December 31, 2021: 583,838 units)	10,525	29,192
Units redeemed: 1,169,400 units (December 31, 2021: 4,898,020 units)	58,470	244,901
Dividend paid	10,578	7,192
Transactions during the period		
Meezan Strategic Allocation Fund II- MCPP - IV		
Units issued: 534,614 units (December 31, 2021: 1,088,858 units)	26,731	54,443
Units redeemed: 1,485,800 units (December 31, 2021: 9,472,628 units)	74,290	473,631
Dividend paid	26,877	14,943
Meezan Strategic Allocation Fund II- MCPP - V		
Units issued: 70,599 units (December 31, 2021: 233,496 units)	3,530	11,675
Units redeemed: 340,800 units (December 31, 2021: 1,817,290 units)	17,040	90,865
Dividend paid	3,308	2,675



Six months period ended
December December
(Unaudited) (Unaudited)
----- (Rupees in '000) -----

Meezan Strategic Allocation Fund II- MCPP - VI

Units issued: 163,487 units (December 31, 2021: 60,288 units)
Units redeemed: 474,000 units (December 31, 2021: 1,924,089 units)
Dividend paid

8,174	3,014
23,700	96,204
3,696	3,014

Meezan Strategic Allocation Fund II- MCPP - VII

Units issued: 87,521 units (December 31, 2021: 235,864 units)
Units redeemed: 203,400 units (December 31, 2021: 2,152,242 units)
Dividend paid

4,376	11,793
10,170	107,612
2,390	3,259

Meezan Strategic Allocation Fund II- MCPP - VIII

Units issued: Nil (December 31, 2021: 8,804 units)
Units redeemed: Nil (December 31, 2021: 702,926 units)
Dividend paid

-	440
-	35,146
-	440

Meezan Strategic Allocation Fund III- MCPP - IX

Units issued: 379,806 units (December 31, 2021: 97,908 units)
Units redeemed: 2,323,800 units (December 31, 2021: 1,194,536 units)
Dividend paid

18,990	4,895
116,190	59,727
19,089	1,895

AI Meezan Investment Management Limited - Employees' Gratuity Fund

Units issued: 36,836 units (December 31, 2021: 17,144 units)
Dividend paid

1,842	857
1,842	857

Unit holders holding 10 percent or more of the Fund

Units issued: Nil (December 31, 2021: 3,507,477 units)
Dividend paid

-	175,374
-	175,374

Directors and Executives of the Management Company

Units issued: 8,408,340 units (December 31, 2021: 1,158,010 units)
Units redeemed: 10,205,518 units (December 31, 2021: 884,370 units)
Dividend paid

420,417	57,900
510,276	44,219
9,356	1,050

12. TAXATION

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the Management Company intends to distribute at least 90% of the Fund's accounting income for the year ending June 30, 2023 as reduced by capital gains (whether realised or unrealised) to its unit holders, therefore no provision for taxation has been made in these condensed interim financial statements.

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

13. FAIR VALUE MEASUREMENT

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

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

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

13.1 Fair value hierarchy

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

- Level 1: 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); and
- Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

As at December 31, 2022			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			
ASSETS			
Financial assets 'at fair value through profit or loss'			
Corporate sukuk certificates *	8,158,000	-	8,158,000
Term deposit receipts - having original maturity of 3 months or less*	15,500,000	-	15,500,000
Certificates of Musharka*	15,250,000	-	15,250,000
Bai Muajjal receivable **	9,902,247	-	9,902,247
	48,810,247	-	48,810,247

As at June 30, 2022			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			
ASSETS			
Financial assets 'at fair value through profit or loss'			
Corporate sukuk certificates *	4,325,000	-	4,325,000
Term deposit receipts - having original maturity of 3 months or less*	2,700,000	-	2,700,000
Bai Muajjal receivable **	-	-	-
	7,025,000	-	7,025,000

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

** The valuation of commercial papers and bai muajjal receivable has been carried out based on amortisation to their fair value / 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 are placed with counterparties which have high credit rating.

14. GENERAL

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

14.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

15. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on February 13, 2023 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.

PASSU SAR

An investor and mountain climber survives adversity and challenges as they strive towards their goals.

Height 7,476 meters,
belongs to the range Batura Karakoram



MEEZAN FIXED TERM FUND(MFTF)

The "Meezan Paaidaar Munafa Plan-I "(MPMP-I)" and "Meezan Paaidaar Munafa Plan-II "(MPMP-II)" are allocation plans under "Meezan Fixed Term Fund" with an objective to provide investors with a competitive rate of return, for fixed tenure by investing primarily in Shariah Compliant TDRs and money market placements/ Instruments for a specific duration.



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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Askari Bank Ltd - Islamic Banking
Habib Metropolitan Bank Limited - Islamic Banking
Meezan Bank Limited
The Bank of Punjab - Islamic Banking
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
E-mail: bawaney@cyber.net.pk

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
Karachi - 74400, Pakistan.

Tel : (92-21) 111-111-500

Fax: (92-21) 34326021 - 23

URL: www.cdcpakistan.com

Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN FIXED TERM FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Fixed Term Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the period from June 09, 2022 to December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 23, 2023

INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Meezan Fixed Term Fund

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Meezan Fixed Term Fund** (the Fund) as at **31 December 2022**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the period then ended from 9 June 2022 to 31 December 2022 (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended 31 December 2022 has not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the period from 09 June 2022 to 31 December 2022.

Scope of Review

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

Conclusion

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



-: 2 :-

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 27 February 2023

Place: Karachi

UDIN Number: RR2022100769VAjwxReL



MEEZAN FIXED TERM FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022

		December 31, 2022 (Unaudited) MPMP-II (Rupees in '000)
Assets		
Balances with banks	5	614,588
Investments	6.	1,875,000
Accrued profit	7	106,049
Preliminary expenses and floatation costs	8	35
Total assets		2,595,672
Liabilities		
Payable to AI Meezan Investment Management Limited - Management Company	9	13,351
Payable to Central Depository Company of Pakistan Limited - Trustee	10	480
Payable to the Securities and Exchange Commission of Pakistan (SECP)	11	155
Accrued expenses and other liabilities	12	205
Total liabilities		14,191
Net Assets		2,581,481
Unit holders' fund (as per statement attached)		2,581,481
Contingencies and commitments	13	
		(Number of units)
Number of units in issue		49,509,866
		(Rupees)
Net asset value per unit		52.1407

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

MEEZAN FIXED TERM FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE PERIOD FROM JUNE 09, 2022 TO DECEMBER 31, 2022 AND QUARTER ENDED DECEMBER 31, 2022

	MPMP-I (Upon initial maturity)	MPMP-I (Upon initial maturity)	MPMP-II		MPMP-I (Upon initial maturity)	MPMP-II
	For the period from June 09, 2022 to September 09, 2022	For the period from September 26, 2022 to December 26, 2022	For the period from September 12, 2022 to December 31, 2022	Total	For the period from October 01, 2022 to December 26, 2022	For the quarter ended December 31, 2022
Income						
Profit on saving accounts with banks	2,370	4,672	30,574	37,616	4,645	25,448
Profit on term deposit receipts	67,742	69,172	90,092	227,006	65,367	74,671
Other Income	115	24	-	139	24	-
Total income	70,227	73,868	120,666	264,761	70,036	100,119
Expenses						
Remuneration of Al Meezan Investment Management Limited - Management Company	2,078	4,748	11,735	18,561	4,567	9,712
Sindh Sales Tax on remuneration of the Management Company	270	617	1,526	2,413	594	1,263
Remuneration of Central Depository Company of Pakistan Limited - Trustee	322	253	425	1,000	239	353
Sindh Sales Tax on remuneration of the Trustee	42	33	55	130	31	46
Annual fees to the Securities and Exchange Commission of Pakistan	99	92	155	346	87	129
Auditors' remuneration	72	88	69	229	84	21
Formation Cost	90	93	55	238	88	46
Bank and settlement charges	47	4	6	57	4	6
Fees and subscription	108	156	92	356	147	76
Total expenses	3,128	6,084	14,118	23,330	5,841	11,652
Net income for the period before taxation	67,099	67,784	106,548	241,431	64,195	88,467
Taxation	-	-	-	-	-	-
Net income for the period after taxation	67,099	67,784	106,548	241,431	64,195	88,467
Allocation of net income for the period						
Net income for the period after taxation	67,099	67,784	106,548	241,431	64,195	88,467
Income already paid on units redeemed	(7,379)	(31,391)	(560)	(39,330)	(31,391)	(553)
	59,720	36,393	105,988	202,101	32,804	87,914
Accounting income available for distribution						
- Relating to capital gains	-	-	-	-	-	-
- Excluding capital gains	59,720	36,393	105,988	202,101	32,804	87,914
	59,720	36,393	105,988	202,101	32,804	87,914

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



MEEZAN FIXED TERM FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE PERIOD FROM JUNE 09, 2022 TO DECEMBER 31, 2022 AND QUARTER ENDED DECEMBER 31, 2022

MPMP-I (Upon initial maturity)	MPMP-I (Upon initial maturity)	MPMP-II	Total	MPMP-I (Upon initial maturity)	MPMP-II
For the period from June 09, 2022 to September 09, 2022	For the period from September 26, 2022 to December 26, 2022	For the period from September 12, 2022 to December 31, 2022		For the period from October 01, 2022 to December 26, 2022	For the quarter ended December 31, 2022
67,099	67,784	106,548	241,431	64,195	88,467
-	-	-	-	-	-
67,099	67,784	106,548	241,431	64,195	88,467

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

Net income for the period after taxation

Other comprehensive income for the period

Total comprehensive income for the period

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

MEEZAN FIXED TERM FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE PERIOD FROM JUNE 09, 2022 TO DECEMBER 31, 2022

	For the period from June 09, 2022 to September 09, 2022			For the period from September 26, 2022 to December 26, 2022			For the period from September 12, 2022 to December 31, 2022		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
	MPMP-I (upon initial maturity)			MPMP-I (upon initial maturity)			MPMP-II		
	(Rupees in '000)			(Rupees in '000)			(Rupees in '000)		
Issuance of units:									
MPMP-I : 38,766,267 and 59,472,927 units									
/ MPMP-II : 52,510,000 units									
- Capital value (at par value per unit)	1,938,313	-	1,938,313	2,973,646	-	2,973,646	2,625,500	-	2,625,500
- Element of income	-	-	-	-	-	-	-	-	-
Total proceeds on issuance of units	1,938,313	-	1,938,313	2,973,646	-	2,973,646	2,625,500	-	2,625,500
Redemption of units:									
MPMP-I : 23,406,872 and 40,130,443 units									
/ MPMP-II : 3,000,134 units									
- Capital value (at par value per unit)	1,170,344	-	1,170,344	2,006,522	-	2,006,522	150,007	-	150,007
- Element of loss	-	7,379	7,379	364	31,391	31,755	-	560	560
Total payments on redemption of units	1,170,344	7,379	1,177,723	2,006,886	31,391	2,038,277	150,007	560	150,567
Total comprehensive income for the period	-	67,099	67,099	-	67,784	67,784	-	106,548	106,548
Distribution during the period	-	(59,720)	(59,720)	-	(36,393)	(36,393)	-	-	-
Net income for the period less distribution	-	7,379	7,379	-	31,391	31,391	-	106,548	106,548
Net assets at the end of the period	767,969	-	767,969	966,760	-	966,760	2,475,493	105,988	2,581,481
Accounting income available for distribution									
- Relating to capital gains	-			-			-		
- Excluding capital gains	59,720			36,393			105,988		
	59,720			36,393			105,988		
Distribution during the period	(59,720)			(36,393)			-		
Undistributed income carried forward	-			-			105,988		
Undistributed income carried forward									
- Realised income	-			-			105,988		
- Unrealised income	-			-			-		
	-			-			105,988		
	(Rupees)			(Rupees)			(Rupees)		
Net assets value per unit at the end of the period	50.0000			50.0000			52.1407		

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



MEEZAN FIXED TERM FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE PERIOD FROM JUNE 09, 2022 TO DECEMBER 31, 2022

MPMP-I (Upon initial maturity)	MPMP-I (Upon initial maturity)	MPMP-II
For the period from June 09, 2022 to September 09, 2022	For the period from September 26, 2022 to December 26, 2022	For the period from September 12, 2022 to December 31, 2022

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

CASH FLOWS FROM OPERATING ACTIVITIES

Net income for the period before taxation	67,099	67,784	106,548
Adjustment for non-cash items:			
Amortisation of preliminary expenses and floatation costs	90	93	55
	<u>67,189</u>	<u>67,877</u>	<u>106,603</u>
Increase in assets			
Investments	-	-	(1,875,000)
Accrued profit	(870)	(2,083)	(106,049)
Preliminary expenses and floatation costs	(90)	(93)	(90)
	<u>(960)</u>	<u>(2,176)</u>	<u>(1,981,139)</u>
Increase in liabilities			
Payable to Al Meezan Investment Management Limited - Management Company	2,349	5,548	13,351
Payable to Central Depository Company of Pakistan Limited - Trustee	363	286	480
Payable to the Securities and Exchange Commission of Pakistan (SECP)	99	92	155
Accrued expenses and other liabilities	7,892	3,564	205
	<u>10,703</u>	<u>9,490</u>	<u>14,191</u>
Net cash generated from / (used in) operating activities	<u>76,932</u>	<u>75,191</u>	<u>(1,860,345)</u>

CASH FLOWS FROM FINANCING ACTIVITIES

Receipts against issuance and conversion of units	1,916,562	2,973,646	2,625,500
Payments against redemption and conversion of units	(25,432)	(1,177,359)	(150,567)
Dividend paid	-	-	-
Net cash generated from financing activities	<u>1,891,130</u>	<u>1,796,287</u>	<u>2,474,933</u>
Net increase in cash and cash equivalents	<u>1,968,062</u>	<u>1,871,478</u>	<u>614,588</u>
Cash and cash equivalents at the beginning of the period	-	-	-
Cash and cash equivalents at the end of the period	<u>1,968,062</u>	<u>1,871,478</u>	<u>614,588</u>

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

MEEZAN FIXED TERM FUND
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD FROM JUNE 09, 2022 TO DECEMBER 31, 2022

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Meezan Fixed Term 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 April 05, 2022 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** Meezan Fixed Term Fund is an Open Ended Shariah Compliant Collective Investment Scheme as per SECP's Circular No.3 of 2022 dated February 10, 2022 with different 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 and the second Allocation Plan named Meezan Paidaar Munafa Plan I (MPMP I) and Meezan Paidaar Munafa Plan II (MPMP II) under the Scheme was launched on June 09, 2022 and September 12, 2022, respectively, with an objective to provide investors with potentially high returns through placement of deposit in Shariah Compliant Banks.

The assets and liabilities of MPMP1 matured on September 09, 2022 stood at Rs.1,968.933 million and Rs.1,162.995 million, respectively. The liabilities amounting to Rs.1,162.626 million has been paid off as at January 05, 2023, remaining outstanding balance of Rs.0.369 million will be paid off subsequently.

Amongst the remaining assets amounting to Rs.805.938 million, dividend distribution of Rs.44.793 million is made upon maturity of the plan which has been re-invested by unit holders in roll over plan of MPMP1 launched on September 26, 2022.

The assets and liabilities of roll over plan MPMP1 matured on December 26, 2022 stood at Rs.1,873.561 million and Rs.870.407 million, respectively. The liabilities amounting to Rs.857.251 million has been paid off as at January 05, 2023 related to payments on redemption and conversion of units, remaining outstanding balance of Rs.13.157 million will be paid off subsequently.

Amongst the remaining assets amounting to Rs.1,003.154 million, dividend distribution of Rs.36.393 million is made upon maturity of the plan which has been re-invested by unit holders in roll over plan of MPMP1 launched on January 06, 2023.

- 1.4** Units are offered for public subscription for limited time period. The units are transferable and can be redeemed by surrendering them to the Fund after deduction of contingent load.
- 1.5** The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 30, 2022 (2021: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: 'AM1' dated June 23, 2021). 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. On the request of AMC, the SECP through letter # SCD/AMCW/MFTF/361/2022 dated June 06, 2022 has granted exemption from publishing financial statements for the period ending June 30, 2022. Accordingly, these financial statements have been prepared for the period from June 09, 2022 to December 31, 2022.

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. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

3.2 Amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2022. 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.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date (annual periods beginning on or after)
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024

Sale or Contribution of Assets between an Investor and its Associate
or Joint Venture - Amendment to IFRS 10 and IAS 28

Not yet finalized

The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

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 and 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 valuation of financial assets (note 4.3) and provision for taxation (notes 4.13 and 16).

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 condensed interim financial statements are set out below.

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 Financial assets

4.3.1 Initial recognition and measurement

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

4.3.2 Classification and subsequent measurement

a) Debt instruments

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

- at 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 SECP requirements. 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.

4.3.3 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.

4.3.4 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.

4.4 Financial liabilities

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

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

4.5 Offsetting of financial assets and financial liabilities

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

4.6 Provisions

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

4.7 Net asset value per unit

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

4.8 Issue and redemption of units

Units issued are recorded at the par value i.e. Rs. 50 by the Management Company for the applications received by the Management Company / distributors during subscription period.

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 apply contingent load.

4.9 Distributions to unit holders

Distributions to the unit holders are recognised upon declaration and approval by the Board of Directors of the Management Company. Based on 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.

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.

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

Element of income represents the difference between Net 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.

4.11 Revenue recognition

- Gains / (losses) arising on sale of investments are recorded at the date at which the transaction takes place.
- Profit on bank deposits, certificate of musharaka and term deposit receipts is recognised on accrual basis.
- 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.

4.12 Expenses

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

4.13 Taxation

Current

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

Deferred

Deferred tax is accounted for using the balance sheet liability method in respect of all temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of the taxable profit. The deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which the deductible temporary differences, unused tax losses and tax credits can be utilised. Deferred tax is calculated at the rates that are expected to apply to the period when the differences reverse, based on enacted tax

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.

4.14 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.

4.15 Foreign currency translation

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

		December 31, 2022 (Unaudited) MPMP-II (Rupees in '000)
5	BALANCES WITH BANKS	Note
	Balances with banks in:	
	Savings accounts	5.1 <u><u>614,588</u></u>
5.1	These include a balance maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 6.50% per annum. Other profit and loss sharing accounts of the Fund have declared profit rates ranging from 6.00% to 15.80% per annum.	

		December 31, 2022 (Unaudited) MPMP-II (Rupees in '000)
6.	INVESTMENTS	Note
	At fair value through profit or loss	
	Term deposit receipts	6.1 <u><u>1,875,000</u></u>
6.1	Term deposit receipts	

Name of the bank	Maturity date	Profit rate	Placed during the period	Matured during the period	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation/(diminution) as at December 31, 2022	Percentage in relation to	
								Net assets of the fund	Total market value of investment
		%	(Rupees in '000)					%	
Meezan Paaidar Muanafa Plan -I									
Askari Bank Limited (AA+, PACRA)	September 09,2022	14.27%	1,918,500	1,918,500	-	-	-	-	-
Askari Bank Limited (AA+, PACRA)	December 26, 2022	15.50%	1,792,000	1,792,000	-	-	-	-	-
Meezan Paaidar Muanafa Plan -II									
Bank of Punjab (AA+, PACRA)	March 10, 2023	15.80%	1,875,000	-	1,875,000	1,875,000.00	-	72.63	100
As at December 31, 2022			<u><u>5,585,500</u></u>	<u><u>3,710,500</u></u>	<u><u>1,875,000</u></u>	<u><u>1,875,000</u></u>	<u><u>-</u></u>		

6.1.1 The profit and principal of term deposit receipts is receivable at maturity.

		December 31, 2022 (Unaudited) MPMP-II (Rupees in '000)
7	ACCRUED PROFIT	
	Profit accrued on:	
	Balances with bank	15,957
	Term deposit receipts	<u>90,092</u>
		<u><u>106,049</u></u>

		December 31, 2022 (Unaudited) MPMP-II (Rupees in '000)
8	PRELIMINARY EXPENSES AND FLOTATION COSTS	
	At the beginning of the period	90
	Less: Amortisation during the period	<u>(55)</u>
	At the end of the period	<u><u>35</u></u>

8.1 Preliminary expenses and flotation costs represent expenditure incurred prior to the commencement of operations of the Fund. These costs are amortised over the tenure of each allocation plan launched, in accordance with the requirements set out in the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

		December 31, 2022 (Unaudited) MPMP-II (Rupees in '000)
9	PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY	
	Remuneration payable	9.1 11,735
	Sindh Sales Tax payable on remuneration of the Management Company	9.2 1,526
	Formation cost payable	<u>90</u>
		<u><u>13,351</u></u>

9.1 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.

Keeping in view the maximum allowable threshold, during the period, the Management Company has charged remuneration at the following rates:

MPMP-I (June 09, 2022- September 09, 2022)	0.42% per annum of the average annual net assets
MPMP-I (September 26, 2022 - December 26, 2022)	1.032% per annum of the average annual net assets
MPMP-II (September 12, 2022 - December 21, 2022)	1.55% per annum of the average annual net assets
MPMP-II (December 22, 2022 - December 31, 2022)	1.20% per annum of the average annual net assets



9.2 Sales tax on the management fee has been charged at the rate of 13%.

		December 31, 2022 (Unaudited)	
		MPMP-II (Rupees in '000)	
10	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	
	Trustee fee payable	10.1	425
	Sindh Sales Tax payable on trustee fee	10.2	55
			480

10.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the trust deed, at the rate of 0.055% per annum of net assets of the Fund.

10.2 Sales tax on the trustee remuneration has been charged at the rate of 13%.

11 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

In accordance with the NBFC Regulations, a collective investment scheme is required to pay annual fee to the Securities and Exchange Commission of Pakistan at the rate of 0.02% per annum of average annual net assets during the current period.

		December 31, 2022 (Unaudited)	
		MPMP-II (Rupees in '000)	
12	ACCRUED EXPENSES AND OTHER LIABILITIES		
	Auditors' remuneration payable		69
	Fund rating fee payable		26
	Shariah advisor fee payable		66
	Capital gain tax payable		44
			205

13 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2022.

	For the period from June 09, 2022 to September 09, 2022	For the period from September 26, 2022 to December 26, 2022	For the period from September 12, 2022 to December 31, 2022	Total
	MPMP-I	MPMP-I	MPMP-II	
(Rupees in '000)				
14	AUDITORS' REMUNERATION			
	35	79	49	163
	37	9	20	66
	72	88	69	229

15 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund for the period ended December 31, 2022 is as under:

	For the period from June 09, 2022 to September 09, 2022 MPMP-I	For the period from September 26, 2022 to December 26, 2022 MPMP-I	For the period from September 12, 2022 to December 31, 2022 MPMP-II
Total Expense Ratio (TER)	0.63%	1.32%	1.86
Government Levies	0.08%	0.16%	0.23%

The above calculated ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as a Money Market scheme.

16 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 management has distributed the required income earned by the Fund in Tax Year 2022 and therefore no tax liability has been recorded in respect of income of the Fund for the said 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.

17 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

- 17.1 Connected persons include Al Meezan Investment Management Limited being the Management Company, Central Depository Company of Pakistan Limited (CDC) being the Trustee, Meezan Bank Limited being the holding company of the Management Company, Directors and Executives of the Management Company, other Collective Investment Schemes managed by the Management Company, Pakistan Kuwait Investment Company (Private) Limited being the associated company of the Management Company, Al Meezan Investment Management Limited Employees' Gratuity Fund and unitholders holding 10 percent or more of the Fund's net assets.
- 17.2 Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.
- 17.3 Remuneration payable to the Management Company and the Trustee is determined in accordance with the provisions of NBFC Rules, the NBFC Regulations and the Trust Deed respectively.



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

	December 31, 2022 (Unaudited) MPMP-II (Rupees in '000)			
Balances				
Al Meezan Investment Management Limited - Management Company				
Management fee payable			11,735	
Sindh Sales Tax payable on the remuneration of the Management Company			1,526	
Formation cost payable			90	
Investment			181,971	
Investment (Units)			3,490,000	
Central Depository Company of Pakistan Limited - Trustee				
Remuneration payable to the Trustee			425	
Sindh Sales Tax on remuneration of the Trustee			55	
Meezan Bank Limited				
Balance with bank			425	
Profit receivable on saving account			5	
Shariah advisor fee payable			66	
Al Meezan Investment Management Limited - Employees' Gratuity Fund				
Investment			11,471	
Investment (Units)			220,000	
Directors and Executives of the Management Company				
Investment			25,028	
Investment (units)			480,000	
	For the period from June 09, 2022 to September 09, 2022	For the period from September 26, 2022 to September 30, 2022	For the period from September 12, 2022 to September 30, 2022	Total
	MPMP-I	MPMP-I	MPMP-II	
		(Rupees in '000)		
Transactions during the period				
Al Meezan Investment Management Limited - Management Company				
Remuneration of Al Meezan Investment Management Limited - Management Company	2,078	4,748	11,735	18,561
Sindh Sales Tax on the remuneration of the Management Company	270	617	1,526	2,413
Invested during the period	-	-	300,000	300,000
Invested during the period (Units)	-	-	6,000,000	6,000,000
Redeemed during the period	-	-	125,500	125,500
Redeemed during the period (Units)	-	-	2,510,000	2,510,000
Central Depository Company of Pakistan Limited - Trustee				
Remuneration of the Trustee	322	253	425	1,000
Sindh Sales Tax on remuneration of the Trustee	42	33	55	130
Meezan Bank Limited				
Profit on savings account	60	48	29	137
Shariah advisory fee	65	111	66	242

	For the period from June 09, 2022 to September 09, 2022	For the period from September 26, 2022 to September 30, 2022	For the period from September 12, 2022 to September 30, 2022	Total
	MPMP-I	MPMP-I	MPMP-II	
	(Rupees in '000)			
Transactions during the period				
Al Meezan Investment Management Limited - Employees' Gratuity Fund				
Invested during the period	-	-	11,471	11,471
Invested during the period (Units)	-	-	220,000	220,000
Directors and Executives of the Management Company				
Invested during the period	2,500	111,500	25,028	139,028
Invested during the period (Units)	50,000	2,230,000	480,000	2,760,000
Redeemed during the period	2,500	117,856	-	120,356
Redeemed during the period (Units)	50,000	2,280,332	-	2,330,332

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 December 31, 2022, the Fund is exposed to such risk on its balances held with banks and investments in term deposit receipts. The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits.

a) Sensitivity analysis for variable rate instruments

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 12, 2022 to December 31, 2022 and net assets of the Fund would have been higher / lower by Rs. 0.16 million.

b) Sensitivity analysis for fixed rate instruments

The Fund does not hold any financial instruments that are exposed to fixed 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 December 31, 2022 is not necessarily indicative of the impact on the Fund's net assets of future movements in profit rates.

(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. The Fund does not hold any instruments that are exposed to price risk.

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.

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:

	December 31, 2022 (Unaudited)	
	Balance as per condensed interim statement of assets and liabilities	Maximum exposure to credit risk
	MPMP-II	
	Rupees In '000	
Balances with banks	614,588	614,588
Investments	1,875,000	1,875,000
Profit accrued	106,049	106,049
	<u>2,595,637</u>	<u>2,595,637</u>

The maximum exposure to credit risk before any credit enhancement as at December 31, 2022 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:

	% of financial assets exposed to credit risk
	December 31, 2022 (Unaudited)
Rating	
AA+	99.93%
AAA	0.07%
	100.00%

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 December 31, 2022 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 December 31, 2022, the Fund held the following financial instruments measured at fair values

As at December 31, 2022 (Unaudited)			
Level 1	Level 2	Level 3	Total

-----Rupees In '000-----

Financial assets - at fair value through profit or loss

Term deposit receipts*	-	1,875,000	-	1,875,000
------------------------	---	-----------	---	-----------

* 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.



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 restriction on the subscription after the end of subscription period however redemption of units will be executed subject to the applicability of contingent load. As required under the NBFC Regulations, every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of the scheme.

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

In accordance with the risk management policies as stated in note 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 GENERAL

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

21.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

22 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on February 13, 2023 by the Board of Directors of the Management Company.

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

Chief Executive Officer

Chief Financial Officer

Director



Al Meezan
Investment Management Ltd.

CHOGOLISA

Unforeseen circumstances and volatile conditions urge prompt decision-making for both investors and mountaineers.

Height 7,665 meters,
belongs to the range Masherbrum Karakoram



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.



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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahr-e-Faisal
Karachi - 74400, Pakistan.

Tel : (92-21) 111-111-500

Fax: (92-21) 34326021 - 23

URL: www.cdcpakistan.com

Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN FINANCIAL PLANNING FUND OF FUNDS

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Financial Planning Fund of Funds (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 23, 2023

INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Meezan Financial Planning Fund of Funds

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Meezan Financial Planning Fund of Funds** (the Fund) as at **31 December 2022**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

Scope of Review

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

Conclusion

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

-: 2 :-

Other matter

The condensed interim financial statements for the half year ended 31 December 2021 and the annual financial statements for the year ended 30 June 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2022 and audit report dated 21 September 2022 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 27 February 2023

Place: Karachi

UDIN Number: RR202210076ohq7fx6zl



**MEEZAN FINANCIAL PLANNING FUND OF FUNDS
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022**

(Unaudited)						
As at December 31, 2022						
	Aggressive	Moderate	Conservative	MAAP-I	Total	
Note (Rupees in '000)						
Assets						
Balances with banks	5	2,958	758	497	821	5,034
Investments	6	230,998	70,987	72,740	75,920	450,645
Receivable against conversion of units		-	-	-	-	-
Receivable against sale of investments		-	1,800	-	-	1,800
Profit receivable on savings accounts with banks		33	5	9	5	52
Total assets		233,989	73,550	73,246	76,746	457,531
Liabilities						
Payable to AI Meezan Investment Management Limited - Management Company	7	25	8	32	6	71
Payable to Central Depository Company of Pakistan Limited - Trustee		21	4	12	5	42
Payable to Meezan Bank Limited		1	-	-	-	1
Payable to the Securities and Exchange Commission of Pakistan		29	9	11	8	57
Payable against redemption and conversion of units		-	1,746	101	-	1,847
Payable against purchase of investments		-	-	-	6	6
Accrued expenses and other liabilities	8	718	696	772	3,394	5,580
Total liabilities		794	2,463	928	3,419	7,604
Net assets		233,195	71,087	72,318	73,327	449,927
Contingencies and commitments						
Unit holders' fund (as per statement attached)		233,195	71,087	72,318	73,327	449,927
(Number of units)						
Number of units in issue		3,139,587	976,251	1,012,478	1,186,813	
(Rupees)						
Net asset value per unit		74.2757	72.8163	71.4269	61.7852	

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 DECEMBER 31, 2022

(Audited)						
As at June 30, 2022						
	Aggressive	Moderate	Conservative	MAAP-I	Total	
Note (Rupees in '000)						
Assets						
Balances with banks	5	1,703	4,639	834	584	7,760
Investments	6	291,075	96,280	142,740	86,359	616,454
Receivable against conversion of units		-	-	1	-	1
Profit receivable on savings accounts with banks		7	7	11	4	29
Total assets		<u>292,785</u>	<u>100,926</u>	<u>143,586</u>	<u>86,947</u>	<u>624,244</u>
Liabilities						
Payable to AI Meezan Investment Management Limited - Management Company	7	24	61	31	7	123
Payable to Central Depository Company of Pakistan Limited - Trustee		23	5	17	6	51
Payable to Meezan Bank Limited		1	-	-	-	1
Payable to the Securities and Exchange Commission of Pakistan (SECP)		66	27	42	25	160
Payable on redemption and conversion of units		1,640	35	1,260	-	2,935
Payable against purchase of investments		-	-	-	7	7
Dividend payable		-	22	149	-	171
Accrued expenses and other liabilities	8	665	717	1,248	3,383	6,013
Total liabilities		<u>2,419</u>	<u>867</u>	<u>2,747</u>	<u>3,428</u>	<u>9,461</u>
Net assets		<u>290,366</u>	<u>100,059</u>	<u>140,839</u>	<u>83,519</u>	<u>614,783</u>
Contingencies and commitments						
Unit holders' fund (as per statement attached)	9	<u>290,366</u>	<u>100,059</u>	<u>140,839</u>	<u>83,519</u>	<u>614,783</u>
(Number of units)						
Number of units in issue		<u>3,909,604</u>	<u>1,401,721</u>	<u>2,054,496</u>	<u>1,358,950</u>	
(Rupees)						
Net asset value per unit		<u>74.2699</u>	<u>71.3832</u>	<u>68.5516</u>	<u>61.4585</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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2022**

Six months period ended December 31, 2022						
	Aggressive	Moderate	Conservative	MAAP-I	Total	
Note	(Rupees in '000)					
Income						
Net realised gain on sale of investments	1,000	654	2,148	181	3,983	
Dividend income	-	-	-	1,063	1,063	
Profit on savings accounts with banks	61	36	81	23	201	
	<u>1,061</u>	<u>690</u>	<u>2,229</u>	<u>1,267</u>	<u>5,247</u>	
Unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets fair value through profit or loss'	6.1	223	1,493	2,953	(339)	4,330
Total income	<u>1,284</u>	<u>2,183</u>	<u>5,182</u>	<u>928</u>	<u>9,577</u>	
Expenses						
Remuneration of AI Meezan Investment Management Limited - Management Company	7.1	9	5	6	4	24
Sindh Sales Tax on remuneration of the Management Company		1	1	1	-	3
Allocated expenses	7.2	157	47	62	44	310
Remuneration of Central Depository Company of Pakistan Limited - Trustee		100	30	39	28	197
Sindh Sales Tax on remuneration of the Trustee		13	4	5	4	26
Annual fee to the Securities and Exchange Commission of Pakistan		29	9	11	8	57
Auditors' remuneration		218	70	91	72	451
Fees and subscription		82	24	34	22	162
Bank and settlement charges		1	1	1	-	3
Total expenses		<u>610</u>	<u>191</u>	<u>250</u>	<u>182</u>	<u>1,233</u>
Net income for the period before taxation		<u>674</u>	<u>1,992</u>	<u>4,932</u>	<u>746</u>	<u>8,344</u>
Taxation	12	-	-	-	-	-
Net income for the period after taxation		<u>674</u>	<u>1,992</u>	<u>4,932</u>	<u>746</u>	<u>8,344</u>
Allocation of net income for the period						
Net income for the period after taxation		674	1,992	4,932	746	8,344
Income already paid on units redeemed		-	(637)	(2,128)	-	(2,765)
		<u>674</u>	<u>1,355</u>	<u>2,804</u>	<u>746</u>	<u>5,579</u>
Accounting income available for distribution						
- Relating to capital gains		674	1,355	2,804	-	4,833
- Excluding capital gains		-	-	-	746	746
		<u>674</u>	<u>1,355</u>	<u>2,804</u>	<u>746</u>	<u>5,579</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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

Six months period ended December 31, 2021					
	Aggressive	Moderate	Conservative	MAAP-I	Total
Note -----	(Rupees in '000) -----				
Income					
Net realised gain / (loss) on sale of investments	165	(109)	277	(877)	(544)
Dividend income	-	-	-	742	742
Profit on savings accounts with banks	40	62	53	11	166
	<u>205</u>	<u>(47)</u>	<u>330</u>	<u>(124)</u>	<u>364</u>
Unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets fair value through profit or loss'	(4,171)	97	4,109	(3,961)	(3,926)
Total (loss) / income	<u>(3,966)</u>	<u>50</u>	<u>4,439</u>	<u>(4,085)</u>	<u>(3,562)</u>
Expenses					
Remuneration of AI Meezan Investment Management Limited - Management Company	7.1 20	18	20	7	65
Sindh Sales Tax on remuneration of the Management Company	3	2	3	1	9
Allocated expenses	7.2 191	90	125	87	493
Remuneration of Central Depository Company of Pakistan Limited - Trustee	121	57	80	55	313
Sindh Sales Tax on remuneration of the Trustee	16	7	10	7	40
Annual fee to the Securities and Exchange Commission of Pakistan	35	16	23	16	90
Auditors' remuneration	150	70	96	77	393
Fees and subscription	63	30	41	29	163
Legal and professional charges	72	41	39	33	185
Bank and settlement charges	5	2	1	4	12
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)	(5,233)	(2,673)	(1,963)	(8,530)	(18,399)
Total expenses	<u>(4,557)</u>	<u>(2,340)</u>	<u>(1,525)</u>	<u>(8,214)</u>	<u>(16,636)</u>
Net income for the period before taxation	<u>591</u>	<u>2,390</u>	<u>5,964</u>	<u>4,129</u>	<u>13,074</u>
Taxation	12 -	-	-	-	-
Net income for the period after taxation	<u>591</u>	<u>2,390</u>	<u>5,964</u>	<u>4,129</u>	<u>13,074</u>
Allocation of net income for the period					
Net income for the period after taxation	591	2,390	5,964	4,129	13,074
Income already paid on units redeemed	(303)	(3)	(558)	(805)	(1,669)
	<u>288</u>	<u>2,387</u>	<u>5,406</u>	<u>3,324</u>	<u>11,405</u>
Accounting income available for distribution					
- Relating to capital gains	-	-	4,386	-	4,386
- Excluding capital gains	288	2,387	1,020	3,324	7,019
	<u>288</u>	<u>2,387</u>	<u>5,406</u>	<u>3,324</u>	<u>11,405</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 DECEMBER 31, 2022**

Quarter ended December 31, 2022					
	Aggressive	Moderate	Conservative	MAAP-I	Total
Note ----- (Rupees in '000) -----					
Income					
Net realised gain on sale of investments	823	417	2,044	27	3,311
Dividend income	-	-	-	483	483
Profit on savings accounts with banks	39	15	58	13	125
	<u>862</u>	<u>432</u>	<u>2,102</u>	<u>523</u>	<u>3,919</u>
Unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets fair value through profit or loss'	(826)	456	115	106	(149)
Total income	<u>36</u>	<u>888</u>	<u>2,217</u>	<u>629</u>	<u>3,770</u>
Expenses					
Remuneration of Al Meezan Investment Management Limited - Management Company	7.1	7	2	3	15
Sindh Sales Tax on remuneration of the Management Company		1	1	-	3
Allocated expenses	7.2	76	21	24	142
Remuneration of Central Depository Company of Pakistan Limited - Trustee		49	14	15	92
Sindh Sales Tax on remuneration of the Trustee		6	2	2	12
Annual fee to the Securities and Exchange Commission of Pakistan		14	4	4	26
Auditors' remuneration		131	42	50	270
Fees and subscription		36	10	11	66
Legal and professional charges		-	-	-	-
Bank and settlement charges		-	-	-	-
Total expenses		<u>320</u>	<u>96</u>	<u>110</u>	<u>626</u>
Net (loss) / income for the quarter before taxation		<u>(284)</u>	<u>792</u>	<u>2,107</u>	<u>3,144</u>
Taxation	12	-	-	-	-
Net (loss) / income for the quarter after taxation		<u><u>(284)</u></u>	<u><u>792</u></u>	<u><u>2,107</u></u>	<u><u>3,144</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 FINANCIAL PLANNING FUND OF FUNDS
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED DECEMBER 31, 2022**

		Quarter ended December 31, 2021				
		Aggressive	Moderate	Conservative	MAAP-I	Total
Income						
	Net realised gain / (loss) on sale of investments	19	(204)	169	(1,759)	(1,775)
	Dividend income	-	-	-	742	742
	Profit on savings accounts with banks	18	36	19	7	80
		37	(168)	188	(1,010)	(953)
	Unrealised appreciation on re-measurement of investments classified as 'financial assets fair value through profit or loss'	1,002	920	2,150	589	4,661
	Total income / (loss)	1,039	752	2,338	(421)	3,708
Expenses						
	Remuneration of AI Meezan Investment Management Limited - Management Company	10	8	8	5	31
	Sindh Sales Tax on remuneration of the Management Company	2	1	2	1	6
	Allocated expenses	94	46	61	42	243
	Remuneration of Central Depository Company of Pakistan Limited - Trustee	59	29	39	26	153
	Sindh Sales Tax on remuneration of the Trustee	8	3	5	3	19
	Annual fee to the Securities and Exchange Commission of Pakistan	17	8	11	8	44
	Auditors' remuneration	79	38	50	35	202
	Fees and subscription	26	12	17	12	67
	Legal and professional charges	-	-	-	-	-
	Bank and settlement charges	-	-	-	2	2
	Total expenses	295	145	193	134	767
	Net income / (loss) for the quarter before taxation	744	607	2,145	(555)	2,941
	Taxation	-	-	-	-	-
	Net income / (loss) for the quarter after taxation	744	607	2,145	(555)	2,941

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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended December 31, 2022				
	Aggressive	Moderate	Conservative	MAAP-I	Total
Net income for the period after taxation	674	1,992	4,932	746	8,344
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	674	1,992	4,932	746	8,344

	Six months period ended December 31, 2021				
	Aggressive	Moderate	Conservative	MAAP-I	Total
Net income for the period after taxation	591	2,390	5,964	4,129	13,074
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	591	2,390	5,964	4,129	13,074

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 DECEMBER 31, 2022

	Quarter ended December 31, 2022				
	Aggressive	Moderate	Conservative	MAAP-I	Total
	(Rupees in '000)				
Net (loss) / income for the quarter after taxation	(284)	792	2,107	529	3,144
Other comprehensive income for the quarter	-	-	-	-	-
Total comprehensive (loss) / income for the quarter	<u>(284)</u>	<u>792</u>	<u>2,107</u>	<u>529</u>	<u>3,144</u>

	Quarter ended December 31, 2021				
	Aggressive	Moderate	Conservative	MAAP-I	Total
	(Rupees in '000)				
Net income / (loss) for the quarter after taxation	744	607	2,145	(555)	2,941
Other comprehensive income for the quarter	-	-	-	-	-
Total comprehensive income / (loss) for the quarter	<u>744</u>	<u>607</u>	<u>2,145</u>	<u>(555)</u>	<u>2,941</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 MOVEMENT IN UNIT HOLDERS' FUNDS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended December 31, 2022			Six months period ended December 31, 2022			Six months period ended December 31, 2022			Six months period ended December 31, 2022			Six months period ended December 31, 2022		
	Aggressive			Moderate			Conservative			MAAP-I			Total		
	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
	(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period	209,030	81,336	290,366	35,748	64,311	100,059	67,877	72,962	140,839	(8,899)	92,418	83,519	303,756	311,027	614,783
Issuance of units:															
Aggressive: 134,521 units / Moderate: 36,333 units /															
Conservative: 222,152 units															
- Capital value (at net asset value per unit at the beginning of the period)	9,991	-	9,991	2,594	-	2,594	15,230	-	15,230	-	-	-	27,815	-	27,815
- Element of income	75	-	75	72	-	72	208	-	208	-	-	-	355	-	355
Total proceeds on issuance of units	10,066	-	10,066	2,666	-	2,666	15,438	-	15,438	-	-	-	28,170	-	28,170
Redemption of units:															
Aggressive: 904,538 units / Moderate: 461,803 units /															
Conservative: 1,264,170 units / MAAP I: 172,137 units /															
- Capital value (at net asset value per unit at the beginning of the period)	67,180	-	67,180	32,965	-	32,965	86,661	-	86,661	10,578	-	10,578	197,384	-	197,384
- Element of loss	731	-	731	28	637	665	102	2,128	2,230	360	-	360	1,221	2,765	3,986
Total payments on redemption of units	67,911	-	67,911	32,993	637	33,630	86,763	2,128	88,891	10,938	-	10,938	198,605	2,765	201,370
Total comprehensive income for the period	-	674	674	-	1,992	1,992	-	4,932	4,932	-	746	746	-	8,344	8,344
Distribution during the period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income for the period less distribution	-	674	674	-	1,992	1,992	-	4,932	4,932	-	746	746	-	8,344	8,344
Net assets at the end of the period	151,185	82,010	233,195	5,421	65,666	71,087	(3,448)	75,766	72,318	(19,837)	93,164	73,327	133,321	316,606	449,927
Undistributed income brought forward															
- Realised income		107,506			69,732			76,283			103,070			356,591	
- Unrealised loss		(26,170)			(5,421)			(3,321)			(10,652)			(45,564)	
		81,336			64,311			72,962			92,418			311,027	
Accounting income available for distribution															
- Relating to capital gains		674			1,355			2,804			-			4,833	
- Excluding capital gains		-			-			-			746			746	
		674			1,355			2,804			746			5,579	
Distribution during the period		-			-			-			-			-	
Undistributed income carried forward		82,010			65,666			75,766			93,164			316,606	
Undistributed income carried forward															
- Realised income		81,787			64,173			72,813			93,503			312,276	
- Unrealised income / (loss)		223			1,493			2,953			(339)			4,330	
		82,010			65,666			75,766			93,164			316,606	
	Rupees				Rupees			Rupees			Rupees				
Net asset value per unit at the beginning of the period		74.2699			71.3832			68.5516			61.4585			61.4585	
Net asset value per unit at the end of the period		74.2757			72.8163			71.4269			61.7852			61.7852	

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 UNIT HOLDERS' FUNDS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended December 31, 2021			Six months period ended December 31, 2021			Six months period ended December 31, 2021			Six months period ended December 31, 2021			Six months period ended December 2021		
	Aggressive			Moderate			Conservative			MAAP-I			Total		
	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
	(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period	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: 472,715 units / Moderate: 779,153 units /															
Conservative: 698,120 units															
- Capital value (at net asset value per unit at the beginning of the period)	37,094	-	37,094	55,686	-	55,686	47,777	-	47,777	-	-	-	140,557	-	140,557
- Element of income	461	-	461	1,013	-	1,013	887	-	887	-	-	-	2,361	-	2,361
Total proceeds on issuance of units	37,555	-	37,555	56,699	-	56,699	48,664	-	48,664	-	-	-	142,918	-	142,918
Redemption of units:															
Aggressive: 616,659 units / Moderate: 1,202,339 units /															
Conservative: 746,830 units / MAAP I: 948,570 units /															
- Capital value (at net asset value per unit at the beginning of the period)	48,389	-	48,389	85,930	-	85,930	51,111	-	51,111	60,326	-	60,326	245,756	-	245,756
- Element of loss	341	303	644	540	3	543	310	558	868	612	805	1,417	1,803	1,669	3,472
Total payments on redemption of units	48,730	303	49,033	86,470	3	86,473	51,421	558	51,979	60,938	805	61,743	247,559	1,669	249,228
Total comprehensive income for the period	-	591	591	-	2,390	2,390	-	5,964	5,964	-	4,129	4,129	-	13,074	13,074
Distribution during the period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income for the period less distribution	-	591	591	-	2,390	2,390	-	5,964	5,964	-	4,129	4,129	-	13,074	13,074
Net assets at the end of the period	238,738	98,278	337,016	51,660	66,940	118,600	148,676	78,325	227,001	1,361	97,270	98,631	440,435	340,813	781,248
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		-			-			4,386			-			4,386	
- Excluding capital gains		288			2,387			1,020			3,324			7,019	
		288			2,387			5,406			3,324			11,405	
Undistributed income carried forward		98,278			66,940			78,325			97,270			340,813	
Undistributed income carried forward															
- Realised income		102,449			66,843			74,216			101,231			344,739	
- Unrealised (loss) / income		(4,171)			97			4,109			(3,961)			(3,926)	
		98,278			66,940			78,325			97,270			340,813	
	Rupees	78,4701		Rupees	71,4694		Rupees	68,4368		Rupees	63,5964		Rupees	65,3944	
Net asset value per unit at the beginning of the period		<u>78.4701</u>			<u>71.4694</u>			<u>68.4368</u>			<u>63.5964</u>			<u>65.3944</u>	
Net asset value per unit at the end of the period		<u>78.5653</u>			<u>73.2362</u>			<u>70.2894</u>			<u>65.3944</u>			<u>65.3944</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 FINANCIAL PLANNING FUND OF FUNDS
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022**

Six months period ended December 31, 2022					
	Aggressive	Moderate	Conservative	MAAP-I	Total
Note (Rupees in '000)					
CASH FLOWS FROM OPERATING ACTIVITIES					
Net income for the period before taxation	674	1,992	4,932	746	8,344
Adjustments for:					
Net unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1 (223)	(1,493)	(2,953)	339	(4,330)
	451	499	1,979	1,085	4,014
Decrease / (increase) in assets					
Investments - net	60,300	26,786	72,953	10,100	170,139
Receivable against sale of investments	-	(1,800)	-	-	(1,800)
Profit receivable on savings accounts with banks	(26)	2	2	(1)	(23)
	60,274	24,988	72,955	10,099	168,316
Increase / (decrease) in liabilities					
Payable to Al Meezan Investment Management Limited - Management Company	1	(53)	1	(1)	(52)
Payable to Central Depository Company of Pakistan Limited - Trustee	(2)	(1)	(5)	(1)	(9)
Payable to the Securities and Exchange Commission of Pakistan	(37)	(18)	(31)	(17)	(103)
Payable against purchase of investments	-	-	-	(1)	(1)
Dividend payable	-	(22)	(149)	-	(171)
Accrued expenses and other liabilities	53	(21)	(476)	11	(433)
	15	(115)	(660)	(9)	(769)
Net cash generated from operating activities	60,740	25,372	74,274	11,175	171,561
CASH FLOWS FROM FINANCING ACTIVITIES					
Receipts against issuance and conversion of units	10,066	2,666	15,439	-	28,171
Payments against redemption and conversion of units	(69,551)	(31,919)	(90,050)	(10,938)	(202,458)
Net cash used in financing activities	(59,485)	(29,253)	(74,611)	(10,938)	(174,287)
Net increase / (decrease) in cash and cash equivalents during the period	1,255	(3,881)	(337)	237	(2,726)
Cash and cash equivalents at the beginning of the period	1,703	4,639	834	584	7,760
Cash and cash equivalents at the end of the period	2,958	758	497	821	5,034

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 (AUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2021**

	Six months period ended December 31, 2021				
	Aggressive	Moderate	Conservative	MAAP-I	Total
----- (Rupees in '000) -----					
CASH FLOWS FROM OPERATING ACTIVITIES					
Net income for the period before taxation	591	2,390	5,964	4,129	13,074
Adjustments for:					
Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	4,171	(97)	(4,109)	3,961	3,926
	4,762	2,293	1,855	8,090	17,000
Decrease / (increase) in assets					
Investments - net	6,836	31,108	3,222	62,445	103,611
Profit receivable on savings accounts with banks	(4)	(22)	30	(7)	(3)
	6,832	31,086	3,252	62,438	103,608
(Decrease) / increase in liabilities					
Payable to Al Meezan Investment Management Limited - Management Company	(12)	(36)	2	2	(44)
Payable to Central Depository Company of Pakistan Limited - Trustee	1	1	1	2	5
Payable to Meezan Bank Limited	(15)	(11)	(4)	-	(30)
Payable to the Securities and Exchange Commission of Pakistan	(29)	(11)	(10)	(36)	(86)
Payable against purchase of investments	-	-	-	15	15
Accrued expenses and other liabilities	(5,233)	(2,637)	(1,859)	(8,568)	(18,297)
	(5,288)	(2,694)	(1,870)	(8,585)	(18,437)
Net cash generated from operating activities	6,306	30,685	3,237	61,943	102,171
CASH FLOWS FROM FINANCING ACTIVITIES					
Receipts against issuance and conversion of units	37,554	56,666	48,544	-	142,764
Payments against redemption and conversion of units	(49,088)	(86,343)	(51,534)	(61,743)	(248,708)
Net cash used in financing activities	(11,534)	(29,677)	(2,990)	(61,743)	(105,944)
Net (decrease) / increase in cash and cash equivalents during the period	(5,228)	1,008	247	200	(3,773)
Cash and cash equivalents at the beginning of the period	6,715	265	1,158	503	8,641
Cash and cash equivalents at the end of the period	1,487	1,273	1,405	703	4,868

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
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

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 (Al Meezan) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as 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) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The Trust Deed was previously registered under the "Trust Act, 1882" and now has been registered under "The Sindh Trusts Act, 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act. The Fund is registered as a Notified entity under the NBFC Regulations issued through S.R.O.1203(I)/2008 on November 21, 2008. 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. The investment objectives and policies are explained in the Fund's offering

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); and
- (b) Daily dividend received by the unit holders 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. The Fund is listed on the Pakistan Stock Exchange Limited.

1.5 The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 30, 2022 (2021: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: 'AM1' dated June 23, 2021). The rating reflects the Fund's experienced management team, structured investment process and sound quality of systems and

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 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 the 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)	Moderate 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)	High 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 / MFPEF / 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. Now the Management Company has decided to extend the duration of the Plan for indefinite period upon completion of initial maturity period i.e. November 24, 2022 vide its letter No. SCD / AMCW / MFPEF / 118 / 2022 dated November 01, 2022.

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 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 are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

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

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2022.

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, 2022. 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, 2022.

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 01, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments

Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

5 BALANCES WITH BANKS

		(Unaudited)				
		As at December 31, 2022				
Note		Aggressive	Moderate	Conservative	MAAP-I	Total
		(Rupees in '000)				
Savings accounts	5.1	<u>2,958</u>	<u>758</u>	<u>497</u>	<u>821</u>	<u>5,034</u>

		(Audited)				
		As at June 30, 2022				
Note		Aggressive	Moderate	Conservative	MAAP-I	Total
		(Rupees in '000)				
Savings accounts	5.1	<u>1,703</u>	<u>4,639</u>	<u>834</u>	<u>584</u>	<u>7,760</u>

5.1 This includes balances maintained with Meezan Bank Limited (a related party) that has a declared profit rate of 6.50% (June 30, 2022: 6.01%) per annum. Other savings accounts of the Fund have expected profit rates ranging from 6.50% to 15.50% (June 30, 2022: 4% to 15.25%) per annum.

6 INVESTMENTS

(Unaudited)					
As at December 31, 2022					
Note	Aggressive	Moderate	Conservative	MAAP-I	Total
(Rupees in '000)					

At fair value through profit or loss

Units of open ended mutual funds

6.1	230,998	70,987	72,740	75,920	450,645
-----	---------	--------	--------	--------	---------

(Audited)					
As at June 30, 2022					
Note	Aggressive	Moderate	Conservative	MAAP-I	Total
(Rupees in '000)					

At fair value through profit or loss

Units of open ended mutual funds

6.1	291,075	96,280	142,740	86,359	616,454
-----	---------	--------	---------	--------	---------

6.1 Units of open ended mutual funds

Names of the investee funds	As at July 1, 2022	Purchased/reinvested during the period	Redeemed during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised (diminution) / appreciation as at December 31,	Percentage in relation to	
								Net assets of the Plan	Total market value of investments
				(Number of units)	(Rupees in '000)			%	
Aggressive Allocation Plan									
Meezan Islamic Fund	3,876,671	105,322	817,735	3,164,258	177,732	174,555	(3,177)	74.85	75.57
Meezan Islamic Income Fund	1,418,226	-	388,918	1,029,308	53,043	56,443	3,400	24.20	24.43
Total as at December 31, 2022					230,775	230,998	223	99.05	100.00
Total as at June 30, 2022					317,245	291,075	(26,170)		
Moderate Allocation Plan									
Meezan Islamic Fund	853,646	77,358	277,563	653,441	36,656	36,047	(609)	50.71	50.78
Meezan Islamic Income Fund	936,853	38,749	338,415	637,186	32,838	34,940	2,102	49.15	49.22
Total as at December 31, 2022					69,494	70,987	1,493	99.86	100.00
Total as at June 30, 2022					101,701	96,280	(5,421)		

Names of the investee funds	As at July 1, 2022	Purchased/reinvested during the period	Redeemed during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised (diminution) / appreciation as at December 31,	Percentage in relation to	
								Net assets of the Plan	Total market value of investments
				(Number of units)	(Rupees in '000)			%	
Conservative Allocation Plan									
Meezan Islamic Fund	631,840	35,056	329,674	337,222	18,911	18,603	(308)	25.72	25.57
Meezan Islamic Income Fund	2,080,458	-	1,093,197	987,261	50,876	54,137	3,261	74.86	74.43
Total as at December 31, 2022					69,787	72,740	2,953	100.58	100.00
Total as at June 30, 2022					146,061	142,740	(3,321)		
Meezan Asset Allocation Plan I									
Al Meezan Mutual Fund	1,280,478	-	108,979	1,171,499	18,417	18,311	(106)	24.97	24.12
Meezan Dedicated Equity Fund	1,223,499	-	119,491	1,104,008	44,399	44,166	(233)	60.23	58.17
Meezan Islamic Fund	-	-	-	-	-	-	-	-	-
Meezan Daily Income Fund	340,490	21,160	92,800	268,850	13,443	13,443	-	18.33	17.71
Meezan Islamic Income Fund	-	-	-	-	-	-	-	-	-
Total as at December 31, 2022					76,259	75,920	(339)	103.53	100.00
Total as at June 30, 2022					97,010	86,359	(10,652)		
Total investments in units of mutual funds									
Al Meezan Mutual Fund	1,280,478	-	108,979	1,171,499	18,417	18,311	(106)	4.07	4.07
Meezan Islamic Fund	5,362,157	217,736	1,424,971	4,154,921	233,299	229,205	(4,094)	50.94	50.86
Meezan Islamic Income Fund	4,435,537	38,749	1,820,530	2,653,755	136,757	145,520	8,763	32.34	32.29
Meezan Daily Income Fund	340,490	21,160	92,800	268,850	13,443	13,443	-	2.99	2.98
Meezan Dedicated Equity Fund	1,223,499	-	119,491	1,104,008	44,399	44,166	(233)	9.82	9.80
Total as at December 31, 2022					446,315	450,645	4,330	100.16	100.00
Total as at June 30, 2022					662,015	616,453	(45,564)		

7 PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY

(Unaudited)					
As at December 31, 2022					
	Aggressive	Moderate	Conservative	MAAP-I	Total
Note	(Rupees in '000)				
Remuneration payable	1	-	-	-	1
Sindh Sales Tax payable on remuneration Management company	-	-	-	-	-
Sales load payable	12	2	11	-	25
Sindh Sales Tax on sales load payable	2	-	1	-	3
Allocated expense payable	10	6	20	6	42
	<u>25</u>	<u>8</u>	<u>32</u>	<u>6</u>	<u>71</u>

(Audited)					
As at June 30, 2022					
	Aggressive	Moderate	Conservative	MAAP-I	Total
Note	(Rupees in '000)				
Remuneration payable	1	1	1	-	3
Sindh Sales Tax payable on remuneration Management company	-	-	-	-	-
Sales load payable	10	46	3	-	59
Sindh Sales Tax on sales load payable	1	6	-	-	7
Allocated expense payable	12	8	27	7	54
	<u>24</u>	<u>61</u>	<u>31</u>	<u>7</u>	<u>123</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% (2021: 1%) per annum of the daily bank balance of all the respective plans of the Fund during the period ended December 31, 2022. The remuneration is payable to the Management Company monthly in arrears.

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

The Management Company, based on its own discretion, has charged such expenses at the rate of 0.11% (2021: 0.11%) of the average annual net assets of the respective plans of the Fund during the period ended December 31, 2022, subject to total expense charged being lower than actual expense incurred.

(Unaudited)					
As at December 31, 2022					
	Aggressive	Moderate	Conservative	MAAP-I	Total
Note	(Rupees in '000)				
Auditors' remuneration payable	185	55	71	51	362
Capital gain tax payable	20	82	110	7	219
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	368	497	528	3,295	4,688
Provision for Federal Excise Duty and related Sindh Sales Tax on remuneration of the Management Company	72	40	36	16	164
Shariah advisor fee payable	73	22	27	25	147
	<u>718</u>	<u>696</u>	<u>772</u>	<u>3,394</u>	<u>5,580</u>

(Audited)					
As at June 30, 2022					
	Aggressive	Moderate	Conservative	MAAP-I	Total
Note	(Rupees in '000)				
Auditors' remuneration payable	152	61	98	49	360
Withholding tax payable	-	89	483	-	572
Capital gain tax payable	9	8	66	1	84
Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	8.1	368	497	528	3,295
Provision for Federal Excise Duty and related Sindh Sales Tax on remuneration of the Management Company	8.1	72	40	36	16
Shariah advisor fee payable	64	22	37	22	145
	<u>665</u>	<u>717</u>	<u>1,248</u>	<u>3,383</u>	<u>6,013</u>

- 8.1** The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2022. Had the provision of FED not been made, the Net Asset Value of the Fund as at December 31, 2022 would have been higher by Re.0.14, Re.0.55, Re.0.56 and Rs.2.79 per unit in Aggressive Allocation Plan, Moderate Allocation Plan, Conservative Allocation Plan and MAAP-I (June 30, 2022: Re.0.11, Re.0.38, Re.0.27 and Rs.2.44 per unit) respectively.

9 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2022 and June 30, 2022.

10 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

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

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

The details of transactions carried out by the Fund with connected persons during the period and balances with them as at period end are as follows:



	(Unaudited)				
	As at December 31, 2022				
	Aggressive	Moderate	Conservative	MAAP-I	Total
	(Rupees in '000)				
Balances					
AI Meezan Investment Management Limited - Management Company					
Remuneration payable	1	-	-	-	1
Sindh Sales Tax payable on remuneration of the Management Company	-	-	-	-	-
Allocated expenses payable	10	6	20	6	42
Sales load payable	12	2	11	-	25
Sindh Sales Tax payable on sales load	2	-	1	-	3
Investment	-	-	9,255	-	9,255
Investment (Units)	-	-	129,573	-	129,573
Meezan Bank Limited					
Bank balance	2,689	507	274	811	4,281
Profit receivable	30	2	6	5	43
Sales load payable	1	-	-	-	1
Shariah advisor fee payable	73	22	27	25	147
Central Depository Company of Pakistan Limited - Trustee					
Remuneration payable	18	3	11	4	36
Sindh Sales Tax payable on remuneration of the Trustee	3	1	1	1	6
Meezan Islamic Fund					
Investment	174,555	36,047	18,603	-	229,205
Investment (Units)	3,164,258	653,441	337,222	-	4,154,921
AI Meezan Mutual Fund					
Investment	-	-	-	18,311	18,311
Investment (Units)	-	-	-	1,171,499	1,171,499
Meezan Daily Income Fund					
Investment	-	-	-	13,443	13,443
Investment (Units)	-	-	-	268,850	268,850
Meezan Islamic Income Fund					
Investment	56,443	34,940	54,137	-	145,520
Investment (Units)	1,029,308	637,186	987,261	-	2,653,755
Meezan Dedicated Equity Fund					
Investment	-	-	-	44,166	44,166
Investment (Units)	-	-	-	1,104,008	1,104,008
Unit holders holding 10% or more units of the Fund					
Investment	143,201	-	9,255	46,724	199,180
Investment (Units)	1,927,964	-	129,573	756,229	2,813,766
Directors and Executives of the Management Company					
Investment	2,060	41	203	-	2,304
Investment (Units)	27,741	558	2,839	-	31,138

Balances	(Audited)				
	As at June 30, 2022				
	Aggressive	Moderate	Conservative	MAAP-I	Total
	(Rupees in '000)				
AI Meezan Investment Management Limited - Management Company					
Remuneration payable	1	1	1	-	3
Sindh Sales Tax payable on remuneration of the Management Company	-	-	-	-	-
Sales load payable	10	46	3	-	59
Sindh Sales Tax payable on sales load	1	6	-	-	7
Allocated expenses payable	12	8	27	7	54
Investment	-	-	8,882	-	8,882
Investment (Units)	-	-	129,573	-	129,573
Dividend Reinvest during the year	-	-	355	-	355
Meezan Bank Limited					
Bank balance	1,440	4,396	618	574	7,028
Profit receivable	5	6	10	3	24
Sales load payable	1	-	-	-	1
Central Depository Company of Pakistan Limited - Trustee					
Remuneration payable	20	4	15	5	44
Sindh Sales Tax on trustee fee payable	3	1	2	1	7
Meezan Islamic Fund					
Investment	217,991	48,002	35,529	-	301,522
Investment (Units)	3,876,671	853,646	631,840	-	5,362,157
AI Meezan Mutual Fund					
Investment	-	-	-	20,130	20,130
Investment (Units)	-	-	-	1,280,478	1,280,478
Meezan Daily Income Fund					
Investment	-	-	-	17,024	17,024
Investment (Units)	-	-	-	340,490	340,490
Meezan Islamic Income Fund					
Investment	73,084	48,278	107,211	-	228,573
Investment (Units)	1,418,226	936,853	2,080,458	-	4,435,537
Meezan Dedicated Equity Fund					
Investment	-	-	-	49,204	49,204
Investment (Units)	-	-	-	1,223,499	1,223,499
Unit holders holding 10% or more units of the Fund					
Investment	187,592	-	36,365	46,477	270,434
Investment (Units)	2,525,819	-	530,483	756,229	3,812,531



Transactions during the period

(Unaudited)				
For the period ended December 31, 2022				
Aggressive	Moderate	Conservative	MAAP-I	Total

AI Meezan Investment Management Limited -

Management Company

Remuneration for the period

9	5	6	4	24
---	---	---	---	----

Sindh Sales Tax on remuneration of the Management Company

1	1	1	-	3
---	---	---	---	---

Allocated expenses

157	47	62	44	310
-----	----	----	----	-----

Meezan Bank Limited

Profit on savings account

55	25	72	23	175
----	----	----	----	-----

Shariah advisory fee

69	20	27	18	134
----	----	----	----	-----

Central Depository Company of Pakistan

Limited - Trustee

Remuneration for the period

100	30	39	28	197
-----	----	----	----	-----

Sindh Sales Tax on trustee fee

13	4	5	4	26
----	---	---	---	----

(Unaudited)				
For the period ended December 31, 2022				
Aggressive	Moderate	Conservative	MAAP-I	Total

Meezan Islamic Fund

Invested during the period

5,724	4,255	1,896	-	11,875
-------	-------	-------	---	--------

Invested during the period (Units)

105,322	77,358	35,056	-	217,736
---------	--------	--------	---	---------

Redeemed during the period

45,975	15,720	18,775	-	80,470
--------	--------	--------	---	--------

Redeemed during the period (Units)

817,735	277,563	329,674	-	1,424,971
---------	---------	---------	---	-----------

Meezan Dedicated Equity Fund

Redeemed during the period

-	-	-	4,970	4,970
---	---	---	-------	-------

Redeemed during the period (Units)

-	-	-	119,491	119,491
---	---	---	---------	---------

Meezan Daily Income Fund

Amount invested during the period

-	-	-	1,063	1,063
---	---	---	-------	-------

Invested during the period (Units)

-	-	-	21,160	21,160
---	---	---	--------	--------

Amount redeemed during the period

-	-	-	4,640	4,640
---	---	---	-------	-------

Redeemed during the period (Units)

-	-	-	92,800	92,800
---	---	---	--------	--------

Dividend received during the period

-	-	-	1,063	1,063
---	---	---	-------	-------

AI Meezan Mutual Fund

Redeemed during the period

-	-	-	1,730	1,730
---	---	---	-------	-------

Redeemed during the period (Units)

-	-	-	108,979	108,979
---	---	---	---------	---------

Meezan Islamic Income Fund

Invested during the period

-	2,000	-	-	2,000
---	-------	---	---	-------

Invested during the period (Units)

-	38,749	-	-	38,749
---	--------	---	---	--------

Redeemed during the period

21,049	17,975	58,221	-	97,245
--------	--------	--------	---	--------

Redeemed during the period (Units)

388,918	338,415	1,093,197	-	1,820,530
---------	---------	-----------	---	-----------

Unit holders holding 10% or more units of the Fund

Redeemed during the period

44,815	-	37,354	-	82,168
--------	---	--------	---	--------

Redeemed during the period (Units)

597,855	-	530,482	-	1,128,337
---------	---	---------	---	-----------

Directors and Executives of the Management Company

Invested during the period

3,749	12	1,940	-	5,701
-------	----	-------	---	-------

Invested during the period (Units)

51,155	164	27,833	-	79,152
--------	-----	--------	---	--------

Redeemed during the period

1,902	4	3,753	-	5,660
-------	---	-------	---	-------

Redeemed during the period (Units)

25,099	58	53,762	-	78,920
--------	----	--------	---	--------

11 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund as at December 31, 2022 based on current period results is as follows:

	As at December 31, 2022			
	Aggressive	Moderate	Conservative	MAAP I
Total Expense Ratio (TER)	0.43%	0.45%	0.44%	0.46%
Government levies (included in TER)	0.03%	0.03%	0.03%	0.03%

	As at December 31, 2021			
	Aggressive	Moderate	Conservative	MAAP I
Total Expense Ratio (TER)	0.39%	0.41%	0.39%	0.40%
Government levies (included in TER)	0.03%	0.03%	0.03%	0.03%

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 Funds 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, 2023 as reduced by capital gains (whether realised or unrealised) to its unitholders.

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

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

As at December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

ASSETS
Financial assets 'at fair value through profit or loss'
 Units of open ended mutual funds

----- (Unaudited) -----			
As at December 31, 2022			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			
-	450,645	-	450,645

ASSETS
Financial assets 'at fair value through profit or loss'
 Units of open ended mutual funds

----- (Audited) -----			
As at June 30, 2022			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			
-	616,454	-	616,454

14 GENERAL

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

14.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

15 DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on February 13, 2023 by the Board of Directors of the Management Company.

For AI Meezan Investment Management Limited
(Management Company)

 Chief Executive

 Chief Financial Officer

 Director



AI Meezan
Investment Management Ltd.

SHISPARE

There are no shortcuts to the top; be it
investments or the peak of a mountain.

Height 7,611 meters,
belongs to the range Batura Karakoram



MEEZAN STRATEGIC ALLOCATION FUND (MSAF)

Meezan Strategic Allocation Fund is a Shariah Compliant scheme which uses active asset allocation strategy for providing competitive returns on 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.



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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
Karachi - 74400, Pakistan.

Tel : (92-21) 111-111-500

Fax: (92-21) 34326021 - 23

URL: www.cdcpakistan.com

Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN STRATEGIC ALLOCATION FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Strategic Allocation Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 23, 2023

INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Meezan Strategic Allocation Fund

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Meezan Strategic Allocation Fund** (the Fund) as at **31 December 2022**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

Scope of Review

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

Conclusion

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



-: 2 :-

Other matter

The condensed interim financial statements for the half year ended 31 December 2021 and the annual financial statements for the year ended 30 June 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2022 and audit report dated 21 September 2022 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 27 February 2023

Place: Karachi

UDIN Number: RR202210076ImHL98btQ



MEEZAN STRATEGIC ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022

		December 31, 2022 (Unaudited)						
Note	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCCPP-III	Total	
(Rupees in '000)								
Assets								
	5	503	619	631	421	1,512	485	4,171
Balances with banks								
Investments	6	228,523	179,165	184,139	82,735	33,324	164,525	872,410
Receivable against sale of investments - net		-	-	-	1,700	-	-	1,700
Profit receivable on savings account with banks		2	5	2	3	5	14	31
Total assets		229,028	179,789	184,772	84,859	34,841	165,024	878,313
Liabilities								
Payable to Al Meezan Investment Management Limited - Management Company	7	22	17	17	8	3	16	83
Payable to Central Depository Company of Pakistan Limited - Trustee		16	12	12	6	2	11	59
Payable to the Securities and Exchange Commission of Pakistan		27	21	20	9	4	19	100
Payable against purchase of investments		17	12	14	4	1	55	103
Payable against redemption and conversion of units		-	-	-	1,719	-	-	1,719
Accrued expenses and other liabilities	8	131	104	98	53	26	240	652
Total liabilities		213	166	161	1,799	36	341	2,716
Net assets		228,815	179,623	184,611	83,060	34,805	164,683	875,597
Contingencies and commitments	9							
Unit holders' fund (as per statement attached)		228,815	179,623	184,611	83,060	34,805	164,683	875,597
----- (Number of units) -----								
Number of units in issue		5,178,844	4,124,269	4,374,542	1,918,784	693,324	2,883,405	
----- (Rupees) -----								
Net asset value per unit		44.1827	43.5527	42.2011	43.2883	50.1992	57.1141	

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
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022

		June 30, 2022 (Audited)						
Note	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total	
(Rupees in '000)								
Assets								
Balances with banks	5	807	4,682	2,917	538	560	620	10,124
Investments	6	382,426	317,108	211,612	104,527	48,535	198,745	1,262,953
Profit receivable on savings account with banks		2	25	8	4	3	5	47
Total assets		383,235	321,815	214,537	105,069	49,098	199,370	1,273,124
Liabilities								
Payable to Al Meezan Investment Management Limited - Management Company	7	34	30	20	10	4	18	116
Payable to Central Depository Company of Pakistan Limited - Trustee		25	21	14	7	3	13	83
Payable to the Securities and Exchange Commission of Pakistan		108	78	71	30	11	46	344
Payable against purchase of investments		33	29	18	8	5	75	168
Dividend payable		-	-	-	-	-	1,675	1,675
Accrued expenses and other liabilities	8	163	137	108	46	18	1,576	2,048
Total liabilities		363	295	231	101	41	3,403	4,434
Net assets		382,872	321,520	214,306	104,968	49,057	195,967	1,268,690
Contingencies and commitments	9							
Unit holders' fund (as per statement attached)		382,872	321,520	214,306	104,968	49,057	195,967	1,268,690
----- (Number of units) -----								
Number of units in issue		8,724,383	7,409,321	5,111,265	2,433,165	980,896	3,607,311	
----- (Rupees) -----								
Net asset value per unit		43.8853	43.3940	41.9282	43.1405	50.0124	54.3250	

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
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022**

Six months period ended December 31, 2022								
Note	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPP-III	Total	
(Rupees in '000)								
Income								
Net realised (loss) / gain on sale of investments	(3,323)	(3,466)	314	13	121	9	(6,332)	
Profit on saving accounts with banks	99	209	49	36	23	38	454	
Dividend income	3,578	2,966	2,828	945	429	10,578	21,324	
	354	(291)	3,191	994	573	10,625	15,446	
Net unrealised diminution on re-measurement of investments - 'at fair value through profit or loss'	6.1	(1,187)	(1,276)	(1,122)	(406)	(220)	(605)	(4,816)
Total (loss) / income	(833)	(1,567)	2,069	588	353	10,020	10,630	
Expenses								
Remuneration of Al Meezan Investment Management Limited - Management Company	7.1	14	28	6	3	4	4	59
Sindh Sales Tax on remuneration to the Management Company		2	4	1	-	-	-	7
Allocated expenses	7.2	146	116	110	52	23	106	553
Remuneration of Central Depository Company of Pakistan Limited - Trustee		93	74	70	33	15	67	352
Sindh Sales Tax on trustee fee		12	10	9	4	2	9	46
Annual fee to the Securities and Exchange Commission of Pakistan		27	21	20	9	4	19	100
Auditors' remuneration		113	88	85	39	18	76	419
Fees and subscription		43	35	31	16	6	31	162
Printing expense		1	-	-	-	-	-	1
Bank and settlement charges		3	49	1	2	-	1	56
Total expenses		454	425	333	158	72	313	1,755
Net (loss) / income for the period before taxation		(1,287)	(1,992)	1,736	430	281	9,707	8,875
Taxation	12	-	-	-	-	-	-	-
Net (loss) / income for the period after taxation		(1,287)	(1,992)	1,736	430	281	9,707	8,875
Allocation of net income for the period								
Net income for the period after taxation		-	-	1,736	430	281	9,707	12,155
Income already paid on units redeemed		-	-	-	-	-	(40)	(40)
		-	-	1,736	430	281	9,667	12,115
Accounting income available for distribution								
- Relating to capital gains		-	-	-	-	-	-	-
- Excluding capital gains		-	-	1,736	430	281	9,667	12,115
		-	-	1,736	430	281	9,667	12,115

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
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

		Six months period ended December 31, 2021					
Note	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total
(Rupees in '000)							
Income							
Net realised (loss) / gain on sale of investments	(3,869)	2,612	(1,280)	504	(13)	(1,324)	(3,370)
Profit on saving accounts with banks	37	5	13	10	7	8	80
Dividend income	<u>6,323</u>	<u>4,032</u>	<u>4,467</u>	<u>1,664</u>	<u>544</u>	<u>7,192</u>	<u>24,222</u>
	2,491	6,649	3,200	2,178	538	5,876	20,932
Net unrealised diminution on re-measurement of investments - 'at fair value through profit or loss'	6.1	<u>(15,967)</u>	<u>(12,488)</u>	<u>(12,237)</u>	<u>(6,509)</u>	<u>(2,552)</u>	<u>(857)</u>
Total (loss) / income		<u>(13,476)</u>	<u>(5,839)</u>	<u>(9,037)</u>	<u>(4,331)</u>	<u>(2,014)</u>	<u>5,019</u>
Expenses							
Remuneration of Al Meezan Investment Management Limited - Management Company	7.1	8	2	2	3	5	22
Sindh Sales Tax on remuneration to the Management Company		1	-	-	-	1	2
Allocated expenses	7.2	351	235	248	100	34	1,106
Remuneration of Central Depository Company of Pakistan Limited - Trustee		223	150	158	63	22	88
Sindh Sales Tax on trustee fee		29	19	21	8	3	11
Annual fee to the Securities and Exchange Commission of Pakistan		64	43	45	18	6	25
Auditors' remuneration		125	97	97	26	9	46
Fees and subscription		115	70	84	32	11	40
Reversal of Sindh Workers' Welfare Fund (SWWF)	8.1	<u>(9,818)</u>	<u>(2,806)</u>	<u>(4,253)</u>	<u>(3,804)</u>	<u>(940)</u>	<u>(1,525)</u>
Bank and settlement charges		7	26	23	9	2	72
Total expenses		<u>(8,895)</u>	<u>(2,164)</u>	<u>(3,575)</u>	<u>(3,546)</u>	<u>(850)</u>	<u>(1,166)</u>
Net (loss) / income for the period before taxation		<u>(4,581)</u>	<u>(3,675)</u>	<u>(5,462)</u>	<u>(785)</u>	<u>(1,164)</u>	<u>6,185</u>
Taxation	12	-	-	-	-	-	-
Net (loss) / income for the period after taxation		<u>(4,581)</u>	<u>(3,675)</u>	<u>(5,462)</u>	<u>(785)</u>	<u>(1,164)</u>	<u>6,185</u>
Allocation of net income for the period							
Net income for the period after taxation		-	-	-	-	6,185	6,185
Income already paid on units redeemed		-	-	-	-	(625)	(625)
		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,560</u>	<u>5,560</u>
Accounting income available for distribution							
- Relating to capital gains		-	-	-	-	-	-
- Excluding capital gains		-	-	-	-	5,560	5,560
		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,560</u>	<u>5,560</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
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED DECEMBER 31, 2022**

		For the quarter ended December 31, 2022					
Note	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total
(Rupees in '000)							
Income							
	260	(10)	3	59	105	9	426
Net realised gain / (loss) on sale of investments	17	52	8	19	13	25	134
Profit on saving accounts with banks	1,521	1,186	1,278	393	141	4,955	9,474
Dividend income	1,798	1,228	1,289	471	259	4,989	10,034
Net unrealised appreciation / (diminution) on re-measurement of investments - 'at fair value through profit or loss'	176	2	(38)	122	42	218	522
Total income	1,974	1,230	1,251	593	301	5,207	10,556
Expenses							
Remuneration of Al Meezan Investment Management Limited - Management Company	2	5	1	1	3	2	14
Sindh Sales Tax on remuneration to Management Company	-	1	-	-	-	-	1
Allocated expenses	66	52	53	25	10	51	257
Remuneration to Central Depository Company of Pakistan Limited - Trustee	42	34	34	16	7	32	165
Sindh Sales Tax on trustee fee	5	5	4	2	1	4	21
Annual fee to the Securities and Exchange Commission of Pakistan	13	9	10	4	2	9	47
Auditors' remuneration	64	49	50	23	11	42	239
Fees and subscription	16	13	13	7	-	14	63
Printing expense	1	-	-	-	-	-	1
Bank and settlement charges	1	-	-	-	-	-	1
Total expenses	210	168	165	78	34	154	809
Net income for the quarter before taxation	1,764	1,062	1,086	515	267	5,053	9,747
Taxation	-	-	-	-	-	-	-
Net income for the quarter after taxation	1,764	1,062	1,086	515	267	5,053	9,747

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
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED DECEMBER 31, 2022

		For the quarter ended December 31, 2021						
Note	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPI-III	Total	
(Rupees in '000)								
Income								
Net realised (loss) / gain on sale of investments	(4,321)	1,687	(2,285)	(80)	(13)	(768)	(5,780)	
Profit on saving accounts with banks	6	2	3	2	4	4	21	
Dividend income	3,037	1,961	2,046	784	256	2,990	11,074	
	(1,278)	3,650	(236)	706	247	2,226	5,315	
Net unrealised appreciation / (diminution) on re-measurement of investments - 'at fair value through profit or loss'	49	(2,937)	(324)	(906)	(380)	705	(3,793)	
Total (loss) / income	(1,229)	713	(560)	(200)	(133)	2,931	1,522	
Expenses								
Remuneration of AI Meezan Investment Management Limited - Management Company	7.1	2	1	1	-	1	3	8
Sindh Sales Tax on remuneration to Management Company		-	-	-	-	1	1	1
Allocated expenses	7.2	168	113	112	47	16	65	521
Remuneration to Central Depository Company of Pakistan Limited - Trustee		106	73	71	29	11	41	331
Sindh Sales Tax on trustee fee		14	9	10	4	2	5	44
Annual fee to the Securities and Exchange Commission of Pakistan		31	21	20	8	3	12	95
Auditors' remuneration		66	45	45	19	6	26	207
Fees and subscription		28	12	18	6	2	6	72
Bank and settlement charges		2	25	14	5	1	-	47
Total expenses		417	299	291	118	42	159	1,326
Net (loss) / income for the quarter before taxation		(1,646)	414	(851)	(318)	(175)	2,772	196
Taxation	12	-	-	-	-	-	-	-
Net (loss) / income for the quarter after taxation		(1,646)	414	(851)	(318)	(175)	2,772	196

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
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022**

	Six months period ended December 31, 2022						Total
	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	
	----- (Rupees in '000) -----						
Net (loss) / income for the period after taxation	(1,287)	(1,992)	1,736	430	281	9,707	8,875
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	<u>(1,287)</u>	<u>(1,992)</u>	<u>1,736</u>	<u>430</u>	<u>281</u>	<u>9,707</u>	<u>8,875</u>

	Six months period ended December 31, 2021						Total
	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	
	----- (Rupees in '000) -----						
Net (loss) / income for the period after taxation	(4,581)	(3,675)	(5,462)	(785)	(1,164)	6,185	(9,482)
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	<u>(4,581)</u>	<u>(3,675)</u>	<u>(5,462)</u>	<u>(785)</u>	<u>(1,164)</u>	<u>6,185</u>	<u>(9,482)</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
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED DECEMBER 31, 2022

	For the quarter ended December 31, 2022						Total
	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	
	----- (Rupees in '000) -----						
Net income for the quarter after taxation	1,764	1,062	1,086	515	267	5,053	9,747
Other comprehensive income for the quarter	-	-	-	-	-	-	-
Total comprehensive income for the quarter	<u>1,764</u>	<u>1,062</u>	<u>1,086</u>	<u>515</u>	<u>267</u>	<u>5,053</u>	<u>9,747</u>

	For the quarter ended December 31, 2021						Total
	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	
	----- (Rupees in '000) -----						
Net (loss) / income for the quarter after taxation	(1,646)	414	(851)	(318)	(175)	2,772	196
Other comprehensive income for the quarter	-	-	-	-	-	-	-
Total (loss) / comprehensive income for the quarter	<u>(1,646)</u>	<u>414</u>	<u>(851)</u>	<u>(318)</u>	<u>(175)</u>	<u>2,772</u>	<u>196</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
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

Six months period ended December 31, 2022																							
MSAP-I			MSAP-II			MSAP-III			MSAP-IV			MSAP-V			MCPPIII			Total					
Capital Value	Accumulated loss	Total	Capital Value	Accumulated loss	Total	Capital Value	Accumulated loss	Total	Capital Value	Accumulated loss	Total	Capital Value	Accumulated loss	Total	Capital Value	Undistributed income	Total	Capital Value	Accumulated loss	Total			
(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)					
Net assets at the beginning of the period			825,205	(442,333)	382,872	645,787	(324,267)	321,520	600,847	(386,541)	214,306	560,671	(455,703)	104,968	115,187	(66,130)	49,057	157,456	38,511	195,967	2,905,153	(1,636,463)	1,268,690
Redemption of units:			-																				
MSAP - I: 3,545,539 units / MSAP - II: 3,285,052 units /			-																				
MSAP - III: 736,723 units / MSAP - IV: 514,381 units /			-																				
MSAP - V: 287,572 units. MCPPIII: 723,906 units			-																				
- Capital value (at net asset value per unit at the beginning of the period)			155,597	-	155,597	142,551	-	142,551	30,889	-	30,889	22,191	-	22,191	14,381	-	14,381	39,327	-	39,327	404,936	-	404,936
- Element of (Income) / loss			(2,827)	-	(2,827)	(2,646)	-	(2,646)	542	-	542	147	-	147	152	-	152	1,624	40	1,664	(3,008)	40	(2,968)
Total payments on redemption of units			152,770	-	152,770	139,905	-	139,905	31,431	-	31,431	22,338	-	22,338	3,891	-	3,891	40,951	40	40,991	401,928	40	401,968
Total comprehensive (loss) / income for the period			-	(1,287)	(1,287)	-	(1,992)	(1,992)	-	1,736	1,736	-	430	430	-	281	281	-	9,707	9,707	-	8,875	8,875
Distribution during the period			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net (loss) / income for the period less distribution			-	(1,287)	(1,287)	-	(1,992)	(1,992)	-	1,736	1,736	-	430	430	-	281	281	-	9,707	9,707	-	8,875	8,875
Net assets at the end of the period			672,435	(443,620)	228,815	505,882	(326,259)	179,623	569,416	(384,805)	184,611	538,333	(455,273)	83,060	111,296	(65,849)	34,805	116,505	48,178	164,683	2,503,225	(1,627,628)	875,597
(Accumulated loss) / undistributed income brought forward			-																				
- Realised (loss) / income			(405,372)			(297,048)			(361,735)			(445,159)			(61,069)			40,539			(1,529,844)		
- Unrealised loss			(36,961)			(27,219)			(24,806)			(10,544)			(5,061)			(2,028)			(106,619)		
Accounting income available for distribution			(442,333)			(324,267)			(386,541)			(455,703)			(66,130)			38,511			(1,636,463)		
- Relating to capital gains			-			-			-			-			-			-			-		
- Excluding capital gains			-			-			1,736			430			281			9,667			12,115		
Net loss for the period after taxation			(1,287)			(1,992)			-			-			-			-			(3,279)		
Distribution during the period			-			-			-			-			-			-			-		
(Accumulated loss) / undistributed income carried forward			(443,620)			(326,259)			(384,805)			(455,273)			(65,849)			48,178			(1,627,628)		
(Accumulated loss) / undistributed income carried forward			-																				
- Realised (loss) / income			(442,433)			(324,983)			(383,683)			(454,867)			(65,629)			48,783			(1,622,812)		
- Unrealised loss			(1,187)			(1,276)			(1,122)			(406)			(220)			(605)			(4,816)		
			(443,620)			(326,259)			(384,805)			(455,273)			(65,849)			48,178			(1,627,628)		
Rupees			43,8853			43,3940			41,9282			43,1405			50,0124			54,3250			44,1827		
Net asset value per unit as at the beginning of the period			44,1827			43,5527			42,2011			43,2883			50,1992			57,1141					
Net asset value per unit as at the end of the period																							

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
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

Six months period ended December 31, 2021																				
MSAP-I			MSAP-II			MSAP-III			MSAP-IV			MSAP-V			MCPPIII			Total		
Capital Value	Accumulated loss	Total	Capital Value	Accumulated loss	Total	Capital Value	Accumulated loss	Total	Capital Value	Accumulated loss	Total	Capital Value	Accumulated loss	Total	Capital Value	Undistributed income	Total	Capital Value	Accumulated loss	Total
(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period																				
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	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: 3,246,249 units / MSAP - II: 1,319,898 units /																				
MSAP - III: 3,437,552 units / MSAP - IV: 1,114,413 units /																				
MSAP - V: 72,327 units, MCPPIII - III: 768,962 units																				
- Capital value (at net asset value per unit at the beginning of the period)																				
142,463	-	142,463	57,276	-	57,276	144,130	-	144,130	48,076	-	48,076	3,617	-	3,617	41,774	-	41,774	437,336	-	437,336
8,023	-	8,023	4,741	-	4,741	11,776	-	11,776	4,191	-	4,191	274	-	274	342	625	967	29,347	625	29,972
- Element of (income) / loss																				
150,486	-	150,486	62,017	-	62,017	155,906	-	155,906	52,267	-	52,267	3,891	-	3,891	42,116	625	42,741	466,683	625	467,308
Total payments on redemption of units																				
Total comprehensive income for the period																				
-	(4,581)	(4,581)	-	(3,675)	(3,675)	-	(5,462)	(5,462)	-	(785)	(785)	-	(1,164)	(1,164)	-	6,185	6,185	-	(9,482)	(9,482)
Distribution during the period																				
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net (loss) / income for the period less distribution																				
-	(4,581)	(4,581)	-	(3,675)	(3,675)	-	(5,462)	(5,462)	-	(785)	(785)	-	(1,164)	(1,164)	-	6,185	6,185	-	(9,482)	(9,482)
Net assets at the end of the period																				
936,432	(417,835)	518,597	690,998	(304,487)	386,511	713,300	(373,883)	339,417	608,562	(448,945)	159,617	121,042	(63,224)	57,818	182,604	45,610	228,214	3,252,938	(1,562,764)	1,690,174
(Accumulated loss) / undistributed income brought forward																				
- Realised (loss) / income																				
	(449,348)		(300,107)			(400,602)			(476,520)			(73,107)			38,639			(1,661,045)		
- Unrealised (loss) / income																				
	36,094		(705)			32,181			28,360			11,047			1,411			108,388		
	(413,254)		(300,812)			(368,421)			(448,160)			(62,060)			40,050			(1,552,657)		
Accounting income available for distribution																				
- Relating to capital gains																				
	-		-			-			-			-			-			5,560		
- Excluding capital gains																				
	-		-			-			-			-			-			-		
Net loss for the period after taxation																				
	(4,581)		(3,675)			(5,462)			(785)			(1,164)			-			(15,667)		
Distribution during the period																				
	-		-			-			-			-			-			-		
(Accumulated loss) / undistributed income carried forward																				
	(417,835)		(304,487)			(373,883)			(448,945)			(63,224)			45,610			(1,562,764)		
(Accumulated loss) / undistributed income carried forward																				
- Realised (loss) / income																				
	(401,868)		(291,999)			(361,646)			(442,436)			(60,672)			46,467			(1,512,154)		
- Unrealised loss																				
	(15,967)		(12,488)			(12,237)			(6,509)			(2,552)			(857)			(50,610)		
	(417,835)		(304,487)			(373,883)			(448,945)			(63,224)			45,610			(1,562,764)		
Net asset value per unit as at the beginning of the period																				
	43,8853		43,3940			41,9282			43,1405			50,0124			54,3250					
Net asset value per unit as at the end of the period																				
	46,5346		45,9441			44,5339			45,8524			53,0307			56,1387					

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
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended December 31, 2022						Total
	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPP-III	
CASH FLOWS FROM OPERATING ACTIVITIES	Note						
Net (loss) / income for the period before taxation	(1,287)	(1,992)	1,736	430	281	9,707	8,875
Adjustments for:							
Net unrealised diminution on re-measurement of investments 'at fair value through profit or loss'	1,187	1,276	1,122	406	220	605	4,816
	(100)	(716)	2,858	836	501	10,312	13,691
Decrease / (increase) in assets							
Investments	152,716	136,666	26,352	21,386	14,991	33,616	385,727
Receivable against sale of investments - net	-	-	-	(1,700)	-	-	(1,700)
Profit receivable on savings account with banks	-	20	6	1	(2)	(9)	16
	152,716	136,686	26,358	19,687	14,989	33,607	384,043
(Decrease) / increase in liabilities							
Payable to Al Meezan Investment Management Limited - Management Company	(12)	(13)	(3)	(2)	(1)	(2)	(33)
Payable to Central Depository Company of Pakistan Limited - Trustee	(9)	(9)	(2)	(1)	(1)	(2)	(24)
Payable to the Securities and Exchange Commission of Pakistan	(81)	(57)	(51)	(21)	(7)	(27)	(244)
Payable against purchase of investments	(16)	(17)	(4)	(4)	(4)	(20)	(65)
Accrued expenses and other liabilities	(32)	(32)	(11)	7	8	(1,337)	(1,398)
	(150)	(128)	(71)	(21)	(5)	(1,388)	(1,764)
Net cash generated from operating activities	152,466	135,842	29,145	20,502	15,485	42,531	395,971
CASH FLOWS FROM FINANCING ACTIVITIES							
Dividend paid	-	-	-	-	-	(1,675)	(1,675)
Payments against redemption and conversion of units	(152,770)	(139,905)	(31,431)	(20,619)	(14,533)	(40,991)	(400,249)
Net cash used in financing activities	(152,770)	(139,905)	(31,431)	(20,619)	(14,533)	(42,666)	(401,924)
Net decrease in cash and cash equivalents during the period	(304)	(4,063)	(2,286)	(117)	952	(135)	(5,953)
Cash and cash equivalents at the beginning of the period	807	4,682	2,917	538	560	620	10,124
Cash and cash equivalents at the end of the period	503	619	631	421	1,512	485	4,171

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
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

Six months period ended December 31, 2021							
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 period before taxation	(4,581)	(3,675)	(5,462)	(785)	(1,164)	6,185	(9,482)
Adjustments for:							
Net unrealised diminution on re-measurement of investments 'at fair value through profit or loss'	15,967	12,488	12,237	6,509	2,552	857	50,610
	11,386	8,813	6,775	5,724	1,388	7,042	41,128
Decrease / (increase) in assets							
Investments	149,566	56,270	153,490	50,664	3,529	36,762	450,281
Receivable against sale of investments - net	-	-	-	-	-	-	-
Profit receivable on savings account with banks	1	-	(1)	-	2	1	3
	149,567	56,270	153,489	50,664	3,531	36,763	450,284
Increase / (decrease) in liabilities							
Payable to Al Meezan Investment Management Limited - Management Company	(15)	(5)	(10)	(4)	(2)	(4)	(40)
Payable to Central Depository Company of Pakistan Limited - Trustee	(12)	(4)	(7)	(4)	(1)	(1)	(29)
Payable to Securities and Exchange Commission of Pakistan	(102)	(48)	(68)	(52)	(15)	(46)	(331)
Payable against purchase of investments	81	57	52	20	7	-	217
Accrued expenses and other liabilities	(9,858)	(2,758)	(4,133)	(3,772)	(988)	(1,525)	(23,034)
	(9,906)	(2,758)	(4,166)	(3,812)	(999)	(1,576)	(23,217)
Net cash generated from operating activities	151,047	62,325	156,098	52,576	3,920	42,229	468,195
CASH FLOWS FROM FINANCING ACTIVITIES							
Dividend paid	-	-	-	-	-	-	-
Payments against redemption and conversion of units	(150,192)	(62,017)	(155,906)	(52,267)	(4,601)	(42,741)	(467,724)
Net cash used in financing activities	(150,192)	(62,017)	(155,906)	(52,267)	(4,601)	(42,741)	(467,724)
Net increase / (decrease) in cash and cash equivalents during the period	855	308	192	309	(681)	(512)	471
Cash and cash equivalents at the beginning of the period	1,136	201	51	56	1,389	859	3,692
Cash and cash equivalents at the end of the period	1,991	509	243	365	708	347	4,163

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
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

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 Trust Deed was previously registered under The "Trust Act 1882" and now has been registered under "The Sindh Trust Act 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act. 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 SECP 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** The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 30, 2022 (2021: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: 'AM1' dated June 23, 2021). 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 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. The Management may also invest in other Collective Investment Schemes available to it with prior approval of the SECP. A brief description of the plans are as follows:

Meezan Strategic Allocation Plan-I (MSAP-I)	<p>Medium to high risk - High return through asset allocation</p> <p>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). However, the SECP has approved multiple extensions and in accordance with the last such extension granted vide letter no. SCD/AMCW/MSAP-I/123/2022 dated November 21, 2022, the duration of the plan shall be for an indefinite period upon completion of initial maturity period i.e. December 2, 2022.</p>
Meezan Strategic Allocation Plan-II (MSAP-II)	<p>Medium to high risk - High return through asset allocation</p> <p>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 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). However, the SECP has approved multiple extensions and in accordance with the last such extension granted vide letter no. SCD/AMCW/MSAF/224/2022 dated January 19, 2022, the plan shall mature on January 31, 2023.</p>

Meezan Strategic Allocation Plan-III (MSAP-III)	<p>Medium to high risk - High return through asset allocation</p> <p>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 also be charged in case of redemption before the completion of the initial maturity of the plan. However, the SECP has approved multiple extensions and in accordance with the last such extension granted vide letter no. ACD/AMCW/MSAF/281/2022 dated March 18, 2022, the duration of the plan shall be for an indefinite period upon completion of initial maturity period i.e. April 3, 2022.</p>
Meezan Strategic Allocation Plan-IV (MSAP-IV)	<p>Medium to high risk - High return through asset allocation</p> <p>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. The initial maturity of this plan was two years from the close of the subscription period (i.e. June 30, 2017). 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. However, the SECP has approved multiple extensions and in accordance with the last such extension granted vide letter no. SCD/AMCW/MSAF/339/2022 dated May 14, 2022, the duration of the plan shall be for an indefinite period upon completion of initial maturity period i.e. June 30, 2022.</p>
Meezan Strategic Allocation Plan-V (MSAP-V)	<p>Medium to high risk - High return through asset allocation</p> <p>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 also be 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). However, the SECP has approved multiple extensions and in accordance with the last such extension granted vide letter no. SCD/AMCW/MSAP-V/2022/82 dated September 27, 2022, the duration of the plan shall be for an indefinite period upon completion of initial maturity period i.e. October 19, 2022.</p>
Meezan Capital Preservation Plan-III (MCP-III)	<p>Medium to high risk - High return through asset allocation</p> <p>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). However, the SECP has approved multiple extensions and in accordance with the last such extension granted vide letter no. SCD/AMCW/MSAF/231/2022 dated February 2, 2022, the plan shall mature on February 16, 2023.</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 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 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 are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

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

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2022.

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, 2022. 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, 2022.

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date (annual periods beginning on or after)
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized
The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.	

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

		December 31, 2022 (Unaudited)							
		MSAP -I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPP-III	Total	
5	BALANCES WITH BANKS	Note ----- (Rupees in '000) -----							
	Savings accounts	5.1	503	619	631	421	1,512	485	4,171

		June 30, 2022 (Audited)							
		MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPP-III	Total	
	Savings accounts	5.1	807	4,682	2,917	538	560	620	10,124

5.1 These include a balance maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 6.50% (June 30, 2022: 6.01%) per annum. Other profit and loss sharing accounts of the Fund have an expected profit ranging from 6.50% to 15.00% per annum (June 30, 2022: 3.41% to 6.01% per annum).

		December 31, 2022 (Unaudited)							
		MSAP -I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPP-III	Total	
6	INVESTMENTS	Note ----- (Rupees in '000) -----							
	At fair value through profit or loss								
	Units of mutual funds	6.1	228,523	179,165	184,139	82,735	33,324	164,525	872,410

		June 30, 2022 (Audited)							
		MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPP-III	Total	
	At fair value through profit or loss								
	Units of mutual funds	6.1	382,426	317,108	211,612	104,527	48,535	198,745	1,262,953

6.1 Units of mutual funds

Name of investee funds	As at July 1, 2022	Purchases during the period	Redemptions during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised (diminution)/ appreciation as at December 31, 2022	Percentage in relation to	
	----- (Number of units) -----				----- (Rupees in '000) -----			Net assets of the fund on the basis of market value	total market value of investments
								----- (Percentage) -----	
Meezan Strategic Allocation Plan-I									
AI Meezan Mutual Fund	7,821,801	-	3,434,742	4,387,059	68,968	68,573	(395)	29.97	30.01
Meezan Dedicated Equity Fund	3,203,303	-	552,517	2,650,786	106,604	106,045	(559)	46.35	46.40
Meezan Islamic Fund	840,905	-	622,530	218,375	12,280	12,047	(233)	5.26	5.27
Meezan Daily Income Fund	1,667,032	71,229	901,100	837,161	41,858	41,858	-	18.29	18.32
					229,710	228,523	(1,187)	99.87	100.00
Meezan Strategic Allocation Plan-II									
AI Meezan Mutual Fund	3,453,209	1,256,795	-	4,710,004	74,287	73,621	(666)	40.99	41.09
KSE Meezan Index Fund	382,268	304,432	382,268	304,432	19,451	19,426	(25)	10.81	10.84
Meezan Dedicated Equity Fund	918,504	-	10,700	907,804	36,508	36,317	(191)	20.22	20.27
Meezan Islamic Fund	2,283,024	87,437	2,009,609	360,852	20,300	19,906	(393)	11.08	11.11
Meezan Daily Income Fund	1,452,522	59,089	913,710	597,901	29,895	29,895	-	16.64	16.69
					180,441	179,165	(1,276)	99.75	100.00
Meezan Strategic Allocation Plan-III									
AI Meezan Mutual Fund	2,682,179	-	476,034	2,206,145	34,682	34,484	(199)	18.68	17.70
KSE Meezan Index Fund	106,249	-	106,249	-	-	-	-	-	-
Meezan Dedicated Equity Fund	2,439,439	-	25,814	2,413,625	97,067	96,558	(509)	52.30	45.38
Meezan Islamic Fund	324,450	122,059	112,583	333,926	18,835	18,421	(414)	9.98	36.91
Meezan Daily Income Fund	923,648	56,279	286,400	693,527	34,676	34,676	-	18.78	-
					185,260	184,139	(1,122)	99.74	100.00
Meezan Strategic Allocation Plan-IV									
AI Meezan Mutual Fund	518,355	-	-	518,355	8,149	8,102	(47)	9.75	9.79
KSE Meezan Index Fund	13,635	-	13,635	-	-	-	-	-	-
Meezan Dedicated Equity Fund	1,864,866	-	291,688	1,573,178	63,267	62,935	(332)	75.77	76.07
Meezan Islamic Fund	-	15,663	-	15,663	891	864	(27)	1.04	1.04
Meezan Daily Income Fund	409,853	18,811	212,000	216,664	10,833	10,833	-	13.04	13.09
					83,140	82,735	(406)	99.61	100.00
Meezan Strategic Allocation Plan-V									
AI Meezan Mutual Fund	1,273,911	-	314,741	959,170	15,079	14,993	(86)	43.08	44.99
KSE Meezan Index Fund	28,294	-	28,294	-	-	-	-	-	-
Meezan Dedicated Equity Fund	368,712	-	68,572	300,140	12,070	12,007	(63)	34.50	36.03
Meezan Islamic Fund	14,423	32,505	-	46,928	2,659	2,589	(71)	7.44	7.77
Meezan Daily Income Fund	220,550	8,555	154,400	74,705	3,735	3,735	-	10.73	11.21
					33,544	33,324	(220)	95.74	100.00

Name of investee funds	As at July 1, 2022	Purchases during the period	Redemptions during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised (diminution)/ appreciation as at December 31, 2022	Percentage in relation to	
	----- (Number of units) -----				----- (Rupees in '000) -----			Net assets of the fund on the basis of market value	total market value of investments
								----- (Percentage) -----	
Meezan Capital Preservation Plan - MCPP-III									
Meezan Dedicated Equity Fund	585,643	584,040	237,897	931,786	37,881	37,276	(605)	22.64	22.66
Meezan Rozana Amdani Fund	3,503,860	210,505	1,169,400	2,544,965	127,248	127,248	-	77.27	77.34
					165,129	164,525	(605)	99.90	100.00
Total investments in units of mutual funds									
AI Meezan Mutual Fund	15,749,455	1,256,795	4,225,517	12,780,733	201,166	199,773	(1,392)	22.82	22.90
KSE Meezan Index Fund	530,446	304,432	530,446	304,432	19,451	19,426	(25)	2.22	2.23
Meezan Dedicated Equity Fund	9,380,467	584,040	1,187,188	8,777,319	353,397	351,138	(2,259)	40.10	40.25
Meezan Islamic Fund	3,462,802	257,664	2,744,722	975,744	54,964	53,827	(1,138)	6.15	6.17
Meezan Daily Income Fund	4,673,605	213,963	2,467,610	2,419,958	120,998	120,998	-	13.82	13.87
Meezan Rozana Amdani Fund	3,503,860	210,505	1,169,400	2,544,965	127,248	127,248	-	14.53	14.59
Total					877,225	872,410	(4,815)	99.64	100.00

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

		December 31, 2022 (unaudited)						
		MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total
Note		(Rupees in '000)						
	Management fee payable	7.1	-	-	-	-	-	-
	Sindh sales tax on management fee payable		-	-	-	-	-	-
	Allocated expense payable	7.2	22	17	17	8	3	16
			22	17	17	8	3	16
			83					83

		June 30, 2022 (audited)						
		MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total
Note		(Rupees in '000)						
	Management fee payable	7.1	-	1	-	-	-	1
	Sindh sales tax on management fee payable		-	-	-	-	-	-
	Allocated expense payable	7.2	34	29	20	10	4	18
			34	30	20	10	4	18
			115					116

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% (December 31, 2021: 1%) per annum of the daily bank balance of the Fund during the current period. The remuneration is payable to the Management Company monthly in arrears.

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

The Management Company, based on its own discretion, has charged allocated expenses at the rate of 0.11% (December 31, 2021: 0.11%) per annum of the average annual net assets of the scheme subject to the total expense charged being lower than actual expense incurred.

8. ACCRUED EXPENSES AND OTHER LIABILITIES

		December 31, 2022 (Unaudited)						
		MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total
		(Rupees in '000)						
	Auditors' remuneration payable	94	76	71	35	16	71	363
	Shariah advisory fee payable	35	28	27	13	6	26	135
	Capital gain tax	2	-	-	-	4	143	149
	Zakat payable	-	-	-	5	-	-	5
		131	104	98	53	26	240	652

		June 30, 2022 (Audited)						
		MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPPIII	Total
		(Rupees in '000)						
	Auditors' remuneration payable	122	90	79	34	13	52	390
	Shariah advisor fee payable	41	33	24	11	5	20	134
	Capital gain tax	-	14	5	1	-	-	20
	Withholding tax payable	-	-	-	-	-	1,504	1,504
		163	137	108	46	18	1,576	2,048

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2022 and June 30, 2022.

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:

December 31, 2022 (Unaudited)						
MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPP-III	Total
(Rupees in '000)						
Al Meezan Investment Management Limited						
- Management Company						
Remuneration payable	-	-	-	-	-	-
Allocated expenses	22	17	17	8	3	83
Meezan Bank Limited						
Bank balance	427	619	631	421	1,512	4,083
Profit receivable	2	5	2	3	5	31
Shariah advisory fee payable	35	28	27	13	6	135
Central Depository Company of Pakistan Limited - Trustee						
Trustee fee payable (Rs. in '000)	14	11	11	5	2	53
Sindh Sales Tax on trustee fee payable (Rs. in '000)	2	1	1	1	-	6
Directors and Executives of the Management Company						
Investment	-	-	15,592	-	-	15,592
Investment (Units)	-	-	369,471	-	-	369,471
Al Meezan Mutual Fund						
Investment	68,573	73,621	34,484	8,102	14,993	199,773
Investment (Units)	4,387,059	4,710,004	2,206,145	518,355	959,170	12,780,733
KSE Meezan Index Fund						
Investment	-	19,426	-	-	-	19,426
Investment (Units)	-	304,432	-	-	-	304,432
Meezan Dedicated Equity Fund						
Investment	106,045	36,317	96,558	62,935	12,007	351,138
Investment (Units)	2,650,786	907,804	2,413,625	1,573,178	300,140	8,777,319
Meezan Islamic Fund						
Investment	12,047	19,906	18,421	864	2,589	53,827
Investment (Units)	218,375	360,852	333,926	15,663	46,928	975,744
Meezan Daily Income Fund						
Investment	41,858	29,895	34,676	10,833	3,735	120,998
Investment (Units)	837,161	597,901	693,527	216,664	74,705	2,419,958
Unitholders holding 10% or more units of the Fund						
Investment	52,699	95,277	20,336	28,740	21,424	243,561
Investment (Units)	1,192,755	2,187,631	481,890	663,914	426,776	5,392,174

June 30, 2022 (Audited)						
MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPP-II	Total
----- (Rupees in '000) -----						
AI Meezan Investment Management Limited - Management Company						
Remuneration payable	-	1	-	-	-	1
Sindh Sales Tax on management fee	-	-	-	-	-	-
Allocated expenses	34	29	20	10	18	115
Meezan Bank Limited						
Bank balance	735	4,682	2,917	538	608	10,040
Profit receivable	2	25	8	4	5	47
Shariah advisory fee payable	41	33	24	11	20	134
Central Depository Company of Pakistan Limited - Trustee						
Trustee fee payable	22	19	12	6	11	73
Sindh Sales Tax on trustee fee payable	3	2	2	1	-	10
Directors and Executives of the Management Company						
Investment	-	-	15,491	-	-	15,491
Investment (Units)	-	-	369,471	-	-	369,471
AI Meezan Mutual Fund						
Investment	122,965	54,287	42,166	8,149	20,027	247,594
Investment (Units)	7,821,801	3,453,209	2,682,179	518,355	1,273,911	15,749,455
KSE Meezan Index Fund						
Investment	-	24,878	6,915	887	1,842	34,522
Investment (Units)	-	382,268	106,249	13,635	28,294	530,446
Meezan Dedicated Equity Fund						
Investment	128,824	36,939	98,105	74,998	14,828	377,246
Investment (Units)	3,203,303	918,504	2,439,439	1,864,866	368,712	9,380,467
Meezan Islamic Fund						
Investment	47,285	128,378	18,244	-	811	194,718
Investment (Units)	840,905	2,283,024	324,450	-	14,423	3,462,802
Meezan Daily Income Fund						
Investment	83,352	72,626	46,182	20,493	11,027	233,680
Investment (Units)	1,667,032	1,452,522	923,648	409,853	220,550	4,673,605
Meezan Rozana Amdani Fund						
Investment	-	-	-	-	175,193	175,193
Investment (Units)	-	-	-	-	3,503,860	3,503,860
Unitholders holding 10% or more units of the Fund						
Investment	120,794	168,235	-	10,765	21,344	344,998
Investment (Units)	2,752,499	3,876,917	-	249,543	426,776	7,744,943



Transactions during the period	For the period ended December 31, 2022						Total
	MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPP-III	
	------(Unaudited)-----						
AI Meezan Investment Management Limited - Management Company							
Remuneration for the period	14	28	6	3	4	4	59
Sindh Sales Tax on management fee	2	4	1	-	-	-	7
Allocated expenses	146	116	110	52	23	106	553
Meezan Bank Limited							
Profit on saving account	94	209	49	36	23	37	448
Shariah advisory fee	36	29	27	13	6	26	137
Central Depository Company of Pakistan Limited - Trustee							
Trustee fee	93	74	70	33	15	67	352
Sindh Sales Tax on trustee fee	12	10	9	4	2	9	46
AI Meezan Mutual Fund							
Invested during the period	-	20,000	-	-	-	-	20,000
Invested during the period (Units)	-	1,256,795	-	-	-	-	1,256,795
Redeemed during the period	52,190	-	7,660	-	5,010	-	64,860
Redeemed during the period (Units)	3,434,742	-	476,034	-	314,741	-	4,225,517
KSE Meezan Index Fund							
Invested during the period	-	19,451	-	-	-	-	19,451
Invested during the period (Units)	-	304,432	-	-	-	-	304,432
Redeemed during the period	-	24,972	6,941	891	1,848	-	34,652
Redeemed during the period (Units)	-	382,268	106,249	13,635	28,294	-	530,446
Meezan Dedicated Equity Fund							
Invested during the period	-	-	-	-	-	24,000	24,000
Invested during the period (Units)	-	-	-	-	-	584,040	584,040
Redeemed during the period	21,690	420	1,000	11,740	2,810	9,680	47,340
Redeemed during the period (Units)	552,517	10,700	25,814	291,688	68,572	237,897	1,187,188
Meezan Islamic Fund							
Invested during the period	-	4,972	6,941	891	1,848	-	14,652
Invested during the period (Units)	-	87,437	122,059	15,663	32,505	-	257,664
Redeemed during the period	34,020	109,500	6,500	-	-	-	150,020
Redeemed during the period (Units)	622,530	2,009,609	112,583	-	-	-	2,744,722
Meezan Daily Income Fund							
Invested during the period	3,561	2,954	2,814	941	428	-	10,698
Invested during the period (Units)	71,229	59,089	56,279	18,811	8,555	-	213,963
Redeemed during the period	45,055	45,686	14,320	10,600	7,720	-	123,381
Redeemed during the period (Units)	901,100	913,710	286,400	212,000	154,400	-	2,467,610
Dividend during the period	3,578	2,966	2,828	945	429	-	10,746
Meezan Rozana Amdani Fund							
Invested during the period	-	-	-	-	-	10,525	10,525
Invested during the period (Units)	-	-	-	-	-	210,505	210,505
Redeemed during the period	-	-	-	-	-	58,470	58,470
Redeemed during the period (Units)	-	-	-	-	-	1,169,400	1,169,400
Dividend during the period	-	-	-	-	-	10,578	10,578

For the period ended December 31, 2021						
MSAP-I	MSAP-II	MSAP-III	MSAP-IV	MSAP-V	MCPP-III	Total
----- (Unaudited) -----						
AI Meezan Investment Management Limited - Management Company						
Remuneration for the period	8	2	2	3	5	22
Sindh Sales Tax on management fee	1	-	-	-	1	2
Allocated expenses	351	235	248	34	138	1,106
Meezan Bank Limited						
Profit on saving account	36	37	5	10	8	103
Shariah advisory fee	49	26	34	12	15	140
Central Depository Company of Pakistan Limited - Trustee						
Trustee fee	223	150	158	63	88	704
Sindh Sales Tax on trustee fee	29	19	21	8	11	91
AI Meezan Mutual Fund						
Invested during the period	-	11,000	11,000	-	-	22,000
Invested during the period (Units)	-	611,134	611,135	-	-	1,222,269
Redeemed during the period	-	165,000	11,000	15,930	-	191,930
Redeemed during the period (Units)	-	9,144,900	630,417	877,764	-	10,653,081
KSE Meezan Index Fund						
Invested during the period	-	10,000	6,995	-	-	16,995
Invested during the period (Units)	-	136,668	95,677	-	-	232,345
Redeemed during the period	5,048	21,571	11,012	-	-	37,631
Redeemed during the period (Units)	70,737	296,433	148,465	-	-	515,635
Meezan Dedicated Equity Fund						
Invested during the period	-	-	-	-	9,000	9,000
Invested during the period (Units)	-	-	-	-	195,535	195,535
Redeemed during the period	4,000	-	-	12,250	26,050	42,300
Redeemed during the period (Units)	83,453	-	-	258,201	584,393	926,047
Meezan Islamic Fund						
Invested during the period	20,048	168,546	10,000	3,000	500	202,094
Invested during the period (Units)	316,621	2,607,990	158,605	47,581	7,931	3,138,728
Redeemed during the period	110,450	41,480	113,050	4,300	500	269,780
Redeemed during the period (Units)	1,806,550	663,891	1,806,796	70,089	8,366	4,355,692
Meezan Islamic Income Fund						
Invested during the period	160,143	99,744	107,388	43,512	14,830	425,617
Invested during the period (Units)	3,044,367	1,896,166	2,041,471	827,170	281,913	8,091,087
Redeemed during the period	160,329	99,861	107,513	43,562	14,846	426,111
Redeemed during the period (Units)	3,044,367	1,896,166	2,041,471	827,170	281,913	8,091,087
Meezan Daily Income Fund						
Invested during the period	337,713	209,819	225,858	90,724	29,340	893,454
Invested during the period (Units)	6,754,833	4,196,373	4,517,167	1,814,477	586,804	17,869,654
Redeemed during the period	206,333	116,774	140,388	58,262	17,720	539,477
Redeemed during the period (Units)	4,127,239	2,335,471	2,807,758	1,165,232	354,391	10,790,091
Dividend during the period	3,037	1,961	2,047	784	256	8,085
Meezan Rozana Amdani Fund						
Invested during the period	3,286	2,071	2,421	880	288	38,138
Invested during the period (Units)	65,728	41,413	48,418	17,594	5,753	762,743
Redeemed during the period	180,727	115,376	132,909	54,977	15,408	744,298
Redeemed during the period (Units)	3,614,533	2,307,530	2,658,182	1,099,545	308,152	14,885,961
Dividend during the period	3,286	2,071	2,421	880	288	16,138
Dividend during the period (Units)	-	-	-	-	-	-
Meezan Sovereign Fund						
Invested during the period	-	-	-	-	198,451	198,451
Invested during the period (Units)	-	-	-	-	3,713,278	3,713,278
Redeemed during the period	-	-	-	-	1,130	1,130
Redeemed during the period (Units)	-	-	-	-	21,092	21,092

11. TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period results is as follows:

As at December 31, 2022						
MSAP - I	MSAP - II	MSAP - III	MSAP - IV	MSAP - V	MCCP - III	
-----Percentage (%)-----						
Total Expense Ratio (TER)	0.34	0.40	0.33	0.34	0.34	0.33
Government levy and SECP fee included in TER	0.03	0.03	0.03	0.03	0.03	0.03

As at December 31, 2021						
MSAP - I	MSAP - II	MSAP - III	MSAP - IV	MSAP - V	MCCP - III	
-----Percentage (%)-----						
Total Expense Ratio (TER)	0.29	0.30	0.30	0.28	0.29	0.29
Government levy and SECP fee included in TER	0.03	0.03	0.03	0.03	0.03	0.03

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 90 percent of the net accounting income other than capital gains to the unitholders. The Fund has not recorded any tax liability in respect of income relating to the current period as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 2023 as reduced by capital gains (whether realised or unrealised) to its unitholders, therefore no provision for taxation has been made in these condensed interim financial statements.

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

13. FAIR 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 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
- 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 December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

As at December 31, 2022 (unaudited)			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			
Units of mutual funds	872,410	-	872,410

As at June 30, 2022 (audited)			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			
Units of mutual funds	1,262,953	-	1,262,953

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 February 13, 2023 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.

TRIVOR

**Mountain climbing and investments both
require risk management to reach heights.**

**Height 7,577 meters,
belongs to the range Hispar Karakoram.**



MEEZAN STRATEGIC ALLOCATION FUND-II (MSAF-II)

Meezan Strategic Allocation Fund-II is a Shariah Compliant scheme which uses active asset allocation strategy 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.



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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

Head Office:

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



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN STRATEGIC ALLOCATION FUND – II

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Strategic Allocation Fund – II (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 23, 2023

INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Meezan Strategic Allocation Fund II

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Meezan Strategic Allocation Fund II** (the Fund) as at **31 December 2022**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

Scope of Review

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

Conclusion

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

-: 2 :-

Other matter

The condensed interim financial statements for the half year ended 31 December 2021 and the annual financial statements for the year ended 30 June 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2022 and audit report dated 21 September 2022 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 27 February 2023

Place: Karachi

UDIN Number: RR202210076Wpks5JIPb



MEEZAN STRATEGIC ALLOCATION FUND - II
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022

(Unaudited)						
December 31, 2022						
Note	MCPPIV	MCPPIV	MCPPIV	MCPPIV	Total	
(Rupees in '000)						
Assets						
Balances with banks	5	405	61	1,262	171	1,899
Investments	6	550,443	58,699	51,070	34,106	694,318
Receivable against sale of investments		-	-	-	-	-
Profit receivable on savings accounts		29	2	30	2	63
Total assets		550,877	58,762	52,362	34,279	696,280
Liabilities						
Payable to AI Meezan Investment Management Limited - Management Company	7	52	5	5	4	66
Payable to Central Depository Company of Pakistan Limited - Trustee		37	4	3	2	46
Payable to the Securities and Exchange Commission of Pakistan		60	6	5	4	75
Payable against purchase of investments		153	19	22	14	208
Payable against redemption and conversion of units		-	-	-	-	-
Accrued expenses and other liabilities	8	670	36	39	35	780
Total liabilities		972	70	74	59	1,175
Net assets		549,905	58,692	52,288	34,220	695,105
Contingencies and commitments	9					
Unit holders' fund (as per statement attached)		549,905	58,692	52,288	34,220	695,105
(Number of units)						
Number of units in issue		9,539,236	1,044,511	905,170	605,665	
(Rupees)						
Net asset value per unit		57.6467	56.1909	57.7662	56.4996	

The annexed notes from 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 DECEMBER 31, 2022

Note	June 30, 2022 (Audited)					Aug 27, 2021 (Audited)	
	MCPP-IV	MCPP-V	MCPP-VI	MCPP-VII	Total	MCPP-VIII	
----- (Rupees in '000) -----							
Assets							
Balances with banks	5	649	518	1,458	83	2,708	21
Investments	6	622,725	63,468	66,596	41,635	794,424	-
Receivable against sale of investments		-	-	-	-	-	31,646
Profit receivable		12	3	9	26	50	12
Total assets		<u>623,386</u>	<u>63,989</u>	<u>68,063</u>	<u>41,744</u>	<u>797,182</u>	<u>31,679</u>
Liabilities							
Payable to Al Meezan Investment Management Limited - Management Company	7	4	-	-	-	4	3
Payable to Central Depository Company of Pakistan Limited - Trustee		42	4	4	3	53	2
Payable to the Securities and Exchange Commission of Pakistan		144	16	16	19	195	11
Payable against redemption and conversion of units		194	-	-	-	194	60
Dividend payable		-	311	2,054	592	2,957	-
Accrued expenses and other liabilities	8	356	748	894	1,457	3,455	155
Total liabilities		<u>740</u>	<u>1,079</u>	<u>2,968</u>	<u>2,071</u>	<u>6,858</u>	<u>231</u>
Net assets		<u>622,646</u>	<u>62,910</u>	<u>65,095</u>	<u>39,673</u>	<u>790,324</u>	<u>31,448</u>
Contingencies and commitments	9						
Unit holders' fund (as per statement attached)		<u>622,646</u>	<u>62,910</u>	<u>65,095</u>	<u>39,673</u>	<u>790,324</u>	<u>31,448</u>
----- (Number of units) -----							
Number of units in issue		<u>11,257,504</u>	<u>1,174,662</u>	<u>1,209,366</u>	<u>752,347</u>		<u>628,960</u>
----- (Rupees) -----							
Net asset value per unit		<u>55.3094</u>	<u>53.5556</u>	<u>53.8257</u>	<u>52.7329</u>		<u>50.0000</u>

The annexed notes from 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 SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

(Unaudited)					
Six months period ended December 31, 2022					
Note	M CPP-IV	M CPP-V	M CPP-VI	M CPP-VII	Total
(Rupees in '000)					
Income					
Net realised gain on sale of investments	265	-	-	79	344
Profit on savings accounts with banks	43	12	134	27	216
Dividend income	<u>26,877</u>	<u>3,308</u>	<u>3,696</u>	<u>2,390</u>	<u>36,271</u>
	27,185	3,320	3,830	2,496	36,831
Net unrealised diminution on re-measurement of investments classified as 'financial assets fair value through profit or loss'	6.1	(1,047)	(259)	(4)	(1,310)
Total income	<u>26,138</u>	<u>3,061</u>	<u>3,830</u>	<u>2,492</u>	<u>35,521</u>
Expenses					
Remuneration of AI Meezan Investment Management Limited - Management Company	7.1	8	2	7	2
Sindh Sales Tax on remuneration of the Management Company		1	-	1	-
Allocated expenses	7.2	331	34	29	20
Remuneration of Central Depository Company of Pakistan Limited - Trustee		211	22	19	12
Sindh Sales Tax on remuneration of the Trustee		27	3	2	2
Annual fee to the Securities and Exchange Commission of Pakistan		60	6	5	4
Auditors' remuneration		250	25	22	16
Fees and subscription		108	11	10	6
Legal and professional charges		-	-	-	-
Bank and settlement charges		1	-	1	-
Total expenses		<u>997</u>	<u>103</u>	<u>96</u>	<u>62</u>
		1,258			
Net income for the period before taxation		<u>25,141</u>	<u>2,958</u>	<u>3,734</u>	<u>2,430</u>
Taxation	12	-	-	-	-
Net income for the period after taxation		<u>25,141</u>	<u>2,958</u>	<u>3,734</u>	<u>2,430</u>
		34,263			
Allocation of net income for the period					
Net income for the period after taxation		25,141	2,958	3,734	2,430
Income already paid on units redeemed		(2,486)	(206)	(141)	(139)
		<u>22,655</u>	<u>2,752</u>	<u>3,593</u>	<u>2,291</u>
		31,291			
Accounting income available for distribution					
- Relating to capital gains		-	-	-	75
- Excluding capital gains		22,655	2,752	3,593	2,216
		<u>22,655</u>	<u>2,752</u>	<u>3,593</u>	<u>2,291</u>
		31,291			

The annexed notes from 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 SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	For the quarter ended December 31, 2022				
	MCPPIV	MCPPIV	MCPPIV	MCPPIV	Total
Note ----- (Rupees in '000) -----					
Income					
Net realised gain on sale of investments	391	-	-	-	391
Profit on savings accounts with banks	26	4	41	3	74
Dividend income	13,000	1,536	1,780	1,202	17,518
	<u>13,417</u>	<u>1,540</u>	<u>1,821</u>	<u>1,205</u>	<u>17,983</u>
Net unrealised appreciation on re-measurement of investments classified as 'financial assets fair value through profit or loss'	403	22	-	2	427
Total income	<u>13,820</u>	<u>1,562</u>	<u>1,821</u>	<u>1,207</u>	<u>18,410</u>
Expenses					
Remuneration of AI Meezan Investment Management Limited - Management Company	7.1 4	1	6	-	11
Sindh Sales Tax on remuneration of the Management Company	1	-	1	-	2
Allocated expenses	7.2 159	17	14	10	200
Remuneration of Central Depository Company of Pakistan Limited - Trustee	102	11	10	6	129
Sindh Sales Tax on remuneration of the Trustee	13	2	1	1	17
Annual fee to the Securities and Exchange Commission of Pakistan	29	3	2	2	36
Auditors' remuneration	123	11	11	8	153
Fees and subscription	54	5	5	3	67
Bank and settlement charges	-	-	-	-	-
Total expenses	<u>485</u>	<u>50</u>	<u>50</u>	<u>30</u>	<u>615</u>
Net income for the period before taxation	<u>13,335</u>	<u>1,512</u>	<u>1,771</u>	<u>1,177</u>	<u>17,795</u>
Taxation	12 -	-	-	-	-
Net income for the period after taxation	<u>13,335</u>	<u>1,512</u>	<u>1,771</u>	<u>1,177</u>	<u>17,795</u>

The annexed notes from 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 SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

Six months period ended December 31, 2021						For the period from July 01, 2021 to August 27, 2021
Note	MCP-IV	MCP-V	MCP-VI	MCP-VII	Total	MCP-VIII
(Rupees in '000)						
Income						
Net realised loss on sale of investments	(930)	(531)	-	(370)	(1,831)	-
Profit on savings accounts with banks	10	9	7	5	31	19
Dividend income	14,943	2,675	3,014	3,259	23,891	440
	14,023	2,153	3,021	2,894	22,091	459
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets fair value through profit or loss'	6.1 (14,959)	(144)	308	121	(14,674)	-
Total (loss) / income	(936)	2,009	3,329	3,015	7,417	459
Expenses						
Remuneration of AI Meezan Investment Management Limited - Management Company	7.1 5	4	2	1	12	1
Sindh Sales Tax on remuneration of the Management Company	1	-	-	-	1	-
Allocated expenses	7.2 417	50	49	56	572	6
Remuneration of Central Depository Company of Pakistan Limited - Trustee	266	32	31	36	365	4
Sindh Sales Tax on remuneration of the Trustee	35	4	4	5	48	1
Annual fee to the Securities and Exchange Commission of Pakistan	76	9	9	10	104	1
Auditors' remuneration	203	25	25	28	281	-
Fees and subscription	118	14	14	16	162	1
Legal and professional charges	132	16	15	18	181	3
Bank and settlement charges	12	5	5	3	25	1
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)	(3,179)	(611)	(380)	(239)	(4,409)	(136)
Total expenses	(1,914)	(452)	(226)	(66)	(2,658)	(118)
Net income for the period before taxation	978	2,461	3,555	3,081	10,075	577
Taxation	12 -	-	-	-	-	-
Net income for the period after taxation	978	2,461	3,555	3,081	10,075	577
Allocation of net income for the period						
Net income for the period after taxation	978	2,461	3,555	3,081	10,075	577
Income already paid on units redeemed	(130)	(214)	(304)	(174)	(822)	(49)
	848	2,247	3,251	2,907	9,253	528
Accounting income available for distribution						
- Relating to capital gains	-	-	308	-	308	-
- Excluding capital gains	848	2,247	2,943	2,907	8,945	528
	848	2,247	3,251	2,907	9,253	528

The annexed notes from 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 SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

		For the quarter ended December 31, 2021				
		MCPPIV	MCPPIV	MCPPIV	MCPPIV	Total
		(Rupees in '000)				
Income						
	Net realised loss on sale of investments	(345)	(359)	-	(367)	(1,071)
	Profit on savings accounts with banks	7	5	4	2	18
	Dividend income	6,598	1,137	1,262	1,387	10,384
		<u>6,260</u>	<u>783</u>	<u>1,266</u>	<u>1,022</u>	<u>9,331</u>
	Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets fair value through profit or loss'	(649)	324	308	392	375
	Total income	<u>5,611</u>	<u>1,107</u>	<u>1,574</u>	<u>1,414</u>	<u>9,706</u>
Expenses						
	Remuneration of AI Meezan Investment Management Limited - Management Company	7.1	3	2	1	-
	Sindh Sales Tax on remuneration of the Management Company		1	-	-	-
	Allocated expenses	7.2	204	24	24	27
	Remuneration of Central Depository Company of Pakistan Limited - Trustee		131	15	15	18
	Sindh Sales Tax on remuneration of the Trustee		17	2	2	3
	Annual fee to the Securities and Exchange Commission of Pakistan		37	4	4	5
	Auditors' remuneration		108	13	13	14
	Fees and subscription		50	4	6	6
	Bank and settlement charges		2	3	-	1
	Total expenses		<u>553</u>	<u>67</u>	<u>65</u>	<u>74</u>
	Net income for the period before taxation		<u>5,058</u>	<u>1,040</u>	<u>1,509</u>	<u>1,340</u>
	Taxation	12	-	-	-	-
	Net income for the period after taxation		<u><u>5,058</u></u>	<u><u>1,040</u></u>	<u><u>1,509</u></u>	<u><u>1,340</u></u>

The annexed notes from 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 SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	Six months period ended December 31, 2022				
	MCPP-IV	MCPP-V	MCPP-VI	MCPP-VII	Total
	----- (Rupees in '000) -----				
Net income for the period after taxation	25,141	2,958	3,734	2,430	34,263
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	<u>25,141</u>	<u>2,958</u>	<u>3,734</u>	<u>2,430</u>	<u>34,263</u>

	Six months period ended December 31, 2021					For the period from July 01, 2021 to August 27, 2021
	MCPP-IV	MCPP-V	MCPP-VI	MCPP-VII	Total	MCPP-VIII
	----- (Rupees in '000) -----					
Net income for the period after taxation	978	2,461	3,555	3,081	10,075	577
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	<u>978</u>	<u>2,461</u>	<u>3,555</u>	<u>3,081</u>	<u>10,075</u>	<u>577</u>

The annexed notes from 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 COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	For the quarter ended December 31, 2022				
	MCP-IV	MCP-V	MCP-VI	MCP-VII	Total
	----- (Rupees in '000) -----				
Net income for the period after taxation	13,335	1,512	1,771	1,177	17,795
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	<u>13,335</u>	<u>1,512</u>	<u>1,771</u>	<u>1,177</u>	<u>17,795</u>

	For the quarter ended December 31, 2021				
	MCP-IV	MCP-V	MCP-VI	MCP-VII	Total
	----- (Rupees in '000) -----				
Net income for the period after taxation	5,058	1,040	1,509	1,340	8,947
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	<u>5,058</u>	<u>1,040</u>	<u>1,509</u>	<u>1,340</u>	<u>8,947</u>

The annexed notes from 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 MOVEMENT IN UNITHOLDERS' FUND (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	December 31, 2022			December 31, 2022			December 31, 2022			December 31, 2022			December 31, 2022		
	MCPV-IV			MCPV-V			MCPV-VI			MCPV-VII			Total		
	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
(Rupees in '000)															
Net assets at the beginning of the period	554,213	68,433	622,646	55,825	7,085	62,910	60,098	4,997	65,095	34,375	5,298	39,673	704,511	85,813	790,324
Issuance of units:															
MCPV-IV: nil / MCPV-V: nil / MCPV-VI: nil / MCPV-VII: nil units															
- Capital value (at net asset value per unit at the beginning of the period)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
- Element of loss	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total proceeds on issuance of units	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Redemption of units:															
MCPV-IV: 1,718,268 / MCPV-V: 130,151 / MCPV-VI: 304,196 / MCPV-VII: 146,682 units															
- Capital value (at net asset value per unit at the beginning of the period)	95,036	-	95,036	6,970	-	6,970	16,374	-	16,374	7,735	-	7,735	126,115	-	126,115
- Element of income	360	2,486	2,846	-	206	206	26	141	167	9	139	148	395	2,972	3,367
Total payments on redemption of units	95,396	2,486	97,882	6,970	206	7,176	16,400	141	16,541	7,744	139	7,883	126,510	2,972	129,482
Total comprehensive income for the period	-	25,141	25,141	-	2,958	2,958	-	3,734	3,734	-	2,430	2,430	-	34,263	34,263
Distribution during the period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income for the period less distribution	-	25,141	25,141	-	2,958	2,958	-	3,734	3,734	-	2,430	2,430	-	34,263	34,263
Net assets at the end of the period	458,817	91,088	549,905	48,855	9,837	58,692	43,698	8,590	52,288	26,631	7,589	34,220	578,001	117,104	695,105
Undistributed income brought forward															
- Realised income		105,543			7,650			4,997			5,655			123,845	
- Unrealised loss		(37,110)			(565)			-			(357)			(38,032)	
		68,433			7,085			4,997			5,298			85,813	
Accounting income available for distribution															
- Relating to capital gains		-			-			-			75			75	
- Excluding capital gains		22,655			2,752			3,593			2,216			31,216	
		22,655			2,752			3,593			2,291			31,291	
Distribution during the period		-			-			-			-			-	
Undistributed income carried forward		91,088			9,837			8,590			7,589			117,104	
Undistributed income carried forward															
- Realised income		92,135			10,096			8,590			7,593			118,414	
- Unrealised loss		(1,047)			(259)			-			(4)			(1,310)	
		91,088			9,837			8,590			7,589			117,104	
			Rupees		Rupees			Rupees			Rupees			Rupees	
Net asset value per unit at the beginning of the period			55.3094		53.5556			53.8257			52.7329			56.4996	
Net asset value per unit at the end of the period			57.6467		56.1909			57.7662			56.4996			56.4996	

The annexed notes from 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 UNIT HOLDERS' FUND (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

December 31, 2021			December 31, 2021			December 31, 2021			December 31, 2021			December 31, 2021			For the period from Jul 01, 2021 to August 27, 2021		
MCPPIV			MCPPIV			MCPPIV			MCPPIV			Total			MCPPIV		
Capital Value	Undistribut ed income	Total	Capital Value	Undistribut ed income	Total	Capital Value	Undistribut ed income	Total	Capital Value	Undistribut ed income	Total	Capital Value	Undistribut ed income	Total	Capital Value	Accumulate d loss	Total
(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period																	
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:																	
MCPPIV: nil / MCPPIV: nil / MCPPIV: nil / MCPPIV: nil units																	
MCPPIV: 40,092 units																	
- Capital value (at net asset value per unit at the beginning of the period)																	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,112	-	2,112
- Element of (loss) / income																	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(107)	-	(107)
Total proceeds on issuance of units																	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,005	-	2,005
Redemption of units:																	
MCPPIV: 793,711 / MCPPIV: 220,742 / MCPPIV: 265,976 /																	
MCPPIV: 180,593 / MCPPIV: 80,804 units																	
- Capital value (at net asset value per unit at the beginning of the period)																	
44,251	-	44,251	11,984	-	11,984	14,323	-	14,323	9,549	-	9,549	80,107	-	80,107	4,256	-	4,256
- Element of income / (loss)																	
-	130	130	-	214	214	-	304	304	-	174	174	-	822	822	-	49	49
Total payments on redemption of units																	
44,251	130	44,381	11,984	214	12,198	14,323	304	14,627	9,549	174	9,723	80,107	822	80,929	4,256	49	4,305
Total comprehensive income for the period																	
-	978	978	-	2,461	2,461	-	3,555	3,555	-	3,081	3,081	-	10,075	10,075	-	577	577
Distribution during the period																	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(2,103)	(2,103)
Net income for the period less distribution																	
-	978	978	-	2,461	2,461	-	3,555	3,555	-	3,081	3,081	-	10,075	10,075	-	(1,526)	(1,526)
Net assets at the end of the period																	
648,952	74,435	723,387	74,539	10,144	84,683	73,694	8,267	81,961	89,362	8,307	97,669	886,547	101,153	987,700	34,192	(2,744)	31,448
(Accumulated loss) / undistributed income 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			-		
73,587			7,897			5,016			5,400			91,900			(1,169)		
Accounting income available for distribution																	
- Relating to capital gains																	
-			-			308			-			308			-		
- Excluding capital gains																	
848			2,247			2,943			2,907			8,945			528		
848			2,247			3,251			2,907			9,253			528		
Distribution during the period																	
Undistributed income / (accumulated loss) carried forward																	
74,435			10,144			8,267			8,307			101,153			(2,103)		
74,435			10,144			8,267			8,307			101,153			(2,744)		
Undistributed income / (accumulated loss) carried forward																	
- Realised income / (loss)																	
89,394			10,288			7,959			8,186			115,827			(2,744)		
- Unrealised (loss) / income																	
(14,959)			(144)			308			121			(14,674)			-		
74,435			10,144			8,267			8,307			101,153			(2,744)		
Net asset value per unit at the beginning of the period																	
Rupees 55.7516			Rupees 54.2898			Rupees 53.8520			Rupees 52.8771			Rupees 52.6736			Rupees 50.0000		
Net asset value per unit at the end of the period																	
Rupees 55.8171			Rupees 55.7698			Rupees 56.0760			Rupees 54.4993			Rupees 54.4993			Rupees 50.0000		

The annexed notes from 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 CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

Six months period ended December 31, 2022					
	MCPP-IV	MCPP-V	MCPP-VI	MCPP-VII	Total
Note (Rupees in '000)					
CASH FLOWS FROM OPERATING ACTIVITIES					
Net income for the period before taxation	25,141	2,958	3,734	2,430	34,263
Adjustments for:					
Net unrealised diminution on re-measurement of investments classified as 'financial assets fair value through profit or loss'	6.1 1,047	259	-	4	1,310
	26,188	3,217	3,734	2,434	35,573
Decrease / (increase) in assets					
Investments - net	71,235	4,510	15,526	7,525	98,796
Profit receivable on savings accounts	(17)	1	(21)	24	(13)
	71,218	4,511	15,505	7,549	98,783
Increase / (decrease) in liabilities					
Payable to Al Meezan Investment Management Limited - Management Company	48	5	5	4	62
Payable to Central Depository Company of Pakistan Limited - Trustee	(5)	-	(1)	(1)	(7)
Payable to the Securities and Exchange Commission of Pakistan	(84)	(10)	(11)	(15)	(120)
Payable against purchase of investments	153	19	22	14	208
Accrued expenses and other liabilities	314	(712)	(855)	(1,422)	(2,675)
	426	(698)	(840)	(1,420)	(2,532)
Net cash generated from operating activities	97,832	7,030	18,399	8,563	131,824
CASH FLOWS FROM FINANCING ACTIVITIES					
Receipts against issuance and conversion of units	-	-	-	-	-
Payments against redemption and conversion of units	(98,076)	(7,176)	(16,541)	(7,883)	(129,676)
Dividend paid	-	(311)	(2,054)	(592)	(2,957)
Net cash used in financing activities	(98,076)	(7,487)	(18,595)	(8,475)	(132,633)
Net (decrease) / increase in cash and cash equivalents during the period	(244)	(457)	(196)	88	(809)
Cash and cash equivalents at the beginning of the period	649	518	1,458	83	2,708
Cash and cash equivalents at the end of the period	405	61	1,262	171	1,899

The annexed notes from 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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended December 31, 2021					For the period from July 01, 2021 to August 27, 2021
	MCP-IV	MCP-V	MCP-VI	MCP-VII	Total	MCP-VIII
CASH FLOWS FROM OPERATING ACTIVITIES	Note -----(Rupees in '000)-----					
Net income for the period before taxation	978	2,461	3,555	3,081	10,075	577
Adjustments for:						
Net unrealised diminution / (appreciation) on re-measurement of investment classified as 'financial assets fair value through profit or loss'	6.1 14,959	144	(308)	(121)	14,674	-
	15,937	2,605	3,247	2,960	24,749	577
Decrease / (increase) in assets						
Investments - net	31,758	9,887	11,465	6,881	59,991	34,706
Receivable against sale of investments	-	-	-	-	-	(31,646)
Advances, deposits and other receivables	-	3	-	-	3	(9)
	31,758	9,890	11,465	6,881	59,994	3,051
(Decrease) / increase in liabilities						
Payable to Al Meezan Investment Management Limited - Management Company	(1)	(3)	(2)	-	(6)	(12)
Payable to Central Depository Company of Pakistan Limited - Trustee	(2)	(1)	(1)	-	(4)	-
Payable to the Securities and Exchange Commission of Pakistan	(105)	(21)	(22)	(14)	(162)	1
Payable against purchase of investments	-	-	-	-	-	-
Accrued expenses and other liabilities	(3,404)	(757)	(514)	(260)	(4,935)	(4)
	(3,512)	(782)	(539)	(274)	(5,107)	(15)
Net cash generated from operating activities	44,183	11,713	14,173	9,567	79,636	3,613
CASH FLOWS FROM FINANCING ACTIVITIES						
Receipts against issuance and conversion of units	-	-	-	-	-	2,005
Payments against redemption and conversion of units	(44,432)	(11,929)	(14,628)	(9,723)	(80,712)	(4,245)
Dividend paid	-	(16)	-	-	(16)	(2,103)
Net cash used in financing activities	(44,432)	(11,945)	(14,628)	(9,723)	(80,728)	(4,343)
Net decrease in cash and cash equivalents during the period	(249)	(232)	(455)	(156)	(1,092)	(730)
Cash and cash equivalents at the beginning of the period	587	754	518	349	2,208	751
Cash and cash equivalents at the end of the period	338	522	63	193	1,116	21

The annexed notes from 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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

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 as the Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed under the Trust Act, 1882 on January 15, 2018 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on December 14, 2017 under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003, (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The Fund is registered as a notified entity under the NBFC Regulations issued through S.R.O.1203(I)/2008 on October 10, 2016. The Trust Deed was previously registered under the "Trust Act, 1882" and now has been registered under "The Sindh Trusts Act, 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act. The Management Company has been licensed by the 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 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 SECP 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** The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund. 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 30, 2022 (2021: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: 'AM1' dated June 23, 2021). 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) matured on August 27, 2021) 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 the SECP. A brief description of the plans is as follows:

Meezan Capital Preservation Plan-IV (MCPPIV)	<p>Medium risk - High return through asset allocation</p> <p>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 (i.e. April 30, 2018). However, the SECP has approved extension and in accordance with such extension granted vide its letter No. SCD/AMCW/MCPPIV/2022/83 dated September 27, 2022, the plan shall mature on October 30, 2024. Units shall be subject to front end load.</p>
Meezan Capital Preservation Plan-V (MCPPIV)	<p>Medium risk - High return through asset allocation</p> <p>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 was two and a half years from the close of the subscription period (i.e. July 06, 2018). However, the SECP has approved extension and in accordance with such extension granted vide its letter No. SCD/AMCW/MSAFII/157/2021 dated November 26, 2021, the plan shall mature on January 05, 2023. Units shall be subject to front end load.</p>

Meezan Capital Preservation Plan-VI (MCPPI-VI)	<p>Medium risk - High return through asset allocation</p> <p>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 (i.e. September 14, 2018). However, the SECP has approved extension and in accordance with such extension granted vide letter No. SCD/AMCW/MSAFII/270/2022 dated March 09, 2022, the plan shall now mature on March 17, 2023. Units shall be subject to front end load.</p>
Meezan Capital Preservation Plan-VII (MCPPI-VII)	<p>Medium risk - High return through asset allocation</p> <p>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 (i.e. December 05, 2018). However, the SECP has approved extension and in accordance with such extension granted vide letter No. SCD/AMCW/MSAFII/338/2022 dated May 14, 2022, the plan shall now mature on June 05, 2023. Units shall be subject to front end load.</p>

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

The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34, 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

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

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2022.

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, 2022. 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, 2022.

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 01, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date (annual periods beginning on or after)
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

5. BALANCES WITH BANKS

		(Unaudited)				
		December 31, 2022				
		MCPP-IV	MCPP-V	MCPP-VI	MCPP-VII	Total
Savings accounts	5.1	405	61	1,262	171	1,899

		June 30, 2022					As at August 27, 2021
		MCPP-IV	MCPP-V	MCPP-VI	MCPP-VII	Total	MCPP-VIII
Savings accounts	5.1	649	518	1,458	83	2,708	21

5.1 This includes balances maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 6.50% (June 30, 2022: 6.01%) per annum. Other savings accounts of the Fund has expected profit rate of 15.00% (June 30, 2022: 5.26%) per annum.

6. INVESTMENTS

At fair value through profit or loss

Units of open ended mutual funds

(Unaudited)					
December 31, 2022					
Note	MCPP-IV	MCPP-V	MCPP-VI	MCPP-VII	Total
(Rupees in '000)					

6.1 550,443 58,699 51,070 34,106 694,318

At fair value through profit or loss

Units of open ended mutual funds

June 30, 2022					As at August 27, 2021	
Note	MCPP-IV	MCPP-V	MCPP-VI	MCPP-VII	Total	MCPP-VIII
(Rupees in '000)						

6.1 622,725 63,468 66,596 41,635 794,424 -

6.1 Units of open ended mutual funds

Name of the investee funds	As at July 1, 2022	Purchased / reinvested during the period	Redeemed during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised (diminution) / appreciation as at December 31,	Percentage in relation to	
								Net assets of the Plan	Total market value of investments
(Number of units)					(Rupees in '000)			(Percentage)	
Meezan Capital Preservation Plan - IV									
Meezan Dedicated Equity Fund	5,553,294	-	588,699	4,964,595	199,657	198,610	(1,047)	36.12	36.08
Meezan Rozana Amdani Fund	7,987,860	534,614	1,485,800	7,036,674	351,833	351,833	-	63.98	63.92
Meezan Sovereign Fund	-	-	-	-	-	-	-	-	-
Total as at December 31, 2022					551,490	550,443	(1,047)	100.10	100.00
Total as at June 30, 2022					659,835	622,725	(37,110)		
Meezan Capital Preservation Plan - V									
Meezan Dedicated Equity Fund	173,290	219,408	-	392,698	15,969	15,710	(259)	26.77	26.76
Meezan Rozana Amdani Fund	1,129,971	65,799	336,000	859,770	42,989	42,989	-	73.25	73.24
Meezan Sovereign Fund	4	-	-	4	-	-	-	-	-
Total as at December 31, 2022					58,958	58,699	(259)	100.02	100.00
Total as at June 30, 2022					64,033	63,468	(565)		
Meezan Capital Preservation Plan - VI									
Meezan Rozana Amdani Fund	1,331,913	163,487	474,000	1,021,400	51,070	51,070	-	97.67	100.00
Meezan Sovereign Fund	-	-	-	-	-	-	-	-	-
Total as at December 31, 2022					51,070	51,070	-	97.67	100.00
Total as at June 30, 2022					66,596	66,596	-		
Meezan Capital Preservation Plan - VII									
Meezan Dedicated Equity Fund	64,125	-	43,031	21,094	848	844	(4)	2.47	2.47
Meezan Rozana Amdani Fund	781,119	47,521	163,400	665,240	33,262	33,262	-	97.20	97.53
Meezan Sovereign Fund	-	-	-	-	-	-	-	-	-
Total as at December 31, 2022					34,110	34,106	(4)	99.67	100.00
Total as at June 30, 2022					41,992	41,635	(357)		
Total investments in units of mutual funds									
Meezan Dedicated Equity Fund	5,790,709	219,408	631,730	5,378,387	216,474	215,164	(1,310)	30.95	30.99
Meezan Rozana Amdani Fund	11,230,863	811,421	2,459,200	9,583,084	479,154	479,154	-	68.93	69.01
Meezan Sovereign Fund	4	-	-	4	-	-	-	-	-
Total as at December 31, 2022					695,628	694,318	(1,310)	99.88	100.00
Total as at June 30, 2022					832,456	794,424	(38,032)		

7 PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY

(Unaudited)					
December 31, 2022					
	MCPP-IV	MCPP-V	MCPP-VI	MCPP-VII	Total
Note	(Rupees in '000)				
Remuneration payable	7.1	-	-	-	-
Sindh Sales Tax payable on remuneration of the Management Company		-	-	-	-
Allocated expenses payable	7.2	52	5	4	66
		<u>52</u>	<u>5</u>	<u>4</u>	<u>66</u>

June 30, 2022						As at August 27, 2021
	MCPP-IV	MCPP-V	MCPP-VI	MCPP-VII	Total	MCPP-VIII
Note	(Rupees in '000)					
Remuneration payable	7.1	-	-	-	-	-
Sindh Sales Tax payable on remuneration of the Management Company		-	-	-	-	-
Allocated expenses payable	7.2	4	-	-	4	3
		<u>4</u>	<u>-</u>	<u>-</u>	<u>4</u>	<u>3</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% (2021: 1%) per annum of the daily bank balance of all the respective plans of the Fund during the period ended December 31, 2022. The remuneration is payable to the Management Company monthly in arrears.

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

The Management Company, based on its own discretion, has charged such expenses at the rate of 0.11% (2021: 0.11%) of the average annual net assets of the respective plans of the Fund during the period ended December 31, 2022, subject to total expense charged being lower than actual expense incurred.

(Unaudited)					
December 31, 2022					
	MCPP-IV	MCPP-V	MCPP-VI	MCPP-VII	Total
Note	(Rupees in '000)				
Auditors' remuneration payable	227	22	20	18	287
Withholding tax payable	-	-	-	-	-
Shariah advisor fee payable	107	11	9	6	133
Capital gain tax payable	336	3	10	11	360
Zakat payable	-	-	-	-	-
	<u>670</u>	<u>36</u>	<u>39</u>	<u>35</u>	<u>780</u>

8. ACCRUED EXPENSES AND OTHER LIABILITIES

June 30, 2022						As at August 27, 2021
	MCPP-IV	MCPP-V	MCPP-VI	MCPP-VII	Total	MCPP-VIII
Note	(Rupees in '000)					
Auditors' remuneration payable	231	26	25	36	318	13
Withholding tax payable	-	711	848	431	1,990	99
Shariah advisor fee payable	100	10	10	12	132	6
Capital gain tax payable	25	1	11	978	1,015	13
Zakat payable	-	-	-	-	-	24
	<u>356</u>	<u>748</u>	<u>894</u>	<u>1,457</u>	<u>3,455</u>	<u>155</u>

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2022 and June 30, 2022.

10. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include Al Meezan Investment Management Limited being the Management Company, the Central Depository Company of Pakistan Limited being the Trustee, Meezan Bank Limited being the holding company of the Management Company, other collective investment schemes managed by the Management Company, Pakistan Kuwait Investment Company (Private) Limited being the associated company of the Management Company, any entity in which the Management Company, its CISs or their connected persons have material interest, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

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

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

The details of transactions carried out by the Fund with connected persons during the period and balances with them as at period end are as follows:

	(Unaudited)				
	December 31, 2022				
	MCPPIV	MCPPIV	MCPPIV	MCPPIV	Total
	(Rupees in '000)				
Balances					
Al Meezan Investment Management Limited - Management Company					
Remuneration payable	-	-	-	-	-
Sindh Sales Tax payable on remuneration of the Management Company	-	-	-	-	-
Allocated expenses payable	52	5	5	4	66
Meezan Bank Limited					
Bank balance	393	49	1,263	171	1,876
Profit receivable	7	-	28	1	36
Shariah advisor fee payable	107	11	9	6	133
Central Depository Company of Pakistan Limited - Trustee					
Remuneration payable	33	4	3	2	42
Sindh Sales Tax payable on remuneration of the Trustee	4	-	-	-	4
Directors and Executives of the Management Company					
Investment	5,909	-	-	-	5,909
Investment (Units)	102,501	-	-	-	102,501
Meezan Dedicated Equity Fund					
Investment	198,610	15,710	-	844	215,164
Investment (Units)	4,964,595	392,698	-	21,094	5,378,387
Meezan Rozana Amdani Fund					
Investment	351,833	42,989	51,070	33,262	479,154
Investment (Units)	7,036,674	859,770	1,021,400	665,240	9,583,084
Meezan Sovereign Fund					
Investment	-	-	-	-	-
Investment (Units)	-	4	-	-	4
Unitholders holding 10% or more units of the Fund					
Investment	265,392	15,150	24,528	15,648	320,718
Investment (Units)	4,603,771	269,620	424,613	276,951	5,574,956



Balances

**AI Meezan Investment Management Limited
- Management Company**

June 30, 2022					As at August 27, 2021
MCPP-IV	MCPP-V	MCPP-VI	MCPP-VII	Total	MCPP-VIII
(Rupees in '000)					
-	-	-	-	-	-
-	-	-	-	-	-
4	-	-	-	4	3

Meezan Bank Limited

Bank balance	637	506	1,458	83	2,684	21
Profit receivable	12	3	9	26	50	12

**Central Depository Company of Pakistan
Limited - Trustee**

Remuneration payable	37	4	4	3	48	2
Sindh Sales Tax payable on remuneration of the Trustee	5	-	-	-	5	-

**Directors and Executives of the Management
Company**

Investment	5,669	-	-	-	5,669	-
Investment (Units)	102,501	-	-	-	102,501	-

Meezan Dedicated Equity Fund

Investment	223,332	6,969	-	2,579	232,880	-
Investment (Units)	5,553,294	173,290	-	64,125	5,790,709	-

Meezan Rozana Amdani Fund

Investment	399,393	56,499	66,596	39,056	561,544	-
Investment (Units)	7,987,860	1,129,971	1,331,913	781,119	11,230,863	-

Meezan Sovereign Fund

Investment	-	-	-	-	-	-
Investment (Units)	-	4	-	-	4	-

Unit holders holding 10% or more units of the Fund

Investment	254,632	8,740	12,504	14,654	290,530	-
Investment (Units)	4,603,771	163,202	232,300	277,892	5,277,165	-

Transactions during the period

**AI Meezan Investment Management Limited
- Management Company**

(Unaudited)				
December 31, 2022				
MCPP-IV	MCPP-V	MCPP-VI	MCPP-VII	Total
(Rupees in '000)				
8	2	7	2	19
1	-	1	-	2
331	34	29	20	414

Meezan Bank Limited

Profit on savings accounts	43	12	134	27	216
Shariah advisor fee	108	11	10	6	135

**Central Depository Company of Pakistan
Limited - Trustee**

Remuneration for the period	211	22	19	12	264
Sindh Sales Tax on remuneration of the Trustee	27	3	2	2	34

Meezan Dedicated Equity Fund

Invested during the period	-	9,000	-	-	9,000
Invested during the period (Units)	-	219,408	-	-	219,408
Redeemed during the period	23,940	-	-	1,810	25,750
Redeemed during the period (Units)	588,699	-	-	43,031	631,730

Meezan Rozana Amdani Fund

Invested during the period	26,731	3,290	8,174	2,376	40,571
Invested during the period (Units)	534,614	65,799	163,487	47,521	811,421
Redeemed during the period	74,290	16,800	23,700	8,170	122,960
Redeemed during the period (Units)	1,485,800	336,000	474,000	163,400	2,459,200
Dividend received during the period	26,877	3,308	3,696	2,390	36,270

(Unaudited)						
For the six months period ended December 31, 2021					For the period from July 01, 2021 to August 27, 2021	
MCPPIV	MCPPIV	MCPPIV	MCPPIV	Total	MCPPIV	
Al Meezan Investment Management Limited - Management Company						
Remuneration for the period	5	4	2	1	12	1
Sindh Sales Tax on remuneration of the Management Company	1	-	-	-	1	-
Allocated expenses	417	50	49	56	572	6
Meezan Bank Limited						
Profit on savings accounts	10	9	7	5	31	19
Shariah advisor fee	98	12	11	13	134	1

(Unaudited)						
For the six months period ended December 31, 2021					0	
MCPPIV	MCPPIV	MCPPIV	MCPPIV	Total	MCPPIV	
Central Depository Company of Pakistan Limited - Trustee						
Remuneration for the period	266	32	31	36	365	4
Sindh Sales Tax on remuneration of the Trustee	35	4	4	5	48	1
Meezan Dedicated Equity Fund						
Invested during the period	4,000	3,800	-	5,000	12,800	-
Invested during the period (Units)	86,412	82,941	-	109,863	279,216	-
Redeemed during the period	50,000	9,800	-	7,700	67,500	-
Redeemed during the period (Units)	1,086,053	220,953	-	173,673	1,480,679	-
Meezan Sovereign Fund						
Invested during the period	438,611	76,734	81,724	92,308	689,377	-
Invested during the period (Units)	8,206,996	1,435,803	1,529,172	1,746,554	12,918,525	-
Redeemed during the period	4,250	900	-	300	5,450	-
Redeemed during the period (Units)	79,300	16,780	-	24,964	121,044	-
Meezan Rozana Amdani Fund						
Invested during the period	54,443	11,675	3,014	10,759	79,891	440
Invested during the period (Units)	1,088,858	233,496	60,288	215,175	1,597,817	8,804
Redeemed during the period	473,631	90,865	96,204	106,578	767,278	35,146
Redeemed during the period (Units)	9,472,628	1,817,290	1,924,089	2,131,553	15,345,560	702,926
Dividend received during the period	14,943	2,675	3,014	3,259	23,891	440

11. TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund as at December 31, 2022 based on current period results is as follows:

As at December 31, 2022				
	MCPPIV	MCPPIV	MCPPIV	MCPPIV
Total Expense Ratio (TER)	0.33%	0.34%	0.36%	0.35%
Government levies (included in TER)	0.03%	0.03%	0.03%	0.03%
As at December 31, 2021				
	MCPPIV	MCPPIV	MCPPIV	MCPPIV
Total Expense Ratio (TER)	0.33%	0.35%	0.35%	0.34%
Government levies (included in TER)	0.03%	0.03%	0.03%	0.03%

The above ratio is within the maximum limit of 2.5% prescribed under the NBFRC Regulations for a collective investment scheme categorised as a 'Fund of Funds Scheme'.

12. TAXATION

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the Management Company intends to distribute at least 90% of the Fund's accounting income for the year ending June 30, 2023 as reduced by capital gains (whether realised or unrealised) to its unit holders, therefore no provision for taxation has been made in these condensed interim financial statements.

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

13. FAIR VALUE MEASUREMENT

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

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

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

13.1 Fair value hierarchy

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

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

As at December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

(Unaudited)				
As at December 31, 2022				
Level 1	Level 2	Level 3	Total	
----- (Rupees in '000) -----				
-	694,318	-	694,318	

ASSETS

Financial assets 'at fair value through profit or loss'
Units of open ended mutual funds

(Audited)				
As at June 30, 2022				
Level 1	Level 2	Level 3	Total	
----- (Rupees in '000) -----				
-	794,424	-	794,424	

ASSETS

Financial assets 'at fair value through profit or loss'
Units of open ended mutual funds

14. GENERAL

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

14.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

15. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on February 13, 2023 by the Board of Directors of the Management Company.

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

Chief Executive

Chief Financial Officer

Director

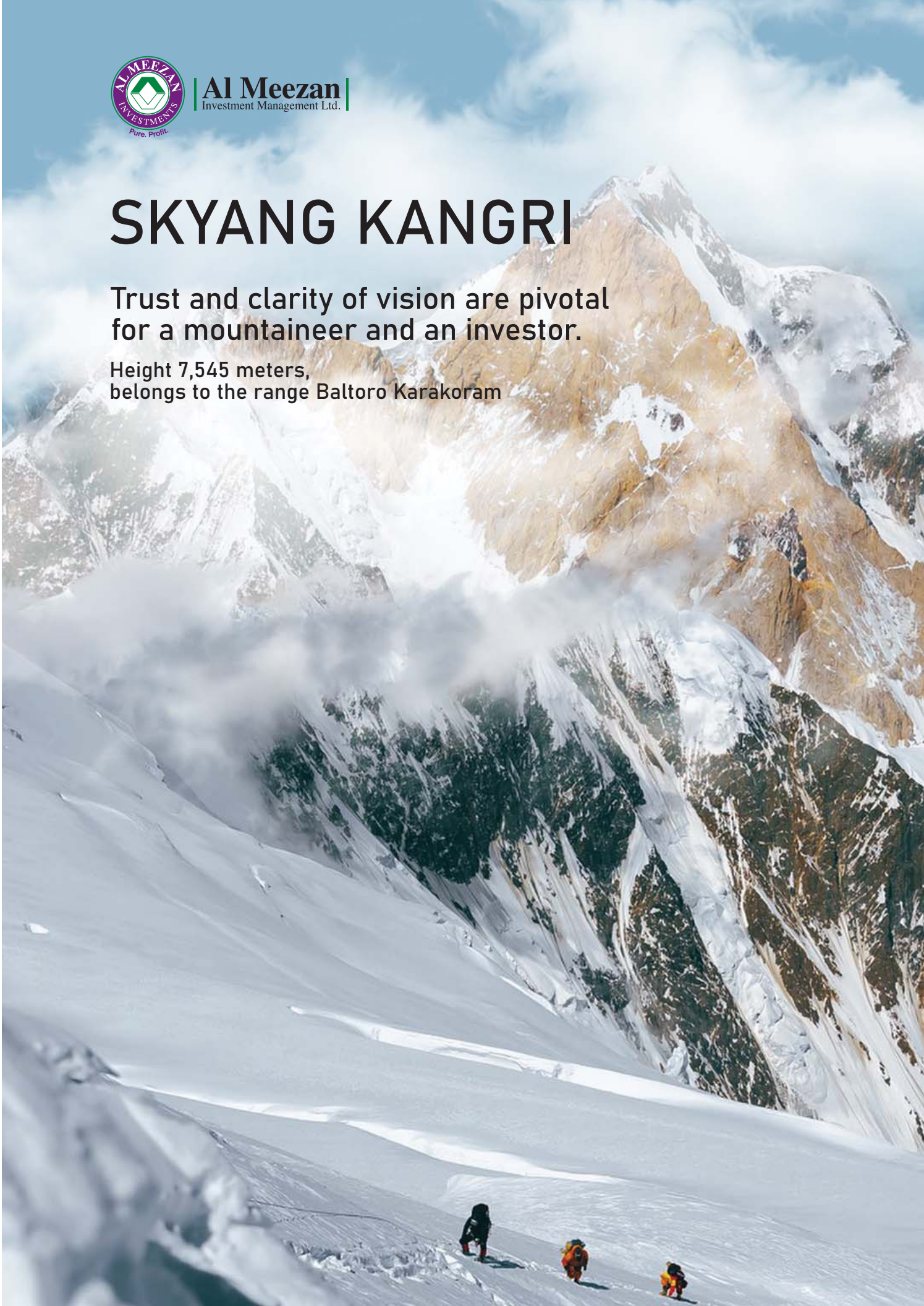


Al Meezan
Investment Management Ltd.

SKYANG KANGRI

Trust and clarity of vision are pivotal
for a mountaineer and an investor.

Height 7,545 meters,
belongs to the range Baltoro Karakoram



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.

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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi 75530

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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

Head Office:

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



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN STRATEGIC ALLOCATION FUND – III

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Strategic Allocation Fund – III (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 23, 2023

INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Meezan Strategic Allocation Fund III

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Meezan Strategic Allocation Fund III** (the Fund) as at **31 December 2022**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

Scope of Review

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

Conclusion

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

-: 2 :-

Other matter

The condensed interim financial statements for the half year ended 31 December 2021 and the annual financial statements for the year ended 30 June 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2022 and audit report dated 21 September 2022 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 27 February 2023

Place: Karachi

UDIN Number: RR202210076K6HJM57iT



MEEZAN STRATEGIC ALLOCATION FUND - III
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022

		December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
		MCCP-IX	
	Note	----- (Rupees in '000) -----	
Assets			
Balances with banks	5	3,079	4,636
Investments	6	317,684	427,603
Advance, deposits and other receivable		18	19
Receivable against investments		5,100	-
Total assets		325,881	432,258
Liabilities			
Payable to AI Meezan Investment Management Limited - Management Company	7	35	9
Payable to Central Depository Company of Pakistan Limited - Trustee		23	34
Payable to the Securities and Exchange Commission of Pakistan		36	53
Payable against conversion of units		5,107	950
Payable against Investments		103	-
Accrued expenses and other liabilities	8	397	4,580
Total liabilities		5,701	5,626
Net assets		320,180	426,632
Unit holders' fund (as per statement attached)		320,180	426,632
Contingencies and commitments			
	9	----- (Number of units) -----	
Number of units in issue		5,269,417	7,379,654
		----- (Rupees) -----	
Net asset value per unit		60.7620	57.8119

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 INCOME STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

Note	Six months period ended December 31,		Quarter ended December 31,	
	2022	2021	2022	2021
MCP-IX				
----- (Rupees in '000) -----				
Income				
Realised gain / (loss) on sale of investments	7	(38)	36	-
Profit on balance with banks	113	2	63	1
Dividend income	<u>19,089</u>	<u>1,895</u>	<u>8,783</u>	<u>838</u>
	19,209	1,859	8,882	839
Net unrealised (diminution) / appreciation on re-measurement of investments 'at fair value through profit or loss'	6.1	<u>(445)</u>	<u>(2,021)</u>	<u>153</u>
Total income / (loss)		18,764	(162)	9,035
			9,035	718
Expenses				
Remuneration to AI Meezan Investment Management Limited - Management Company	7.1	<u>19</u>	<u>1</u>	<u>12</u>
Sindh Sales Tax on remuneration to Management Company		2	-	1
Allocated expenses	7.2	<u>200</u>	<u>54</u>	<u>94</u>
Remuneration to Central Depository Company of Pakistan Limited - Trustee		128	34	60
Sindh Sales Tax on remuneration of the Trustee		17	4	8
Annual fee to the Securities and Exchange Commission of Pakistan		36	10	17
Legal and professional charges		-	184	-
Auditors' remuneration		100	63	61
Bank and settlement charges		1	3	1
Fees and subscription		163	145	67
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)		-	(429)	-
Total expenses		<u>666</u>	<u>69</u>	<u>321</u>
		18,098	(231)	8,714
Net income / (loss) for the period before taxation				548
Taxation	12	-	-	-
Net income / (loss) for the period after taxation		<u>18,098</u>	<u>(231)</u>	<u>8,714</u>
				548
Allocation of net income for the period				
Net income for the period after taxation		<u>18,098</u>	<u>-</u>	
Income already paid on units redeemed		<u>(2,267)</u>	<u>-</u>	
		<u>15,831</u>	<u>-</u>	
Accounting income available for distribution				
- Relating to capital gains		-	-	
- Excluding capital gains		<u>15,831</u>	<u>-</u>	
		<u>15,831</u>	<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 STRATEGIC ALLOCATION FUND - III
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED DECEMBER 31, 2022

	Six months period ended December 31,		Quarter ended December 31,	
	2022	2021	2022	2021
MCPPI-IX				
----- (Rupees in '000) -----				
Net income / (loss) for the period after taxation	18,098	(231)	8,714	548
Other comprehensive income for the period	-	-	-	-
Total comprehensive income / (loss) for the period	18,098	(231)	8,714	548

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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended December 31, 2022			Six months period ended December 31, 2021		
MCPPI-IX						
	Capital value	Undistributed income	Total	Capital value	Undistributed Income	Total
----- (Rupees in '000) -----						
Net assets at the beginning of the period	410,201	16,431	426,632	83,746	16,175	99,921
Issue of Nil units (2021: Nil units)						
Redemption of units:						
Redemption of 2,110,237 units (2021: 66,047 units)						
- Capital value (at net asset value per unit at the beginning of the period)	121,997	-	121,997	3,799	-	3,799
- Element of loss	286	2,267	2,553	15	-	15
Total payments on redemption of units	122,283	2,267	124,550	3,814	-	3,814
Total comprehensive income / (loss) for the period	-	18,098	18,098	-	(231)	(231)
Net assets at the end of the period	287,918	32,262	320,180	79,932	15,944	95,876
Undistributed income brought forward						
- Realised income		26,964			9,078	
- Unrealised (loss) / income		(10,533)			7,097	
Accounting income available for distribution		16,431			16,175	
- Relating to capital gains		-			-	
- Excluding capital gains		15,831			-	
Net loss for the period after taxation		-			(231)	
Undistributed income carried forward		32,262			15,944	
Undistributed income carried forward						
- Realised income		32,707			17,965	
- Unrealised loss		(445)			(2,021)	
		32,262			15,944	
			Rupees			Rupees
Net asset value per unit as at the beginning of the period			57.8119			57.5234
Net asset value per unit as at the end of the period			60.7620			57.3762

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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2022**

	<u>Six months period ended</u>	
	<u>2022</u>	<u>2021</u>
	MCCPP-IX	
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income / (loss) for the period before taxation	18,098	(231)
Adjustments for:		
Net unrealised diminution on re-measurement of investments 'at fair value through profit or loss'	445	2,021
	<u>18,543</u>	<u>1,790</u>
Decrease / (increase) in assets		
Investments - net	109,474	2,302
Advance, deposits and other receivable	1	(18)
Receivable against investments	(5,100)	-
	<u>104,375</u>	<u>2,284</u>
(Decrease) / Increase in liabilities		
Payable to Al Meezan Investment Management Limited - Management Company	26	1
Payable to Central Depository Company of Pakistan Limited - Trustee	(11)	-
Payable to the Securities and Exchange Commission of Pakistan	(17)	(9)
Payable against purchase of investments	103	-
Accrued expenses and other liabilities	(4,183)	(450)
	<u>(4,082)</u>	<u>(458)</u>
Net cash generated from operating activities	<u>118,836</u>	<u>3,616</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments against redemption and conversion of units	(120,393)	(3,814)
Net cash used in financing activities	<u>(120,393)</u>	<u>(3,814)</u>
Net decrease in cash and cash equivalents	<u>(1,557)</u>	<u>(198)</u>
Cash and cash equivalents at the beginning of the period	4,636	508
Cash and cash equivalents at the end of the period	<u><u>3,079</u></u>	<u><u>310</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 STRATEGIC ALLOCATION FUND - III
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Meezan Strategic Allocation Fund - III (the Fund) was established under a Trust Deed executed under the Trust Act, 1882 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) issued through S.R.O.1203(I)/2008 on October 10, 2016. The Trust Deed was previously registered under the "Trust Act, 1882" and now has been registered under "The Sindh Trusts Act, 2020". The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, the above-mentioned Trust Deed has been registered under the Sindh Trust Act. The Management Company has been licensed by the Securities and Exchange Commission of Pakistan (SECP) to act as an Asset Management Company under the 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 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. However, the subscription in units may be reopened for fresh issuance by the Management Company with prior approval of the SECP 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. The Fund is listed on 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 30, 2022 (2021: 'AM1' dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: 'AM1' dated June 23, 2021). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.6** The Fund generates returns on investment as per allocation plan (sub fund) namely Meezan Capital Preservation Plan-IX (MCPPI-IX) by investing in Shariah compliant fixed income / money market and equity mutual funds in line with the risk tolerance of the investor. The management may also invest in other Collective Investments Schemes available to it with prior approval of SECP.
- 1.7** A brief description of the plan is as follows:

Meezan Capital Preservation Plan-IX (MCPPI-IX)	<p>Medium risk - High return through asset allocation</p> <p>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 was two and a half years from the close of the subscription period i.e. January 29, 2022. However, the SECP has approved extension and in accordance with such extension granted vide letter No. SCD/AMCW/MSAFIII/227/2022 dated January 25, 2022, the plan shall now mature on September 30, 2024. Units shall be subject to front end load.</p>
---	---

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 are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

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

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2022.

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, 2022. 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, 2022.

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 01, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

Standards, interpretations and amendments	Effective date (annual periods on or after)
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

		December 31, 2022	June 30, 2022
5. BALANCES WITH BANKS	Note	MCPPI-IX	
		----(Rupees in '000)----	
Savings accounts	5.1	<u>3,079</u>	<u>4,636</u>
5.1	These include a balance maintained with Meezan Bank Limited (a related party) that has last declared profit rate of 6.50% (2022: 6.01%) per annum.		

		December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
6. INVESTMENTS	Note	MCPPI-IX	
		----- (Rupees in '000) -----	
At fair value through profit or loss			
Units of mutual funds	6.1	<u>317,684</u>	<u>427,603</u>

6.1 Units of mutual funds

Name of investee funds	As at July 01, 2022	Purchased during the period	Sold during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised diminution as at December 31, 2022	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	2,324,953	-	215,669	2,109,284	84,827	84,382	(445)	26	27
Meezan Rozana Amdani Fund	6,682,038	379,806	2,395,800	4,666,044	233,302	233,302	-	73	73
Total as at December 31, 2022					318,129	317,684	(445)		
Total as at June 30, 2022					438,136	427,603	(10,533)		

7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	December 31, 2021	June 30, 2022
		(Unaudited)	(Audited)
		MCCP-IX	
		----- (Rupees in '000) -----	
Management fee payable	7.1	1	3
Sindh Sales Tax payable on remuneration of the Management Company*		-	-
Allocated expenses payable	7.2	<u>34</u>	<u>6</u>
		<u>35</u>	<u>9</u>

* Nil figures due to rounding off difference

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 1.00% (2021: 1.00%) per annum of the daily bank balances of the Fund during the period. 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% (2021: 0.11%) of the average annual net assets of the scheme for allocation of such expenses to the Fund for the year for the period subject to the total expense charged not being higher than actual expense incurred.

8. ACCRUED EXPENSES AND OTHER LIABILITIES	Note	December 31, 2022	June 30, 2022
		(Unaudited)	(Audited)
		MCCP-IX	
		----- (Rupees in '000) -----	
Auditors' remuneration payable		78	58
Shariah advisory fee payable		152	151
Capital gain tax payable		104	3,623
Withholding tax payable		-	631
Dividend payable		-	110
Zakat payable		<u>63</u>	<u>7</u>
		<u>397</u>	<u>4,580</u>

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2022 and June 30, 2022.

10. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The management considers that the transactions between the related parties are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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:

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
Balances		
MCPP-IX		
----(Rupees in '000)----		
Al Meezan Investment Management Limited - Management Company		
Management fee payable	1	3
Allocated expenses	34	6
Meezan Bank Limited		
Bank balance	3,079	4,636
Profit receivable	18	19
Shariah advisory fee payable	152	151
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee payable	20	6
Sindh Sales Tax on trustee fee payable	3	1
Meezan Dedicated Equity Fund		
Investment of 2,109,284.22 units (June 30, 2022: 2,234,953 units)	84,382	93,501
Meezan Rozana Amdani Fund		
Investment of 4,666,043.52 units (June 30, 2022: 6,682,032 units)	233,302	334,102
For the six months period ended December 31,		
	2022	2021
(Unaudited)		
MCPP IX		
----(Rupees in '000)----		
Transactions during the period		
Al Meezan Investment Management Limited - the Management Company		
Remuneration of Al Meezan Investment Management Limited - Management Company	19	1
Sindh Sales Tax on remuneration of the Management Company	2	-
Allocated expenses	200	54
Meezan Bank Limited		
Profit on balance with banks	113	2
Shariah advisor fee	135	135
Central Depository Company of Pakistan Limited - the Trustee		
Remuneration of Central Depository Company of Pakistan Limited - Trustee	128	34
Sindh Sales Tax on remuneration of the Trustee	17	4



For the six months period
ended December 31,

2022	2021
(Unaudited)	
MCPPIX	
----- (Rupees in '000) -----	

Meezan Dedicated Equity Fund

Redeemed during the period
Redeemed during the period (Units)

8,680	4,350
215,669	93,542

Meezan Sovereign Fund

Invested during the period
Invested during the period (Units)

-	56,917
-	1,064,988

Meezan Rozana Amdani Fund

Invested during the period
Invested during the period (Units)
Redeemed during the period
Redeemed during the period (Units)
Dividend received during the period
Dividend received during the period (Units)

18,990	4,895
379,806	97,908
119,790	59,727
2,395,800	1,194,536
19,089	1,895
381,777	37,908

11. TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period results is 0.36% (2021: 1.02%) which includes 0.03% (2021: 0.03%) representing government levies such as sales taxes and the SECP Fee. The ratio is within the maximum limit of 2.5% (excluding government levies) 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 unit holders. 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 unit holders. The Fund has not recorded any tax liability as the fund has incurred net loss during the period.

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

13. FAIR VALUE MEASUREMENT

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

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

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

13.1 Fair value hierarchy

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

- Level 1: Fair value measurements using quoted price (unadjusted) in 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 December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

ASSETS	As at December 31, 2022 (Unaudited)		
	Level 1	Level 2	Level 3
	----- Rupees in '000 -----		
Financial assets 'at fair value through profit or loss'			
Units of mutual funds	-	317,684	-
	-----	-----	-----
	As at June 30, 2022 (Audited)		
	Level 1	Level 2	Level 3
	----- Rupees in '000 -----		
Financial assets 'at fair value through profit or loss'			
Units of mutual funds	-	427,603	-
	-----	-----	-----

14. GENERAL

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

14.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

15. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 13, 2023 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.

NOSHAQ

An investor and mountain climber should not be overwhelmed with emotions at any time.

**Height 7,492 meters,
in the range of Hindu Kush**



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.



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

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Mr. Salman Muslim

BOARD AUDIT COMMITTEE

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

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Mohammad Shoaib, CFA	Member
Mr. Faiz ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

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

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Allied Bank Limited
Al Baraka Islamic Bank B.S.C (E.C)
Askari Bank Limited - Islamic Banking
Bank Al Habib Limited - Islamic Banking
Bank Alfalah Limited
Bank Islami Pakistan Limited
The Bank of Punjab
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited - Islamic Banking

Habib Bank Limited -Islamic Banking
Habib Metropolitan Bank Limited
MCB Islamic Bank Limited
Meezan Bank Limited
National Bank of Pakistan - Islamic Banking
Sindh Bank Limited
Soneri Bank Limited
UBL Ameen - Islamic Banking

LEGAL ADVISER

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

TRANSFER AGENT

Al Meezan Investment Management Limited

DISTRIBUTORS

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

REVIEW REPORT ON CONDENSED INTERIM FINANCIAL STATEMENTS TO THE PARTICIPANTS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Meezan Tahaffuz Pension Fund** (the Fund) as at December 31, 2022, and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in participants' fund, condensed interim statement of cash flow and notes to and forming part of the condensed interim financial statements for the half year ended December 31, 2022 (here-in-after referred to as the 'condensed interim financial statements'). **Al Meezan Investment Management Limited** (the Management Company) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

Scope of Review

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

Conclusion

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

Other matters

The figures of the condensed interim income statement and condensed interim statement of comprehensive income, for the quarter ended December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2022.

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



Chartered Accountants

Place: Karachi
Date: February 27, 2023

UDIN: RR202210091j9RnqeJfZ

MEEZAN TAHAFFUZ PENSION FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022



Meezan
Tahaffuz Pension
Fund

December 31, 2022 (Un-Audited)					June 30, 2022 (Audited)		
Equity sub fund	Debt sub fund	Money Market sub fund	Gold sub fund	Total	Total		
Note ----- (Rupees in '000) -----							
ASSETS							
Bank balances	4	71,846	1,736,257	1,948,218	53,499	3,809,820	4,898,529
Investments	5	3,890,738	3,191,149	3,615,765	-	10,697,652	8,935,964
Investment in gold	5.4	-	-	-	148,352	148,352	130,145
Dividend receivable		1,226	-	-	-	1,226	1,020
Deposits and other receivables	6	8,002	112,200	134,339	466	255,007	168,886
Receivable against change of plan / change of fund manager / issuance of units		-	-	492	-	492	-
Receivable against sale of investments		2,400	-	-	-	2,400	15,928
Total assets		3,974,212	5,039,606	5,698,814	202,317	14,914,949	14,150,472
LIABILITIES							
Payable to Al Meezan Investment Management Limited - Pension Fund Manager	7	3,333	5,462	3,990	71	12,856	2,829
Payable to Central Depository Company of Pakistan Limited - Trustee	8	294	363	402	15	1,074	985
Payable to auditors		113	113	113	113	452	272
Payable to Securities and Exchange Commission of Pakistan	9	880	993	977	35	2,885	5,275
Payable against purchase of investments		-	-	-	-	-	13,579
Payable against withdrawal / change of plan / change of fund manager		2,344	4,898	7,073	27	14,342	10,047
Accrued expenses and other liabilities	10	26,423	9,932	2,775	627	39,757	39,351
Total liabilities		33,387	21,761	15,330	888	71,366	72,338
NET ASSETS		3,940,825	5,017,845	5,683,484	201,429	14,843,583	14,078,134
Contingencies and commitments	11						
PARTICIPANTS' SUB - FUNDS (as per statement attached)		3,940,825	5,017,845	5,683,484	201,429	14,843,583	14,078,134
----- (Number of units) -----							
Number of units in issue (as per statement attached)		8,136,979	15,515,952	18,139,677	927,612		
----- (Rupees) -----							
Net assets value per unit		484.3106	323.3991	313.3178	217.1476		

The annexed notes from 1 to 17 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 TAHAFUZZ PENSION FUND
CONDENSED INTERIM INCOME STATEMENT AND STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Note	December 31, 2022				Total	December 31, 2021
		Equity sub fund	Debt sub fund	Money Market sub fund	Gold sub fund		
		(Rupees in '000)					Total
INCOME							
Profit from sukuk certificates and commercial paper		-	221,597	161,221	-	382,818	132,826
Profit on saving accounts with banks		6,543	121,619	181,323	2,036	311,521	131,849
Profit on term deposit receipts / COMs		-	16,449	14,624	-	31,073	54,873
Dividend income		207,976	-	-	-	207,976	171,385
Unrealised (diminution) / appreciation on 're-measurement of investments at 'fair value through profit or loss' (net)	5.1 & 5.2	(84,450)	(7,857)	(1,780)	-	(94,087)	(248,620)
Unrealised appreciation on investment in gold	5.4	-	-	-	18,207	18,207	15,198
Net realised (loss) / gain on sale of investments		(65,018)	(12,258)	2,417	-	(74,859)	(86,074)
Reversal of provision of Sindh Workers' Welfare Fund (SWWF)		-	-	-	-	-	108,565
Other income		-	-	-	1,312	1,312	402
Total income		65,051	339,550	357,805	21,555	783,961	280,404
EXPENSES							
Remuneration to Al Meezan Investment Management Limited - Pension Fund Manager	7.1	33,004	12,414	12,208	1,306	58,932	101,491
Sindh Sales Tax on remuneration of the Pension Fund Manager	7.2	4,290	1,614	1,587	169	7,660	13,194
Allocated expense	7.3	13,422	28,551	15,870	96	57,939	4,528
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	1,674	1,889	1,857	66	5,486	5,220
Sindh Sales Tax on remuneration of the Trustee	8.2	218	246	241	9	714	678
Annual fee to Securities and Exchange Commission of Pakistan	9	880	993	977	35	2,885	2,576
Auditors' remuneration		117	117	117	116	467	380
Brokerage charges and custodian fee		3,958	232	113	687	4,990	4,829
Legal and professional charges		-	-	-	-	-	184
Bank and settlement charges		617	212	198	-	1,027	709
Printing Charges		4	3	2	-	9	-
Charity expense		7,549	-	-	-	7,549	4,278
Total expenses		65,733	46,271	33,170	2,484	147,658	138,067
Net (loss) / income from operating activities		(682)	293,279	324,635	19,071	636,303	142,337
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed (net)		(9,369)	(2,697)	42,871	(231)	30,574	6,228
Net (loss) / income for the period before taxation		(10,051)	290,582	367,506	18,840	666,877	148,565
Taxation	15	-	-	-	-	-	-
Net (loss) / income for the period after taxation		(10,051)	290,582	367,506	18,840	666,877	148,565
Other comprehensive income		-	-	-	-	-	-
Total comprehensive (loss) / income for the period		(10,051)	290,582	367,506	18,840	666,877	148,565

The annexed notes from 1 to 17 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 INCOME STATEMENT AND STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE THREE MONTHS PERIOD DECEMBER 31, 2022



	Note	December 31, 2022				Total	December 31, 2021
		Equity sub fund	Debt sub fund	Money Market sub fund	Gold sub fund		
		(Rupees in '000)					
INCOME							
Profit from sukuk certificates and commercial paper		-	113,404	104,281	-	217,685	71,837
Profit on saving accounts with banks		2,892	58,073	81,453	1,250	143,668	70,393
Profit on term deposit receipts / COMs		-	12,443	9,662	-	22,105	27,024
Dividend income		132,361	-	-	-	132,361	103,048
Unrealised (diminution) / appreciation on 're-measurement of investments at 'fair value through profit or loss' (net)	5.1 & 5.2	(46,954)	4,368	(1,609)	-	(44,195)	(12,891)
Unrealised appreciation on investment in gold	5.4	-	-	-	14,947	14,947	15,890
Net realised (loss) / gain on sale of investments		(29,049)	(11,429)	1,667	-	(38,811)	(75,574)
Reversal of provision of Sindh Workers' Welfare Fund (SWWF)		-	-	-	-	-	-
Other income		-	-	-	280	280	95
Total income		59,250	176,859	195,454	16,477	448,040	199,822
EXPENSES							
Remuneration to Al Meezan Investment Management Limited - Pension Fund Manager	7.1	15,806	6,165	6,552	667	29,190	50,736
Sindh Sales Tax on remuneration of the Pension Fund Manager	7.2	2,054	802	852	86	3,794	6,596
Allocated expense	7.3	6,428	14,179	8,517	49	29,173	4,528
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	800	936	995	34	2,765	2,610
Sindh Sales Tax on remuneration of the Trustee	8.2	104	122	129	5	360	339
Annual fee to Securities and Exchange Commission of Pakistan	9	422	493	525	18	1,458	1,354
Auditors' remuneration		58	58	58	57	231	284
Brokerage charges and custodian fee		1,261	62	73	343	1,739	1,901
Legal and professional charges		-	-	-	-	-	-
Bank and settlement charges		234	6	6	-	246	419
Printing Charges		-	-	-	-	-	-
Charity expense		5,582	-	-	-	5,582	2,152
Total expenses		32,749	22,823	17,707	1,259	74,538	70,919
Net income from operating activities		26,501	154,036	177,747	15,218	373,502	128,903
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed (net)		(8,968)	(2,946)	42,435	71	30,592	6,246
Net income for the period before taxation		17,533	151,090	220,182	15,289	404,094	135,149
Taxation	15	-	-	-	-	-	-
Net income for the period after taxation		17,533	151,090	220,182	15,289	404,094	135,149
Other comprehensive income		-	-	-	-	-	-
Total comprehensive income for the period		17,533	151,090	220,182	15,289	404,094	135,149

The annexed notes from 1 to 17 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 CASHFLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022**

Note	December 31, 2022				Total	December 31, 2021	
	Equity sub fund	Debt sub fund	Money Market sub fund	Gold sub fund		Total	
		(Rupees in '000)					
CASH FLOW FROM OPERATING ACTIVITIES							
Net (loss) / income for the period before taxation	(10,051)	290,582	367,506	18,840	666,877	148,565	
Adjustments:							
Unrealised diminution/ (appreciation) on 're-measurement of investments at 'fair value through profit or loss' (net)	5.1 & 5.2	84,450	7,857	1,780	-	94,087	248,620
Unrealised appreciation on investment in gold	5.4	-	-	-	(18,207)	(18,207)	(15,198)
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed (net)		9,369	2,697	(42,871)	231	(30,574)	(6,228)
		83,768	301,136	326,415	864	712,183	375,759
Decrease / (increase) in assets							
Investments (net)		387,083	306,347	(2,549,205)	-	(1,855,775)	(602,342)
Receivable against sale of investments		13,528	-	-	-	13,528	(8,617)
Dividend receivable		(206)	-	-	-	(206)	20,830
Deposits and other receivables		740	(11,747)	(74,939)	(175)	(86,121)	54,316
		401,145	294,600	(2,624,144)	(175)	(1,928,574)	(535,813)
(Decrease) / Increase in liabilities							
Payable to AI Meezan Investment Management Limited - Pension fund Manager		1,894	4,669	3,431	33	10,027	3,233
Payable to Central Depository Company of Pakistan Limited - Trustee		(25)	7	104	3	89	43
Payable to Securities and Exchange Commission of Pakistan		(1,117)	(819)	(434)	(20)	(2,390)	(1,419)
Payable to auditors		45	45	45	45	180	88
Payable against purchase of investments		(13,579)	-	-	-	(13,579)	35,676
Accrued expenses and other liabilities		(246)	85	73	494	406	(108,996)
		(13,028)	3,987	3,219	555	(5,267)	(71,375)
Net cash generated from / (used in) operating activities		471,885	599,723	(2,294,510)	1,244	(1,221,658)	(231,429)
CASH FLOW FROM FINANCING ACTIVITIES							
Receipts of contribution / change of plan / change of fund manager / issuance of units		916,991	1,387,527	2,620,878	73,353	4,998,749	2,513,555
Payments on withdrawal / change of plan / change of fund manager		(1,569,745)	(1,672,573)	(1,565,780)	(57,702)	(4,865,800)	(2,529,755)
Net cash (used in) / generated from financing activities		(652,754)	(285,046)	1,055,098	15,651	132,949	(16,200)
Net (decrease) / increase in cash and cash equivalents during the period		(180,869)	314,677	(1,239,412)	16,895	(1,088,709)	(247,629)
Cash and cash equivalents at beginning of the period		252,715	1,421,580	3,187,630	36,604	4,898,529	3,771,829
Cash and cash equivalents at end of the period	4	71,846	1,736,257	1,948,218	53,499	3,809,820	3,524,200

The annexed notes from 1 to 17 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 STATEMENT OF MOVEMENT IN PARTICIPANTS SUB FUNDS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022



	December 31, 2022				Total	December 31, 2021
	Equity sub fund	Debt sub fund	Money Market sub fund	Gold sub fund		Total
----- (Rupees in '000) -----						
Net assets at beginning of the period	4,592,545	5,012,235	4,306,627	166,727	14,078,134	13,359,776
Amount received on issuance of units (2022: Equity sub fund: 1,860,955 units; Debt sub fund: 4,431,016 units; Money market sub fund: 8,628,496 units; and Gold sub fund: 357,495 units) (2021: Equity sub fund: 906,736 units; Debt sub fund: 3,775,276 units; Money market sub fund: 3,849,096 units; and Gold sub fund: 75,103 units)	916,991	1,387,527	2,621,370	73,353	4,999,241	2,492,470
Amount paid on withdrawal of units (2022: Equity sub fund: 3,182,497 units; Debt sub fund: 5,366,346 units; Money market sub fund: 5,184,289 units; and Gold sub fund: 276,547 units) (2021: Equity sub fund: 1,281,948 units; Debt sub fund: 2,929,502 units; Money market sub fund: 3,482,195 units; and Gold sub fund: 171,350 units)	(1,568,029)	(1,675,196)	(1,569,148)	(57,722)	(4,870,095)	(2,514,468)
	(651,038)	(287,669)	1,052,222	15,631	129,146	(21,998)
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed (net)	9,369	2,697	(42,871)	231	(30,574)	(6,228)
Net realised (loss) / gain on sale of investments	(65,018)	(12,258)	2,417	-	(74,859)	(86,074)
Unrealised (diminution) / appreciation on 're-measurement of investments at 'fair value through profit or loss' (net)	(84,450)	(7,857)	(1,780)	-	(94,087)	(248,620)
Unrealised appreciation on investment in gold	-	-	-	18,207	18,207	15,198
Other net income /(loss) for the period	139,417	310,697	366,869	633	817,616	468,061
	(10,051)	290,582	367,506	18,840	666,877	148,565
Net assets at end of the period	3,940,825	5,017,845	5,683,484	201,429	14,843,583	13,480,115

The annexed notes from 1 to 17 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 SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

December 31, 2022								Total	December 31, 2021 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 period

Individuals

- issuance / conversion /

/ reallocation of units 1,860,955 916,991 4,431,016 1,387,527 8,628,496 2,621,370 357,495 73,353 4,999,241 2,492,470

The annexed notes from 1 to 17 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 NUMBER OF UNITS IN ISSUE (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022**



Meezan
Tahaffuz Pension
Fund

December 31, 2022				
Equity sub fund	Debt sub fund	Money market sub	Gold sub fund	
----- (Number of units) -----				
Total units in issue at beginning of the period	9,458,521	16,451,282	14,695,470	846,664
Add: Units issued / converted / reallocated during the period	1,860,955	4,431,016	8,628,496	357,495
Less: Units redeemed / converted / reallocated during the period	(3,182,497)	(5,366,346)	(5,184,289)	(276,547)
Total units in issue at the end of the period	<u>8,136,979</u>	<u>15,515,952</u>	<u>18,139,677</u>	<u>927,612</u>

December 31, 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 period	10,223,372	15,412,423	12,482,116	849,728
Add: Units issued / converted / reallocated during the period	906,736	3,249,630	3,849,096	75,103
Less: Units redeemed / converted / reallocated during the period	(1,281,948)	(2,929,502)	(3,482,195)	(171,350)
Total units in issue at the end of the period	<u>9,848,160</u>	<u>15,732,551</u>	<u>12,849,017</u>	<u>753,481</u>

The annexed notes from 1 to 17 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
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

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 30, 2022 (2021: AM1 dated December 27, 2021) and by PACRA dated June 23, 2022 (2021: AM1 dated June 23, 2021). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

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.

2.2 Statement of Compliance

2.2.1 These 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 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 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.

2.2.2 These condensed interim financial statements does not include all the information and disclosures required in the annual financial statements and should therefore be read in conjunction with the annual financial statements of the Fund as at and for the year ended June 30, 2022. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Fund's financial position and performance since the last financial statements.

2.2.3 These condensed interim financial statements are being submitted to the participants as required under Regulation 7(f) of the VPS Rules, 2005.

2.3 Basis of Measurement

These condensed interim financial statements has been prepared under the historical cost convention except for certain investments which are stated at fair value.

2.4 Functional and presentation currency

These condensed interim financial statements is presented in Pakistani Rupees which is the Fund's functional and presentation currency and rounded off to nearest thousand rupees.

2.5 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

(a) Amendments to published approved accounting standards which are effective during the six months period ended December 31, 2022

There are certain amendments to approved accounting standards which are mandatory for the Company's annual accounting period which began on July 1, 2022. However, these do not have any significant impact on the Company's financial reporting and, therefore, have not been detailed in this condensed interim financial statements.

(b) Standards and amendments to published approved accounting standards that are not yet effective

Certain new standards and amendments to the approved accounting standards will be mandatory for the Company's annual accounting periods beginning on or after July 01, 2022. However, these amendments will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial statements.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND RISK MANAGEMENT FRAMEWORK

3.1 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, 2022.

3.2 The preparation of this condensed interim financial information in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, judgements and assumptions that affect the reported amount of assets, liabilities, income and expenses. It also requires management to exercise judgement in application of its accounting policies. The estimates, judgements and associated assumptions are based on the historical experience and various other factors that are believed to be reasonable under the circumstances. Revisions to accounting estimates are recognised in the period in which the estimates are revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods. In preparing this condensed interim financial information, significant judgments made by management in applying accounting policies and the key sources of estimation and uncertainty were the same as those that were applied to the financial statements as at and for the year ended June 30, 2022.

3.3 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, 2022.

4. BANK BALANCES

December 31, 2022 (Un-Audited)					June 30, 2022 (Audited)
Equity sub fund	Debt sub fund	Money Market sub fund	Gold sub fund	Total	Total

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

Current accounts		1,994	35	34	-	2,063	7,121
Savings accounts	4.1	69,852	1,736,222	1,948,184	53,499	3,807,757	4,891,408
		71,846	1,736,257	1,948,218	53,499	3,809,820	4,898,529

4.1 The balance in savings accounts carry expected profit which ranges from 3.00% to 15.90% (June 30, 2022: 3.00% to 16.40%) per annum.

5. INVESTMENTS

December 31, 2022 (Un-Audited)				June 30, 2022 (Audited)
Equity sub fund	Debt sub fund	Money Market sub fund	Total	Total

Note

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

Investments by category

At fair value through profit or loss

Listed equity securities	5.1	3,890,738	-	-	3,890,738	4,362,271
Sukuk certificates	5.2	-	2,892,412	2,616,536	5,508,948	4,475,727
		3,890,738	2,892,412	2,616,536	9,399,686	8,837,998

At amortised cost

Term deposit receipts / COMs	5.3	-	300,000	1,000,000	1,300,000	100,000
Less: Provision for impairment losses	5.2.6	-	(1,263)	(771)	(2,034)	(2,034)
		3,890,738	3,191,149	3,615,765	10,697,652	8,935,964



5.1 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 2022	Purchased during the period	Bonus / Rights issue during the period	Sales during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised (loss) /gain as at December 31, 2022	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	175,473	-	22,881	150,786	47,568	34,590	23,076	(11,514)	0.59	0.07
Gandhara Industries Limited	28,200	-	-	28,200	-	-	-	-	-	-
									0.59	0.07
Commercial Bank										
BankIslami Pakistan Limited	9,316,000	2,536,500	-	700,000	11,152,500	137,292	148,997	11,705	3.78	1.01
Meezan Bank Limited	2,566,180	318,000	266,618	438,074	2,712,724	281,597	270,025	(11,572)	6.85	0.17
									10.63	1.18
Cement										
Lucky Cement Limited	435,956	245,000	-	53,000	627,956	293,973	280,433	(13,540)	7.12	0.19
Maple Leaf Cement Factory Limited	2,213,042	2,100,000	-	1,515,000	2,798,042	76,114	63,152	(12,962)	1.60	0.25
Kohat Cement Company Limited	713,320	57,500	-	-	770,820	102,056	113,850	11,794	2.89	0.38
Cherat Cement Company Limited	799,100	285,000	-	38,900	1,045,200	103,239	106,506	3,267	2.70	0.54
									14.31	1.36
Chemical										
Dynea Pakistan Limited (Face value of Rs. 5 each)	120,500	-	-	-	120,500	20,962	18,676	(2,286)	0.47	0.64
Engro Polymer & Chemicals Limited	915,209	-	-	915,209	-	-	-	-	-	-
Lucky Core Industries (formerly known as ICI Pakistan Limited)	110,320	36,500	-	5,000	141,820	103,552	91,125	(12,427)	2.31	0.15
									2.78	0.79
Engineering										
International Steels Limited	-	100,000	-	100,000	-	-	-	-	-	-
International Industries Limited	-	50,000	-	50,000	-	-	-	-	-	-
Mughal Iron & Steel Industries	1,152,680	400,000	-	943,155	609,525	35,632	29,446	(6,186)	0.75	0.18
									0.75	0.18
Fertilizer										
Engro Corporation Limited (note 5.1.1)	867,952	237,300	-	225,000	880,252	229,791	230,635	844	5.85	0.15
Engro Fertilizers Limited	2,209,445	-	-	1,075,800	1,133,645	100,486	87,166	(13,320)	2.21	0.08
									8.06	0.23
Food and Personal Care Products										
National Foods Limited (Face value of Rs. 5)	66,400	-	-	66,400	-	-	-	-	-	-
Al-Shaheer Corporation Limited	33,160	-	-	-	33,160	300	338	38	0.01	0.01
At- Tahir Limited	1,797,840	-	169,784	100,000	1,867,624	32,378	31,918	(460)	0.81	0.94

Name of the investee company	As at 01 July 2022	Purchased during the period	Bonus / Rights issue during the period	Sales during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised (loss) /gain as at December 31, 2022	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) -----			----- % -----		
The Organic Meat Company Limited	-	550,000	4,875	-	554,875	13,658	11,464	(2,194)	0.29	-
Nestle Pakistan Limited	-	2,920	-	-	2,920	17,833	17,140	(693)	0.43	-
									1.54	0.95
Glass & Ceramics										
Ghani Glass Limited	623,650	-	-	-	623,650	25,464	23,574	(1,890)	0.60	0.07
Tariq Glass Industries	-	270,440	30,110	150,000	150,550	15,080	9,804	(5,276)	0.25	-
									0.85	0.07
Oil and Gas Exploration Companies										
Oil and Gas Development Company Limited	3,697,500	511,500	-	550,000	3,659,000	287,796	291,476	3,680	7.40	0.09
Pakistan Oilfields Limited (note 5.1.2)	439,733	60,000	-	200,000	299,733	121,653	117,750	(3,903)	2.99	0.11
Pakistan Petroleum Limited	3,595,538	942,500	-	550,000	3,988,038	266,523	271,745	5,222	6.90	0.15
Mari Petroleum Company Limited	334,292	16,200	-	19,827	330,665	574,502	511,526	(62,976)	12.98	0.25
									30.27	0.60
Oil and Gas Marketing Companies										
Pakistan State Oil Company Limited	1,087,056	100,000	-	176,000	1,011,056	171,262	145,582	(25,680)	3.69	0.22
Attock Petroleum Limited	91,844	-	22,961	-	114,805	29,510	33,260	3,750	0.84	0.12
Sui Northern Gas Pipelines Limited	2,093,600	550,000	-	165,000	2,478,600	86,154	93,071	6,917	2.36	0.39
Hascol Petroleum Limited	2,588	-	-	-	2,588	11	15	4	-	-
									6.89	0.73
Paper and Board										
Packages Limited	197,051	11,100	-	52,000	156,151	62,236	57,801	(4,435)	1.47	0.17
Century Paper & Board Mills	728,085	315,000	98,808	-	1,141,893	66,390	56,501	(9,889)	1.43	0.56
									2.90	0.73
Pharmaceuticals										
GlaxoSmithKline Consumer Healthcare	110,300	-	-	-	110,300	26,288	18,078	(8,210)	0.46	0.09
The Searle Company Limited	165,694	-	20,173	160,000	25,867	2,256	1,523	(733)	0.04	0.01
Highnoon Laboratories Limited	48,382	-	-	-	48,382	25,636	26,134	498	0.66	0.13
GlaxoSmithKline Pakistan Limited	292,200	-	-	292,200	-	-	-	-	-	-
									1.16	0.23
Power Generation & Distribution										
The Hub Power Company Limited	3,027,543	1,850,000	-	2,468,000	2,409,543	163,128	151,994	(11,134)	3.86	0.19
K-Electric Limited (Face value Rs. 3.5)	14,355,500	5,500,000	-	3,700,000	16,155,500	49,689	43,620	(6,069)	1.11	0.06
									4.97	0.25
Refinery										
Attock Refinery Limited	385,500	-	-	385,500	-	-	-	-	-	-
National Refinery Limited	177,204	-	-	177,204	-	-	-	-	-	-
									-	-



Name of the investee company	As at 01 July 2022	Purchased during the period	Bonus / Rights issue during the period	Sales during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised (loss) /gain as at December 31, 2022	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) -----			----- % -----		
Textile Composite										
Nishat Mills Limited	455,800	-	-	320,000	135,800	10,037	7,468	(2,569)	0.19	0.04
Feroze1888 Mills Limited	144,500	-	-	23,000	121,500	7,585	7,685	100	0.20	0.03
Interloop Limited	2,086,832	569,648	85,473	766,630	1,975,323	117,425	111,900	(5,525)	2.84	0.22
Kohinoor Textile	564,500	-	-	25,000	539,500	26,975	25,491	(1,484)	0.65	0.18
									3.88	0.47
Technology & Communication										
Systems Limited	774,030	112,500	-	165,000	721,530	246,182	349,170	102,988	8.86	0.52
Airlink Communication Limited	266,762	-	-	233,500	33,262	1,343	984	(359)	0.02	0.01
									8.88	0.53
Miscellaneous										
Pakistan Aluminium Beverages Cans Limited	234,000	50,000	-	10,000	274,000	8,610	10,639	2,029	0.27	0.08
Total						3,975,188	3,890,738	(84,450)		

5.1.1 160,000 shares (June 30, 2022: 160,000 shares) of Engro Corporation Limited having market value of Rs 41.92 million as at December 31, 2022 (June 30, 2022: Rs. 41.13 million) have been pledged as collateral in favour of National Clearing Company of Pakistan Limited against exposure margins and mark to market losses.

5.1.2 25,000 shares (June 30, 2022: 25,000 shares) of Pakistan Oilfields Limited having market value of Rs. 9.82 million as at December 31, 2022 (June 30, 2022: Rs. 10.15 million), have been pledged as collateral in favour of National Clearing Company of Pakistan Limited against exposure margins and mark to market losses.

5.1.3 Finance Act, 2018 effective from July 1, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on stock exchange issuing bonus shares to the shareholders of the company, to withhold five percent of the bonus shares to be issued. Therefore, bonus shares issued to the Fund during the period were not withheld by the investee companies.

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, 2022.

5.2 Sukuk certificates - At fair value through profit or loss

5.2.1 Held by Debt Sub-Fund

Name of the Security	Note	As at July 01, 2022	Purchases during the period	Sales / Matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised gain / (loss) as at December 31, 2022	Market value as a percentage of Net Assets
		Number of certificates			(Rupees in '000)			%	
Property & Real Estate									
Eden Housing Limited	5.2.1.1	500	-	-	500	-	-	-	-
Leasing Companies									
Security Leasing Corporation Limited II	5.2.1.1	500	-	-	500	-	-	-	-
Banks									
Dubai Islamic Bank Pakistan Limited	5.2.1.1	57	-	57	-	-	-	-	-
Dubai Islamic Bank Pakistan Limited Tier Sukuk	5.2.1.1	-	78	-	78	78,000	78,000	-	1.55
Pharmaceuticals									
OBS AGP (Private) Limited	5.2.1.1	820	-	-	820	77,259	78,028	769	1.56
Power Generation & Distribution									
K-Electric Limited-Short Term Sukuk (IV)	5.2.1.1	100	-	100	-	-	-	-	-
K-Electric Limited-Short Term Sukuk (V)	5.2.1.1	500	-	500	-	-	-	-	-
K-Electric Limited-Short Term Sukuk (IX)	5.2.1.1	-	100	-	100	100,000	100,000	-	1.99
K-Electric Limited-Short Term Sukuk (X)	5.2.1.1	-	100	-	100	100,000	100,000	-	1.99
The Hub Power Holding Limited	5.2.1.1 & 5.2.3	2,000	-	-	2,000	200,000	201,786	1,786	4.02
Cement & Construction									
Javedan Corporation Limited	5.2.1.1	1,000	-	-	1,000	66,186	65,333	(853)	1.30
Steel & Allied Products									
Agha Steels Industries Limited	5.2.1.1 & 5.2.4	50	-	-	50	38,870	37,358	(1,512)	0.74
Chemicals									
Engro Polymer & Chemicals Limited	5.2.1.1	1,500	-	1,500	-	-	-	-	-
Miscellaneous									
Shakarganj Foods Product Limited	5.2.1.1 & 5.2.5	18	-	-	18	10,341	9,904	(437)	0.20
Government Securities									
Pakistan Energy Sukuk I	5.2.1.1 & 5.2.3	110,000	-	-	110,000	587,400	587,400	-	11.71
Pakistan Energy Sukuk II	5.2.1.1 & 5.2.3	92,000	20,000	40,000	72,000	361,820	360,000	(1,820)	7.17
GOP-Ijarah sukuk XXIV VRR	5.2.1.1	3,350	2,000	3,140	2,210	220,457	220,824	367	4.40
GOP-Ijarah sukuk XXVI VRR	5.2.1.1	3,500	3,500	3,500	3,500	349,010	347,900	(1,110)	6.93
GOP-Ijarah sukuk XXVII	5.2.1.1	2,000	2,000	4,000	-	-	-	-	-
GOP-Ijarah sukuk XXVII Fixed	5.2.1.1	2,500	-	-	2,500	240,000	236,825	(3,175)	4.72
GOP-Ijarah sukuk XXVIII	5.2.1.1	-	11,200	6,500	4,700	469,663	467,791	(1,872)	9.32
Non-Performing Investments									
						1,263	1,263	-	
Total						2,900,269	2,892,412	(7,857)	

5.2.1.1 Significant terms and conditions of Sukuk certificates outstanding as at December 31, 2022 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
Dubai Islamic Bank Pakistan Limited	1,000,000	6 months KIBOR + 0.50%	14-Jul-17	14-Jul-27
Dubai Islamic Bank Pakistan Limited Tier Sukuk	1,000,000	6 months KIBOR + 0.70%	02-Dec-22	14-Jan-23
OBS AGP (Private) Limited	100,000	3 months KIBOR + 1.55%	15-Jul-21	15-Jul-26
K-Electric Limited-Short Term Sukuk (IV)	1,000,000	6 months KIBOR + 0.85%	25-Mar-22	24-Sep-22
K-Electric Limited-Short Term Sukuk (V)	1,000,000	6 months KIBOR + 0.95%	12-Apr-22	12-Oct-22
K-Electric Limited-Short Term Sukuk (IX)	1,000,000	6 months KIBOR + 1.40%	21-Sep-22	21-Mar-23
K-Electric Limited-Short Term Sukuk (X)	1,000,000	6 months KIBOR + 1.45%	05-Oct-22	05-Apr-23
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 + 0.10%	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	05-May-22
The Hub Power Holding Limited	100,000	6 months KIBOR + 2.5%	12-Nov-20	12-Nov-25
GOP-Ijarah sukuk XXIV VRR	100,000	Weighted average yield of 6 months T-Bills	09-Dec-20	09-Dec-25
GOP-Ijarah sukuk XXVI VRR	100,000	Weighted average yield of 6 months T-Bills	29-Oct-21	29-Oct-26
GOP-Ijarah sukuk XXVII VRR	100,000	Weighted average yield of 6 months T-Bills	15-Dec-21	15-Dec-26
GOP-Ijarah sukuk XXVIII VRR	100,000	Weighted average yield of 6 months T-Bills	26-Oct-22	26-Oct-27

5.2.2 Held by Money Market Sub-Fund

Name of the Security	As at July 01, 2022	Purchases during the period	Sales / Matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised gain / (loss) as at December 31, 2022	Market value as a percentage of Net Assets
		-----Number of certificates-----			----- (Rupees in '000) -----			-----%
Leasing Companies								
Security Leasing Corporation Limited II	5.2.2.1	500	-	-	500	-	-	-
Power Generation & Distribution								
China Power Hub Generation Company		-	550	-	550	550,000	550,000	3.03
K-Electric Limited- Short Term Sukuk (III)	5.2.2.1	200	-	200	-	-	-	-
K-Electric Limited- Short Term Sukuk (IV)	5.2.2.1	70	-	70	-	-	-	-
K-Electric Limited- Short Term Sukuk (VII)	5.2.2.1	-	200	-	200	200,000	200,000	1.10
K-Electric Limited- Short Term Sukuk (IX)	5.2.2.1	-	70	-	70	70,000	70,000	0.39
K-Electric Limited- Short Term Sukuk (X)	5.2.2.1	-	400	-	400	400,000	400,000	2.21
Textile								
Nishat Mills Limited	5.2.2.1	-	250	-	250	250,000	250,000	1.38
Government Securities								
GOP-Ijarah sukuk XXIV VRR	5.2.2.1	4,000	3,000	3,000	4,000	399,030	399,680	650
GOP-Ijarah sukuk XXVI	5.2.2.1	2,000	3,000	2,000	3,000	298,515	298,200	(315)
GOP-Ijarah sukuk XXVII	5.2.2.1	2,000	2,000	4,000	-	-	-	-
GOP-Ijarah sukuk XXVIII	5.2.2.1	-	7,000	2,500	4,500	450,000	447,885	(2,115)
Non-Performing Investments					771	771	-	
Total					2,618,316	2,616,536	(1,780)	

5.2.2.1 Significant terms and conditions of Sukuk certificates outstanding as at December 31, 2022 are as follows:

Name of security	Original principal (Rupees per certificate)	Mark-up rate (per annu	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
GOP-Ijarah sukuk XXVI	100,000	Weighted average yield of 6 months T-Bills	29-Oct-21	29-Oct-26
GOP-Ijarah sukuk XXVIII VRR	100,000	Weighted average yield of 6 months T-Bills	26-Oct-22	26-Oct-27
Nishat Mills Limited	1,000,000	3 months KIBOR + 0.9%	01-Nov-22	02-May-23
The Hub Power Company Limited	100,000	6 months KIBOR + 1.10%	05-May-21	05-Nov-21
China Power Hub Generation Company	1,000,000	6 months KIBOR + 1.35%	28-Jul-22	27-Jan-23
K-Electric Limited- Short Term Sukuk (III)	1,000,000	6 months KIBOR + 0.85%	01-Mar-22	01-Sep-22
K-Electric Limited- Short Term Sukuk (IV)	1,000,000	6 months KIBOR + 0.85%	22-Mar-22	23-Sep-22
K-Electric Limited- Short Term Sukuk (VII)	1,000,000	6 months KIBOR + 1.35%	10-Aug-22	10-Feb-23
K-Electric Limited- Short Term Sukuk (IX)	1,000,000	6 months KIBOR + 1.40%	21-Sep-22	21-Mar-23
K-Electric Limited- Short Term Sukuk (X)	1,000,000	6 months KIBOR + 1.45%	05-Oct-22	05-Apr-23

5.2.3 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.

5.2.4 The Fund has applied discretionary mark-up on December 26, 2022 to the fair value of the security. Post to discretionary mark-up the price of Shakarganj Food Products Limited and OBS AGP (Private) Limited has decreased from Rs. 101.8600 (MUFAP Price) to Rs. 100.0439 per unit and from Rs. 100.1268 (MUFAP Price) to Rs.98.7099 per unit respectively.

5.2.5 As at December 31, 2022, 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.

5.2.6 The agreement with the Securities Leasing Corporation Limited (SLCL) had been amended on 19 February 2012. In accordance with the revised terms no mark-up is payable on the said sukuk with the approval of the contributories to the sukuk certificate. The sukuk certificates have been classified as non-performing by MUFAP on April 03, 2012. Therefore, in accordance with the requirement of SECP's circular No. 33 of 2012, the sukuk certificates have been classified as non-performing assets and no further profit has been accrued thereafter. Further, in accordance with the provisioning policy, amount of Rs. 1.542 million in both debt and money market sub fund has also been held as a provision against principal as at December 31, 2022.

On May 6, 2011, Eden Housing sukuk certificates have been classified as non-performing by MUFAP therefore, in accordance with the requirement of SECP's Circular No.33 of 2012, the sukuk certificates have been classified as non-performing assets and no further profit has been accrued thereafter. Further, in accordance with the said Circular, an amount of Rs. 0.492 million has also been held as provision against the outstanding principal as at December 31, 2022.

Following investments of the Fund are in the sukuk which are below 'investment grade' securities:

Non-performing investment	Type of Investment	Cost	Provision held	Net carrying value
		------(Rupees in '000)-----		
Debt Sub Fund				
Eden Housing Limited	Non-traded sukuk	492	492	-
Security Leasing Corporation Limited II	Non-traded sukuk	771	771	-
		1,263	1,263	-
Money Market Sub Fund				
Security Leasing Corporation Limited II	Non-traded sukuk	771	771	-

5.3 Term deposit receipts / COMs - at amortised cost

5.3.1 Held by Debt Sub-Fund

Name of the Bank	Rating	Maturity date	Profit rate per annum	As at July 01, 2022	TDR's placed during the period	Matured during the period	As at December 31, 2022	Market Value as a Percentage of Net Assets
----- (Rupees in '000) ----- % -----								
OLP Modaraba (formerly Orix Modaraba)	AA+	July 29, 2022	15.86%	100,000	-	100,000	-	-
OLP Modaraba (formerly Orix Modaraba)	AA+	October 28, 2022	16.12%	-	100,000	100,000	-	-
OLP Modaraba (formerly Orix Modaraba)	AA+	January 27, 2023	16.98%	-	300,000	-	300,000	5.98
United Bank Limited	AAA	December 14, 2022	15.80%	-	400,000	400,000	-	-
				100,000	800,000	600,000	300,000	

5.3.2 Held by Money Market Sub-Fund

Meezan Bank Limited	AAA	August 29, 2022	14.15%	-	400,000	400,000	-	-
Meezan Bank Limited	AAA	December 23, 2022	15.50%	-	500,000	500,000	-	-
Meezan Bank Limited	AAA	December 30, 2022	15.50%	-	500,000	500,000	-	-
Meezan Bank Limited	AAA	January 13, 2023	15.50%	-	500,000	-	500,000	8.80
United Bank Limited	AAA	December 14, 2022	15.80%	-	500,000	500,000	-	-
United Bank Limited	AAA	January 13, 2023	15.70%	-	500,000	-	500,000	8.80
				-	2,900,000	1,900,000	1,000,000	

5.4 Investment in gold

As at July 01, 2022	Purchases during the period	Sales during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised gain as at December 31, 2022	Market Value as a Percentage of Net Assets	
----- (Quantity in Tola) -----				----- (Rupees'000) -----			----- % -----	
Tola Gold	926	-	-	926	130,145	148,352	18,207	73.65
Total	926	-	-	926	130,145	148,352	18,207	

5.4.1 The Pakistan Mercantile Exchange (PMEX) delivers refined Gold in 10 TOLA Bars. These are physically held by PMEX.

5.4.2 The investment in gold of Rs. 148.352 million has been measured at fair value based on the quoted market price in active markets.

6. DEPOSITS AND OTHER RECEIVABLES

	December 31, 2022 (Un-Audited)					June 30, 2022 (Audited)
	Equity sub fund	Debt sub fund	Money Market sub fund	Gold sub fund	Total	Total
Note	----- (Rupees in '000) -----					
Security deposits	2,600	100	100	-	2,800	2,800
Profit receivable on saving accounts with banks and Term Deposits / COMs	655	25,223	27,444	466	53,788	56,315
Profit receivable on sukuks certificates	-	86,877	106,795	-	193,672	105,024
Advance tax	4,747	-	-	-	4,747	4,747
	8,002	112,200	134,339	466	255,007	168,886

7. PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED
(Al Meezan) - PENSION FUND MANAGER

		December 31, 2022 (Un-Audited)					June 30, 2022 (Audited)
		Equity sub fund	Debt sub fund	Money Market sub fund	Gold sub fund	Total	Total
Note		----- (Rupees in '000) -----					
Management remuneration	7.1	982	430	476	46	1,934	1,957
Sindh Sales Tax on management fee	7.2	128	56	62	6	252	254
Allocated Expense	7.3	2,074	4,844	3,045	19	9,982	618
Sales Load Payable		132	117	360	-	609	-
Sindh Sales Tax on sales load payable		17	15	47	-	79	-
		3,333	5,462	3,990	71	12,856	2,829

7.1 As per regulation 67F of NBFC Regulation, 2008, Al Meezan Investment Management Limited, the Pension Fund Manager of the Fund is allowed to charge an annual management fee of the average of the values of the net assets of each of the Sub-Fund calculated for determining the prices of the units of the Sub-Funds with allowed expense ratio limit. Accordingly, the Pension Fund Manager has charged management fee at the following rates of the average daily net assets of the Equity Sub Fund 1.5%, Debt Sub Fund 0.5%, Money Market Sub Fund 0.5% and Gold Sub Fund 1.5% (June 30, 2022: Equity Sub Fund 1.5%, Debt Sub Fund 0.5% , Money Market Sub Fund 0.5% and Gold Sub Fund 1.3%).

- 7.2** The Sindh Provincial Government has levied Sindh Sales Tax (SST) at the rate of 13% (June 30, 2022: 13%) on the remuneration of the Management Company through Sindh Sales Tax Act, 2011 effective from July 01, 2011.
- 7.3** As per S.R.O.1068(I)/2021 dated August 23, 2021 the SECP made an amendment in Non-Banking Finance Companies and Notified Entities Regulations, 2008, adjoined "Voluntary Pension System" as Part V of NBFC Regulations, 2008. In accordance with Regulation 67G(3), Pension Fund Manager may charge the eligible expense as given in sub-regulation (2) and (3) of the regulation 60 to pension fund.

In accordance with Regulation 60 of the NBFC Regulations, the Pension Fund Manager is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to its Voluntary Pension Scheme.

The Pension Fund Manager based on its own discretion has charged Equity Sub Fund (0.11%), Debt Sub Fund (0.15%), Money Market Sub Fund (0.15%) and Gold Sub Fund (0.11%) respectively on average annual net assets of the sub-funds for allocation of such expenses. (June 30, 2022: Equity Sub Fund (0.61%), Debt Sub Fund (1.15%), Money Market Sub Fund (0.65%) and Gold Sub Fund (0.11%).

8. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

Note	December 31, 2022 (Un-Audited)					June 30, 2022 (Audited)
	Equity sub fund	Debt sub fund	Money Market sub fund	Gold sub fund	Total	Total
	----- (Rupees in '000) -----					
Trustee fee	260	321	356	13	950	872
Sindh Sales Tax on Remuneration of the Trustee	34	42	46	2	124	113
	294	363	402	15	1,074	985

- 8.1** The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed in accordance with the tariff specified therein, based on the daily net assets of the sub-funds.

Based on the Trust Deed, the tariff structure applicable to the Fund as at December 31, 2022 is as follows:

Average net asset value

Amount up to Rs. 1 billion
Amount exceeding Rs. 1 billion up to Rs. 3 billion
Amount exceeding Rs. 3 billion up to Rs. 6 billion
Amount exceeding Rs. 6 billion

Tariff per annum

Rs. 0.3 million or 0.15% p.a of net asset value, whichever is higher
Rs. 1.5 million plus 0.10% p.a of net asset value exceeding Rs. 1 billion
Rs. 3.5 million plus 0.08% p.a of net asset value exceeding Rs. 3 billion
Rs. 5.9 million plus 0.06% p.a of net asset value exceeding Rs. 6 billion

- 8.2** The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of the Trustee through Sindh Sales Tax Act, 2011 effective from July 01, 2011.

9. PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

This represents annual fee payable to SECP in accordance with the rule 36 of the VPS Rules whereby the Fund is required to pay SECP an amount equal to one twenty-fifth of 1% (June 30, 2022: one twenty-fifth of 1%) of average annual net asset value of the Fund.

10. ACCRUED EXPENSES AND OTHER LIABILITIES

Note	December 31, 2022 (Un-Audited)					June 30, 2022 (Audited)	
	Equity-sub fund	Debt-sub fund	Money Market sub-fund	Gold sub- fund	Total	Total	
----- (Rupees in '000) -----							
Federal Excise Duty on remuneration of the Pension Fund Manager	10.1	15,436	8,816	2,449	-	26,701	26,701
Sindh Sales Tax on Federal Excise Duty on remuneration of the Pension Fund Manager	10.2	1,800	962	242	-	3,004	3,004
Charity payable		7,559	-	-	-	7,559	7,967
Brokerage payable		1,628	154	84	-	1,866	1,546
Custodian Charges Payable		-	-	-	627	627	133
		26,423	9,932	2,775	627	39,757	39,351

- 10.1** The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2022. Had the provision not been made, the Net Asset Value per unit as at December 31, 2022 would have been higher by Rs. 2.12 (June 30, 2022: Rs. 1.82) per unit, Re. 0.63 (June 30, 2022: Re. 0.59) per unit and Re. 0.15 (June 30, 2022: Re. 0.18) per unit for Equity Sub Fund, Debt Sub Fund and Money Market Sub Fund respectively.
- 10.2** It represents amount payable in respect of Sindh Sales Tax at the rate of 13 percent (June 30, 2022: 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 disclosed in financial statement for the year ended June 30, 2022.

11 CONTINGENCIES AND COMMITMENTS

There were no other contingencies and commitments outstanding as at December 31, 2022 other than as disclosed in the annual financials statements for the year ended June 30, 2022.

12 EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund for the period ended December 31, 2022 are;

	December 31, 2022 (Unaudited)			
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Gold Sub Fund
Total Expense ratio (excluding government levies)	2.72%	1.75%	1.25%	2.62%
Government levies	0.27%	0.12%	0.12%	0.24%

The total expense ratio of pension fund prescribed in NBFC Regulations Part V Regulation 67G of Voluntary Pension System is capped as follows: (a) Equity Sub Fund upto 4.5% (b) Money Market upto 2% (c) Income upto 2.5% (d) Commodity upto 3%.

13. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

13.1 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, Directors and executives of the Pension Fund Manager, other collective investment schemes managed by 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.

13.2 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.

13.3 Remuneration of the Pension Fund Manager is determined in accordance with the provisions of the provisions of VPS Rules, 2005 and the

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

13.5 Amount outstanding as at period end are as follows:

December 31, 2022 (Unaudited)					June 30, 2022 (Audited) Total
Equity sub fund	Debt sub fund	Money Market sub fund	Gold sub fund	Total	

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

Al Meezan Investment Management Limited (Al Meezan) - Pension Fund Manager

Remuneration payable	982	430	476	46	1,934	1,957
Sindh Sales Tax on management fee	128	56	62	6	252	254
Allocated expense payable	2,074	4,844	3,045	19	9,982	618
Sales Load Payable	132	117	360	-	609	-
Sindh Sales Tax on sales load payable	17	15	47	-	79	-
Investments as at December 31, 2022: (Equity sub fund: 260,077 units; Gold Sub Fund: 174,735) as at June 30, 2022 (Equity sub fund: 260,077 units; Gold Sub Fund: 174,735 units)	125,958	-	-	37,943	163,901	160,688

Meezan Bank Limited (MBL)

Bank balance	33,689	21,895	174	717	56,475	72,723
Profit receivable on saving account	228	76	32	24	360	250
Investment in shares 2,712,724 (June 30, 2022: 2,566,180 shares)	270,025	-	-	-	270,025	289,927
Term Deposits Receipt	-	-	500,000	-	500,000	-
Term Deposits Receipt Receivable	-	-	425	-	425	-

Central Depository Company of Pakistan Limited (CDC) - Trustee

Trustee fee payable	260	321	356	13	950	872
Sindh Sales Tax on trustee fee payable	34	42	46	2	124	113
Deposits	100	100	100	-	300	300

Directors and Executives of the Pension Fund Manager

Investments as at December 31, 2022: (Equity sub fund: 978,264 units; Debt Sub Fund: 596,416 units; Money Market Sub Fund: 268,404 units; Gold Sub Fund: 321,480 Units) as at June 30, 2022: (Equity sub fund: 1,155,590 units; Debt sub fund: 917,690 units; Money Market sub fund: 289,825 units; Gold Sub Fund: 254,439 units)	473,784	192,880	84,096	69,809	820,569	975,726
---	---------	---------	--------	--------	---------	---------



13.6 Transactions during the period (Unaudited)

For the period ended December 31,2022					For the period ended December 31,2021
Equity sub fund	Debt sub fund	Money Market sub fund	Gold sub fund	Total	Total

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

AI Meezan Investment Management Limited (AI Meezan) - Pension Fund Manager

Remuneration for the period	33,004	12,414	12,208	1,306	58,932	101,491
Sindh Sales Tax on management fee	4,290	1,614	1,587	169	7,660	13,194
Allocated expense for the period	13,422	28,551	15,870	96	57,939	4,528
Units redeemed / reallocated (Equity Sub Fund nil units; Gold Sub Fund: 125,265 units)	-	-	-	-	-	20,000

Meezan Bank Limited (MBL)

Profit on savings account	1,442	158	619	422	2,641	1,225
Purchase of 318,000 shares	36,886	-	-	-	36,886	78,249
Sale of 438,074 shares	51,887	-	-	-	51,887	2,955
Bonus 266,618 shares	-	-	-	-	-	-
Dividend income	10,069	-	-	-	10,069	6,628
Term Deposits Receipt Income	-	-	7,722	-	7,722	-

Central Depository Company of Pakistan Limited (CDC) - Trustee

Remuneration for the period	1,674	1,889	1,857	66	5,486	5,220
Sindh Sales Tax on trustee fee	218	246	241	9	714	678
CDS Charges for the period	13,422	79	79	-	13,580	136

Directors and Executives of the Pension Fund Manager

Units issued (Equity Sub Fund: 341,637 units; Debt Sub Fund: 343,138 units; Money Market Sub Fund: 204,551 units; Gold sub fund: 67,041 units)	170,075	106,763	61,748	14,140	352,726	82,057
Units redeemed / reallocated (Equity Sub Fund 518,963 units; Debt Sub Fund: 664,412 units; Money Market Sub Fund: 225,972 units; Gold sub fund: nil units)	258,932	206,370	67,806	-	533,108	27,812

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 in the principal or, in its absence, the most advantageous market to which the Fund has access at that date.

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.

The fair value of financial assets and liabilities traded in active markets are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the Fund is current bid price.

A Financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

Investments on the Statement of Assets and Liabilities are carried at fair value. The Management is of the view that the fair value of the remaining financial assets and liabilities are not significantly different from their carrying values since assets and liabilities are essentially short term in nature.

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: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
 Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

The fair value of traded investments is based on quoted market prices, and have been disclosed in note 5.

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy:

	Carrying Amounts				Fair Values			
	Amortised cost	At fair value through profit or loss	Financial liabilities measured at amortised cost	Total	Level 1	Level 2	Level 3	Total
December 31, 2022	Note ----- (Rupees in'000) -----							
Financial assets - measured at fair value								
- Listed equity securities	-	3,890,738	-	3,890,738	3,890,738	-	-	3,890,738
- Sukuk certificates	-	5,506,914	-	5,506,914	947,400	4,559,514	-	5,506,914
	-	9,397,652	-	9,397,652				
Financial assets - not measured at fair value								
Bank balances	3,809,820	-	-	3,809,820				
Investments								
- Commercial papers	-	-	-	-				
- Term deposit	1,300,000	-	-	1,300,000				
Dividend receivable	1,226	-	-	1,226				
Deposits and other receivables	255,007	-	-	255,007				
Receivable against sale of investments	2,400	-	-	2,400				
Receivable against change of plan / change of fund manager / issuance of units	492	-	-	492				
	5,368,945			5,368,945				
	5,368,945	9,397,652	-	14,766,597				
Financial liabilities not measured at fair value								
Payable to Al Meezan Investment Management Limited - Pension Fund Manager	-	-	12,525	12,525				
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	950	950				
Payable to auditors	-	-	452	452				
Payable against purchase of investments	-	-	-	-				
Payable against withdrawal / change of plan/ change of fund manager	-	-	14,342	14,342				



Accrued expenses and other liabilities

-	-	10,052	10,052
-	-	38,321	38,321

Note	Carrying Amounts			Fair Values			
	Amortised cost	At fair value through profit or loss	Financial liabilities measured at amortised cost	Total	Level 1	Level 2	Level 3

June 30, 2022

(Rupees in'000)

Financial assets - measured at fair value

- Listed equity securities	-	4,362,271	-	4,362,271	4,362,271	-	-	4,362,271
- Sukuk certificates	-	4,473,693	-	4,473,693	1,050,620	3,423,073	-	4,473,693
	-	8,835,964	-	8,835,964				

Financial assets - not measured at fair value

14.1

Bank balances	4,898,529	-	-	4,898,529
Investments				
- Term deposit receipt / COMs	100,000	-	-	100,000
Dividend receivable	1,020	-	-	1,020
Deposits and other receivables	164,139	-	-	164,139
Receivable against sale of investments	15,928	-	-	15,928
Receivable against change of plan / change of fund manager / issuance of units	-	-	-	-
	5,179,616	-	-	5,179,616
	5,179,616	8,835,964	-	14,015,580

Financial liabilities not measured at fair value

14.1

Payable to Al Meezan Investment Management Limited - Pension Fund Manager	-	-	1,957	1,957
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	872	872
Payable to auditors	-	-	272	272
Payable against purchase of investments	-	-	13,579	13,579
Payable against withdrawal / change of plan/ change of fund manager	-	-	10,047	10,047
Accrued expenses and other liabilities	-	-	9,646	9,646
	-	-	36,373	36,373

14.1 The Fund has not disclosed fair values for these financial assets and financial liabilities because their carrying amounts are reasonable approximation of fair value.

15. 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. Accordingly, Supertax and any other taxes introduced in Finance Act, 2015 is also not applicable on the Fund. 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.

16. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial informations were authorised for issue on February 13, 2023 by the Board of Directors of the Pension Fund Manager.

17. 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



CONTACT US

0800-HALAL(42525) | SMS “invest” to 6655
www.almeezangroup.com

WE ARE AVAILABLE ON SOCIAL MEDIA



Al Meezan mein Itminan hai.



Download
Al Meezan Investments Mobile Application
Now!

For investment services and advice
visit any Al Meezan or Meezan Bank Branch across Pakistan



A Subsidiary of

Meezan Bank
The Premier Islamic Bank

Disclaimer: All investments in Mutual Funds and Pension Fund are subject to market risks. Past Performance is not necessarily indicative of future results. Please read the offering document to understand the investment policies, risks and tax implication involved.

Use of the name and logo of Meezan Bank Limited as given above does not mean that it is responsible for the liabilities/obligations of Al Meezan Investment Management Limited or any investment scheme managed by it.

Note: The role of Meezan Bank Limited (MBL) is restricted to distribution of Mutual Funds only.