



Al Meezan
Investment Management Ltd.

AM1
Rating by VIS & PACRA

EXPANDING FRONTIERS OF GROWTH

Meezan Asset Allocation Fund expands horizons by dynamically allocating investments across equities, fixed income and money market instruments.

MEEZAN

ASSET ALLOCATION FUND

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



FUND INFORMATION

MANAGEMENT COMPANY

Al Meezan Investment Management Limited

Ground Floor, Block "B", Finance & Trade Centre, Shahrah-e-Faisal
Karachi 74400, Pakistan.

Phone (+9221) 35630722-6, 111-MEEZAN

Fax: (+9221) 35676143, 35630808

Website: www.almeezangroup.com

E-mail: info@almeezangroup.com

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Irfan Siddiqui	Chairman
Ms. Ayesha Umer	Non-Executive Nominee Director- PKIC
Ms. Danish Zuberi	Independent Director
Mr. Feroz Rizvi	Independent Director
Mr. Furquan Kidwai	Independent Director
Mr. Imtiaz Gadar	Chief Executive Officer
Mr. Saad Ur Rahman Khan	Non-Executive Nominee Director- PKIC
Ms. Shazia Khurram	Non-Executive Nominee Director- MBL
Dr. Syed Amir Ali	Non-Executive Nominee Director- MBL
Syed Imran Ali Shah	Non-Executive Nominee Director- MBL

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Syed Haseeb Ahmed Shah

BOARD AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Ms. Ayesha Umer	Member
Syed Imran Ali Shah	Member

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Imtiaz Gadar	Member
Mr. Faiz Ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

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

SHARIAH 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

LEGAL ADVISER

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

SHARIAH ADVISER

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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

TRANSFER AGENT

Al Meezan Investment Management Limited

BANKERS TO THE FUND

1. Al Baraka Bank Pakistan Limited
2. Bank Al Habib Limited - Islamic Banking
3. Bank Islami Pakistan Limited
4. Habib Metropolitan Bank Limited - Islamic Banking
5. Meezan Bank Limited
6. Dubai Islamic Bank Pakistan Limited

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
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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, 2025 in accordance with the provisions of the following:

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

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 24, 2026



INDEPENDENT AUDITOR'S REVIEW REPORT

To the unitholders 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** as at December 31, 2025 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movements in unit holders' fund, and condensed interim cash flow statement, and notes to the condensed interim financial statements for the six months period then ended (here-in-after referred to as the "interim financial statements"). The Management Company (Al Meezan Investment Management Limited) is responsible for the preparation and presentation of these 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.

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 are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

The figures of the condensed interim income statement and the condensed interim statement of comprehensive income for the three months period ended December 31, 2025 have not been subjected to the review, as our engagement was limited to the review of the cumulative figures for the six months period ended December 31, 2025.

The engagement partner on the audit resulting in this independent auditor's report is **Khattab Muhammad Akhi Baig**.

A. F. Ferguson & Co.
Chartered Accountants
Karachi

Dated: February 25, 2026
UDIN: RR202510081CQKq01vu7

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network, State Life Building No. 1-C, I. I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan
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**MEEZAN ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2025**

	Note	December 31, 2025 (Unaudited) ----- (Rupees in '000) -----	June 30, 2025 (Audited)
Assets			
Balances with banks	5	175,751	68,300
Investments	6	1,317,410	524,149
Receivable against conversion of units		972	3,619
Receivable against sale of investments		638	-
Dividend receivable		474	394
Advances, deposits and other receivables		7,528	6,929
Total assets		<u>1,502,773</u>	<u>603,391</u>
Liabilities			
Payable to AI Meezan Investment Management Limited - Management Company	7	1,727	497
Payable to Central Depository Company of Pakistan Limited - Trustee	8	241	110
Payable to the Securities and Exchange Commission of Pakistan	9	119	45
Payable to Meezan Bank Limited		61	109
Payable against redemption and conversion of units		12,990	3,368
Payable against purchase of investments		-	2,122
Dividend payable		-	29
Accrued expenses and other liabilities	10	6,073	4,174
Total liabilities		<u>21,211</u>	<u>10,454</u>
Net assets		<u>1,481,562</u>	<u>592,937</u>
Unit holders' fund (as per statement attached)		<u>1,481,562</u>	<u>592,937</u>
Contingencies and commitments	11		
		----- (Number of units) -----	
Number of units in issue		<u>12,375,868</u>	<u>6,240,023</u>
		----- (Rupees) -----	
Net asset value per unit		<u>119.7138</u>	<u>95.0216</u>

The annexed notes from 1 to 17 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 ASSET ALLOCATION FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2025

	Note	Six months period		Three months period	
		December 31,		December 31,	
		2025	2024	2025	2024
		----- (Rupees in '000) -----		----- (Rupees in '000) -----	
Income					
Net realised gain on sale of investments		69,472	57,060	40,158	53,243
Dividend income		28,081	8,704	22,672	3,952
Profit on savings accounts with banks		5,319	2,657	3,625	1,555
Net unrealised appreciation / (diminution) on re-measurement of investments classified 'as financial assets at fair value through profit or loss'	6.2	150,388	87,713	(35,398)	86,408
Other income		-	17	-	17
Total income		253,260	156,151	31,057	145,175
Expenses					
Remuneration of Al Meezan Investment Management Limited - Management Company	7.1	16,562	3,576	10,508	1,997
Sindh sales tax on remuneration of the Management Company	7.2	2,484	536	1,576	299
Allocated expenses	7.3	-	126	-	70
Sindh sales tax on allocated expenses	7.2	-	20	-	11
Selling and marketing expenses	7.3	-	1,304	-	798
Sindh sales tax on selling and marketing expenses	7.2	-	196	-	120
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	1,044	358	613	200
Sindh sales tax on remuneration of the Trustee	8.2	157	54	92	30
Fee to the Securities and Exchange Commission of Pakistan	9.1	556	170	343	95
Brokerage expenses		6,463	2,706	2,791	2,193
Charity expense		1,499	377	1,377	205
Auditor's remuneration		650	328	522	243
Printing charges		-	38	-	38
Fees and subscription expenses		633	300	498	135
Bank and settlement charges		553	281	281	178
Legal and professional charges		-	73	(80)	73
Reimbursement from Al Meezan Investment Management Limited - Management Company		-	(980)	-	(980)
Total expenses		30,601	9,463	18,521	5,705
Net income for the period before taxation		222,659	146,688	12,537	139,470
Taxation	12	-	-	-	-
Net income for the period after taxation		222,659	146,688	12,537	139,470
Allocation of net income for the period					
Net income for the period after taxation		222,659	146,688		
Income already paid on units redeemed		(28,124)	(10,334)		
		194,535	136,354		
Accounting income available for distribution					
- Relating to capital gains		194,535	136,354		
- Excluding capital gains		-	-		
		194,535	136,354		

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

MEEZAN ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2025

	Six months period ended		Three months period ended	
	December 31,		December 31,	
	2025	2024	2025	2024
	----- (Rupees in '000) -----		----- (Rupees in '000) -----	
Net income for the period after taxation	222,659	146,688	12,537	139,470
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>222,659</u>	<u>146,688</u>	<u>12,537</u>	<u>139,470</u>

The annexed notes from 1 to 17 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 ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF MOVEMENTS IN UNIT HOLDERS' FUND
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2025**

	Six months period ended December 31, 2025			Six months period ended December 31, 2024		
	Capital Value	Accumulated losses	Total	Capital Value	Accumulated loss	Total
	----- (Rupees in '000) -----			----- (Rupees in '000) -----		
Net assets at beginning of the period (audited)	1,173,978	(581,041)	592,937	1,048,480	(736,084)	312,396
Issuance of 15,129,175 units (2024: 3,032,342 units)						
- Capital value (at net asset value per unit beginning of the period)	1,437,598	-	1,437,598	184,075	-	184,075
- Element of income	235,936	-	235,936	42,782	-	42,782
Total proceeds on issuance of units	1,673,534	-	1,673,534	226,857	-	226,857
Redemption of 8,993,330 units (2024: 2,618,486 units)						
- Capital value (at net asset value per unit beginning of the period)	854,561	-	854,561	158,952	-	158,952
- Element of loss	124,883	28,124	153,007	23,904	10,334	34,238
Total payments on redemption of units	979,444	28,124	1,007,568	182,856	10,334	193,190
Total comprehensive income for the period	-	222,659	222,659	-	146,688	146,688
Distribution during the period	-	-	-	-	-	-
Net income for the period less distribution	-	222,659	222,659	-	146,688	146,688
Net assets at end of the period (unaudited)	<u>1,868,068</u>	<u>(386,506)</u>	<u>1,481,562</u>	<u>1,092,481</u>	<u>(599,730)</u>	<u>492,751</u>
Accumulated losses brought forward						
- Realised loss		(638,155)			(803,128)	
- Unrealised income		57,114			67,044	
		<u>(581,041)</u>			<u>(736,084)</u>	
Accounting income available for distribution						
- Relating to capital gains	194,535			136,354		
- Excluding capital gains	-			-		
	<u>194,535</u>			<u>136,354</u>		
Accumulated losses carried forward		<u>(386,506)</u>			<u>(599,730)</u>	
Accumulated losses carried forward						
- Realised loss		(536,894)			(687,443)	
- Unrealised income		150,388			87,713	
		<u>(386,506)</u>			<u>(599,730)</u>	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period	<u>95.0216</u>			<u>60.7038</u>		
Net assets value per unit at end of the period	<u>119.7138</u>			<u>88.6228</u>		

The annexed notes from 1 to 17 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 ASSET ALLOCATION FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2025**

	Note	Six months period ended December 31,	
		2025	2024
----- (Rupees in '000) -----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		222,659	146,688
Adjustments for:			
Net unrealised appreciation on re-measurement of investments classified 'as financial assets at fair value through profit or loss'	6.2	(150,388)	(87,713)
Dividend income		(28,081)	(8,704)
Profit on savings accounts with banks		(5,319)	(2,657)
		<u>38,871</u>	<u>47,614</u>
Decrease in assets			
Investments - net		(645,633)	(69,690)
Advances, deposits and other receivables		(599)	(2,952)
Receivable from AI Meezan Investment Management Limited - Management Company		-	(980)
		<u>(646,232)</u>	<u>(73,622)</u>
Increase in liabilities			
Payable to AI Meezan Investment Management Limited - Management Company		1,230	827
Payable to Central Depository Company of Pakistan Limited - Trustee		131	34
Payable to the Securities and Exchange Commission of Pakistan		74	14
Payable to Meezan Bank Limited		(48)	(11)
Accrued expenses and other liabilities		1,899	380
		<u>3,286</u>	<u>1,244</u>
Dividend received		28,001	8,648
Profit received on balances with banks		5,319	2,502
Net cash used in operating activities		<u>(570,755)</u>	<u>(13,614)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance and conversion of units - net		1,676,181	224,826
Payment against redemption and conversion of units - net		(997,946)	(191,734)
Dividend paid		(29)	(1,591)
Net cash generated from financing activities		<u>678,206</u>	<u>31,501</u>
Net increase in cash and cash equivalents during the period		<u>107,451</u>	<u>17,887</u>
Cash and cash equivalents at beginning of the period		68,300	37,653
Cash and cash equivalents at end of the period	5.3	<u><u>175,751</u></u>	<u><u>55,540</u></u>

The annexed notes from 1 to 17 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 ASSET ALLOCATION FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2025

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

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

1.2 The objective of the Fund is to earn potentially high return through asset allocation between Shariah Compliant Equity Instruments, Shariah Compliant Fixed Income Instruments, Shariah Compliant Money Market Instruments and any other Shariah Compliant instruments as permitted by the SECP and the Shariah Advisor. Meezan Bank Limited acts as its Shariah Advisor to ensure that the activities of the Fund is in compliance with the principles of Shariah.

1.3 The Fund is an Open Ended Exchange Traded Mutual Fund categorised as "Listed Index Tracking Fund" and is listed on the Pakistan Stock Exchange (PSX).

1.4 The Management Company has been assigned a quality rating of 'AM1' by PACRA dated May 15, 2025 (December 31, 2024: 'AM1' dated June 21, 2024). The rating reflects the Management 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 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. 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, directives and notifications issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

Where provisions of, directives and notifications issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the requirements of IAS 34, Interim Financial Reporting, the provisions of, directives and notifications issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations 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, 2025.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. These condensed interim financial statements also include the condensed interim income statement and the condensed interim statement of comprehensive income for the three months period ended December 31, 2025 which are not subjected to auditor's review. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at and for the six months period ended December 31, 2025.

4. MATERIAL ACCOUNTING POLICY INFORMATION, SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGMENTS AND RISK MANAGEMENT POLICIES

4.1 The material accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2025.

4.2 The preparation of these condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan for interim financial reporting 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, 2025. 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, 2025.

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, 2025. However, these are not considered to be relevant or do not have any material impact on the Fund's financial statements and, therefore, have not been detailed in these condensed interim financial statements.

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

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2026. However, these are not considered to be relevant or did not have any material effect on the Fund's condensed interim financial statements except for:

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

The management is in the process of assessing the impacts of the new standards and amendments on the condensed interim financial statements of the Fund.

5. BALANCES WITH BANKS	Note	December 31, 2025 (Unaudited)	June 30, 2025 (Audited)
		----- (Rupees in '000) -----	
Balances with banks in:			
Saving accounts	5.1	173,970	65,338
Current accounts	5.2	1,781	2,962
		<u>175,751</u>	<u>68,300</u>

5.1 These include balance maintained with Meezan Bank Limited (a related party) that has an expected profit rate of 7.28% (June 30, 2025: 3.25%) per annum. Other savings accounts of the Fund have expected profit rates ranging from 6.67% to 10.65% (June 30, 2025: 4.82% to 10.60%).

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

5.3 Cash and cash equivalents	Note	December 31, 2025	December 31, 2024
		(Unaudited)	(Unaudited)
Balances with banks	5	175,751	55,540

6. INVESTMENTS	At fair value through profit or loss	Investment in equity securities - listed	6.1	December 31, 2025	June 30, 2025
				(Unaudited)	(Audited)
				1,317,410	524,149

6.1 Investment in equity securities - listed

6.1 Investment in equity securities - listed

Name of the investee company	As at July 1, 2025	Purchased during the period	Sold / transfers during the period	As at December 31, 2025	Carrying value as at December 31, 2025	Market value as at December 31, 2025	Unrealised appreciation/ (diminution) as at December 31, 2025	Percentage in relation to		
								Net assets of the Fund*	Total market value of investments*	Paid-up capital of investee company (with face value of
								-----%-----		
Automobile Assembler										
Sazgar Engineering Works Limited	-	19,684	15,200	4,484	7,401	7,631	230	0.52	0.58	-
Gandhara Automobile Limited	-	73,850	73,850	-	-	-	-	-	-	-
Gandhara Industries Limited	-	8,051	8,051	-	-	-	-	-	-	-
								0.52	0.58	-
Cement										
Attock Cement Pakistan Limited (note 6.1.4)	20,000	50,599	20,000	50,599	14,389	14,269	(120)	0.96	1.08	-
Cherat Cement Company Limited	63,294	108,500	13,129	158,665	51,654	52,918	1,264	3.57	4.02	0.01
Fauji Cement Company Limited	-	990,712	990,712	-	-	-	-	-	-	-
D. G. Khan Cement Company Limited	127,980	411,878	539,858	-	-	-	-	-	-	-
Kohat Cement Company Limited (note 6.1.1) & (note 6.1.4)	46,847	342,388	5,000	384,235	33,982	43,495	9,513	2.94	3.30	0.02
Lucky Cement Limited (note 6.1.1) & (note 6.1.2)	159,655	275,385	172,667	262,373	107,528	124,617	17,089	8.41	9.46	0.01
Pioneer Cement Limited	-	325,000	140,000	185,000	63,694	71,676	7,982	4.84	5.44	0.01
Maple Leaf Cement Factory Limited	56,000	515,000	381,000	190,000	20,104	22,312	2,208	1.51	1.69	-
								22.23	24.99	0.05
Chemical										
Lucky Core Industries Limited (note 6.1.1)	3,380	20,495	17,510	6,365	2,059	1,835	(224)	0.12	0.14	-
Descon Oxychem Limited	-	260,000	260,000	-	-	-	-	-	-	-
Ghani Chemical Industries Limited	-	360,000	360,000	-	-	-	-	-	-	-
Ghani Global holdings limited	-	800,312	800,312	-	-	-	-	-	-	-
								0.12	0.14	-
Commercial Banks										
Meezan Bank Limited	153,698	218,653	174,000	198,351	78,082	88,143	10,061	5.95	6.69	-
Faysal Bank Limited	172,000	-	172,000	-	-	-	-	-	-	-
								5.95	6.69	-
Engineering										
Aisha Steel Mills Limited	-	950,000	950,000	-	-	-	-	-	-	-
Crescent Steel	-	16,193	-	16,193	1,587	1,640	53	0.11	0.12	-
International Industries Limited	-	41,228	41,228	-	-	-	-	-	-	-
International Steels Limited	-	152,443	100,000	52,443	5,697	5,525	(172)	0.37	0.42	-
								0.48	0.54	-
Fertilizer										
Fauji Fertilizer Company Limited	-	298,934	156,000	142,934	73,404	84,433	11,029	5.70	6.41	-
Engro Fertilizers Limited	-	160,000	160,000	-	-	-	-	-	-	-
Fatima Fertilizer Company Limited	3,000	150,000	33,000	120,000	13,411	18,193	4,782	1.23	1.38	-
								6.93	7.79	-

Name of the investee company	As at July 1, 2025	Purchased during the period	Sold / transfers during the period	As at December 31, 2025	Carrying value as at December 31, 2025	Market value as at December 31, 2025	Unrealised appreciation/ (diminution) as at December 31, 2025	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)
								%		
Food & Personal Care Products										
National Foods Limited (note 6.1.1)	70,000	176,000	159,986	86,014	31,370	34,080	2,710	2.30	2.59	0.01
Nestle Pakistan Limited	-	144	144	-	-	-	-	-	-	-
								2.30	2.59	0.01
Glass & Ceramics										
Tariq Glass Industries Limited	55,000	45,000	21,000	79,000	19,427	16,851	(2,576)	1.14	1.28	-
								1.14	1.28	-
Oil & Gas Exploration Companies										
Mari Energies Limited (note 6.1.2) & (note 6.1.3)	65,973	153,869	96,000	123,842	83,897	88,657	4,760	5.98	6.73	-
Oil & Gas Development Company Limited (note 6.1.2)	316,095	463,446	212,000	567,541	140,495	159,530	19,035	10.77	12.11	-
Pakistan Petroleum Limited	-	564,297	230,000	334,297	62,377	78,744	16,367	5.31	5.98	-
								22.06	24.82	-
Oil & Gas Marketing Companies										
Attock Petroleum Limited	-	55,000	55,000	-	-	-	-	-	-	-
Pakistan State Oil Company Limited	128,456	245,000	197,000	176,456	77,554	83,670	6,116	5.65	6.35	-
Sui Northern Gas Pipelines Limited	251,798	266,891	328,000	190,689	22,787	22,791	4	1.54	1.73	-
Sui Southern Gas Company Limited	100,000	400,000	500,000	-	-	-	-	-	-	-
								7.19	8.08	-
Transport										
Pakistan International Bulk Terminal Limited	-	1,400,000	1,400,000	-	-	-	-	-	-	-
Paper, Board & Packaging										
Century Paper & Board Mills Limited	-	100,000	100,000	-	-	-	-	-	-	-
Cherat Packaging Limited	-	50,000	50,000	-	-	-	-	-	-	-
Packages Limited	13,616	1,000	2,000	12,616	7,175	9,650	2,475	0.65	0.73	-
								0.65	0.73	-
Inv. Banks / Inv. Cos. / Securities Cos.										
Engro Holding Limited	-	456,112	216,000	240,112	51,254	56,971	5,717	3.85	4.32	-
								3.85	4.32	-
Pharmaceuticals										
AGP Limited	37,000	25,000	62,000	-	-	-	-	-	-	-
Citi Pharma Limited	34,000	-	34,000	-	-	-	-	-	-	-
Haleon Pakistan Limited	5,978	-	500	5,478	4,034	4,565	531	0.31	0.36	-
Highnoon Laboratories Limited	4,903	-	500	4,403	4,350	4,502	152	0.30	0.34	-
								0.61	0.70	-
Power Generation & Distribution										
The Hub Power Company Limited	234,131	750,000	392,000	592,131	108,500	131,086	22,586	8.85	9.95	-
K-Electric Limited (note 6.1.1)	3,010,732	5,000,000	8,010,732	-	-	-	-	-	-	-
								8.85	9.95	-
Refinery										
Attock Refinery Limited	15,000	20,000	35,000	-	-	-	-	-	-	-
Pakistan Refinery Limited	-	400,000	-	400,000	15,297	14,656	(641)	0.99	1.11	0.01
National Refinery Limited	-	30,000	30,000	-	-	-	-	-	-	-
								0.99	1.11	0.01
Technology and Communication										
Supernet Limited (note 6.1.2)	399,462	8,000	387,159	20,303	808	1,178	370	0.08	0.09	-
Systems Limited (note 6.1.1)	-	898,466	516,962	381,504	56,390	65,191	8,801	4.40	4.95	0.01
								4.48	5.04	0.01
Cable & Electrical Goods										
Pak Elektron Limited	-	800,000	650,000	150,000	8,316	8,601	285	0.58	0.65	-
								0.58	0.65	-
Textile Composite										
Gul Ahmed Textile Mills Limited	-	400,000	400,000	-	-	-	-	-	-	-
								-	-	-
Total as at December 31, 2025					1,167,023	1,317,410	150,387	88.93	100.00	
Total as at June 30, 2025					467,035	524,149	57,114	88.42	100.00	

* Nil figures due to rounding off

6.1.1 All shares have a nominal value of Rs.10 each except for the shares of following:

Name of the investee company	Nominal value per share as on December 31, 2025 (Rs.)	Subdivision of share during the period	Additional number of shares received on account of subdivision of shares during the period
National Foods Limited	5.00	-	-
K-Electric Limited	3.50	-	-
Lucky Cement Limited	2.00	-	-
Systems Limited	2.00	-	-
Lucky Core Industries Limited	2.00	On July 18, 2025 from Rs.10 to Rs.2 per share	18,300
Kohat Cement Company Limited	2.00	On August 22, 2025 from Rs.10 to Rs.2 per share	167,388

6.1.2 Investments include 10,000 shares of Supernet Limited, 34,500 shares of Mari Energies Limited, 8,100 shares of Lucky Cement Limited and 50,000 shares of Oil & Gas Development Company Limited, having market value of Rs. 0.580 million, Rs. 24.698 million, Rs. 3.847 million, and Rs. 14.05 million respectively as at December 31, 2025 (June 30, 2025: 25,000 shares of Supernet Limited, 8,100 shares of Lucky Cement Limited, 20,000 shares of Mari Energies Limited and 50,000 shares of Oil & Gas Development Company Limited, having market value of Rs. 0.995 million, Rs. 2.877 million, Rs. 12.538 million and Rs. 11.028 million respectively) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.

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

In this regard, a petition was filed by the Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CIS. The petition is based on the grounds that since the CISs are exempt from levy of income tax in terms of clause 99 of Part-I of the Second Schedule to the ITO, no tax is payable by the Fund under Section 236Z of the ITO. In this regard, the Honourable High Court of Sindh has issued notices to the relevant parties and ordered to retain the bonus shares being withheld and no tax shall be paid under section 236Z of the ITO till further orders of the Court. The matter is still pending adjudication and the Fund has included these shares in the portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs.

As at December 31, 2025, Mari Energies Limited has withheld 6,477 shares from the bonus shares issued to the Fund. The market value of bonus shares withheld amounts to Rs.4,637 million as at December 31, 2025.

6.1.4 On November 24, 2025, Pakistan Stock Exchange (PSX) issued a notice bearing serial PSX/N-1269 regarding the recomposition exercise carried out by PSX on KMI All Share Islamic Index. In the stated notice, Kohat Cement Company Limited and Attock Cement Limited were declared as compliant of the Index, previously declared as non-compliant. As at December 31, 2025, the Fund did not have any shariah non-compliant investments.

6.2	Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	Note	December 31, 2025	December 31, 2024
			(Unaudited)	(Unaudited)
			----- (Rupees in '000) -----	
	Market value of investments	6.1	1,317,410	440,854
	Less: Carrying value of investments	6.1	(1,167,023)	(353,141)
			<u>150,387</u>	<u>87,713</u>
7.	PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY		December 31, 2025	June 30, 2025
			(Unaudited)	(Audited)
			----- (Rupees in '000) -----	
	Remuneration fee payable	7.1	853	201
	Sindh sales tax payable on remuneration of the Management Company	7.2	128	30
	Sales load payable		649	231
	Sindh sales tax payable on sales load	7.2	97	35
			<u>1,727</u>	<u>497</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 and subject to the capping ranging from 1% - 3% to be calculated on a weighted average basis, based on allocation of average daily net assets applicable to a 'Hybrid Scheme'. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the following rates during the period ended December 31, 2025:

For the period ended December 31, 2025	
From July 1, 2025 to September 30, 2025	2.70% of the average annual net assets
From October 1, 2025 to December 09, 2025	2.80% of the average annual net assets
From December 10, 2025 to December 31, 2025	3.00% of the average annual net assets

For the period ended December 31, 2024	
From July 1, 2024 to December 31, 2024	2.00% of the average annual net assets

- 7.2 Sindh sales tax, levied under the Sindh Sales Tax on Services Act, 2011, at the rate of 15% (December 31, 2024: 15%), had been charged on the Management Company's remuneration, sales load and any reimbursable expenditure to the Management Company.
- 7.3 The SECP, vide S.R.O.600(I)/2025 dated April 10, 2025, issued amendments in respect of expenses chargeable to CISs as prescribed in Schedule XX of the NBFC Regulations, from which the chargeability of expenses related to selling and marketing and registrar services, accounting, operation and valuation services has been excluded.

The Management Company in pursuance of the above requirement did not charge the above-mentioned expenses in the period ended December 31, 2025.

During the period ended December 31, 2024, the Management Company has charged expenses related to selling and marketing at rates ranging from 0.5% - 0.8% of the average annual net assets of the Fund and in relation to registrar services, accounting, operation and valuation services at the rate of 0.07% of the average annual net assets of the Fund.

	Note	December 31, 2025 (Unaudited)	June 30, 2025 (Audited)
		----- (Rupees in '000) -----	
8. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
Remuneration payable	8.1	210	96
Sindh sales tax payable on remuneration of the Trustee	8.2	31	14
		<u>241</u>	<u>110</u>

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

Net Assets	Fee
Up to Rs.1 billion	Rs. 0.7 million or 0.2% per annum of net assets, whichever is higher.
Over Rs.1 billion	Rs. 2 million plus 0.1% per annum of net assets exceeding Rs.1 billion.

- 8.2 Sindh sales tax is levied at the rate of 15% under the Sindh Sales Tax on Services Act, 2011 (December 31, 2024: 15%) on the Trustee remuneration.

	Note	December 31, 2025 (Unaudited)	June 30, 2025 (Audited)
		----- (Rupees in '000) -----	
9. PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Annual fee payable	9.1	<u>119</u>	<u>45</u>

- 9.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP). Accordingly, the Fund has charged SECP fee at the rate of 0.095% per annum (December 31, 2024: 0.095%) of the daily net assets during the period. Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

	Note	December 31, 2025 (Unaudited)	June 30, 2025 (Audited)
10. ACCRUED EXPENSES AND OTHER LIABILITIES		----- (Rupees in '000) -----	
Auditor's remuneration payable		602	585
Brokerage payable		785	545
Shariah advisor fee payable		408	413
Shariah audit fee payable		42	
Charity payable	10.1	2,383	884
Provision for Federal Excise Duty and related Sindh sales tax on remuneration of the Management Company	10.2	482	482
Provision for Federal Excise Duty and related Sindh sales tax on sales load	10.2	145	145
Capital gain tax payable		1,197	1,107
Other payable		29	13
		<u>6,073</u>	<u>4,174</u>

- 10.1 According to the instructions of the Shariah Advisor, any income earned by the Fund from investments whereby portion of the investment of investee company has been made in Shariah non-compliant avenues, such proportion of income of the Fund from those investments should be given away for charitable purposes directly by the Fund.

Accordingly, during the period ended December 31, 2025, non-shariah compliant income amounting to Rs. 1.499 million (December 31, 2024: Rs. 0.377 million) was charged as an expense in the books of the Fund.

- 10.2 The status of provision of Federal Excise Duty (FED) and related sales tax on management fee and sales load is same as disclosed in financial statement for the year ended June 30, 2025. Had the provision for FED not been made, the Net Asset Value of the Fund as at December 31, 2025 would have been higher by Re. 0.051 (June 30, 2025: Re. 0.10) per unit.

11. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2025 and June 30, 2025.

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 the required minimum percentage of income earned by the Fund for the year ending June 30, 2026 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements during the period.

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

13. TOTAL EXPENSE RATIO

The SECP, vide S.R.O. 600(I)/2025 dated April 10, 2025, has removed the Total Expense Ratio (TER) limit with effect from July 1, 2025. The TER limit of 4.5% for a collective investment scheme categorised as an 'Asset Allocation Scheme', applicable previously, has been replaced with the management fee cap as disclosed in note 7.1 to these condensed interim financial statements for a collective investment scheme categorised as an 'Asset Allocation Scheme'.

14. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons and related parties include Al Meezan Investment Management Limited being the Management Company, the Central Depository Company of Pakistan Limited being the Trustee / custodian of the Fund, Meezan Bank Limited being the holding company of the Management Company, being an associated company of the Management Company, other collective investment schemes / notified entities managed by the Management Company, any person or trust beneficially owning, directly or indirectly, ten percent or more of the capital of the Management Company or ten percent or more of the net assets of the Fund, any person or trust controlled by the same persons as defined herein, any member of the group of which that person or trust forms part of. Directors or officers of the Management Company or any of their connected persons as specified herein.

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.

Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Offering Document, respectively.

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

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

Balances as at period end	December 31, 2025 (Unaudited)	June 30, 2025 (Audited)
	----- (Rupees in '000) -----	
AI Meezan Investment Management Limited - Management Company		
Remuneration fee payable	853	201
Sindh sales tax on remuneration fee payable Management Company	128	30
Sales load payable	649	231
Sindh sales tax payable on sales load	97	35
Investments in 3,250,774 units (June 30, 2025: Nil units)	389,162	-
Meezan Bank Limited		
Sales load payable	53	95
Sindh Sales Tax on sales load payable	8	14
Bank balances	83,630	28,935
Profit receivable on savings account	516	190
Investment in 198,351 shares (June 30, 2025: 153,698 shares)	88,143	51,035
Shariah Advisor fee payable	408	413
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the trustee	210	96
Sindh sales tax on remuneration payable to the Trustee	31	14
Deposits	100	100
National Clearing Company of Pakistan Limited		
Security deposit with National Clearing Company of Pakistan Limited	1,012	1,012
Directors and their close family members and key management personnel of the Management Company		
Investment in 3,808 units (June 30, 2025: 4,044 units)	456	384
Unit holders holding 10% or more of units of the Fund		
Investment in 1,586,263 units (June 30, 2025: 1,586,263 units)	189,898	150,729
Transactions during the period		
	Six months period ended December 31,	
	2025	2024
	----- (Rupees in '000) -----	
	(Unaudited)	
AI Meezan Investment Management Limited - Management Company		
Remuneration for the period	16,562	3,576
Sindh sales tax on management fee for the period	2,484	536
Allocated expenses	-	126
Sindh sales tax on allocated expenses	-	20
Selling and marketing expenses	-	1,304
Sindh sales tax on selling and marketing expenses	-	196
Units issued: 3,250,774 units (December 31, 2024: Nil units)	347,000	-
Units issued to unitholders on behalf of the Management Company	-	2,266

Transactions during the period

	Six months period ended December 31,	
	2025	2024
	----- (Rupees in '000) ----- (Unaudited)	
Meezan Bank Limited		
Profit on savings account	3,036	348
Purchase of 218,653 shares (2024: 114,900 shares)	90,148	26,321
Sale of 174,000 shares (2024: 170,000 shares)	69,166	38,900
Shariah advisor fee	283	269
Dividend income	1,981	788
Central Depository Company of Pakistan Limited - Trustee		
Remuneration for the period	1,044	358
Sindh sales tax on trustee fee for the period	157	54
CDS charges	161	48
Directors and their close family members and key management personnel of the Management Company		
Units issued: 3,718 units (2024: 3,454 units)	406	217
Units redeemed: 3,954 units (2024: 105 units)	449	6
Ghandhara Tyre & Rubber Company Limited		
Purchase of Nil shares (2024: 175,000 shares)	-	7,631
Sale of Nil shares (2024: 40,000 shares)	-	1,631
Engro Fertilizers Limited *		
Purchase of Nil shares (2024: 120,000 shares)	-	20,842
Sale of Nil shares (2024: 89,000 shares)	-	17,529
Dividend Income	-	168
Unit holders holding 10% or more of units of the Fund		
Units issued: Nil units (2024: 2,335 units)	-	211
National Clearing Company of Pakistan Limited		
NCCPL charges	378	233

* Current period balance and transactions have not been presented as the person was not classed as a related party/ connected person of the Fund with effect from March 24, 2025.

15. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

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, 2025 and June 30, 2025, the Fund held the following financial instruments measured at fair values:

As at December 31, 2025 (Unaudited)			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			
ASSETS			
Financial assets 'at fair value through profit or loss'			
Investment in equity securities - listed	1,317,410	-	1,317,410

As at June 30, 2025 (Audited)			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			
ASSETS			
Financial assets 'at fair value through profit or loss'			
Investment in equity securities - listed	524,149	-	524,149

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

Item	Valuation technique
Investment in equity securities - listed	The fair value of investment in listed equity securities are valued on the basis of closing quoted market prices available at the Pakistan Stock Exchange.

There were no transfers between levels during the period.

16. GENERAL

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

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

17. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on **January 30, 2026** by the Board of Directors of the Management Company.

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

Chief Executive Officer

Chief Financial Officer

Director

ADAPTIVE CONSTELLATIONS OF VALUE

The Meezan Dynamic Asset Allocation Fund, through its Dividend Yield Plan, creates a horizon of consistent value.

MEEZAN

DYNAMIC ASSET ALLOCATION FUND

The Investment Objective of Meezan Dividend Yield Plan (MDYP) is to provide competitive returns through investments in dividend yielding Shariah Compliant equity securities, Shariah Compliant Fixed Income Instruments, Shariah Compliant Money Market Instruments and any other Shariah Compliant instrument as permitted by the SECP and Shariah Advisor.



FUND INFORMATION

MANAGEMENT COMPANY

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BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Irfan Siddiqui	Chairman
Ms. Ayesha Umer	Non-Executive Nominee Director- PKIC
Ms. Danish Zuberi	Independent Director
Mr. Feroz Rizvi	Independent Director
Mr. Furquan Kidwai	Independent Director
Mr. Imtiaz Gadar	Chief Executive Officer
Mr. Saad Ur Rahman Khan	Non-Executive Nominee Director- PKIC
Ms. Shazia Khurram	Non-Executive Nominee Director- MBL
Dr. Syed Amir Ali	Non-Executive Nominee Director- MBL
Syed Imran Ali Shah	Non-Executive Nominee Director- MBL

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Syed Haseeb Ahmed Shah

BOARD AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Ms. Ayesha Umer	Member
Syed Imran Ali Shah	Member

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Imtiaz Gadar	Member
Mr. Faiz Ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

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

SHARIAH 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

LEGAL ADVISER

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

SHARIAH ADVISER

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

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

TRANSFER AGENT

Al Meezan Investment Management Limited

BANKERS TO THE FUND

1. Al Baraka Bank Pakistan Limited
2. Meezan Bank Limited
3. UBL Ameen - Islamic Banking

Head Office:

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

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

Fax: (92-21) 34326021 - 23

URL: www.cdcpakistan.com

Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

MEEZAN DYNAMIC ASSET ALLOCATION FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Meezan Dynamic Asset Allocation Fund (the Fund) are of the opinion that Al Meezan Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2025 in accordance with the provisions of the following:

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

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 24, 2026

INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE UNIT HOLDERS OF MEEZAN DYNAMIC ASSET ALLOCATION FUND

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Meezan Dynamic Asset Allocation Fund** (the Fund) as at **December 31, 2025** and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund, condensed interim statement of cash flows and notes to and forming part of the condensed interim financial statements for the half year ended December 31, 2025 (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 approved accounting standards as applicable in Pakistan for interim financial reporting.

Other Matter

Pursuant to requirement of Section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the half year, presented in the second quarter accounts are subject to a limited scope review by the statutory auditors of the Fund. Accordingly, the figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2025 and December 31, 2024 have not been reviewed by us.

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



Chartered Accountants

Place: Karachi
Date: February 25, 2026
UDIN: RR202510091nzY82ZQ09

**MEEZAN DYNAMIC ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2025**

Meezan Dividend Yield Plan	
December 31, 2025	June 30, 2025
(Un-audited)	(Audited)

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

ASSETS

Bank balances	5	102,378	40,658
Investments	6	789,245	248,770
Receivable against conversion of units		61,086	6,571
Receivable against sale of investments		-	1,463
Dividend receivable		11	-
Advances, deposits and profit receivable		3,229	1,421
Total assets		955,949	298,884

LIABILITIES

Payable to AI Meezan Investment Management Limited - Management Company	7	1,694	348
Payable to Central Depository Company of Pakistan Limited - Trustee	8	167	47
Payable to the Securities and Exchange Commission of Pakistan	9	68	19
Payable to Meezan Bank Limited		43	13
Payable against redemption and conversion of units		5,530	801
Payable against purchase of investments		24,385	-
Dividend payable		-	2,182
Accrued expenses and other liabilities	10	4,155	1,999
Total liabilities		36,042	5,409

NET ASSETS

919,907	293,475
----------------	----------------

UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)

919,907	293,475
----------------	----------------

CONTINGENCIES AND COMMITMENTS

11

NUMBER OF UNITS IN ISSUE

10,371,143	4,327,476
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NET ASSET VALUE PER UNIT

88.6987	67.8166
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The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

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

Chief Executive Officer

Chief Financial Officer

Director

MEEZAN DYNAMIC ASSET ALLOCATION FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2025

Meezan Dividend Yield Plan				
	Half year ended December 31, 2025	From August 29, 2024 to December 31, 2024	Quarter ended December 31, 2025	Quarter ended December 31, 2024
Note ----- (Rupees in '000) -----				
INCOME				
Profit on balances with banks	2,607	908	1,669	640
Realised gain on sale of investments	50,378	17,116	37,925	17,324
Dividend income	16,983	1,036	13,050	971
	<u>69,968</u>	<u>19,060</u>	<u>52,644</u>	<u>18,935</u>
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1 <u>87,721</u>	<u>42,519</u>	<u>(15,639)</u>	<u>43,383</u>
Total Income	157,689	61,579	37,005	62,318
EXPENSES				
Remuneration of AI Meezan Investment Management Limited - Management Company	7.1 <u>8,959</u>	946	5,703	886
Sindh Sales Tax on remuneration of the Management Company	7.2 <u>1,344</u>	142	856	133
Allocated expenses	-	33	-	31
Sindh Sales Tax on allocated expenses	-	5	-	5
Selling and marketing expenses	-	379	-	355
Sindh Sales Tax on selling and marketing expense	-	57	-	53
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1 <u>635</u>	95	394	89
Sindh Sales Tax on remuneration of the Trustee	8.2 <u>95</u>	14	59	13
Fee to the Securities and Exchange Commission of Pakistan (SECP)	<u>302</u>	45	187	42
Brokerage expense	<u>2,912</u>	1,458	1,979	1,413
Charity expense	<u>834</u>	33	798	33
Auditors' remuneration	<u>412</u>	109	271	109
Amortisation of preliminary expenses and floatation costs	<u>18</u>	12	9	9
Bank and settlement charges	<u>204</u>	12	170	11
Reimbursement from AI Meezan Investment Management Limited - Management	-	(965)	-	-
Fees and subscription	<u>779</u>	-	294	-
Total expenses	16,494	2,375	10,720	3,182
Net income for the period before taxation	141,195	59,204	26,285	59,136
Taxation	14 <u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net income for the period after taxation	141,195	59,204	26,285	59,136
Allocation of net income for the period				
Net income for the period after taxation	<u>141,195</u>	<u>59,204</u>		
Income already paid on units redeemed	<u>(42,695)</u>	<u>(30,795)</u>		
	<u>98,500</u>	<u>28,409</u>		
Accounting income available for distribution				
- Relating to capital gains	<u>98,500</u>	<u>28,409</u>		
- Excluding capital gains	<u>-</u>	<u>-</u>		
	<u>98,500</u>	<u>28,409</u>		

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

For AI Meezan Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**MEEZAN DYNAMIC ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2025**

Meezan Dividend Yield Plan				
Half year ended December 31, 2025	From August 29, 2024 to December 31, 2024	Quarter ended December 31, 2025	Quarter ended December 31, 2024	
----- (Rupees in '000) -----				
Net income for the period after taxation	141,195	59,204	26,285	59,136
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	141,195	59,204	26,285	59,136

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

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

Chief Executive Officer

Chief Financial Officer

Director

**MEEZAN DYNAMIC ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

	Meezan Dividend Yield Plan			Meezan Dividend Yield Plan		
	Half year ended December 31, 2025			From August 29, 2024 to December 31, 2024		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	----- (Rupees in '000) -----			----- (Rupees in '000) -----		
Net assets at the beginning of the period (audited)	292,779	696	293,475	-	-	-
Issuance of 20,059,859 units (2024: 12,505,809 units)						
- Capital value (at ex - net assets value per unit)	1,360,392	-	1,360,392	625,290	-	625,290
- Element of income	258,448	-	258,448	126,566	-	126,566
Total proceeds on issuance of units	1,618,840	-	1,618,840	751,856	-	751,856
Redemption of 14,016,192 units (2024: 6,998,430 units)						
- Capital value (at ex - net assets value per unit)	(950,530)	-	(950,530)	(349,922)	-	(349,922)
- Element of loss	(140,378)	(42,695)	(183,073)	(59,009)	(30,795)	(89,804)
Total payments on redemption of units	(1,090,908)	(42,695)	(1,133,603)	(408,931)	(30,795)	(439,726)
Total comprehensive income for the period	-	141,195	141,195	-	59,204	59,204
Distribution during the period	-	-	-	-	(19)	(19)
Net income for the period less distribution	-	141,195	141,195	-	59,185	59,185
Net assets at the end of the period (un-audited)	820,711	99,196	919,907	342,925	28,390	371,315
Undistributed income brought forward						
- Realised loss		(19,538)			-	
- Unrealised gain		20,234			-	
		696			-	
Accounting income available for distribution						
- Relating to capital gains		98,500			28,409	
- Excluding capital gains		-			-	
		98,500			28,409	
Distribution during the period ended December 31, 2025						
Nil (2024: Cash distribution @ Re. 0.0394 declared on September 04, 2024)		-			(19)	
Undistributed income carried forward		99,196			28,390	
Undistributed income carried forward						
- Realised gain / (loss)		11,475			(14,129)	
- Unrealised gain		87,721			42,519	
		99,196			28,390	
		(Rupees)			(Rupees)	
Net assets value per unit at the beginning of the period		67.8166			50.0000	
Net assets value per unit at the end of the period		88.6987			67.4215	

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

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

Chief Executive Officer

Chief Financial Officer

Director

**MEEZAN DYNAMIC ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

Meezan Dividend Yield Plan	
Half year ended December 31, 2025	From August 29, 2024 to December 31, 2024

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

CASH FLOWS FROM OPERATING ACTIVITIES

Net income for the period before taxation	141,195	59,204
Adjustments for:		
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.1 (87,721)	(42,519)
	<u>53,474</u>	<u>16,685</u>
(Increase) / decrease in assets		
Investments - net	(452,754)	(292,717)
Receivable against sale of investments	1,463	-
Dividend receivable	(11)	(11)
Receivable from AI Meezan Investment Management Limited - Management Company	-	(965)
Advances, deposits and profit receivable	(1,808)	(984)
	<u>(453,110)</u>	<u>(294,677)</u>
Increase / (decrease) in liabilities		
Payable to AI Meezan Investment Management Limited - Management Company	1,346	1,283
Payable to Central Depository Company of Pakistan Limited - Trustee	120	84
Payable to the Securities and Exchange Commission of Pakistan	49	28
Payable to Meezan Bank Limited	31	-
Payable against purchase of investments	24,385	62,592
Dividend payable	(2,182)	-
Accrued expenses and other liabilities	2,156	4,690
	<u>25,905</u>	<u>68,677</u>
Net cash used in operating activities	<u>(373,731)</u>	<u>(209,315)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	1,564,325	701,637
Payment against redemption and conversion of units	(1,128,874)	(436,670)
Cash dividend paid	-	(19)
Net cash generated from financing activities	<u>435,451</u>	<u>264,948</u>
Net increase in cash and cash equivalents during the period	<u>61,720</u>	<u>55,633</u>
Cash and cash equivalents at the beginning of the period	40,658	-
Cash and cash equivalents at the end of the period	5 <u><u>102,378</u></u>	<u><u>55,633</u></u>

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

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

Chief Executive Officer

Chief Financial Officer

Director

**MEEZAN DYNAMIC ASSET ALLOCATION FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Meezan Dynamic Asset Allocation Fund (the Fund) was established under a Trust Deed executed between Al Meezan Investment Management Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed under the Sindh Trust Act, 2020 on May 02, 2023 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on December 29, 2023 under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The Management Company has been licensed by the SECP to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company of the Fund is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi 74400, Pakistan.
- 1.2 The objective of the Fund is to provide competitive returns through investments in dividend yielding Shariah Compliant equity securities, Shariah Compliant Fixed Income Instruments, Shariah Compliant Money Market Instruments and any other Shariah Compliant instrument as permitted by the SECP and Shariah Advisor. Meezan Bank Limited acts as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.
- 1.3 The Fund is an open-end Shariah Compliant Asset Allocation Scheme. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.4 The Management Company has been assigned a quality rating of AM1 by VIS Credit Rating Company Limited (June 30, 2025: AM1 on December 31, 2024). It has also been assigned a quality rating of AM1 by Pakistan Credit Rating Agency (June 30, 2025: AM1 on May 15, 2025). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes
- 1.5 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.6 Meezan Dynamic Asset Allocation Fund is an Open End Shariah Compliant Asset Allocation scheme with the provision to launch investment plans under it. The Fund shall have the following features mentioned below:
The first Investment Plan under this Scheme shall be called Meezan Dividend Yield Plan (MDYP).
Other investment plans may be launched by the Management Company (Wakeel) from time to time via Supplemental Offering Documents with the consent of Trustee and Approval of the Commission.

2 BASIS OF PRESENTATION

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

3 BASIS OF PREPARATION

3.1 Statement of compliance

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

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

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

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, 2025.

These condensed interim financial statements are Un-audited. 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, 2025.

4 MATERIAL ACCOUNTING POLICY INFORMATION

4.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2025.

4.2 The preparation of these condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2025. 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, 2025.

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, 2025. 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

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

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

		December 31, 2025 (Un-audited)	June 30, 2025 (Audited)
	Note	----- (Rupees in '000) -----	
5	BANK BALANCES		
	Balances with banks in:		
	Savings accounts	5.1 <u>102,378</u>	<u>40,658</u>
5.1	These include balance maintained with Meezan Bank Limited (a related party) that has an expected profit rate of 7.28% (June 30, 2025: 3.25%) per annum. Other savings accounts of the Fund have expected profit rates ranging from 6.00% to 11.00% (June 30, 2025: 6.00% to 10.60%).		
		December 31, 2025 (Un-audited)	June 30, 2025 (Audited)
6	INVESTMENTS	----- (Rupees in '000) -----	
	Investment at 'fair value through profit or loss'		
	Listed equity securities	6.1 <u>789,245</u>	<u>248,770</u>

6.1 Investments in equity securities - listed

Name of the investee company	As at July 01, 2025	Purchased during the period	Bonus / right shares during the period	Sold during the period	As at December 31, 2025	Carrying value as at December 31, 2025	Market value as at December 31, 2025	Unrealised appreciation as at December 31, 2025	Market value as a percentage of		Holding as a percentage of Paid-up capital of investee company (with face value of investment)
									Net assets of the Fund	Total market value of investments	
						----- (Rupees in '000) -----			----- (%) -----		
CEMENT											
Bestway Cement Limited	-	23,838	-	23,838	-	-	-	-	-	-	-
Fauji Cement Company Limited	241,070	785,000	-	1,026,070	-	-	-	-	-	-	-
Pioneer Cement Limited	112,706	310,000	-	317,706	105,000	33,907	40,681	6,774	4.42	5.15	0.05
Lucky Cement Ltd	71,000	177,500	-	118,500	130,000	56,576	61,745	5,169	6.71	7.82	0.01
	424,776	1,296,338	-	1,486,114	235,000	90,483	102,426	11,943	11.13	12.97	0.06
COMMERCIAL BANKS											
Faysal Bank Limited	420,259	381,126	-	628,936	172,449	15,770	15,998	228	1.74	2.03	0.01
Meezan Bank Limited (a related party of the Fund)	83,551	135,000	-	33,300	185,251	72,249	82,322	10,073	8.95	10.43	0.01
	503,810	516,126	-	662,236	357,700	88,019	98,320	10,301	10.69	12.46	0.02
FERTILIZER											
Fatima Fertilizer Limited	-	573,993	-	26,500	547,493	65,819	83,005	17,186	9.02	10.52	0.03
Engro Fertilizers Limited	146,042	697,330	-	454,500	388,872	83,958	88,021	4,063	9.57	11.15	0.03
Fauji Fertilizer Company Limited	-	239,500	-	132,000	107,500	58,413	63,501	5,088	6.90	8.05	0.01
	146,042	1,510,823	-	613,000	1,043,865	208,190	234,527	26,337	25.49	29.72	0.07
INV. BANKS / INV. COS. / SECURITIES COS.											
Engro Holding Limited	-	489,870	-	142,220	347,650	74,132	82,487	8,355	8.97	10.45	0.03
OIL AND GAS EXPLORATION COMPANIES											
Oil and Gas Development Company	178,077	312,000	-	84,000	406,077	99,580	114,144	14,564	12.41	14.47	0.01
OIL AND GAS MARKETING COMPANIES											
Pakistan State Oil Company Limited	73,481	172,000	-	123,300	122,181	54,495	57,933	3,438	6.30	7.34	0.03
Sui Northern Gas Pipelines Limited	142,035	248,000	-	386,514	3,521	430	421	(9)	0.05	0.05	-
	215,516	420,000	-	509,814	125,702	54,925	58,354	3,429	6.35	7.39	0.03
POWER GENERATION AND DISTRIBUTION											
The Hub Power Company Limited	140,233	483,000	-	176,100	447,133	86,195	98,987	12,792	10.76	12.54	0.03
Total as at December 31, 2025						701,524	789,245	87,721	85.80	100.00	0.25
Total as at June 30, 2025						228,536	248,770	20,234			

* "0.00%" due to rounding off

6.1.1 All shares have a nominal value of Rs.10 each except Lucky Cement Limited which has nominal value of Rs. 2.00 per share.

7	PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED- MANAGEMENT COMPANY	Note	December 31,	June 30,
			2025 (Un-audited)	2025 (Audited)
			----- (Rupees in '000) -----	
	Management remuneration	7.1	506	96
	Sindh Sales Tax on management remuneration	7.2	76	14
	Formation cost		187	187
	Front end sales load payable		805	44
	Sindh Sales Tax payable on sales load		120	7
			1,694	348

7.1 SECP vide S.R.O. 600(I)/2025, dated April 10, 2025, has substituted Regulation 60(5) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, whereby the Management Company is entitled to a remuneration not exceeding 3.00% per annum of the average daily net assets, applicable to Equity scheme with effect from July 01, 2025. Accordingly, during the period ended December 31, 2025, the Management Company has charged its remuneration at the rate of 2.80% (June 30, 2025: 2.50%) per annum of the average daily net assets. The remuneration is payable to the Management Company monthly in arrears.

7.2 Sindh Sales Tax levied through Sindh Sales Tax on Services Act, 2011 on remuneration of Management Company has been charged at the rate of 15% (June 30, 2025: 15%)

8	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	December 31,	June 30,
			2025 (Un-audited)	2025 (Audited)
			----- (Rupees in '000) -----	
	Remuneration of the Trustee	8.1	145	41
	Sindh Sales Tax payable on remuneration of the Trustee	8.2	22	6
			167	47

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

NET ASSETS (Rs.)	TARIFF
Up to 1 billion	Rs. 0.7 million or 0.20% p.a. of Net Assets, whichever is higher.
Over 1 billion	Rs. 2.0 million plus 0.10% p.a. of Net Assets, on amount exceeding Rs.1 billion.

8.2 Sindh Sales Tax levied through Sindh Sales Tax on Services Act, 2011 on remuneration of the Trustee has been charged at the rate of 15% (June 30, 2025: 15%)

9	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN - SECP	December 31,	June 30,
		2025 (Un-audited)	2025 (Audited)
		----- (Rupees in '000) -----	
	Fee payable	68	19

9.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP). Accordingly, the Fund has charged SECP fee at the rate of 0.095% per annum (June 30, 2025: 0.095%) of the daily net assets during the period. Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

	December 31, 2025 (Un-audited)	June 30, 2025 (Audited)
	----- (Rupees in '000) -----	
10 ACCRUED EXPENSES AND OTHER LIABILITIES		
Brokerage payable	972	85
Charity payable	1,231	394
Withholding tax payable	3	870
Capital gain tax payable	1,073	297
IBFT Charges Payable - IBFT Redemption	26	11
Other accrued expenses payable	18	20
Auditors' remuneration payable	474	322
Shariah Advisor fee payable	358	-
	<u>4,155</u>	<u>1,999</u>

11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2025 (June 30, 2025: Nil), except as disclosed elsewhere in these condensed interim financial statements.

12 TOTAL EXPENSE RATIO

The SECP vide S.R.O. 600(I)/2025 dated April 10, 2025, has removed the Total Expense Ratio (TER) limit with effect from July 01, 2025. The TER limit of 4.5% for a collective investment scheme categorised as 'Asset Allocation Schemes' applicable previously, has been replaced with the management fee cap as disclosed in note 7.1 to these condensed interim financial statements for a collective investment scheme categorised as 'Asset Allocation Schemes'

13 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

- 13.1** Connected persons / related parties include Al Meezan Investment Management Limited being the Management Company, the Central Depository Company of Pakistan Limited being the Trustee, Meezan Bank Limited being the holding company of the Management Company, other collective investment schemes managed by the Management Company, Pakistan Kuwait Investment Company (Private) Limited being the associated company of the Management Company, any entity in which the Management Company, its CISs or their connected persons have material interest, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.
- 13.2** Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates.
- 13.3** Remuneration payable to the Management Company and the Trustee is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed, respectively.
- 13.4** Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.
- 13.5** 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, 2025 (Un-audited)	June 30, 2025 (Audited)
	----- (Rupees in '000) -----	
Balances		
Al Meezan Investment Management Company (Management Company)		
Remuneration payable to the Management Company	506	96
Sindh Sales Tax payable on remuneration of the Management Company	76	14
Formation Cost payable	187	187
Sales load payable	805	44
Sindh Sales Tax on sales load	120	7
Central Depository Company Pakistan Limited (Trustee)		
Remuneration payable to the Trustee	145	41
Sindh Sales Tax on remuneration of the Trustee	22	6
Meezan Bank Limited		
Bank balance	99,900	39,235
Profit receivable on savings account	435	88
Investment in 185,251 shares (June 30, 2025: 83,551)	82,322	27,743
Sales load payable	37	11
Sindh Sales Tax on sales load	6	2

Balances	December 31, 2025 (Un-audited)	June 30, 2025 (Audited)
	----- (Rupees in '000) -----	
National Clearing Company of Pakistan Limited		
Security Deposit	2,506	-
Directors and Executives of the Management Company		
Outstanding units: 4,953 units (June 30, 2025: Nil)	439	-
Unit holders holding 10% or more of units of the Fund		
Investment of units: Nil (June 30, 2025: 1,028,327 Units)	-	69,738
	Half year ended December 31, 2025	From August 29, 2024 to December 31, 2024
	(Un-audited)	
	----- (Rupees in '000) -----	

Transactions during the period

Al Meezan Investment Management Company (Management Company)		
Remuneration to the Management Company	8,959	946
Sindh Sales Tax on remuneration of the Management Company	1,344	142
Allocated expenses	-	33
Sindh Sales Tax on Allocated expenses	-	5
Selling and marketing expenses	-	379
Sindh Sales Tax on Selling and marketing expenses	-	57
Central Depository Company Pakistan Limited (Trustee)		
Remuneration of the Trustee	635	95
Sindh Sales Tax on remuneration of the Trustee	95	14
Meezan Bank Limited		
Profit on savings account	2,524	653
Purchase of 135,000 shares (2024: 318,000 shares)	56,759	74,807
Sale of 33,300 shares (2024: 189,252 shares)	13,612	41,289
Shariah Advisory Fee	635	-
Dividend income	1,660	39
National Clearing Company of Pakistan Limited		
NCCPL Charges	130	-
Directors and Executives of the Management Company		
Units issued: 166,163 units (2024: Nil)	12,238	-
Units redeemed: 161,210 units (2024: Nil)	11,759	-

13.6 Other balances due to / from related parties / connected persons are included in the respective notes to the condensed interim financial statements.

14 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. The Fund has not recorded any tax liability in respect of income relating to the current period as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 2026 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 (i) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

15 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

15.1 Fair value hierarchy

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

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

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

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

As at December 31, 2025 and June 30, 2025, the Fund held the following financial instruments measured at fair values:

As at December 31, 2025 (Un-audited)			
Level 1	Level 2	Level 3	Total
ASSETS			
Financial assets 'at fair value through profit or loss'			
Shares of listed companies 'ordinary shares'			
789,245	-	-	789,245

As at June 30, 2025 (Audited)			
Level 1	Level 2	Level 3	Total
ASSETS			
Financial assets 'at fair value through profit or loss'			
Shares of listed companies 'ordinary shares'			
248,770	-	-	248,770

16 GENERAL

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

17. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on **January 30, 2026** by the Board of Directors of the Management Company.

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

HARMONY AMONG THE STARS

Meezan Balanced Fund bridges the horizon of stability and growth in equal measure.

A vibrant, multi-colored cosmic nebula with swirling patterns of red, orange, yellow, green, and blue, set against a dark purple and black background filled with small red and white stars.

MEEZAN BALANCED FUND

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



FUND INFORMATION

MANAGEMENT COMPANY

Al Meezan Investment Management Limited

Ground Floor, Block "B", Finance & Trade Centre, Shahrah-e-Faisal
Karachi 74400, Pakistan.

Phone (+9221) 35630722-6, 111-MEEZAN

Fax: (+9221) 35676143, 35630808

Website: www.almeezangroup.com

E-mail: info@almeezangroup.com

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Irfan Siddiqui	Chairman
Ms. Ayesha Umer	Non-Executive Nominee Director- PKIC
Ms. Danish Zuberi	Independent Director
Mr. Feroz Rizvi	Independent Director
Mr. Furquan Kidwai	Independent Director
Mr. Imtiaz Gadar	Chief Executive Officer
Mr. Saad Ur Rahman Khan	Non-Executive Nominee Director- PKIC
Ms. Shazia Khurram	Non-Executive Nominee Director- MBL
Dr. Syed Amir Ali	Non-Executive Nominee Director- MBL
Syed Imran Ali Shah	Non-Executive Nominee Director- MBL

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shahid Ojha

COMPANY SECRETARY

Syed Haseeb Ahmed Shah

BOARD AUDIT COMMITTEE

Mr. Feroz Rizvi	Chairman
Ms. Ayesha Umer	Member
Syed Imran Ali Shah	Member

BOARD RISK MANAGEMENT COMMITTEE

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

BOARD HUMAN RESOURCES & REMUNERATION COMMITTEE

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

BOARD IT COMMITTEE

Mr. Furquan R. Kidwai	Chairman
Mr. Imtiaz Gadar	Member
Mr. Faiz Ur Rehman	Subject Matter Expert

TRUSTEE

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

AUDITORS

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

SHARIAH 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

LEGAL ADVISER

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

SHARIAH ADVISER

Dr. Muhammad Imran Usmani
Jamia Darul Uloom Karachi
Korangi Industrial Area
Karachi - 7518

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited

TRANSFER AGENT

Al Meezan Investment Management Limited

BANKERS TO THE FUND

1. Allied Bank Limited
2. Al Baraka Bank Pakistan Limited
3. Askari Bank Limited - Islamic Banking
4. Bank Al Habib Limited - Islamic Banking
5. Bank Alfalah Limited
6. Bank Islami Pakistan Limited
7. Dubai Islamic Bank Pakistan Limited
8. Faysal Bank Limited - Islamic Banking
9. Habib Metropolitan Bank Limited - Islamic Banking
10. MCB- Islamic Bank Limited
11. Meezan Bank Limited
12. National Bank of Pakistan - Islamic Banking
13. Samba Bank Limited
14. Sindh Bank Limited
15. The Bank Of Khyber - Islamic Banking
16. UBL Ameen - Islamic Banking

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
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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, 2025 in accordance with the provisions of the following:

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

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 24, 2026



INDEPENDENT AUDITOR'S REVIEW REPORT

To the unitholders 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** as at December 31, 2025 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movements in unit holders' fund, and condensed interim cash flow statement, and notes to the condensed interim financial statements for the six months period then ended (here-in-after referred to as the "interim financial statements"). The Management Company (Al Meezan Investment Management Limited) is responsible for the preparation and presentation of these 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.

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 are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

The figures of the condensed interim income statement and the condensed interim statement of comprehensive income for the three months period ended December 31, 2025 have not been subjected to the review, as our engagement was limited to the review of the cumulative figures for the six months period ended December 31, 2025.

The engagement partner on the audit resulting in this independent auditor's report is **Khattab Muhammad Akhi Baig**.

A. F. Ferguson & Co.
Chartered Accountants
Karachi

Dated: February 25, 2026

UDIN: RR2025100810wQhJFHep

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network, State Life Building No. 1-C, I. I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan
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**MEEZAN BALANCED FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2025**

	December 31, 2025 (Unaudited)	June 30, 2025 (Audited)
Note	------(Rupees in '000)-----	
Assets		
Balances with banks	5 1,302,488	649,861
Investments	6 3,644,668	2,833,689
Receivables against conversion of units	14,938	20,636
Dividend receivable	833	833
Receivable against sale of investments	21,601	-
Advances, deposits, prepayments and profit receivable	35,845	41,898
Total assets	<u>5,020,373</u>	<u>3,546,917</u>
Liabilities		
Payable to AI Meezan Investment Management Limited - Management Company	7 5,138	2,971
Payable to Central Depository Company of Pakistan Limited - Trustee	8 572	394
Payable to the Securities and Exchange Commission of Pakistan	9 350	222
Payable to Meezan Bank Limited	301	275
Payable against purchase of investments	-	16,222
Payable against redemption and conversion of units	7,971	30,645
Dividend payable	7,498	39,974
Accrued expenses and other liabilities	10 50,803	61,974
Total liabilities	<u>72,633</u>	<u>152,677</u>
Net assets	<u>4,947,740</u>	<u>3,394,240</u>
Unit holders' fund (as per statement attached)	<u>4,947,740</u>	<u>3,394,240</u>
Contingencies and commitments	11	
	(Number of units)	
Number of units in issue	<u>176,326,028</u>	<u>142,568,672</u>
	(Rupees)	
Net asset value per unit	<u>28.0602</u>	<u>23.8078</u>

The annexed notes 1 to 17 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 BALANCED FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2025

	Note	Six Months period ended December 31,		Three months period ended December 31,	
		2025	2024	2025	2024
		------(Rupees in '000)-----		------(Rupees in '000)-----	
Income					
Profit on saving accounts with banks		47,671	28,765	28,746	11,000
Dividend income		61,280	42,098	47,804	20,258
Profit on sukuk certificates		48,408	82,135	24,344	40,043
Other Income		-	66	-	66
Net realised income on sale of investments		118,394	117,356	54,261	91,728
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.3	472,240	501,964	(47,810)	487,147
Total income		747,993	772,384	107,345	650,242
Expenses					
Remuneration of AI Meezan Investment Management Limited - Management Company	7.1	51,909	27,207	28,407	14,804
Sindh sales tax on remuneration of the Management Company	7.2	7,786	4,081	4,261	2,221
Allocated expenses	7.3	-	952	-	514
Sindh sales tax on allocated expenses	7.2	-	148	-	82
Selling and marketing expenses	7.3	-	9,910	-	5,925
Sindh sales tax on selling and marketing expenses	7.2	-	1,482	-	885
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	2,677	1,865	1,446	992
Sindh sales tax on remuneration of the Trustee	8.2	401	280	216	149
Fee to the Securities and Exchange Commission of Pakistan	9.1	1,847	1,156	1,015	629
Auditor's remuneration		599	572	498	425
Charity expense	10.2	3,102	1,877	2,846	1,074
Fees and subscription		553	300	418	134
Legal and professional charges		80	73	-	73
Brokerage expense		7,068	4,080	3,477	2,580
Bank and settlement charges		861	305	567	151
Provision against sukuk - net	6.2.1.5	10,439	(727)	3,003	(3,579)
Total expenses		87,322	53,561	46,155	27,059
Net income for the period before taxation		660,671	718,823	61,190	623,183
Taxation	13	-	-	-	-
Net income for the period after taxation		660,671	718,823	61,190	623,183
Allocation of net income for the period					
Net income for the period after taxation		660,671	718,823		
Income already paid on units redeemed		(72,515)	(64,454)		
		588,156	654,369		
Accounting income available for distribution					
- Relating to capital gains		588,156	619,320		
- Excluding capital gains		-	35,049		
		588,156	654,369		

The annexed notes 1 to 17 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 BALANCED FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX MONTHS PERIOD AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2025**

	Six months period ended December 31,		Three months period ended December 31,	
	2025	2024	2025	2024
	------(Rupees in '000)-----		------(Rupees in '000)-----	
Net income for the period after taxation	660,671	718,823	61,190	623,183
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>660,671</u>	<u>718,823</u>	<u>61,190</u>	<u>623,183</u>

The annexed notes 1 to 17 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 MOVEMENTS IN UNIT HOLDERS' FUND
FOR THE SIX MONTHS PERIOD ENDED ON DECEMBER 31, 2025

	Six months period ended December 31, 2025			Six months period ended December 31, 2024		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period (audited)	2,128,533	1,265,707	3,394,240	1,155,869	757,559	1,913,428
Issue of 123,298,180 units (2024: 90,030,514 units)						
- Capital value (at net asset value per unit at the beginning of the period)	2,935,458	-	2,935,458	1,652,528	-	1,652,528
- Element of income	327,959	-	327,959	223,935	-	223,935
Total proceeds on issuance of units	3,263,417	-	3,263,417	1,876,463	-	1,876,463
Redemption of 89,540,824 units (2024: 53,013,866 units)						
- Capital value (at net asset value per unit at the beginning of the period)	2,131,770	-	2,131,770	973,080	-	973,080
- Element of income	166,303	72,515	238,818	121,938	64,454	186,392
Total payments on redemption of units	2,298,073	72,515	2,370,588	1,095,018	64,454	1,159,472
Total comprehensive income for the period	-	660,671	660,671	-	718,823	718,823
Distribution during the period	-	-	-	-	-	-
Net income for the period less distribution	-	660,671	660,671	-	718,823	718,823
Net assets at the end of the period (unaudited)	3,093,877	1,853,863	4,947,740	1,937,314	1,411,928	3,349,242
Undistributed income brought forward						
- Realised income		892,160			478,621	
- Unrealised income		373,547			278,938	
		<u>1,265,707</u>			<u>757,559</u>	
Accounting income available for distribution						
- Relating to capital gains		588,156			619,320	
- Excluding capital gains		-			35,049	
		<u>588,156</u>			<u>654,369</u>	
Undistributed income carried forward		<u>1,853,863</u>			<u>1,411,928</u>	
Undistributed income carried forward						
- Realised income		1,381,623			909,965	
- Unrealised income		472,240			501,964	
		<u>1,853,863</u>			<u>1,411,928</u>	
			(Rupees)			(Rupees)
Net assets value per unit at the beginning of the period			<u>23.8078</u>			<u>18.3552</u>
Net assets value per unit at the end of the period			<u>28.0602</u>			<u>23.7096</u>

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

MEEZAN BALANCED FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED ON DECEMBER 31, 2025

	Note	Six months period ended	
		December 31,	
		2025	2024
		------(Rupees in '000)-----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		660,671	718,823
Adjustments for:			
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.3	(472,240)	(501,964)
Profit on saving accounts with banks		(47,671)	(28,765)
Dividend income		(61,280)	(42,098)
Profit on sukuk certificates		(48,408)	(82,135)
		<u>31,072</u>	<u>63,861</u>
Increase in assets			
Investments - net		(376,562)	(19,247)
Advances, deposits and other receivables		-	(9,449)
		<u>(376,562)</u>	<u>(28,696)</u>
Decrease in liabilities			
Payable to Al Meezan Investment Management Limited - Management Company		2,167	7,249
Payable to Central Depository Company of Pakistan Limited - Trustee		178	109
Payable to the Securities and Exchange Commission of Pakistan		128	73
Payable to Meezan Bank Limited		26	195
Accrued expenses and other liabilities		(11,171)	(25,033)
		<u>(8,672)</u>	<u>(17,407)</u>
Profits received from investments and savings accounts with banks		102,133	106,832
Dividend received		61,280	41,096
		<u>(190,750)</u>	<u>165,686</u>
Net cash (used in) / generated from operating activities			
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance and conversion of units - net		3,269,115	1,868,693
Payment against redemption and conversion of units - net		(2,393,262)	(1,410,706)
Dividend paid		(32,476)	-
Net cash generated from financing activities		<u>843,377</u>	<u>457,987</u>
Net increase in cash and cash equivalents during the period		<u>652,627</u>	<u>623,673</u>
Cash and cash equivalents at the beginning of the period		649,861	404,151
Cash and cash equivalents at the end of the period	5.3	<u><u>1,302,488</u></u>	<u><u>1,027,824</u></u>

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

For Al Meezan Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

MEEZAN BALANCED FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED ON DECEMBER 31, 2025

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Meezan Balanced Fund was initially established as a closed-end scheme under a Trust Deed executed under the Trust Act, 1882 between Al Meezan Investment Management Limited as the Management Company and Central Depository Company of Pakistan Limited as the Trustee. The Trust Deed was executed on June 15, 2004 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on September 8, 2004 under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The registered office of the Management Company is situated at Ground Floor, Block 'B', Finance and Trade Centre, Shahrah-e-Faisal, Karachi 74400, Pakistan.

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

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

- 1.2** The Management Company has been licensed by the SECP to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP.
- 1.3** The investment objective of the Fund is to generate long-term capital appreciation as well as current income by creating a balanced portfolio that is invested both in high quality Shariah compliant equity securities and Islamic income instruments such as Islamic Sukuks (Government of Pakistan Ijarah sukuks) and corporate sukuks 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. The Fund is categorised as a Shariah Compliant Balanced Fund in accordance with Circular 7 of 2009 issued by the SECP.
- 1.5** The Management Company has been assigned a quality rating of 'AM1' by PACRA dated May 15, 2025 (December 31, 2024: 'AM1' dated June 21, 2024). The rating reflects the Management Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.6** Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan 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. 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, directives and notifications issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

Where provisions of, directives and notifications issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from International Accounting Standard (IAS) 34, the provisions of, directives and notifications issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations 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, 2025.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. These condensed interim financial statements also include the condensed interim income statement and the condensed interim statement of comprehensive income for the three months period ended December 31, 2025 which are not subjected to auditor's review. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at and for the six months period ended December 31, 2025.

4 MATERIAL ACCOUNTING POLICY INFORMATION, SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGMENTS AND RISK MANAGEMENT POLICIES

4.1 The material accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2025.

4.2 The preparation of these condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan for interim financial reporting 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, 2025. 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, 2025.

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, 2025. However, these are not considered relevant or do not have any material impact on the Fund's condensed interim financial statements and therefore, have not been detailed in these condensed interim financial statements.

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

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2026. However, these are not considered to be relevant or did not have any material effect on the Fund's condensed interim financial statements except for:

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

The management is in the process of assessing the impacts of the new standards and amendments on the condensed interim financial statements of the Fund.

5	BALANCES WITH BANKS	Note	December 31, 2025	June 30, 2025
			(Unaudited)	(Audited)
			------(Rupees in '000)-----	
Balances with banks in:				
	Savings accounts	5.1	1,245,102	640,805
	Current accounts	5.2	57,386	9,056
			<u>1,302,488</u>	<u>649,861</u>

5.1 These include a balance maintained with Meezan Bank Limited (a related party) that has a profit rate of 7.28% per annum (June 30, 2025: 3.25% per annum). Other balances in savings accounts have profit rates ranging from 10.00% to 11.00% per annum (June 30, 2025: 3.00% to 10.60% per annum).

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

5.3	Cash and cash equivalents	Note	December 31, 2025	December 31, 2024
			(Unaudited)	(Unaudited)
			------(Rupees in '000)-----	
	Balances with banks	5	<u>1,302,488</u>	<u>1,027,824</u>

6	INVESTMENTS	Note	December 31, 2025	June 30, 2025
			(Unaudited)	(Audited)
			------(Rupees in '000)-----	
At fair value through profit or loss'				
	Investment in equity securities - listed	6.1	2,896,128	2,017,481
	Sukuk certificates	6.2	748,540	816,208
			<u>3,644,668</u>	<u>2,833,689</u>

6.1 Investment in equity securities - listed

Name of the investee company	As at July 1, 2025	Purchased during the period	Sold/ transferred during the period	As at December 31, 2025	Carrying value as at December 31, 2025	Market value as at December 31, 2025	Unrealised appreciation (diminution) as at December 31, 2025	Percentage in relation to		
								Net assets of the Fund	Total market value of investments	Paid-up Capital of the investee company (with face value of investments)
								------%-----		
								------(Rupees in '000)-----		
Automobile Assembler										
Sazgar Engineering Works Limited	-	44,650	35,500	9,150	15,150	15,572	422	0.31	0.43	0.02
Ghandhara Industries Limited	-	15,000	15,000	-	-	-	-	-	-	-
Ghandhara Automobiles Limited	-	100,000	100,000	-	-	-	-	-	-	-
								0.31	0.43	0.02
Cable & Electrical Goods										
Pak Elektron Limited	-	1,280,000	950,000	330,000	18,831	18,922	91	0.38	0.52	0.04
								0.38	0.52	0.04
Cement										
Cherat Cement Company Limited	274,615	127,000	40,000	361,615	110,521	120,606	10,085	2.44	3.31	0.19
D.G. Khan Cement Company Limited	350,000	300,000	650,000	-	-	-	-	-	-	-
Fauji Cement Company Limited	-	1,400,000	1,400,000	-	-	-	-	-	-	-
Kohat Cement Company Limited (note 6.1.4)	181,836	727,344	-	909,180	68,981	102,919	33,938	2.08	2.82	0.49
Lucky Cement Limited (note 6.1.1)	693,272	136,500	231,347	598,425	222,992	284,227	61,235	5.74	7.80	0.20
Pioneer Cement Limited	-	400,000	160,000	240,000	80,077	92,986	12,909	1.88	2.55	0.11
Attock Cement Pakistan Limited (note 6.1.4)	34,214	39,512	34,214	39,512	11,255	11,142	(113)	0.23	0.31	0.03
Maple Leaf Cement Factory Limited	230,000	350,000	330,000	250,000	26,575	29,358	2,783	0.59	0.81	0.02
								12.96	17.60	1.04
Chemicals										
Descon Oxychem Limited	-	100,000	100,000	-	-	-	-	-	-	-
Ghani Chemical Industries Limited	-	650,000	650,000	-	-	-	-	-	-	-
Ghani Global Holdings Limited	-	480,769	480,769	-	-	-	-	-	-	-
Lucky Core Industries Limited (note 6.1.1)	23,211	92,844	30,650	85,405	27,146	24,626	(2,520)	0.50	0.68	0.09
								0.50	0.68	0.09

Name of the investee company	As at July 1, 2025	Purchased during the period	Sold / transferred during the period	As at December 31, 2025	Carrying value as at December 31, 2025	Market value as at December 31, 2025	Unrealised appreciation / (diminution) as at December 31, 2025	Percentage in relation to		
								Net Assets of the Fund	Total market value of investments	Paid-up-Capital of the investee company (with face value of investments)
	Number of shares				(Rupees in '000)			%		
Commercial Banks										
Faysal Bank Limited	410,000	-	410,000	-	-	-	-	-	-	-
Meezan Bank Limited (a related party of the Fund)	640,002	75,000	274,331	440,671	151,053	195,825	44,772	3.96	5.37	0.02
								3.96	5.37	0.02
Fertilizers										
Engro Fertilizers Limited	-	50,000	50,000	-	-	-	-	-	-	-
Fatima Fertilizer Company Limited	-	300,000	-	300,000	35,261	45,483	10,222	0.92	1.25	0.01
Fauji Fertilizer Company Limited	-	565,000	181,997	383,003	198,364	226,244	27,880	4.57	6.21	0.03
								5.49	7.46	0.04
Investment Banks / Investment Companies / Securities Companies										
Engro Holding Limited	175,000	513,663	120,000	568,663	116,320	134,927	18,607	2.73	3.70	0.05
								2.73	3.70	0.05
Engineering										
Crescent Steel and Allied Products Limited	90,000	-	90,000	-	-	-	-	-	-	-
Aisha Steel Limited	-	1,500,000	1,500,000	-	-	-	-	-	-	-
International Steel Limited	-	228,000	100,000	128,000	14,325	13,486	(839)	0.27	0.37	0.03
								0.27	0.37	0.03
Food & Personal Care Products										
Barkat Frisian Agro Limited (note 6.1.1)	40,261	-	40,261	-	-	-	-	-	-	-
National Foods Limited (note 6.1.1)	155,000	145,707	73,033	227,674	79,438	90,207	10,769	1.82	2.48	0.20
								1.82	2.48	0.20
Glass and Ceramics										
Ghani Glass Limited	50,000	-	50,000	-	-	-	-	-	-	-
Tariq Glass Industries Limited	137,000	39,591	-	176,591	43,444	37,669	(5,775)	0.76	1.03	0.10
								0.76	1.03	0.10
Oil & Gas Exploration Companies										
Mari Energies Limited (note 6.1.2 and 6.1.3)	297,405	110,000	97,000	310,405	204,091	222,216	18,125	4.49	6.10	0.26
Oil & Gas Development Company Limited	1,144,931	175,158	162,000	1,158,089	262,429	325,527	63,098	6.58	8.93	0.27
Pakistan Petroleum Limited (note 6.1.2)	240,320	727,167	248,000	719,487	133,424	169,475	36,051	3.43	4.65	0.26
								14.50	19.68	0.79
Oil & Gas Marketing Companies										
Attock Petroleum Limited	-	55,000	55,000	-	-	-	-	-	-	-
Sui Southern Gas Company Limited	-	600,000	600,000	-	-	-	-	-	-	-
Pakistan State Oil Company Limited	461,698	176,242	297,195	340,745	140,408	161,568	21,160	3.27	4.43	0.73
Sui Northern Gas Pipelines Limited	1,000,675	100,000	712,000	388,675	45,563	46,454	891	0.94	1.27	0.61
								4.21	5.70	1.34
Paper & Board										
Packages Limited	48,045	10,500	-	58,545	33,830	44,781	10,951	0.91	1.23	0.07
								0.91	1.23	0.07
Pharmaceuticals										
AGP Limited	92,804	-	92,804	-	-	-	-	-	-	-
Highnoon Laboratories Limited	24,950	-	-	24,950	24,650	25,511	861	0.52	0.70	0.05
Citi Pharma Limited	150,000	-	150,000	-	-	-	-	-	-	-
Haleon Pakistan Limited	26,170	-	10,000	16,170	11,906	13,475	1,569	0.27	0.37	0.01
								0.79	1.07	0.06
Power Generation & Distribution										
K-Electric Limited (note 6.1.1)	10,422,538	4,500,000	14,922,538	-	-	-	-	-	-	-
The Hub Power Company Limited	1,172,981	513,631	383,000	1,303,612	214,119	288,594	74,475	5.83	7.92	0.10
								5.83	7.92	0.10
Refinery										
Attock Refinery Limited	-	35,000	35,000	-	-	-	-	-	-	-
Pakistan Refinery Limited	-	500,000	-	500,000	18,945	18,320	(625)	0.37	0.50	0.79
								0.37	0.50	0.79
Technology & Communication										
Supemet Limited	327,100	45,000	281,000	91,100	3,621	5,285	1,664	0.11	0.15	0.07
Systems Limited (note 6.1.1)	146,910	925,000	306,910	765,000	109,336	130,723	21,387	2.64	3.59	0.26
								2.75	3.74	0.33
Transport										
Pakistan International Bulk Terminal Limited	-	2,651,359	2,651,359	-	-	-	-	-	-	-

Name of the investee company	As at July 1, 2025	Purchased during the period	Sold / transferred during the period	As at December 31, 2025	Carrying value as at December 31, 2025	Market value as at December 31, 2025	Unrealised appreciation / (diminution) as at December 31, 2025	Percentage in relation to		
								Net Assets of the Fund	Total market value of investments	Paid-up-Capital of the investee company (with face value of investments)
					Number of shares		(Rupees in '000)		%	
Textile composite										
Gul Ahmed Textile Mills Limited	-	300,000	300,000	-	-	-	-	-	-	-
Nishat Mills Limited	70,000	-	70,000	-	-	-	-	-	-	-
Total as at December 31, 2025					2,422,055	2,896,128	474,073	58.54	79.48	
Total as at June 30, 2025					1,646,513	2,017,481	370,967	59.45	17.87	

6.1.1 All shares have a nominal value of Rs. 10 each except for the shares of following:

Name of investee company	Nominal value per share as on December 31, 2025	Subdivision of shares during the period	Additional number of shares received on account of subdivision of shares during the period
	(Rupees)		
National Foods Limited	5.00	-	-
K-Electric Limited	3.50	-	-
Lucky Core Industries Limited	2.00	On July 18, 2025 from Rs .10/- to Rs .2/- per share	92,844
Kohat Cement Limited	2.00	On August 22, 2025 from Rs .10/- to Rs .2/- per share	727,344
Lucky Cement Limited	2.00	-	-
Systems Limited	2.00	-	-
Barkat Frisian Agro Limited	1.00	-	-

6.1.2 Investments include 26,000 shares of Lucky Cement Limited, 53,000 shares of Mari Energies Limited and 101,500 shares of Pakistan Petroleum Limited, having market value of Rs. 12.35 million, Rs. 37.94 million and Rs. 23.91 million respectively as at December 31, 2025 (June 30, 2025: 1,000 shares of Lucky Cement Limited, 1,000 shares of Mari Energies Limited and 201,500 shares of Pakistan Petroleum Limited, having market value of Rs. 0.355, Rs. 0.627 million, Rs. 34.829 million, respectively) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.

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

In this regard, a petition was filed by the Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CIS. The petition is based on the grounds that since the CISs are exempt from levy of income tax in terms of clause 99 of Part-I of the Second Schedule to the ITO, no tax is payable by the Fund under Section 236Z of the ITO. In this regard, the Honourable High Court of Sindh has issued notices to the relevant parties and ordered to retain the bonus shares being withheld and no tax shall be paid under section 236Z of the ITO till further orders of the Court. The matter is still pending adjudication and the Fund has included these shares in the portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs.

As at December 31, 2025, Mari Energies Limited has withheld 32,155 shares from the bonus shares issued to the Fund. The market value of bonus shares withheld amounts to Rs. 23.019 million as at December 31, 2025.

6.1.4 On November 24, 2025, Pakistan Stock Exchange (PSX) issued a notice bearing serial PSX/N-1269 regarding the recomposition exercise carried out by PSX on KMI All Share Islamic Index. In the stated notice, Attock Cement Limited and Kohat Cement Company Limited were declared as compliant of the Index, previously declared as non-compliant. As at December 31, 2025, the Fund did not have any shariah non-compliant investments.

6.2 Sukuk certificates	Note	December 31, 2025 (Unaudited)	June 30, 2024 (Audited)
		----- (Rupees in '000) -----	
Corporate sukuk certificates	6.2.1	547,100	145,662
Government securities - GOP Ijarah Sukuks	6.2.2	201,440	670,546
		<u>748,540</u>	<u>816,208</u>

6.2.1 Corporate sukuk certificates

Name of the security	Nominal value	Profit payments / principal redemptions	Maturity date	Profit rate	As at July 1, 2025	Purchased during the period	Sold / matured during the period	As at December 31, 2025	Carrying value as at December 31, 2025	Market value as at December 31, 2025	Unrealised appreciation / (diminution) as at December 31, 2025	Percentage in relation to		
					Number of certificates			(Rupees in '000)			Net Assets of the Fund	Total market value of investments		
Commercial banks														
Dubai Islamic Bank Pakistan Limited - Sukuk (AA-, VIS, non-traded)	1,000,000	Semi-annually / At maturity	December 2, 2032	6 months KIBOR plus base rate of 0.70%	100	-	-	100	100,632	100,800	168	2.04	2.77	
Food Products														
Shakarganj Food Products Limited (BBB-, VIS, non-traded)	150,000	Quarterly	July 10, 2026	3 months KIBOR plus base rate of 2.5%	82	-	-	82	11,933	12,087	154	0.24	0.33	
Power generation & distribution														
Neelum Jhelum Hydropower Company (Private) Limited (AAA, VIS, non-traded)	6,250	Semi-annually	June 29, 2026	6 months KIBOR plus base rate of 1.13%	230	-	-	230	1,215	1,280	65	0.03	0.04	
Oil and Gas														
Gas & Oil Pakistan Limited LTS	1,000,000	Quarterly	December 6, 2030	3 months KIBOR plus base rate of 1.00%	-	225	-	225	225,000	225,000	-	4.55	6.17	
Technology and Communication														
Select Technologies Private Limited	1,000,000	At Maturity	April 28, 2026	6 months KIBOR plus base rate of 1.25%	-	200	-	200	200,000	200,000	-	4.04	5.49	
Non-performing assets														
Agha Steel Industries Limited * (A, VIS, non-traded) (note 6.2.1.1)	10,000	Quarterly	October 9, 2026	3 months KIBOR plus base rate of 0.80%	6,800	-	-	6,800	7,933	7,933	-	0.16	0.22	
Security Leasing Corporation Limited II * (note 6.2.1.1)	5,000	Not applicable	January 19, 2022	Not applicable	5,000	-	-	5,000	-	-	-	-	-	
Eden Housing Limited * (note 6.2.1.1)	984,375	Not applicable	September 29, 2014	Not applicable	5,000	-	-	5,000	-	-	-	-	-	
Arzoo Textile Mills Limited * (note 6.2.1.1)	5,000	Not applicable	April 15, 2014	Not applicable	5,000	-	-	5,000	-	-	-	-	-	
Hascol Petroleum Limited - Sukuk * (note 6.2.1.1)	5,000	Not applicable	January 7, 2022	Not applicable	50,000	-	-	50,000	-	-	-	-	-	
Total as at December 31, 2025									546,713	547,100	387	11.00	15.00	
Total as at June 30, 2025									145,835	145,662	(172)	4.00	5.00	

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

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

The Securities and Exchange Commission of Pakistan (SECP), vide Circular no. 7 of 2009 dated March 6, 2009, required all Asset Management Companies to classify funds under their management on the basis of categorisation criteria laid down in the Circular. Al Meezan Investment Management Limited (the Management Company) classified Meezan Balanced Fund (the Fund) as a 'Balanced Scheme' in accordance with the said Circular. As at December 31, 2025, 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 the investee company	Type of investments	Value of investments before provision	Provision held as at December 31, 2025	Value of investments after provision	Percentage of net assets	Percentage of total assets
		----- (Rupees in '000) -----			----- % -----	
Arzoo Textile Mills Limited	Non-traded sukuk certificates	20,660	20,660	-	-	-
Eden Housing Limited	Non-traded sukuk certificates	4,922	4,922	-	-	-
Security Leasing Corporation Limited II	Non-traded sukuk certificates	7,701	7,701	-	-	-
Hascol Petroleum Limited	Non-traded sukuk certificates	62,037	62,037	-	-	-
Agha Steel Industries Limited	Non-traded sukuk certificates	68,000	60,067	7,933	0.16	0.16
Total as at December 31, 2025		163,320	155,387	7,933	0.16	0.16
Total as at June 30, 2025		167,660	144,948	22,712	0.01	0.01

6.2.1.2 The sukuk certificates of Arzoo Textile Mills Limited, Eden Housing Limited, Security Leasing Corporation Limited II and Hascol Petroleum Limited have been fully provided in accordance with Circular No. 33 of 2012 issued by the SECP.

6.2.1.3 During the period, the Fund received an amount of Rs. 4.340 million from Arzoo Textile Mills Limited on account of principal. After receipt of this amount, the remaining principal outstanding stood at Rs. 20.660 million as at December 31, 2025.

6.2.1.4 On March 7, 2024, sukuk certificates of Agha Steel Industries Limited were classified as non-performing by Mutual Funds Association of Pakistan (MUFAP). Therefore, in accordance with the requirement of SECP's Circular No. 33 of 2012, the sukuk certificates 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. 60.067 million (June 30, 2025: Rs. 45.288 million) has been held as provision against the outstanding principal as at December 31, 2025. The face value of sukuk certificates is Rs. 123.760 million as at December 31, 2025 (June 30, 2025: Rs. 123.760 million).

	December 31, 2025 (Unaudited)	June 30, 2025 (Audited)
	----- (Rupees in '000) -----	
6.2.1.5 Movement of provision		
Balance as at July 1	144,948	129,734
Charge for the period	14,779	29,595
Reversals for the period	(4,340)	(14,381)
	10,439	15,214
Balance as at	<u>155,387</u>	<u>144,948</u>

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

6.2.2 Government securities - GOP Ijarah Sukuk

Name of the Security	Profit payments / principal redemptions	Issue date	Maturity date	Profit rate	July 1, 2025	Purchased during the period	Sold / matured during the period	As at December 31, 2025	Carrying value as at December 31, 2025	Market value as at December 31, 2025	Unrealised diminution as at December 31, 2025	Percentage in relation to	
					(Number of certificates)				(Rupees in '000')		Net assets of the Fund	Total market value of investments	
GoP Ijarah Sukuk Certificates - XXI - VRR	Semi-annually / At maturity	July 29, 2020	July 29, 2025	Weighted Average 6 months T-Bills	2,647	-	2,647	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates - XXV - VRR	Semi-annually / At maturity	October 06, 2021	October 06, 2026	Weighted Average 6 months T-Bills	2,000	-	2,000	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates - XXXI - VRR	Semi-annually / At maturity	April 27, 2022	April 27, 2027	Weighted Average 6 months T-Bills	-	3,000	3,000	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates P05VRR180929 (Note 6.2.2.1)	At maturity	September 18, 2024	September 18, 2029	17.49%	40,000	-	-	40,000	203,660	201,440	(2,220)	4.07	5.53
Total as at December 31, 2025									203,660	201,440	(2,220)	4.07	5.53
Total as at June 30, 2025									667,794	670,546	2,752	19.76	23.66

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

6.3 Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	Note	December 31, 2025	December 31, 2024
		(Unaudited)	(Unaudited)
Market value of investments	6.1, 6.2.1 & 6.2.2	3,644,668	2,503,777
Less: carrying value of investments	6.1, 6.2.1 & 6.2.2	(3,172,428)	(2,001,813)
		<u>472,240</u>	<u>501,964</u>

7 PAYABLE TO AL MEEZAN INVESTMENT MANAGEMENT LIMITED - THE MANAGEMENT COMPANY	Note	December 31, 2025	June 30, 2025
		(Unaudited)	(Audited)
Remuneration payable	7.1	2,448	1,380
Sindh sales tax on management fee payable	7.2	367	207
Sales load payable		2,020	1,204
Sindh sales tax on sales load payable	7.2	303	180
		<u>5,138</u>	<u>2,971</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 and subject to the capping ranging from 1% - 3% to be calculated on a weighted average basis, based on allocation of average daily net assets applicable to a 'Hybrid Scheme'. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the following rates during the period ended December 31, 2025:

For the period ended December 31, 2025	
From July 1, 2025 to September 30, 2025	2.40% of the average annual net assets
From October 1, 2025 to December 9, 2025	2.35% of the average annual net assets
From December 10, 2025 to December 31, 2025	2.60% of the average annual net assets

For the period ended December 31, 2024	
From July 01, 2025 to December 31, 2025	2.00% of the average annual net assets

The remuneration is payable to the Management Company monthly in arrears.

7.2 Sindh sales tax is levied at the rate of 15% under the Sindh Sales Tax on Services Act, 2011 (December 31, 2024: 15%) on the Management Company's remuneration, sales load and any reimbursable expenditure to the Management Company.

- 7.3 The SECP, vide S.R.O.600(I)/2025 dated April 10, 2025, issued amendments in respect of expenses chargeable to CISs as prescribed in Schedule XX of the NBFC Regulations, from which the chargeability of expenses related to selling and marketing and registrar services, accounting, operation and valuation services has been excluded.

The Management Company in pursuance of the above requirement did not charge the above-mentioned expenses in the period ended December 31, 2025.

During the period ended December 31, 2024, the Management Company has charged expenses related to selling and marketing at the rates ranging from 0.50% - 0.80% of the average annual net assets of the Fund and in relation to registrar services, accounting, operation and valuation services at the rate of 0.07% of the average annual net assets of the Fund.

8	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	December 31, 2025 (Unaudited) ----- (Rupees in '000) -----	June 30, 2025 (Audited)
	Remuneration payable	8.1	497	343
	Sindh sales tax payable on remuneration of the Trustee	8.2	75	51
			<u>572</u>	<u>394</u>

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

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

- 8.2 Sindh sales tax is levied at the rate of 15% under the Sindh Sales Tax on Services Act, 2011 (December 31, 2024: 15%) on the Trustee remuneration.

9	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	December 31, 2025 (Unaudited) ----- (Rupees in '000) -----	June 30, 2025 (Audited)
	Fee payable	9.1	<u>350</u>	<u>222</u>

- 9.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP). Accordingly, the Fund has charged the SECP fee at the rate of 0.085% (June 30, 2025: 0.085%) per annum of the daily net assets during the period. Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

10	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	December 31, 2025 (Unaudited) ----- (Rupees in '000) -----	June 30, 2025 (Audited)
	Withholding tax payable		371	14,690
	Provision for Federal Excise Duty and related Sindh Sales Tax on Management Fee	10.1	31,961	31,961
	Provision for Federal Excise Duty and related Sindh Sales Tax on Sales load	10.1	6,838	6,838
	Brokerage expenses payable		621	1,333
	Charity payable	10.2	6,733	3,631
	Shariah advisory fee		436	441
	Auditor's remuneration payable		672	742
	Shariah audit fee payable		42	-
	Capital gain tax payable		2,938	2,073
	Inter bank funds transfer (IBFT) charges payable		148	96
	Zakat payable		43	169
			<u>50,803</u>	<u>61,974</u>

- 10.1 The status of provision of Federal Excise Duty is same as disclosed in financial statement for the year ended June 30, 2025. Had the provision of Federal Excise Duty not being made, the net asset value per unit as at December 31, 2025 would have been higher by Re. 0.18 (June 30, 2025: Re. 0.27) per unit.

- 10.2** According to the instructions of the Shariah Advisor, any income earned by the Fund from investments whereby portion of the investment of investee company has been made in Shariah non-compliant avenues, such proportion of income of the Fund from those investments should be given away for charitable purposes directly by the Fund.

Accordingly, during the period ended December 31, 2025, non-shariah compliant income amounting to Rs. 3.102 million (December 31, 2024: Rs. 1.877 million) was charged as an expense in the books of the Fund.

11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2025 and June 30, 2025.

12 TOTAL EXPENSE RATIO

The SECP, vide S.R.O. 600(I)/2025 dated April 10, 2025, has removed the Total Expense Ratio (TER) limit with effect from July 1, 2025. The TER limit of 4.5% for a collective investment scheme categorised as a 'Balanced Scheme', applicable previously, has been replaced with the management fee cap as disclosed in note 7.1 to these condensed interim financial statements for a collective investment scheme categorised as a 'Balanced 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 the required minimum percentage of income earned by the Fund for the year ending June 30, 2026 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements during the period.

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

14 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons and related parties include Al Meezan Investment Management Limited being the Management Company, the Central Depository Company of Pakistan Limited being the Trustee / custodian of the Fund, Meezan Bank Limited being the holding company of the Management Company, Pakistan Kuwait Investment Company (Private) Limited, being an associated company of the Management Company, other collective investment schemes / notified entities managed by the Management Company, any person or trust beneficially owning, directly or indirectly, ten percent or more of the capital of the Management Company or ten percent or more of the net assets of the Fund, any person or trust controlled by the same persons as defined herein, any member of the group of which that person or trust forms part of. Directors or officers of the Management Company or any of their connected persons as specified herein.

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.

Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Offering Document, respectively.

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

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

Balances as at period end	December 31, 2025 (Unaudited)	June 30, 2025 (Audited)
	------(Rupees in '000)-----	
Al Meezan Investment Management Limited - Management Company		
Remuneration payable	2,448	1,380
Sindh sales tax payable on management fee	367	207
Sales load payable	2,020	1,203
Sindh sales tax payable on sales load	303	180

Balances as at period end	December 31, 2025 (Unaudited)	June 30, 2025 (Audited)
	------(Rupees in '000)-----	
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	497	343
Sindh sales tax payable on remuneration of the Trustee	75	51
Security deposit	300	300
National Clearing Company of Pakistan		
Security deposit	2,500	2,500
Meezan Bank Limited		
Balances with banks	21,835	24,329
Profit receivable on savings accounts	155	496
Sales load payable	262	239
Sindh sales tax on sales load payable	39	36
Shariah advisory fee payable	436	441
Investment of 18,934,113 units (June 30, 2025: 18,934,113 units)	531,295	450,780
Investment in 440,671 shares (June 30, 2025: 640,002 shares)	195,825	212,512
Meezan Bank Limited - Staff Provident Fund		
Investment of 1,549 units (June 30, 2025: 1,549 units)	44	37
AI Meezan Investment Management Limited - Employees Gratuity Fund		
Investment of 621,251 units (June 30, 2025: 621,251 units)	17,432	14,791
Directors and Executives of the Management Company		
Investment of 815,722 units (June 30, 2025: 948,792 units)	22,889	22,589
Transactions during the period	For the six months period ended December 31	
	2025	2024
	(Unaudited)	
	------(Rupees in '000)-----	
AI Meezan Investment Management Limited - Management Company		
Remuneration of AI Meezan Investment Management Limited - Management Company	51,909	27,207
Sindh sales tax on management fee	7,786	4,081
Allocated expenses	-	952
Sindh sales tax on allocated expenses	-	148
Selling and Marketing expenses	-	9,910
Sindh sales tax on selling and marketing expenses	-	1,482
Units issued: Nil units (December 31, 2024: 1,793 units)	-	33
Units redeemed: Nil units (December 31, 2024: 1,793 units)	-	34
Units issued to unitholder on behalf of the Management Company	-	7,079
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of Central Depository Company of Pakistan Limited - Trustee	2,677	1,865
Sindh sales tax on remuneration of the Trustee	401	280
CDS charges	169	79
Meezan Bank Limited		
Profit on savings accounts	1,225	804
Shares purchased: 75,000 shares (December 31, 2024: 272,575 shares)	29,900	65,603
Shares sold: 274,331 shares (December 31, 2024: 402,786 shares)	101,478	92,074
Units issued: Nil units (December 31, 2024: 47,367 units)	-	869
Dividend income	5,820	3,778
Shariah advisory fee	273	462
Meezan Bank Limited - Staff Provident Fund		
Units issued: Nil units (December 31, 2024: 1,471 units)	-	27
AI Meezan Investment Management Limited - Employees Gratuity Fund		
Units issued: Nil units (December 31, 2024: 896 units)	-	16
Meezan Dedicated Equity Fund		
Shares sold	-	844

Transactions during the period

	For the six months period ended December 31	
	2025	2024
	(Unaudited)	
	----- (Rupees in '000) -----	
Engro Fertilizers Limited*		
Shares purchased: Nil shares (December 31, 2024: 413,764 shares)	-	70,146
Shares sold: Nil shares (December 31, 2024: 234,623 shares)	-	45,695
Dividend income	-	1,244
National Clearing Company of Pakistan		
NCCPL charges	392	633
Directors and Executives of the Management Company		
Units issued: 11,534 units (December 31, 2024: 40,805 units)	310	916
Units redeemed: 144,604 units (December 31, 2024: 18,582 units)	3,940	442

*Current period balance and transactions have not been presented as the person was not classed as a related party / connected person of the Fund with effect from March 24, 2025.

15 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

Fair value hierarchy

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

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

As at December 31, 2025 and June 30, 2025, the Fund held the following financial instruments measured at fair value:

	As at December 31, 2025			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
ASSETS				
Financial assets 'at fair value through profit or loss'				
Investment in equity securities - listed	2,896,128	-	-	2,896,128
Sukuk certificates	201,440	547,100	-	748,540
	<u>3,097,568</u>	<u>547,100</u>	<u>-</u>	<u>3,644,668</u>
	As at June 30, 2025			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
ASSETS				
Financial assets 'at fair value through profit or loss'				
Investment in equity securities - listed	2,017,481	-	-	2,017,481
Sukuk certificates	203,660	612,548	-	816,208
	<u>2,221,141</u>	<u>612,548</u>	<u>-</u>	<u>2,833,689</u>

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

Item	Valuation technique
Investment in equity securities - listed	The fair value of investment in listed equity securities are valued on the basis of closing quoted market prices available at the Pakistan Stock Exchange.
Government of Pakistan - Ijarah sukuku - PSX Listed	The fair value of GoP Ijarah sukuku listed on Pakistan Stock Exchange has been determined through closing rates of Pakistan Stock Exchange.
Government of Pakistan - Ijarah sukuku - Other than PSX Listed	The fair value of other GoP Ijarah sukuku are derived using PKISRV rates. The PKISRV rates are announced by FMA (Financial Market Association) through Reuters. The rates announced are simple average of quotes received from eight different pre-defined / approved dealers / brokers.
Corporate sukuk certificates	The valuation has been determined through closing rates announced by FMA (Financial Market Association) through Reuters.

There were no transfers between levels during the period.

16 GENERAL

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

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

17 DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on **January 30, 2026** by the Board of Directors of the Management Company.

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

Chief Executive Officer

Chief Financial Officer

Director