



Pure. Profit.



Quarterly Report March 31, 2011



MEEZAN
Islamic Fund

MIIIF
MEEZAN
Islamic Income Fund


MEEZAN
SOVEREIGN FUND


MEEZAN
CASH FUND

Al Meezan Investment Management Limited
A subsidiary of Meezan Bank



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**Our Vision**

"To set standards of best practices and performance for the industry through efficient selection of securities on a SHARIAH COMPLIANT basis."

Our Mission

" To be the leading mutual fund in the industry, providing unitholders, with a truly SHARIAH COMPLIANT stable and low risk Halal income stream."

FUND INFORMATION

MANAGEMENT COMPANY

Al Meezan Investment Management Limited
Ground Floor, Block "B", Finance & Trade Centre,
Shahrah-e-Faisal, Karachi 74400, Pakistan.
Phone: (9221) 3563 0722-6, 111-MEEZAN
Fax: (9221) 3567 6143, 3563 0808
Web site: www.almeezangroup.com
E-mail: info@almeezangroup.com

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. Ariful Islam	Chairman
Mr. Aliuddin Ansari	Director
Mr. Rana Ahmed Humayun	Director
Mr. P. Ahmed	Director
Mr. Rizwan Ata	Director
Mr. Mazhar Sharif	Director
Mr. Mohammad Shoaib, CFA	Chief Executive

CFO & COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Syed Owais Wasti

AUDIT COMMITTEE

Mr. Ariful Islam	Chairman
Mr. Aliuddin Ansari	Member
Mr. Mazhar Sharif	Member

TRUSTEE

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block B, S.M.C.H.S.
Main Shahrah-e-Faisal, Karachi-74400

AUDITORS

A.F. Ferguson & Co.
Chartered Accountants
State Life Building No. 1-C, I.I. Chundrigar Road,
P.O. Box 4716, Karachi-74000, Pakistan.

SHARIAH ADVISER

Meezan Bank Limited

BANKERS TO THE FUND

Askari Bank Limited - Islamic Banking
Bank Alfalah Limited - Islamic Banking
Bank Al Habib Limited - Islamic Banking
Habib Metropolitan Bank Limited - Islamic Banking
Habib Bank Limited - Islamic Banking
MCB Bank Limited - Islamic Banking
Meezan Bank Limited
Faysal Bank Limited
Soneri Bank Limited - Islamic Banking
Standard Chartered Bank (Pakistan) Limited - Islamic Banking
UBL Ameen - Islamic Banking

LEGAL ADVISER

Bawaneey & Partners
404, 4th Floor, Beaumont Plaza, 6-CL-10
Beaumont Road, Civil Lines, Karachi - 75530

TRANSFER AGENT

Meezan Bank Limited
SITE Branch
Plot # B/9-C, Estate Avenue, SITE, Karachi.
Phone: 3206 2891, Fax: 3255 2771
Web site: www.meezanbank.com

DISTRIBUTORS

Al Meezan Investment Management Limited
Meezan Bank Limited



REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

The Board of Directors of Al Meezan Investment Management Limited, the management company of Meezan Cash Fund (MCF) is pleased to present the un-audited financial statements of the fund for the nine months ended March 31, 2011.

Brief Overview

During the first nine months of fiscal year 2011, Meezan Cash Fund (MCF) provided an annualized return of 10.76% to its investors as compared to benchmark return of 8.28%.

Economic Review

The economic performance of the country improved significantly after the devastating floods in the first quarter of the fiscal year as most of the macro economic targets which were expected to slump in the aftermath of the floods showed signs of recovery. The revised GDP target for FY11 now stands at ~2.5-3% as compared to the initial target of 1.5%-2%. Inflation pressure eased off with CPI touching a low of 12.91% in February 2011 after recent respite in food inflation. Moreover, the government's commitment to reduce borrowing from SBP did materialize to some extent, where during the eight months total amount borrowed stood at Rs 76 billion and Rs 204 billion from SBP and commercial banks respectively. On account of these favorable developments, the SBP decided to keep the discount rate unchanged at 14% in the last two monetary policy statements against a total increase of 1.5% in the previous three monetary policy statements.

On the external front, the country's current account position showed a healthy picture with an overall deficit of USD 98 million in the eight months as compared to a massive deficit of USD 3 billion in the same period last year. The overall figure was bolstered by remittances (↑20.3% YoY) and exports which crossed USD 2 billion each for four consecutive months. These positive developments helped the country's FX reserves to hit an all time high of USD 17.9 billion as the currency showed a steady trend during the period under review.

On the fiscal side, the government's revenue collection crossed the Rs 1 trillion mark for the nine months of the fiscal year. To ensure the collection of the revised target of Rs 1,588 billion, some new tax measures were introduced for the remaining months of fiscal year including 15% flood surcharge, increase in special excise duty (SED) from 1% to 2.5% and withdrawal of zero rating facility to some key sectors including fertilizers. During the period under review, a single round of talks was held between government of Pakistan (GoP) and International Monetary Fund (IMF), where the parties principally agreed to enhance the fiscal deficit target to 5.3% of GDP for FY11.

Despite the government's effort to increase the tax base, implement RGST from the next fiscal year and limit the fiscal deficit, the talks with IMF regarding the release of last two tranches remained inconclusive with the next meeting likely in May 2011.

Money Market Review

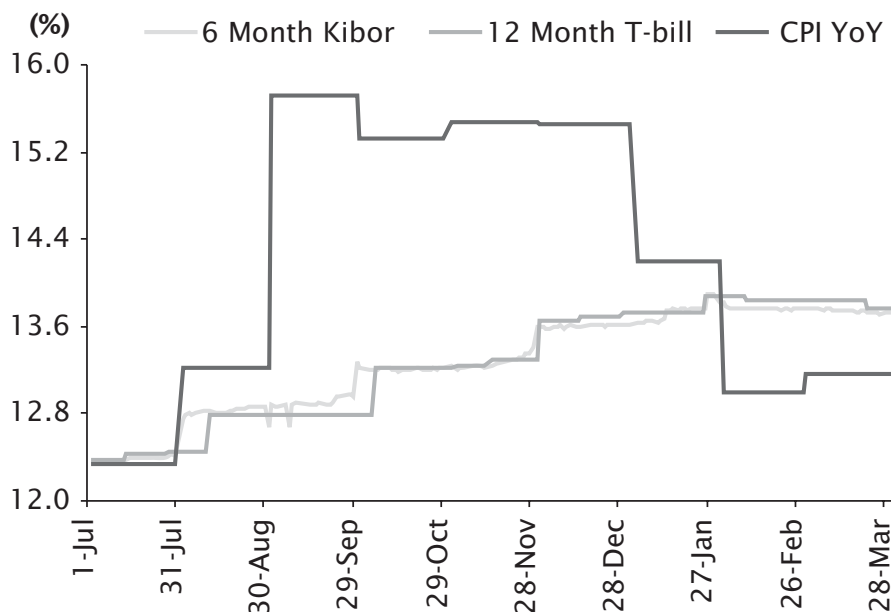
During the first nine months of fiscal year 2011, the money market remained highly volatile and to normalize the liquidity situation, State Bank of Pakistan (SBP) regularly conducted Open market operations. With the resurgence of inflation, SBP changed its monetary policy stance after 20 months and increased the policy rate by 50 bps to 13% in its bimonthly monetary policy statement at the end of July 2010.

Further hike in inflation occurred as the country was hit by one of the worst floods in its history. Thus to curb the inflationary pressures, SBP went for further monetary tightening increasing the policy rate to 14%, with consecutive 50 bps hikes in September and November. Subsequently, Inflation pressure eased off with CPI touching a low of 12.91% in February 2011 after decent respite in food inflation. Moreover, the government's commitment to reduce the borrowing from the SBP did materialize to some extent. On account of these positive developments, the SBP decided to keep the discount rate unchanged at 14% in the last two monetary policy statements.

As a result, KIBOR rates also increased, with six month rate increasing by 86 bps to close the nine months at 13.73%. During this period, SBP conducted 15 T-Bill auctions in which it accepted Rs. 1,875 billion against a target of Rs. 1,815 billion with a maturity of Rs. 1,749 billion. The cut off rate of six month T-Bill also increased by 98 bps to close the period at 13.64%.

Apart from borrowing from SBP, government also tapped other avenues to meet government expenditure. During the period, SBP conducted three auctions of Ijarah Sukuks worth Rs. 137 billion at coupon rate of six month T-Bill.

The following graph shows the trend in interest rate during the period:



Performance Review

Meezan Cash Fund (MCF) earned a total income of Rs. 536.70 million in the period under review as compared to Rs. 221.69 million in the corresponding period last year. Profits from savings accounts at banks contributed Rs. 373.71 million. Further a sum of Rs. 162.99 million was earned from income on bank placements. After accounting for expenses of Rs. 56.43 million, the Fund recorded a net income of Rs. 468.82 million as compared to Rs. 290.80 million in the corresponding period last year.



The net assets of the Fund as at the period end showed an increase of 22.05% from a figure of Rs. 5.22 billion on June 30, 2010 to Rs. 6.38 billion. The net asset value (NAV) of the Fund at the period end was Rs. 50.06 per unit. During the period, fresh units worth Rs. 6,106 million were issued while units amounting to Rs. 5,403 million were redeemed, resulting in net inflow of Rs. 703 million.

Payout

Details of Interim payout paid during the fiscal year 2010-11 are as under:

Quarter ended	Rs per unit	%
September 30, 2010	1.23/-	2.45
December 31, 2010	1.25/-	2.50
March 31, 2011	1.35/-	2.70

Outlook

Going forward, the key challenge for the government under the current political environment would be to implement the reforms demanded by IMF. In line with the government's commitment to keep SBP borrowing within limits, and as inflation has tapered off from its peak, we are of the view that the government will continue its 'wait and watch' policy before increasing the discount rate in the last quarter of the fiscal year. This bodes well on portfolio return of MCF.

Acknowledgement

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

For and on behalf of the Board

**Date: April 21, 2011
Karachi.**

**Mohammad Shoaib, CFA
Chief Executive**

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2011

	(Unaudited) March 31, 2011	(Audited) June 30, 2010
Note	(Rupees in '000)	
Assets		
Balances with banks	3,571,723	2,942,794
Placements	5 2,700,000	2,150,000
Profit receivable	144,627	173,173
Preliminary expenses and floatation costs	1,923	2,377
Deposits and prepayments	128	272
Total assets	6,418,401	5,268,616
Liabilities		
Payable to Al Meezan Investment Management Limited (Al Meezan) - management company of the Fund	8,420	7,542
Payable to Central Depository Company of Pakistan Limited (CDC) - trustee of the Fund	517	536
Payable to Securities and Exchange Commission of Pakistan (SECP)	3,507	2,573
Payable on redemption of units	10,066	33,144
Brokerage payable	45	45
Accrued expenses and other liabilities	2,594	508
Dividend payable	17,290	-
Total liabilities	42,439	44,348
Net assets	6,375,962	5,224,268
Contingency	6	
Unitholders' fund (as per statement attached)	6,375,962	5,224,268
	Number of units	
Number of units in issue	127,365,372	101,068,945
	Rupees	
Net assets value per unit	50.06	51.69

The annexed notes 1 to 8 form an integral part of this condensed interim financial report.

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

Chief Executive

Director



CONDENSED INTERIM INCOME STATEMENT FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2011 (UNAUDITED)

	Nine months period ended March 31,		Quarter ended March 31,	
	2011	2010	2011	2010
	----- (Rupees in '000) -----			
Income				
Profit on savings accounts with banks	373,713	172,686	118,637	95,278
Profit on placements	162,994	39,491	68,473	22,900
Profit on loans and receivables	-	9,493	-	8,544
Back end load	-	4	-	2
Other income	-	18	-	-
Total income	536,707	221,692	187,110	126,724
Expenses				
Remuneration to Al Meezan - management company of the Fund	46,786	20,181	15,546	11,436
Remuneration to CDC - trustee of the Fund	5,108	2,736	1,481	1,389
Annual fee to SECP	3,511	1,523	1,169	858
Auditors' remuneration	271	389	67	61
Fees and subscription	151	9	51	2
Amortisation of preliminary expenses and floatation costs	453	449	148	146
Bank and settlement charges	58	20	15	7
Brokerage	-	109	-	-
Printing expense	94	459	20	148
Total expenses	56,432	25,875	18,497	14,047
Net income from operating activities	480,275	195,817	168,613	112,677
Element of (loss) / income and capital (losses) / gains included in prices of units issued less those in units redeemed (net)	(11,457)	94,983	(724)	23,497
Net income	468,818	290,800	167,889	136,174

The annexed notes 1 to 8 form an integral part of this condensed interim financial report.

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

Chief Executive

Director

CONDENSED INTERIM DISTRIBUTION STATEMENT FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2011 (UNAUDITED)

	Nine months period ended March 31,		Quarter ended March 31,	
	2011	2010	2011	2010
	----- (Rupees in '000) -----			
Undistributed income brought forward	170,821	2,050	7,213	154,811
Less : Final distribution in the form of bonus units @ 3.38% for the year ended June 30, 2010 (June 30, 2009: 0.3%)	(170,806)	(1,865)	-	-
Less: Interim distribution in the form of bonus units @ 2.45% for the quarter ended September 30, 2010	(139,774)	-	-	-
Less: Interim distribution in the form of bonus units @ 2.5% for the quarter ended December 31, 2010	(139,430)	(105,915)	-	-
Less: Interim distribution in the form of cash dividend @ 2.5% for the quarter ended December 31, 2010	(14,527)	(3,342)	-	-
Less: Interim distribution in the form of bonus units @ 2.70% for the quarter ended March 31, 2011	(150,115)	-	(150,115)	(105,915)
Less: Interim distribution in the form of cash dividend @ 2.70% for the quarter ended March 31, 2011	(17,290)	-	(17,290)	(3,342)
Net income for the period	468,818	290,800	167,889	136,174
Undistributed income carried forward	<u>7,697</u>	<u>181,728</u>	<u>7,697</u>	<u>181,728</u>

The annexed notes 1 to 8 form an integral part of this condensed interim financial report.

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

Chief Executive

Director



CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUNDS FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2011 (UNAUDITED)

	Nine months period ended March 31,		Quarter ended March 31,	
	2011	2010	2011	2010
	----- (Rupees in '000) -----			
Net assets at the beginning of the period	5,224,268	623,857	6,158,991	3,276,466
Issue of 120,709,544 units (2010: 170,879,696) units and 26,497,321 (2010: 83,131,135) units for the nine months and quarter respectively	6,106,147	8,788,609	1,339,239	4,258,134
Redemption of 106,412,263 (2010: 93,041,299) units and 28,068,897 (2010: 55,252,398) units for the nine months and quarter respectively	(5,402,911)	(4,803,231)	(1,418,602)	(2,842,225)
	703,236	3,985,378	(79,363)	1,415,909
Element of loss / (income) and capital losses / (gains) included in prices of units issued less those in units redeemed (net)	11,457	(94,983)	724	(23,497)
Net (loss) / income for the period less distribution	(163,124)	179,678	6,065	26,917
Issue of 3,416,130 bonus units on July 7, 2010 for the period ended June 30, 2010 (June 30, 2009: 37,301 bonus units)	170,806	1,865	-	-
Issue of 2,795,532 bonus units on September 30, 2010 for the quarter ended September 30, 2010	139,774	-	-	-
Issue of 2,786,311 bonus units on December 31, 2010 for the quarter ended December 31, 2010	139,430	105,915	139,430	105,915
Issue of 3,001,173 bonus units on March 29, 2011 for the quarter ended March 31, 2011	150,115	-	150,115	-
	600,125	107,780	289,545	105,915
Net assets at the end of the period	<u>6,375,962</u>	<u>4,801,710</u>	<u>6,375,962</u>	<u>4,801,710</u>

The annexed notes 1 to 8 form an integral part of this condensed interim financial report.

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

Chief Executive

Director

CONDENSED INTERIM CASH FLOW STATEMENT

FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2011 (UNAUDITED)

	Nine months period ended March 31,		Quarter ended March 31,	
	2011	2010	2011	2010
----- (Rupees in '000) -----				
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income for the period	468,818	290,800	167,889	136,174
Adjustments for non-cash items				
Profit on savings accounts with banks	(373,713)	(172,686)	(118,637)	(95,278)
Profit on placements	(162,994)	(39,491)	(68,473)	(22,900)
Profit on loans and receivables	-	(9,493)	-	(8,544)
Amortisation of preliminary expenses and floatation costs	453	449	148	146
Element of loss / (income) and capital losses / (gains) included in prices of units issued less those in units redeemed (net)	11,457	(94,983)	724	(23,497)
	(55,979)	(25,404)	(18,349)	(13,899)
(Increase) / decrease in assets				
Loans and receivables	-	(300,000)	-	-
Deposits and prepayments	144	-	48	-
Placements	(550,000)	-	450,000	-
	(549,856)	(300,000)	450,048	-
Increase / (decrease) in liabilities				
Payable to Al Meezan - management company of the Fund	878	4,309	(172)	1,411
Payable to CDC - trustee of the Fund	(19)	483	(127)	141
Payable to SECP	934	1,505	1,164	858
Payable on redemption of units	(23,078)	43,613	5,203	(12,390)
Brokerage payable	-	45	-	(40)
Accrued expenses and other liabilities	2,086	(518)	(357)	(100)
	(19,199)	49,437	5,711	(10,120)
Profit received on savings accounts with banks	456,315	94,778	251,490	91,493
Profit received on placements	108,939	24,575	20,560	16,263
Net cash (outflow) / inflow from operating activities	(59,780)	(156,614)	709,460	83,737
CASH FLOWS FROM FINANCING ACTIVITIES				
Receipts from sale of units	6,106,147	8,788,609	1,339,239	4,258,134
Payment against redemption of units	(5,402,911)	(4,803,231)	(1,418,602)	(2,842,225)
Dividend Paid	(14,527)	(3,342)	(14,527)	(3,342)
Net cash inflow / (outflow) from financing activities	688,709	3,982,036	(93,890)	1,412,567
Net cash inflow during the period	628,929	3,825,422	615,570	1,496,304
Cash and cash equivalents at the beginning of the period	2,942,794	622,016	2,956,153	2,951,134
Cash and cash equivalents at the end of the period	3,571,723	4,447,438	3,571,723	4,447,438

The annexed notes 1 to 8 form an integral part of this condensed interim financial report.

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

Chief Executive

Director





NOTES TO THE CONDENSED INTERIM FINANCIAL REPORT FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2011 (UNAUDITED)

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Meezan Cash Fund (the Fund) was established under a trust deed executed between Al Meezan as the management company and CDC as the trustee. The trust deed was executed on May 14, 2009 and was approved by the SECP under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations). The registered office of the Management Company of the Fund, is situated at Finance and Trade Centre, Shahrah-e-Faisal, Karachi, Pakistan.
- 1.2 The Fund has been formed to provide the unitholders safe and stable stream of halal income on their investments and to generate superior long term risk adjusted returns. The Fund shall also keep an exposure in short-term instruments for the purpose of maintaining liquidity and to capitalise on exceptional returns if available at any given point in time. Under the trust deed all the conducts and acts of the Fund are based on shariah. Meezan Bank Limited (MBL) acts as its shariah advisor to ensure that the activities of the Fund are in compliance with the principles of shariah. The management company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules.
- 1.3 The Fund is an open-end fund listed on the Islamabad Stock Exchange. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.
- 1.4 The management company of the fund has been given quality rating of AM2 and the stability rating of the Fund is AA(f) given by JCR - VIS.
- 1.5 Title to the assets of the Fund are held in the name of CDC as the trustee of the Fund.

2. BASIS OF MEASUREMENT

The transactions undertaken by the Fund in accordance with the process prescribed under the shariah guidelines issued by the shariah adviser 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 approved accounting standards as applicable in Pakistan.

3. STATEMENT OF COMPLIANCE

- 3.1 This condensed interim financial report has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of IAS 34: 'Interim Financial Reporting' (IAS 34), the Trust Deed, NBFC Rules, NBFC Regulations and the directives issued by SECP. Wherever the requirements of the Trust Deed, the NBFC Rules, NBFC Regulations or the said directives differ with the requirements of IAS 34, the requirements of the Trust Deed, NBFC Rules, NBFC Regulations or the said directives take precedence.

- 3.2 This condensed interim financial report comprises of the condensed interim statement of assets and liabilities as at March 31, 2011 condensed interim income statement, condensed interim distribution statement, condensed interim statement of movement in unit holders' fund, condensed interim cash flow statement and notes thereto for the nine months period ended March 31, 2011. This condensed interim financial report also includes condensed interim income statement, condensed interim distribution statement, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement for the quarter ended March 31, 2011.
- 3.3 The comparative condensed interim statement of assets and liabilities presented in this condensed interim financial report as at June 30, 2010 has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2010 whereas the comparative condensed interim income statement, condensed interim distribution statement, condensed interim statement of movement in unit holders' fund, condensed interim cash flow statement have been extracted from the condensed interim financial report for the nine months period ended March 31, 2010.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial report are the same as those applied in the preparation of the financial statements for the year ended June 30, 2010.

5. PLACEMENTS

Placements carry expected profit rates ranging from 11.50% to 13.05 % per annum (June 30, 2010: 11% to 11.35% per annum) and are due to mature from April 08 to May 26, 2011.

6. CONTINGENCY

The Finance Act 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance). As a result of this amendment it may be construed that all Collective Investment Schemes / mutual funds (CISs) whose income exceeds Rs.0.5 million in a tax year, have been brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever is higher. In this regard, a constitutional petition has been filed by certain CISs through their trustees in the Honorable High Court of Sindh (the Court), challenging the applicability of WWF to the CISs, which is pending adjudication.

Subsequent to the year ended June 30, 2010, a clarification was issued by the Ministry of Labour and Manpower (the Ministry) which stated that mutual funds are not liable to contribute to WWF on the basis of their income. This clarification was forwarded by Federal Board of Revenue (FBR) (being the collecting agency of WWF on behalf of the Ministry) to its members for necessary action. Based on this clarification, the FBR also withdrew notice of demand which it had earlier issued to one of the mutual funds for collection of WWF. Notices of demand have also been issued to several other mutual funds and the matter has been taken up by the respective mutual funds with the FBR for their withdrawal on the basis of the above referred clarification of the Ministry. No such notice was received by the Fund.



On December 14, 2010, the Ministry has filed its response against the constitutional petition requesting the Court to dismiss the petition. According to the legal counsel who is handling the case, there is a contradiction between the aforementioned clarification issued by the Ministry and the response filed by the Ministry in the Court.

However, the Management Company believes that the aforementioned constitutional petition pending in the Court has strong grounds for decision in favour of the mutual funds. The aggregate unrecognised amount of WWF as at March 31, 2011 amounted to Rs 17.438 million.

7. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

The connected persons include Al Meezan being the management company, CDC being the trustee, MBL being the holding company of the management company, Pakistan Kuwait Investment Company (Private) Limited, directors and officers of the management company and Al Meezan Mutual Fund Limited, Meezan Islamic Income Fund, Meezan Tahaffuz Pension Fund, Meezan Capital Protected Fund - I, Meezan Islamic Fund, Meezan Sovereign Fund and Meezan Balanced Fund being the funds under the common management of the management company.

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

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

	March 31, 2011	June 30, 2011
	(Rupees in '000)	
Al Meezan- management company of the Fund		
Investments of 1,146,365 units (June 30, 2010: 2,661,126 units)	<u>57,387</u>	<u>137,554</u>
Remuneration payable	<u>5,418</u>	<u>4,540</u>
Preliminary expenses and floatation costs payable	<u>3,002</u>	<u>3,002</u>
MBL		
Balances with bank	<u>8,785</u>	<u>71,410</u>
Profit receivable on savings accounts	<u>106</u>	<u>127</u>
CDC - trustee of the Fund		
Trustee fee payable	<u>517</u>	<u>536</u>
Deposits	<u>100</u>	<u>100</u>
Directors and officers of the management company		
Investments as at March 31, 2011: 491,533 units (June 30, 2010: 1,043,205 units)	<u>24,606</u>	<u>53,923</u>

	Nine months period ended March 31	
	2011	2010
	(Rupees in '000)	
Al Meezan - management company of the Fund		
Remuneration for the period	<u>46,786</u>	<u>20,181</u>
Units issued: 396,747 units (2010: 3,083,580)	<u>20,000</u>	<u>159,273</u>
Redemptions: 2,085,149 units (2010: 1,992,314)	<u>105,812</u>	<u>101,503</u>
Bonus units issued: 173,641 units (2010: 117,353)	<u>8,684</u>	<u>3,275</u>
MBL - shariah advisor of the Fund		
Profit on savings accounts	<u>1,059</u>	<u>673</u>
CDC - trustee of the Fund		
Trustee fee	<u>5,108</u>	<u>2,736</u>
Directors and officers of the management company		
Units issued: 228,874 units (2010: 917,627)	<u>11,540</u>	<u>46,845</u>
Redemptions: 871,238 units (2010: 174,524)	<u>44,041</u>	<u>8,961</u>
Bonus units issued: 90,692 units (2010: 23,395)	<u>4,535</u>	<u>1,186</u>

8. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial report was authorised for issue on April 21, 2011 by the Board of Directors of the management company.

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

Chief Executive

Director



Pure. Profit.

Registered Office

Al Meezan Investment Management Limited

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