Funds Managed by:

AKD Investment Management Ltd.

3rd Quarter Report
March 31, 2015
(Un-audited)

quarterly report

AKD OPPORTUNITY FUND

AKD INDEX TRACKER FUND

AKD CASH FUND

AKD AGGRESSIVE INCOME FUND

Partner with AKD Profit from the Experience

AKD Investment Management Ltd.

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CORPORATE INFORMATION

MANAGEMENT COMPANY
AKD Investment Management Limited
216-217, Continental Trade Centre, Block-8,
Clifton, Karachi-74000

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Chairman
Mr. Abdul Karim Memon*

Director & Chief Executive Officer
Mr. Imran Motiwala*

Directors
Mr. Ali Wahab Siddiqui*
Mr. M. Ramzan Sheikh*
Mr. Hasan Ahmed*
Mr. Ahmed Abdul Sattar*
Mr. Nadeem Saulat Siddiqui*

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Munir Abdullah

COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Muhammad Yaqoob

HEAD OF COMPLIANCE OF THE MANAGEMENT COMPANY

Mr. Rashid Ahmed

AUDIT COMMITTEE

Mr. Ali Wahab Siddiqui (Chairman)
Mr. M. Ramzan Sheikh (Member)
Mr. Hasan Ahmed (Member)
Mr. Muhammad Yaqoob (Secretary)

HUMAN RESOURCE & REMUNERATION COMMITTEE (HR & R)

Mr. Abdul Karim Memon (Chairman)
Mr. Imran Motiwala (Member)
Mr. Ahmed Abdul Sattar (Member)

RATING
AKD Investment Management Ltd. (AMC)
AM3 (AM Three) issued by PACRA
AM3 (AM Three) issued by JCR-VIS

*Election of Directors took place on October 11, 2014 and the approval is pending from SECP.

Vision

To serve investors in Pakistan's capital markets with diligence, integrity and professionalism, thereby delivering consistent superior returns and unparalleled customer service.

Mission Statement

AKD Fund shall continuously strive to:

- *Keep primary focus on investing clients' interest*
- *Achieve highest standards of regulatory compliance and good governance*
- *Prioritize risk management while endeavoring to provide inflation adjusted returns on original investment*
- *Enable the investing public and clients to make AKDIML Funds a preferred part of their overall savings and investment management strategy*
- *Distinguish themselves and compete on the basis of unparalleled service quality while setting industry standards for professionalism, transparency and consistent superior performance*
- *Foster and encourage technical, professional, ethical development of human capital to provide our people the best opportunities and environment for their personal growth*

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

The Board of Directors of AKD Investment Management Limited, the Management Company of AKD Opportunity Fund (AKDOF), AKD Index Tracker Fund (AKDITF), AKD Cash Fund (AKDCF) and AKD Aggressive Income Fund (AKDAIF) is pleased to present its interim report along with the Funds' accounts for the third quarter ended March 31, 2015.

Funds' Financial Performance

AKD Opportunity Fund (AKDOF)

For the nine months period of FY15, the return of AKD Opportunity Fund stood at 4.60% compared to the benchmark KSE-100 Index's return of 1.96%, thus outperforming the benchmark by 2.64%.

AKD Index Tracker Fund (AKDITF)

For the nine months period of FY15, the return of AKD Index Tracker Fund stood at 0.96% compared to the benchmark KSE-100 Index's return of 1.96%, thus underperforming the benchmark by 1.00%.

AKD Cash Fund (AKDCF)

For the nine months period of FY15, the annualized return of AKD Cash Fund stood at 8.91% compared to benchmark return of 8.37%, thus outperforming the benchmark by 0.54%.

AKD Aggressive Income Fund (AKDAIF)

For the nine months period of FY15, the annualized return of AKD Aggressive Income Fund stood at 21.81% compared to the benchmark return of 9.83%, thus outperforming the benchmark by 11.98%.

Macro Perspective

The macroeconomic outlook of Pakistan has improved over the past several months based on the prudent monetary and fiscal policies, lower international commodity prices, strong capital inflows and increased remittances. The economy, at broader scale, has started reaping benefits of the reform initiatives taken by the current government such as significant improvement in tax collection and reduction in subsidies to power sector taking advantage of the lower international commodity prices thus creating much needed fiscal space. Despite stability at overall political front during third quarter of fiscal year 2015, law and order situation in Karachi and regulatory issues with the brokers had short term negative impact on stock market during the months of February and March 2015.

So far, the most crucial achievement at macro front is continuous improvement in total liquid foreign exchange reserves position. Total liquid foreign exchange reserves increased to $16.194bn by the end of third quarter fiscal year 2015 against $9.864bn in the corresponding period of fiscal year 2014, which is a significant surge of 64% year over year. Receipt of two tranches of worth $550mn and $499mn from International Monetary Fund (IMF) under extended Fund Facility and multilateral, bilateral sources supported the reserves position during the third quarter fiscal year 2015. Clearly, it signifies the foreign institution's confidence in Pakistan's progress towards economic growth and reforms. Under the arrangement, the latest approval has brought total disbursements to about $3.5bn.

The Headline Consumer Price Index (CPI) inflation had touched the decade's lowest level of 2.5% in the month of March 2015 over the corresponding period of previous year mainly due to massive reduction in domestic oil prices in last six months. Average inflation in first nine months of fiscal year 2015 stood at 5.12% compared to 8.64% over the corresponding period last year. The inflation trend may continue to follow a downward trajectory in the near-term, however, Government may miss its target of 4%-5% average CPI inflation for the fiscal year 2015 due to increase in petrol and high speed diesel prices by Rs.4/liter and Rs.3/liter during March 2015. Due to soft inflation and favorable economic environment throughout the ongoing fiscal year State Bank of Pakistan (SBP) slashed the discount rate three times during first nine months of fiscal year 2015 including the latest discount rate cut of 50bps in March 2015. So far, SBP has slashed the discount rate by 200bps on cumulative basis during first nine months of fiscal year 2015 and corporate earnings have started reaping benefits from this monetary easing.

Despite government's attempts to reduce the trade deficit, Pakistan's overall exports to the rest of the world remained subdued during first nine months of fiscal year 2015. Although, Pakistan made $1 billion additional gains after availing the GSP Plus facility, its overall exports were badly hurt due to loss of competiveness and extremely narrow export-base. The trade deficit expanded to $16.2bn in first nine months of fiscal year 2015 as compared to trade deficit of $14.05bn in first nine months of fiscal year 2014. While exports dropped almost 6% during the July to March period, imports in the same period grew on an average of 3%, widening the trade deficit by 15.4%. However, in contrast to trade deficit, the current account deficit shrank by $1.23bn and settled at $1.46bn during first nine months of fiscal year 2015 against $2.69bn in the corresponding period last year. As a percentage of the gross domestic product (GDP), the current account deficit stood at 0.7% in July to March as opposed to 1.5% for the same period of fiscal year 2014. The large scale manufacturing growth remained a concern throughout the fiscal year 2015. The growth in the industrial output has witnessed a decelerated trend in the past few months, largely because of supply-side bottlenecks. The nominal growth was led by lackluster performance of sub-sectors like textile, chemicals and pharmaceuticals. The sector's growth has been in decline since November, but the government has yet to take any measures to address the situation; while, the government is actively engaged in economic reforms to achieve its GDP growth target. International Monetary Fund (IMF) and World Bank (WB), in their recent review, expressed satisfaction regarding the progress of economic and energy sector developments. These reviews are expected to build the investors' confidence witnessing improved investment activity going forward.

Equity Market

At the start of the third quarter of fiscal year 2015 KSE-100 Index continued its bullish momentum, reaching a historic high of 35,055.94 on Feb 4, 2015 on account of monetary easing, low inflation and record high foreign liquid reserves.

However, despite posting a hefty return of 7.20% during the month of January 2015, KSE-100 index clocked in a negative return of 5.91% for the third quarter of fiscal year 2015. The excessive selling was trickled by the liquidation of a foreign hedge fund which triggered a much awaited technical correction. Moreover, added selling pressure by the mutual funds to meet redemption requests crippled the stock prices settling to close KSE-100 Index at 30,233.87 as at March 31, 2015.

Money Market

In the third quarter of fiscal year 2015, SBP conducted six market treasury-bill auctions. The total amount realized from the auctions amounted to PkR 1,023.704bn. The weighted average yields on 3 months T-bills, 6 months T-bills and 12 months T-bills stood at 8.50%, 8.47% and 8.35% respectively. Over the span of third quarter, the 3 month, 6 month and 12 month yields have declined by 10.07%, 13.57% and 14.62% respectively. The SBP carried out 3 PIB auctions in the period under review where it raised a total amount of PkR 132.533bn. The weighted average yields stood at 8.48%, 9.04% and 9.75% for 3 years, 5 years and 10 years bonds declining by 6.60%, 7.90% and 6.48% respectively.SBP had to inject funds through open market operations to manage liquidity issue in the money market. An amount of total PkR 10,006.100bn was injected through repo transactions.

Future Outlook

Currently Pakistan is facing a complex environment, with war against terrorism on one hand, and severe energy crisis on the other creating major hurdles to achieve true economic potential. Also, the domestic economy's resilience is indeed impressive against global economic downturn caused by soft growth outlook of China, EU financial crunch and declining commodity prices. Yet, the statistics of Pakistan's GDP, GNP, FDI and stock market performance suggests that its economy is definitely on the path towards growth. Going forward, we believe the economy of Pakistan is expected to achieve a sustainable growth driven by low inflation, favorable international commodity prices, and growth in revenue collection, increase in foreign remittances, improved foreign direct investments and solid foreign exchange reserves. After successful divestment of HBL for $1.005bn in April 2015, the government is eyeing the divestment of distribution companies and 28% stake in Pakistan International Airlines by the end of CY15, these divestments coupled with next IMF tranches and other multilateral inflows will further strengthen the foreign reserve position. Moreover, large sum of money in the form of foreign direct investment, particularly from China in Energy and Infrastructure sector will help tackling the power shortage and improve local efficiencies in the country. Furthermore, on the back of soft inflation, we expect another cut of 50bps in the next Monetary Policy Meeting. The cumulative cut of 250bps significantly expected to enhance the corporate profitability.

Pakistan equity market is expected to gear up for a stellar performance in the coming quarters where we believe KSE-100 index to witness a strong positive return trajectory on the back of continued monetary easing, improvement in the economic indicators, effectiveness of the privatizations process, and growth in corporate profitability with attractive equity market valuations.

For and on behalf of the Board

Imran Motiwala

Karachi: April 29, 2015

Chief Executive Officer

AKD Aggressive Income Fund
Financial Information - Third Quarter FY15

Contents

AKD Aggressive Income Fund

MANAGEMENT COMPANY
AKD Investment Management Limited
216-217, Continental Trade Centre, Block-8,
Clifton, Karachi-74000

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

BANKERS
Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Al-Habib Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
KASB Bank Limited
MCB Bank Limited
NIB Bank Limited
Soneri Bank Limited
Summit Bank Limited
The Bank of Khyber
The Bank of Punjab
United Bank Limited

AUDITORS
M. Yousuf Adil Saleem & Co.
Chartered Accountants
Cavish Court, A-35, Block 7 & 8
KCHSU, Sharea Faisal,
Karachi-75350

LEGAL ADVISER
Sattar & Sattar Attorneys -at -law
3rd Floor, UBL Building,
I.I. Chundrigar Road, Karachi

REGISTRAR
AKD Investment Management Limited.
216 - 217, Continental Trade Centre,
Block-8, Clifton Karachi-74000
UAN: 111-253-465 (111-AKDIML)

DISTRIBUTORS
AKD Investment Management Limited
BMA Financial Services Limited
IGI Investment Bank Limited
KASB Securities Limited

RATING
AKD Aggressive Income Fund
JCR-VIS: BBB(f) [Triple B (f)]

FUND MANAGER'S REPORT

i) Description of the Collective Investment Scheme Category and type:

Open - end Aggressive Fixed Income Scheme

ii) Statement of Collective Investment Scheme's investment objective:

AKDAIF is a dedicated fund that focuses primarily on fixed income securities and instruments. The objective of AKDAIF is to offer investors a convenient vehicle to invest in a diversified portfolio of fixed income securities / instruments that provide consistent returns with concern for preservation of capital over the longer term.

iii) Explanation as to whether Collective Investment Scheme achieved its stated objective:

For the nine months period FY15, the annualized return of AKD Aggressive Income Fund stood at 21.81% compared to the benchmark return of 9.83%, thus significantly outperforming the benchmark by 11.98%.

iv) Statement of benchmark (s) relevant to the Collective Investment Scheme:

1 Year KIBOR

v) Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmark:

Monthly Yield (annualized)	Jul 14	Aug 14	Sep 14	Oct 14	Nov 14	Dec 14	Jan 15	Feb 15	Mar 15
AKDAIF	3.06%	-2.55%	2.87%	56.70%	23.27%	30.15%	36.67%	11.11%	21.91%
Benchmark	10.45%	10.48%	10.50%	10.50%	10.14%	9.95%	9.38%	8.76%	8.39%

vi) Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance:

AKD Aggressive Income Fund is an Open end Aggressive Fixed Income Scheme, the return of the funds are generated through investment in T-bills, Margin Trading System and Corporate debt instruments. AKDAIF is fully complied with the relevant policies and procedures as per fund's regulatory requirement.

vii) Disclosure of Collective Investment Scheme's asset allocation as the date of the report and particulars of significant changes in asset allocation since the last report (if applicable):

Asset Allocation (% of Total Asset)	31-Mar-2015	31-Dec-2014
Cash and Cash Equivalents	49.58%	20.09%
Placement with NBFCs	0.48%	0.55%
Preference Shares	1.97%	2.25%
MTS	0.28%	24.46%
Pakistan investment bonds	39.92%	42.72%
TFCs / SUKUK	5.04%	5.47%
Other assets including receivables	2.73%	4.46%

viii) Non-Compliant Investment

Name of Non Compliant Investment	Type of Investment	Value of Investment before Provision	Provision held (if any)	Value of Investment after Provision	Percentage of Net Assets	Percentage of Gross Assets
		Rupees in '000'				
Security Leasing Corporation Limited	Preference Shares	11,352	-	11,352	2.01%	1.97%

ix) Analysis of the Collective Investment Scheme's performance:

Nine months Return FY15 (annualized)	21.81%
Benchmark (annualized)	9.83%

x) Changes in total NAV and NAV per unit since the last reviewed period:

Net Asset Value			NAV per Unit	
31 Mar 2015	31 Dec 2014	Change	31 Mar 2015	31 Dec 2014
(Rupees in '000)			(Rupees)	
565,753	496,805	13.88%	55.1921	52.1033

xi) Disclosure on the markets that the Collective Investment Scheme has invested in including-reviews of the market (s) invested in and return during the period:

Economy

The macro indicators of Pakistan have shown significant improvement over the past few months. The government introduced several fiscal and monetary reforms which are supporting the economy. Soft commodity and oil prices, strong foreign remittances, multilateral inflows and reduction in discount rate provided the much needed strength to economy. Despite major positive triggers, the equity market struggled during the month of February and March 2015 because of law and order situation in Karachi and the Yemen crisis. These factors shattered the investors' confidence in short-term, however, equity market quickly recovered due to Pakistan's neutral stance regarding intervention in Yemen war.

Monetary easing remained one of the noticeable developments during the current fiscal year. Due to soft inflation and favorable economic environment throughout the ongoing fiscal year, State Bank of Pakistan (SBP) slashed the discount rate three times during first nine months of fiscal year 2015 including the latest discount rate cut of 50bps in March. So far, SBP has slashed the discount rate by 200bps on cumulative basis. As a result, the corporate earnings are experiencing significant growth in the recent quarters; except the depressed oil and gas sector. Going forward, it is expected that the discount rate will come down further in the next monetary policy in May 2015. In addition to monetary easing, the Headline Consumer Price Index (CPI) is also in declining phase as it reached its lowest level in ten years to 2.5% in March mainly due to the trickledown effect of falling international oil prices. Average inflation in first nine months of fiscal year 2015 has remained at 5.12% compared to 8.64% over the corresponding period last year. Based on the current trend in oil prices, it is expected that inflation level will remain low in 2015. However, government may miss its average CPI target of 4% to 5% for the full fiscal year 2015 primarily due to higher GST on oil products and recent increase of Rs.4/liter and Rs.3/liter in petrol and high speed diesel prices, respectively.

International Monetary Fund's (IMF) Extended Fund Facility Program has played a supportive role for Pakistan's economy. In the recent months, receipt of two tranches of worth $550mn and $499mn from International Monetary Fund (IMF) owing to successful reviews, multilateral and bilateral sources supported the reserves position during the third quarter fiscal year 2015. Resultantly, total liquid foreign exchange reserves have increased to $16.194bn by the end of third quarter fiscal year 2015 against $9.864bn in the corresponding period of fiscal year 2014, which is a significant surge of 64% year over year. Under the arrangement, the latest approval has brought total disbursements to about $3.5bn. It signifies the foreign institution's confidence in Pakistan's progress towards economic growth and reform policies. The government has been successful to large extent in meeting the targets set by IMF. Under the privatization program as well, recently, government has sold its entire holding in HBL to generate $1.005bn to further strengthen the foreign reserves. In addition, Moody's has also improved ratings of Pakistani bonds to positive from stable in international market. These factors will boost the confidence of local and international investors going forward.

Despite several important developments, severe energy crisis and flawed policies hammered the performance of textile, pharmaceutical and chemical sector. Resultantly, the large scale manufacturing (LSM) has been showing lagging growth throughout the current fiscal year but government has yet to take any measures to turn the situation around. Apart from slow LSM growth, government is actively engaged in economic reforms to achieve its GDP growth target. International Monetary Fund (IMF) and World Bank (WB), in their recent review, expressed satisfaction regarding the progress of economic and energy sector developments. This review helps build the investors' confidence witnessing improved investment activity going forward.

Further on the down side, trade deficit has continued to be a problem in the fiscal year 2015. The trade deficit expanded to $16.2bn in first nine months of fiscal year 2015 as compared to trade deficit of $14.05bn in first nine months of fiscal year 2014. Pakistan failed to improve the deficit as exports went down by almost 6% during the July to March period where as the imports in the same period grew on an average of 3%, widening the trade deficit by 15.4%. On the positive side, Pakistan was able to gain $1bn because of the GSP status granted by EU. However, the full benefits have not been extracted due to a narrow export base and lack of competitiveness. On the other hand, the current account presents a different picture. The current account deficit shrank by $1.23bn and reached a level of $1.46bn during first nine months of fiscal year 2015 against $2.69bn in the corresponding period last year. As a percentage of the gross domestic product (GDP), the current account deficit stood at 0.7% in July to March as opposed to 1.5% for the same period of fiscal year 2014.

Money Market:

In the third quarter of fiscal year 2015, SBP conducted six market treasury-bill auctions. The total amount realized from the auctions amounted to PkR 1,023.704bn. The weighted average yields on 3 months T-bills, 6 months T-bills and 12 months T-bills stood at 8.50%, 8.47% and 8.35% respectively. Over the span of third quarter, the 3 month, 6 month and 12 month yields have declined by 10.07%, 13.57% and 14.62% respectively. The SBP carried out 3 PIB auctions in the period under review where it raised a total amount of PkR 132.533bn. The weighted average yields stood at 8.48%, 9.04% and 9.75% for 3 years, 5 years and 10 years bonds declining by 6.60%, 7.90% and 6.48% respectively. SBP had to inject funds through open market operations to manage liquidity issue in the money market. An amount of total PkR 10,006.100bn was injected through repo transactions.

Future Outlook

With the improvement in the economic outlook witnessed by the growth in national economic indicators such as GDP, GNP, FDI and stock market performance entice the notion of de-risking, however the energy shortage crippling the backbone of the manufacturing and service sector coupled with the resources exerted on continuous fight against war on terror has slowed down the pace and distant the milestone for the economy to reach its full potential.

However the Government's efforts to overcome the major obstacle of energy shortage by increasing the capacity of power generation through coal based projects is much appreciated, we expect going forward the economy of Pakistan to achieve a sustainable growth driven by low inflation, favorable international commodity prices, growth in revenue collection, increase in foreign remittances, improved foreign direct investments and solid foreign exchange reserves. After successful divestment of HBL for $1.005bn in April 2015, the government is eyeing the divestment of distribution companies and 28% stake in Pakistan International Airlines by the end of CY15, these divestments coupled with next IMF tranches and other multilateral inflows will further strengthen the foreign reserve position. Moreover, large sum of money in the form of foreign direct investment, particularly from China in Energy and Infrastructure sector will help tackling the power shortage and improved local efficiencies in the country. Furthermore, on the back of soft inflation, we expect another cut of 50bps in the next Monetary Policy Meeting. The cumulative cut of 250bps expected to further enhance the corporate profitability.

xii) Description and explanation of any significant changes in the state of the affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements:

There were no significant changed in the state of affairs during the period and up till the date of the Fund Manager's report under review.

xiii) Disclosure on unit split (if any), comprising:

There were no unit splits during the period

xiv) Breakup of unit holding by size:

Range (Units)	No. of Investors
0.1 - 9,999	26
10,000 - 49,999	11
50,000 - 99,999	5
100,000 - 499,999	1
500,000 and above	4
	47

xvi) Disclosure of circumstances that materially affect any interest of unit holders:

Investments are subject to credit and market risk.

xvii) Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker (s) or dealers by virtue of transaction conducted by the Collective Investment Scheme:

No soft commissions have been received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 2015

	Note	(Unaudited) March 31, 2015	(Audited) June 30, 2014
		----- (Rupees in '000) -----	
ASSETS			
Bank balances	4	**22,585**	970
Investments	5	**520,923**	287,721
Receivable against margin trading system		**1,622**	152,288
Loans and receivables	6	**14,115**	14,115
Prepayments, deposits and profit receivables	7	**15,697**	25,114
Total assets		**574,942**	480,208
LIABILITIES			
Payable to Management Company	8	**2,855**	1,881
Payable to Trustee	9	**79**	84
Accrued expenses and other liabilities	10	**6,255**	7,611
Total liabilities		**9,189**	9,576
NET ASSETS		**565,753**	470,632
UNIT HOLDERS' FUND (as per statement attached)		**565,753**	470,632
CONTINGENCIES AND COMMITMENTS	11		
		---- (Number of units) ----	
Number of units in issue		**10,250,618**	9,923,415
		--------- (Rupees)---------	
Net asset value per unit		**55.1921**	47.4264

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

For AKD Investment Management Limited
(Management Company)

Imran Motiwala
Chief Executive Officer

Nadeem Saulat Siddiqui
Director

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2015

	Note	Nine Months Period ended March 31, 2015	Nine Months Period ended March 31, 2014	Quarter ended March 31, 2015	Quarter ended March 31, 2014
		-------------------(Rupees	in '000)-------------------		
INCOME					
Income from term finance and sukuk certificates		**8,786**	12,337	**1,492**	2,833
Income from government securities		**25,217**	13,110	**8,241**	3,300
Income from Margin Trading System		**9,791**	14,189	**3,245**	6,597
Profit on bank deposits		**2,193**	2,203	**1,017**	766
Capital gain on sale of investments		**4**	424	**1**	513
		45,991	42,263	**13,996**	14,009
Unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.5	**38,720**	(16,065)	**18,370**	(8,061)
Total income		**84,711**	26,198	**32,366**	5,948
EXPENSES					
Remuneration of the Management Company		**5,457**	5,350	**1,890**	1,752
Remuneration of the Trustee		**618**	606	**214**	198
SECP annual fee		**273**	267	**95**	87
Security transaction cost		**2**	3	**2**	-
Reversal of impairment loss on investments	5.4	**(1,162)**	(980)	**(661)**	(359)
Auditors' remuneration		**258**	262	**84**	83
Settlement and bank charges		**151**	214	**51**	90
Fees and subscription		**1,131**	1,536	**347**	687
Legal and professional		**149**	149	**49**	49
Printing and related cost		**129**	138	**43**	43
Sales tax and federal exise duty on management fee		**1,823**	1,849	**632**	605
Provision for Workers' welfare fund		**1,632**	331	**715**	54
Total expenses		**10,461**	9,725	**3,461**	3,289
Net income from operating activities		**74,250**	16,473	**28,905**	2,659
Element of Income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed		**5,721**	(238)	**6,104**	(21)
Net income for the period before taxation		**79,971**	16,235	**35,009**	2,638
Taxation	12	**-**	-	**-**	-
Net income for the period after taxation		**79,971**	16,235	**35,009**	2,638
Other comprehensive Income / (loss) for the period					
Items that will be classified subsequently to profit and loss					
Unrealised appreciation / (diminution) on re-measurement of investments classified as 'available for sale' - net		**(367)**	159	**-**	616
		(367)	159	**-**	616
Total comprehensive income for the period		**79,604**	**16,394**	**35,009**	**3,254**
Earnings per unit - basic and diluted	13				

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

For AKD Investment Management Limited
(Management Company)

Imran Motiwala	**Nadeem Saulat Siddiqui**
Chief Executive Officer	Director

CONDENSED INTERIM DISTRIBUTION STATEMENT (UNAUDITED)

FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2015

	Nine Months Period ended March 31,		Quarter ended March 31,	
	2015	2014	2015	2014
	-----------------(Rupees in '000)-----------------			
Undistributed income / (accumulated losses) brought forward				
Realised income	**16,779**	16,656	**41,377**	12,200
Unrealised loss	**(37,884)**	(9,879)	**(17,522)**	(19,934)
	(21,105)	6,777	**23,855**	(7,734)
Final distribution for the year ended June 30, 2014: Nil (June 2013: Rs 2.9 per unit)				
- Cash distribution	-	(3,694)	**-**	-
- Issue of bonus units	-	(24,407)	**-**	-
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - amount representing income / (losses) that form part of the unit holders' fund	**(2)**	(8)	**-**	(1)
Net income for the period	**79,971**	16,235	**35,009**	2,638
Undistributed income / (accumulated losses) carried forward	**58,864**	(5,097)	**58,864**	(5,097)
Undistributed income / (accumulated losses) comprising of:				
Realised income	**58,017**	23,497	**58,017**	23,497
Unrealised income / (loss)	**847**	(28,594)	**847**	(28,594)
	58,864	(5,097)	**58,864**	(5,097)

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

For AKD Investment Management Limited
(Management Company)

Imran Motiwala
Chief Executive Officer

Nadeem Saulat Siddiqui
Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2015

	Nine Months Period ended March 31,		Quarter ended March 31,	
	2015	2014	2015	2014
	--------------------------(Rupees	in '000)--------------------------		
Net assets at beginning of the period	**470,632**	487,517	**496,805**	472,538
Issue of units 1,753,292 (2014: 43 units for the nine months period ended March 31, 2014)	**93,036**	2	**50,636**	-
Redemption of units 1,426,089 (2014: 529,273 units for the nine months period ended March 31, 2014)	**(71,798)**	(25,339)	**(10,593)**	(695)
	21,238	(25,337)	**40,043**	(695)
Issue of Nil bonus units (2014: 514,782 bonus units for the nine months period ended March 31, 201	**-**	24,407	**-**	-
Element of loss / (income) and capital losses / (gains) included in prices of units issued less those in units redeemed				
- amount representing losses / (income) and capital losses / (gains) - transferred to Income Statement	**(5,721)**	238	**(6,104)**	21
- amount representing (income) / losses that form part of the Unit holders' fund - transferred to Distribution Statement	**2**	8	**-**	1
	(5,719)	246	**(6,104)**	22
Net unrealised appreciation / (diminution) on re-measurement of investments classified as ' available for sale'	**(367)**	159	**-**	616
Other net income for the period	**41,247**	31,876	**16,638**	10,186
Capital gain on sale of investments	**4**	424	**1**	513
Unrealised appreciation/ (diminution) on re-measurement of investments at fair value through profit or loss - net	**38,720**	(16,065)	**18,370**	(8,061)
Net element of (loss) / income and capital (losses) / gains included in prices of units issued less those in units redeemed - amount representing (losses) / income that form part of unit holders' fund	**(2)**	(8)	**-**	(1)
Final distribution for the year ended June 30, 2014: Nil (June 2013: Rs 2.9 per unit)				
- Cash distribution	**-**	(3,694)	**-**	-
- Issue of bonus units	**-**	(24,407)	**-**	-
	79,969	(11,874)	**35,009**	2,637
Net assets at end of the period	**565,753**	475,118	**565,753**	475,118

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

For AKD Investment Management Limited
(Management Company)

Imran Motiwala
Chief Executive Officer

Nadeem Saulat Siddiqui
Director

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2015

	Note	Nine Months Period ended March 31, 2015	Nine Months Period ended March 31, 2014	Quarter ended March 31, 2015	Quarter ended March 31, 2014
		----------------------(Rupees	in '000)----------------------		
CASH FLOW FROM OPERATING ACTIVITIES					
Net income for the period before taxation		**79,971**	16,235	**35,009**	2,638
Adjustments for non-cash and other items					
Unrealised (appreciation) /diminution in fair value of investments classified as 'financial assets at fair value through profit or loss' - net		**(38,720)**	16,065	**(18,370)**	8,061
Capital gain on sale of investments		**(4)**	(424)	**(1)**	(513)
Reversal of impairment loss		**(1,162)**	(980)	**(661)**	(359)
Element of loss / (income) and capital losses / (gains) included in prices of units issued less those in units redeemed		**(5,721)**	238	**(6,104)**	21
Remuneration of the Management Company		**5,457**	5,350	**1,890**	1,752
Remuneration of the Trustee		**618**	606	**214**	198
		40,439	37,090	**11,977**	11,798
(Increase) / decrease in assets					
Investments - net		**(74,338)**	20,237	**(110,308)**	5,616
Receivable against margin trading system		**150,666**	(84,330)	**121,872**	(29,497)
Loans and receivables		**-**	7,999	**-**	-
Prepayments, deposits and profit receivables		**9,417**	24,019	**6,810**	(822)
		85,745	(32,075)	**18,374**	(24,703)
Increase / (decrease) in liabilities					
Payable to Management Company		**882**	867	**312**	280
Payable to Trustee		**(15)**	17	**(18)**	9
Accrued expenses and other liabilities		**1,371**	151	**783**	192
		2,238	1,035	**1,077**	481
Remuneration paid to Management Company		**(5,365)**	(5,324)	**(1,836)**	(1,751)
Remuneration paid to Trustee		**(608)**	(603)	**(208)**	(197)
Net cash generated from/ (used in) operating activities		**122,449**	123	**29,384**	(14,372)
CASH FLOW FROM FINANCING ACTIVITIES					
Net receipts / (payments) against issuance / redemptions of units		**21,238**	(25,337)	**40,043**	(695)
Dividend paid		**(2,727)**	(3,694)	**-**	-
Net cash generated from / (used in) financing activities		**18,511**	(29,031)	**40,043**	(695)
Net increase / (decrease) in cash and cash equivalents during the period		**140,960**	(28,908)	**69,427**	(15,067)
Cash and cash equivalents at beginning of the period		**29,902**	180,749	**101,435**	166,908
Cash and cash equivalents at end of the period	14	**170,862**	151,841	**170,862**	151,841

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

For AKD Investment Management Limited
(Management Company)

Imran Motiwala
Chief Executive Officer

Nadeem Saulat Siddiqui
Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2015

1. LEGAL STATUS AND NATURE OF BUSINESS

AKD Aggressive Income Fund (the Fund) was established under a Trust Deed executed between AKD Investment Management Limited (AKDIML - Management Company) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Securities and Exchange Commission of Pakistan (SECP) authorised constitution of the trust deed on September 11, 2006 and it was executed on October 2, 2006 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The Fund commenced operations from March 23, 2007.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by SECP. The registered office of the Management Company is situated at 216-217, Continental Trade Centre, Block 8, Clifton, Karachi, in the province of Sindh.

The Fund is an open ended mutual fund and is listed on the Karachi Stock Exchange. Units are offered for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering to the Fund.

The principal activity of the Fund is to make investments in government securities, cash in bank account, money market placements, deposits, certificate of deposits (COD), certificate of mushrakas (COM), TDRs, commercial paper, reverse repo, TFC/Sukuk, spread transactions and transactions under Margin Trading System. Title of the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as Trustee of the Fund.

The Pakistan Credit Rating Company Limited (PACRA) and JCR-VIS Credit Rating Company Limited (JCR-VIS) has assigned Asset Manager / Management Quality Rating of 'AM3' to the Management Company dated September 26, 2014 and April 10, 2015 respectively. JCR-VIS Credit Rating Company Limited has also assigned fund stability rating of "BBB(f)" to the Fund dated September 26, 2014.

This condensed interim financial information is presented in Pak Rupees which is the functional and presentation currency of the Fund.

2. STATEMENT OF COMPLIANCE

2.1 This condensed interim financial information has been prepared in accordance with the requirements of the International Accounting Standard 34 "Interim Financial Reporting" and provisions of and directives issued under the Companies Ordinance, 1984, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP). In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984, 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 directives issued by the Securities and Exchange Commission of Pakistan (SECP) shall prevail.

2.2 This condensed interim financial information comprises of condensed interim statement of assets and liabilities, condensed interim income statement, condensed interim distribution statement, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof. The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of the International Accounting Standard 34, 'Interim Financial Reporting'. It does not include all the information and disclosures made in the annual published financial statement and should be read in conjunction with the financial statements of the Fund for the year ended June 30, 2014.

2.3 This condensed interim financial information is unaudited.

2.4 The Directors of the Asset Management Company declare that this condensed interim financial information give a true and fair view of the Fund.

3. SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS

The accounting policies, estimates, judgments and the methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual published financial statements of the fund for the year ended June 30, 2014.

	Note	(Unaudited) March 31, 2015	(Audited) June 30, 2014
		----(Rupees	in '000)----
4. BANK BALANCES			
In savings accounts		**22,572**	956
In current accounts	4.1	**13**	14
		22,585	970

4.1 These carry markup at the rates ranging from 5.5% to 7.75% (June 30, 2014 : 7% to 8.5%).

	Note	(Unaudited) March 31, 2015	(Audited) June 30, 2014
5. INVESTMENTS			
Financial assets at fair value through profit or loss - held for trading			
- Debt securities	5.1	**516,889**	271,348
Available-for-sale			
- Debt securities	5.2	**4,034**	16,373
		520,923	287,721
5.1 Debt Securities			
Term finance / sukuk certificates	5.1.1	**24,932**	27,135
Government securities	5.1.2	**491,957**	244,213
		516,889	271,348

5.1.1 Financial assets at fair value through profit or loss - held for trading

Name of the Investee Company	Number of certificates: As at July 1, 2014	Purchases during the period	Sales / fully redeemed during the period	As at March 31, 2015	Profit / markup rate	Carrying value	Market value	Appreciation / (diminution)	Market value as a percentage of Net Assets	Market value as a percentage of total investments
						------------------Rupees in '000'---------------				
Certificates of Rs 5,000 each unless otherwise stated										
Term finance certificates - listed										
Dewan Cement Limited - (note 5.1.1.1)	20,000	-	-	20,000	6 months KIBOR + 2.00%	-	-	-	-	-
Engro Fertilizer Limited (November 30, 2007)	25	-	25	-	6 months KIBOR + 1.55%	-	-	-	-	-
Worldcall Telecom Limited (October 7, 2008)	20,000	-	-	20,000	6 months KIBOR + 1.60%	8,340	-	(8,340)	-	-
Pace Pakistan Limited (February 15, 2008)	115	-	-	115	6 months KIBOR + 2.00%	-	-	-	-	-
Summit Bank Limited (October 27, 2011)	5,000	-	-	5,000	6 months KIBOR + 3.25%	16,059	24,932	8,873	4.41	4.79
Total - March 31, 2015						**24,399**	**24,932**	**533**		
Total - June 30,2014						50,201	27,135	(23,066)		

5.1.1.1 The Fund had advanced an amount of Rs 100 million in respect of Pre-IPO placement of Dewan Cement Limited (DCL) under an agreement, which required public offering to be completed within 270 days of the date of agreement (which was January 9, 2008). Dewan Cement Limited (DCL) failed to complete the public offering within the said time period and has also defaulted in payment of principal and profit for the said period. As a matter of prudence, the Fund has made provision for the amount of the investment in accordance with the provisioning policy approved by the Board of Directors of the Management Company (refer note 5.4.1).

5.1.2 Government securities

Issue date	Tenor	Face value				Balance at March 31, 2015			Market value as a percentage of net assets	Market value as a percentage of investments
		As at July 1, 2014	Purchase during the period	Sales / matured during the period	As at March 31, 2015	Cost	Market value	Appreciation / (diminution)		
		Rupees in '000								
Pakistan Investment Bonds										
July 19, 2012	10 years	25,000	-	-	25,000	23,915	28,687	4,772	5.07	5.51
July 19, 2012	10 years	75,000	-	-	75,000	71,739	86,060	14,321	15.21	16.52
July 19, 2012	10 years	50,000	-	-	50,000	47,829	57,373	9,544	10.14	11.01
July 19, 2012	10 years	50,000	-	-	50,000	47,827	57,373	9,546	10.14	11.01
						191,310	229,493	38,183		
Market Treasury Bills										
March 20, 2014	6 month	25,000	-	25,000	-	-	-	-	-	-
April 17, 2014	3 month	15,000	-	15,000	-	-	-	-	-	-
April 17, 2014	3 month	14,000	-	14,000	-	-	-	-	-	-
April 17, 2014	12 month	-	25,000	-	25,000	24,915	24,917	2	4.40	4.78
May 2, 2014	12 month	-	40,000	-	40,000	39,746	39,743	(3)	7.02	7.63
July 10, 2014	3 month	-	30,000	30,000	-	-	-	-	-	-
September 4, 2014	3 month	-	45,000	45,000	-	-	-	-	-	-
September 18, 2014	3 month	-	50,000	50,000	-	-	-	-	-	-
October 2, 2014	3 month	-	50,000	50,000	-	-	-	-	-	-
October 16, 2014	3 month	-	20,000	20,000	-	-	-	-	-	-
November 13, 2014	6 month	-	50,000	-	50,000	49,535	49,527	(8)	8.75	9.51
November 27, 2014	3 month	-	45,000	45,000	-	-	-	-	-	-
February 19, 2015	3 month	-	50,000	-	50,000	49,519	49,526	7	8.75	9.51
March 5, 2015	3 month	-	100,000	-	100,000	98,745	98,751	6	17.45	18.96
						262,460	262,464	4		
Total - March 31, 2015						**453,770**	**491,957**	**38,187**		
Total - June 30, 2014						**244,583**	**244,213**	**(370)**		

5.2 Available-for-sale -debt securities

Name of the Investee Company	Number of certificates: As at July 1, 2014	Purchases during the period	Sales / fully redeemed during the period	As at March 31, 2015	Profit / markup rate	Cost	Market value as at March 31, 2015	Appreciation / (diminution)	Market value as a percentage of net assets	Market value as a percentage of total investments
						-----------------Rupees in '000'	-----------------			
Certificates of Rs 5,000 each unless otherwise stated										
Term finance certificates - unlisted										
Avari Hotels Limited (November 1, 2007)	7,093	-	7,093	-	1 year KIBOR+2.5%	-	-	-	-	-
						-	-	-		
Sukuk certificates - unlisted										
New Allied Electronics Industries (Private) Limited face value Rs 312.50 each (July 25, 2007)	96,000	-	-	96,000	3 months KIBOR + 2.60%	30,000	-	(30,000)	-	-
Maple Leaf Cement Factory Limited (December 3, 2007)	2,000	-	-	2,000	3 months KIBOR + 1.70%	4,666	4,034	(632)	0.71	0.77
						34,666	4,034	(30,632)		
						34,666	4,034	(30,632)		
Less: Impairment recognised in the income statement in current and prior periods (note 5.4.1)						30,632	-	30,632		
Total - March 31, 2015						**4,034**	**4,034**	**-**		
Total - June 30, 2014						16,006	16,373	367		

		Note	(Unaudited) March 31, 2015	(Audited) June 30, 2014
			------(Rupees	in '000)------
5.3	**Net unrealised appreciation / (diminution) on remeasurement of investments classified as 'available-for-sale' - net**			
	Market value of investments	5.2	**4,034**	16,373
	Less:			
	Cost of investments	5.2	**34,666**	47,800
	Impairment loss recognized	5.2	**(30,632)**	(31,794)
	Cost of investments - net		**4,034**	16,006
			-	367
	Less: Net unrealised appreciation / (diminution) in fair value of investments classified as available-for-sale at beginning of the period		**367**	445
			(367)	(78)
5.4	**Movement in impairment loss**			
	Opening		**131,794**	136,470
	Less: reversal due to redemption of securities		**(1,162)**	(4,676)
	Closing	5.4.1	**130,632**	131,794
5.4.1	***The break up of impairment loss:***			
	Financial assets at fair value through profit or loss - held for trading	5.1.1.1	**100,000**	100,000
	Available-for-sale	5.2	**30,632**	31,794
			130,632	131,794
5.5	**Unrealized appreciation/ (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net**			
	Market value of securities	5.1	**516,889**	271,348
	Less: carrying value of securities	5.1	**(478,169)**	(294,784)
			38,720	(23,436)

	Note	(Unaudited) March 31, 2015	(Audited) June 30, 2014
		----(Rupees in '000)----	
6. LOANS AND RECEIVABLES			
Certificates of investments			
Saudi Pak Leasing Company Limited	6.1	**2,763**	2,763
Preference shares			
Security Leasing Corporation Limited	6.2	**11,352**	11,352
		14,115	14,115

6.1 All monthly installments and upfront payment has been received in full as per agreed terms. The balance amount is receivable in the form of 425,000 shares of Pace Baraka Limited at an agreed value of Rs. 2.76 million.

6.2 Security Leasing Corporation Limited had deferred the payment of 3rd redemption pertaining to 1,722,625 shares (face value of Rs. 10 each) due in November 2009 and 4th redemption pertaining to 1,722,625 shares (face value of Rs. 10 each) due in November 2010 in view of the adverse financial position of the company. As per the terms of the preference shares, the redemption amount will be the lower of par value and breakup value as per the latest audited financial statements available at the time of redemption. The break up values per share of Security Leasing Corporation Limited as per the financial statements for the year ended June 30, 2009 and June 30, 2010 were Rs. 5.44 and Rs. 1.27 respectively, which are lower than the face value. Further, the break up value of the shares as per the financial statements of the company for the nine months ended March 31, 2010 was Rs 1.15. Therefore, the redemption of 1,722,625 shares due on November 30, 2009 has been valued at Rs 5.44 per share and the remaining shares have been valued at Rs 1.15 per share on prudence basis. As these preference shares has been delisted from the Karachi Stock Exchange Limited on August 19, 2011 and accordingly the Management Company reclassified the said investment into loans and receivables.

6.2.1 Non-compliance with the investment criteria as specified by the Securities and Exchange Commission of Pakistan

The Securities and Exchange Commission of Pakistan 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 categorization criteria laid down in the circular. AKD Investment Management Limited (Management Company) classified AKD Aggressive Income Fund (the Fund) as 'Aggressive Fixed Income Scheme' in accordance with the said circular. As at March 31, 2015, the Fund is compliant with all the requirements of the said circular except for investment in preference shares of Security Leasing Corporation Limited.

	Note	(Unaudited) March 31, 2015	(Audited) June 30, 2014
		----(Rupees	in '000)----
7. PREPAYMENTS, DEPOSITS AND PROFIT RECEIVABLES			
Prepayments			
- NCCPL Annual Fee (MTS)		**239**	177
- KSE Annual listing Fee		**10**	-
- Rating Fee		**49**	-
		298	177
Security deposits with:			
- National Clearing Company of Pakistan Limited (NCCPL)		**2,750**	2,750
- Central Depository Company of Pakistan Limited		**100**	100
		2,850	2,850
Profit / income receivable on:			
- Term Finance and Sukuk Certificates		**7,461**	10,094
- Margin Trading System		**34**	841
- Bank Deposits		**320**	434
- Pakistan Investment Bonds		**4,734**	10,718
		12,549	22,087
		15,697	25,114
8. PAYABLE TO AKD INVESTMENT MANAGEMENT LIMITED – MANAGEMENT COMPANY			
Management fee	8.1	**672**	580
Sales tax payable		**117**	108
Federal Excise Duty on Management Remuneration	8.2	**2,066**	1,193
		2,855	1,881

8.1 Under the provisions of the Non Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations), the Management Company of the Fund is entitled to a remuneration during the first five years of the Fund, of an amount not exceeding three percent of the average annual net assets of the Fund and thereafter of an amount equal to two percent of such assets of the Fund. In the current period, the Management Company has charged remuneration at the rate of 1.50 percent per annum, of the average annual net assets of the Fund.

8.2 The Finance Act 2013 introduced an amendment to Federal Excise Act 2005 where by Federal Excise Duty (FED) has been imposed at the rate of 16% of the services rendered by assets management companies .In this regard, a Constitutional Petition has been filed by certain Collective Investment Schemes through their trustees in the Honourable Sindh High Court (SHC), challenging the levy of FED on Asset Management services after the eighteenth amendment. The SHC in its short order of September 2013 directed the FBR not to take any coercive action against the petitioners pursuant to impugned notices till next date of hearing. In view of uncertainity regarding the applicability of FED on asset management services, the management, as a matter of prudence, has decided to retain and continue with the provision of FED in financial information aggregating to Rs. 2.066 million as at March 31, 2015. Had the said provision of FED were not recorded in the books of account of the Fund, the NAV of the Fund would have been higher by Re. 0.20 per unit as at March 31, 2015.

	Note	(Unaudited) March 31, 2015	(Audited) June 30, 2014
		----(Rupees in '000)----	
9. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
Trustee fee	9.1	**76**	66
CDS charges		**3**	18
		79	84

9.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per the tariff specified therein, based on the daily net asset value of the Fund.

Based on the Trust Deed, the trustee fee is paid @ 0.17% per annum of the average annual net assets of the Fund, as per the tariff structure applicable during the period from July 1, 2014 to March 31, 2015.

The remuneration is paid to the Trustee on monthly basis in arrear.

10. ACCRUED EXPENSES AND OTHER LIABILITIES

	Note	(Unaudited) March 31, 2015	(Audited) June 30, 2014
SECP annual fee payable	10.1	**273**	355
Payable on redemption of units		**-**	19
NCCPL charges		**22**	85
Auditors' remuneration		**187**	269
Provision for workers' welfare fund	10.2	**4,947**	3,315
Dividend payable		**-**	2,727
Others		**826**	841
		6,255	7,611

10.1 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

Under the provisions of the Non Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations), the Fund is required to pay as annual fee to the SECP, an amount equal to 0.075 percent of the average annual net assets of the Fund.

10.2 PROVISION FOR WORKERS' WELFARE FUND

The Finance Act 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance), whereby the definition of 'Industrial Establishment' has been made applicable to any establishment to which West Pakistan Shops and Establishment Ordinance, 1969 applies. As a result of this amendment, all Collective Investment Schemes (CISs) / mutual funds 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 Sindh High Court (SHC), challenging the applicability of WWF to the CISs, which is pending adjudication.

In 2011, a single judge of the Lahore High Court (LHC) issued a judgment in response to a petition in similar case whereby the amendments introduced in WWF Ordinance through Finance Acts, 2006 and 2008 have been declared unconstitutional and therefore struck down.

However in 2013, the Larger Bench of Sindh High Court (SHC) issued a judgment in response to a petition in another similar case in which it was held that the amendments introduced in the WWF Ordinance through Finance Acts, 2006 and 2008 do not suffer from any constitutional or legal infirmity.

However, as per advice of legal council the stay granted to CISs remains intact and constitution petitions filed by CISs to challenge the WWF contribution have not been affected by the SHC judgement. In view of the aforementioned developments and uncertainties created by decision of SHC, the management company, as a matter of prudence, has charged provision for WWF amounting to Rs. 4.947 million till March 31, 2015. Had the said provision of WWF not been recorded in the books of account of the Fund, the NAV of the Fund would have been higher by Re. 0.48 per unit.

11. CONTINGENCIES AND COMMITMENTS

11.1 Contingencies

There were no contingencies as at March 31, 2015 and June 30, 2014.

11.2 Commitments

	(Unaudited) March 31, 2015	(Audited) June 30, 2014
	----(Rupees in '000)----	
Margin Trading System (MTS) transactions entered into by the Fund in respect of which the purchase transactions not settled as at period / year end	**-**	22,401
Margin Trading System (MTS) transactions entered into by the Fund in respect of which the sale transactions not settled as at period / year end	**281**	33,589

12. TAXATION

The Fund's income is exempt from Income Tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 (the Ordinance) 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. The Fund is also exempt from the provision of Section 113 (minimum tax) under Clause 11A of Part IV of the Second Schedule to the Ordinance. As the management intends to distribute at least 90% of income earned during current year to the unit holders, therefore no provision for taxation has been made in this condensed interim financial information.

13. EARNINGS PER UNIT - BASIC AND DILUTED

Earnings per unit (EPU) has not been disclosed, as in the opinion of the management, determination of cumulative weighted average number of outstanding units for calculating earnings per unit is not practicable.

14. CASH AND CASH EQUIVALENTS

	(Unaudited) March 31, 2015	(Audited) June 30, 2014
	----(Rupees	in '000)----
Bank balances	**22,585**	970
Market treasury bills having maturity of three months	**148,277**	28,932
	170,862	29,902

15. TRANSACTIONS WITH CONNECTED PERSONS

Connected persons include AKD Investment Management Limited, being the Management Company of the Fund, Central Depository Company of Pakistan Limited being the Trustee, Aqeel Karim Dhedhi Securities (Private) Limited, other collective schemes managed by the Management Company, AKD Investment Management Limited - Staff Provident Fund, directors and officers of the Management Company, unit holder's holding more than 10% of the units outstanding and entities having common directorship with the Management Company. All transactions with connected persons are in the normal course of business and are carried out on agreed terms.

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

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

	(Unaudited)			
	Nine Months Period ended March 31		Quarter ended March 31	
	2015	2014	2015	2014
15.1 Transactions during the period	(Rupees in '000)			
AKD Investment Management Limited - Management Company				
Redemption of units (2015: Nil ; 2014 : 501,884)	**-**	24,006	**-**	-
Issue of Bonus units (2015: Nil ; 2014 : 28,929)	**-**	1,372	**-**	-
Management fee	**5,457**	5,350	**1,890**	1,752
Sales Tax and Federal Excise Duty on management fee	**1,823**	1,849	**632**	605
Central Depository Company of Pakistan Limited - Trustee				
Remuneration of Trustee	**618**	606	**214**	198
Unit holders holding 10% or more of the units in issue				
Sindh Province Pension Fund				
Issue of bonus units (2015: Nil ; 2014: 57,684)	**-**	2,735	**-**	-
National Bank of Pakistan Employees Pension Fund				
Issue of bonus units (2015: Nil ; 2014: 354,906)	**-**	16,827	**-**	-

	(Unaudited) March 31, 2015	(Audited) June 30, 2014
15.2 Amounts outstanding as at the period / year end	(Rupees in '000)	
AKD Investment Management Limited - Management Company		
Management fee payable	**672**	580
Sales Tax - on Management Fee payable	**117**	108
Federal Excise Duty on Management Fee payable	**2,066**	1,193
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee payable	**76**	66
CDS charges payable	**3**	18
Security deposit	**100**	100
Unit holders holding 10% or more of the units in issue		
Sindh Province Pension Fund		
Units held 1,054,596 (June 2014: 1,054,596 units)	**58,205**	50,016
National Bank of Pakistan Employees Pension Fund		
Units held 6,488,479 (June 2014: 6,488,479 units)	**358,113**	307,725

16. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorised for issue on April 29, 2015 by the Board of Directors of the Management Company.

17. GENERAL

Figures have been rounded off to the nearest thousand Rupees.

For AKD Investment Management Limited
(Management Company)

Imran Motiwala	**Nadeem Saulat Siddiqui**
Chief Executive Officer	Director

AKD Investment
Management Ltd.

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