AKD Investment Management Ltd.

Partner with AKD
Profit from the Experience

Risk Profile of Collective Investment Schemes/Plans

Sr. No	Name of Collective Investment Scheme	Category	Risk Profile	Risk Of Principal Erosion
1	AKD Aggressive Income Fund (Formerly: AKD Income Fund)	Aggressive Fixed Income	Medium	Principal at Medium risk
2	AKD Cash Fund	Money Market	Low	Principal at Low risk
3	AKD Islamic Income Fund	Shariah Compliant Income	Medium	Principal at Medium risk
4	AKD Index Tracker Fund	Index Tracker	High	Principal at High risk
5	AKD Islamic Stock Fund	Shariah Compliant Equity	High	Principal at High risk
6	AKD Opportunity Fund	Equity	High	Principal at High risk
7	Golden Arrow Stock Fund (Formerly: Golden Arrow Selected Stocks Fund Limited)	Equity	High	Principal at High risk

Message from CIOs

KSE-100 Index started the Fiscal Year 2022 with a flat performance, registering a decline of 301 points MoM (0.6%) to close at 47,055 points. The average daily traded volume during the month plunged by 50% MoM to 460 million shares as compared to 913 million shares recorded during June 2021. Investor remained sidelined due to continued institutional selling coupled with rise in cases of COVID where lockdown by the Sindh Government further added fuel to the lackluster sentiments of the investors. Moreover right offer and IPO subscription have received overwhelming response where Pakistan Aluminium Beverage Cans Ltd was oversubscribed by 1.85 times generating at sum of PKR 2.13 billion against 43.4 million shares at strike price of PKR 49 per share

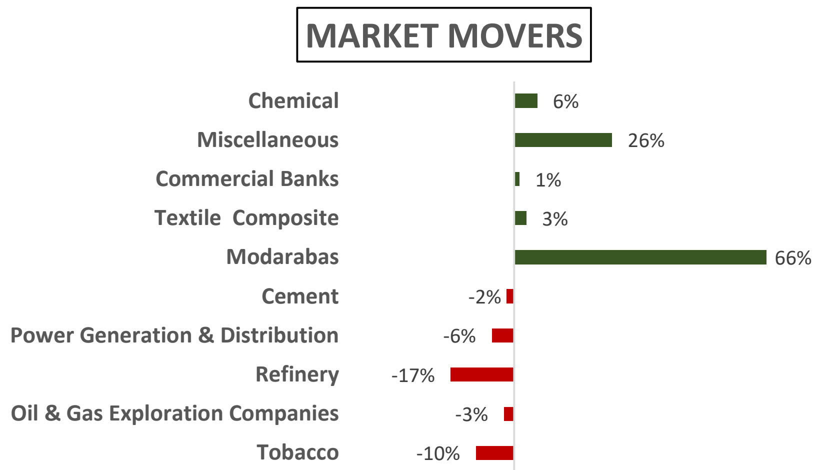
Average daily traded value fell by 36.6% to PKR 14.87 billion as compared to PKR 23.47 billion recorded during June 2021.Investor interest shifted to second and third tier stocks, with the contribution of KSE-100 to the total volumes decreasing to 31.98% from 33.95% recorded during June 2021.

Foreign investors remained net sellers during the month, with a net outflow of USD 28.60 million taking the cumulative outflow during CYTD21 to USD 137.29 million. On the other hand, Insurance Companies and corporates remained net buyers with net inflows of USD 8.33 million and USD 7.64 million respectively. Brokers remained the net sellers a net outflow of USD 6.9 million. During 7 months of CY21, Insurance companies have remained net seller with net outflow of USD 84.75 million whereas individuals and other organization have remained net buyers with net inflows of USD 54.89 million and USD 46.08 million respectively.

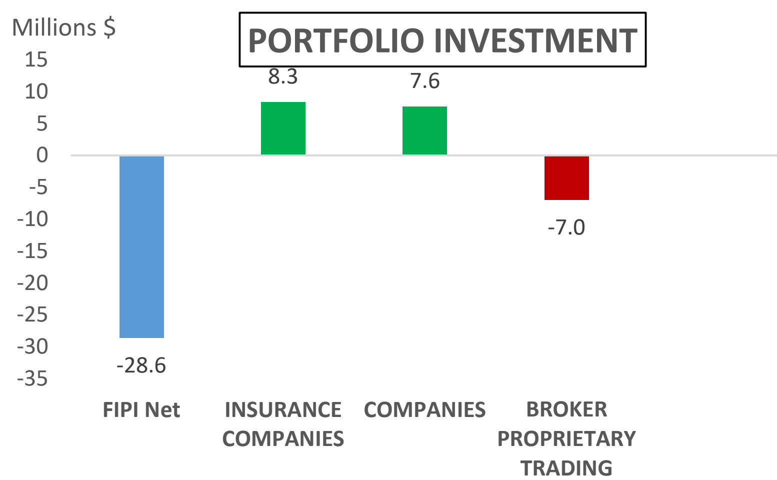
Major news flow that impacted the market included: 1) Persistent rise in the cases of Covid-19, particularly the Delta variant, 2) Covid infection ratio shot up from 2-3% in June 21 to above 7% in July, 3) Rising pressure on external account amid rising current account deficit on the back of massive increase in imports, 4) Depreciation of the PKR/USD parity, 5) Expected increase in inflation as a result of surge in petroleum prices, 6) Anticipation of Sindh government imposing stricter restrictions and city wide lockdown in order to curb the virus spread due to Karachi registering an alarming rise in its infection ratio to over 20%, 7) Inflation clocked in at 9.7% in June, 8) FBR surpassed FY2020-21 tax collection target, 9) Pakistan's power production hit record high at 24,284MW, 10) Dollar hit nine-month high at Rs161.48, and 11) Foreign direct investment fell by 29% in FY21.

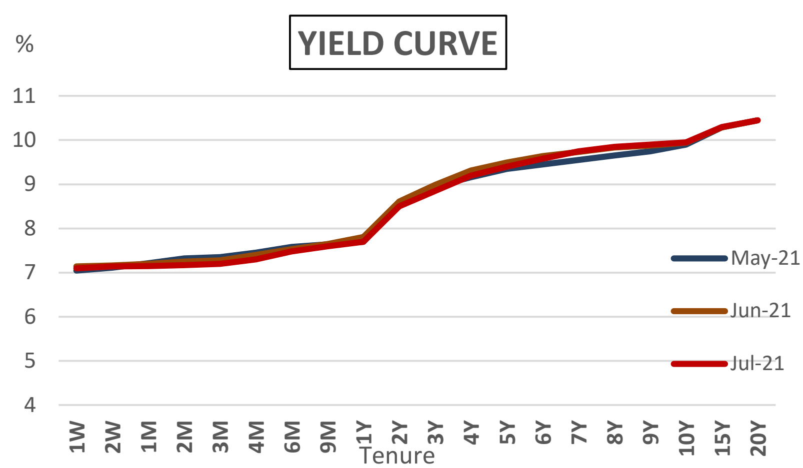
CPI during the month of July 2021 surged by 8.4%YoY as compared to 9.7%YoY reported during last month. Surge in CPI can be attributed to 2.95% YoY and 2.08% YoY increase in Food and Housing & Energy prices respectively coupled with high base effect. During the month of July, Forex reserves surged to USD 24.85 billion

During the month, yield curve of government securities witnessed downward trend across the board where PKRV rate decline in the range of 2 to 14bps. State Bank of Pakistan (SBP) conducted three (3) MTB auctions with cumulative realized amount of PKR 1,354 billion. Cut off yields for 3 months and 6 months MTB in last auction were 7.23% and 7.50% respectively. Bids for 12 months MTB were rejected by the SBP.



**Change in market capitalization during month*





DISPUTE RESOLUTION/ COMPLAINTS HANDLING:

Investors may lodge their complaints to our Investor Services Department through any of the following options where our dedicated staff is available 24/7 to provide assistance: Call at (+92-21) 111-AKD-IML (253465), Toll-free # 0800-25346, Email at info@akdinvestment.com, complaints@akdinvestment.com, Sales@akdinvestment.com. In case your complaint has not been properly redressed by us, you may lodge your complaint with SECP at the link https://sdms.secp.gov.pk/. However, please note that SECP will entertain only those complaints which were at first directly requested to be redressed by the Company and the Company has failed to redress the same. Further, the complaints that are not relevant to SECP's regulatory domain/competence shall not be entertained by the SECP.

AKD Aggressive Income Fund

Fund Manager's Comments

During the month of July'21, the Net Asset Value (NAV) of the AKD Aggressive Income Fund increased by 0.75%, annualized return of 8.83%.

Fund Information

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.

Fund Type	Open-End
Category	Aggressive Fixed Income
Risk Profile	Medium
Risk of Principal Erosion	Principal at medium risk
Net Assets (PKR)	807,939,367
NAV (PKR) (Ex Div.)	51.5465
Benchmark	1 Year KIBOR
Dealing Days	Monday to Friday
Cut-off Timings	9:00 am to 5:00 pm
Pricing Mechanism	Forward Pricing
Management Fee	1.50%
Sales Load (Front end)	1%
Sales Load (Back end)	Nil
Total Expense Ratio (*Absolute*)++	0.27%
Date of Fund Launch	March, 2007
Trustee	Central Depository Company (CDC)
Auditor	Yousuf Adil Chartered Accountants
Stability Rating	A(f) by PACRA (4 Mar' 2021)
Asset Manager Rating	AM3++ by PACRA (8 Feb'2021)
Weighted Average Maturity (Days)	518
Leverage	Nil

Fund Manager

Mr. Danish Aslam

Investment Committee Members

Mr. Imran Motiwala	Ms. Anum Dhedhi
Mr. Muhammad Yaqoob, CFA	Mr. Ajay Kumar, CFA
Mr. Sheikh Usman Haroon	Mr. Danish Aslam
Mr. Bilal Shuja Zaidi	

++Total Expense Ratio (TER) includes 0.04% representing government levy and SECP fee.

The Fund's returns are computed on NAV to NAV with dividends reinvested – (excluding sales load).

	FYTD	MTD	1 Year	3 Year*	5 Year*	Since Inception**
1 Year Kibor	8.05%	8.05%	7.85%	33.97%	52.28%	10.51%
AKDAIF	8.83%	8.83%	8.03%	25.76%	37.90%	6.45%

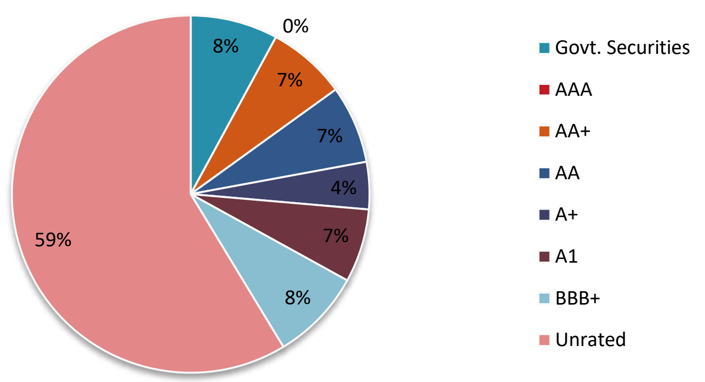
BM changed from 6 month Kibor to 1 year Kibor from September 2011 onwards

	FY21	FY20	FY19	FY18	FY17
1 Year Kibor	7.76%	12.31%	10.69%	6.69%	6.40%
AKDAIF	7.08%	13.12%	3.28%	3.62%	6.44%

BM changed from 6-month Kibor to 1-year Kibor from September 2011 onwards

Asset Allocation (% of Total Assets)	31-Jul-2021	30-Jun-2021
Cash	1.37%	5.43%
Pakistan Investment Bonds	0.00%	0.00%
T-bills	7.91%	10.11%
Placements with Banks & DFIs	0.00%	0.00%
Preference Shares	0.00%	0.00%
MTS	3.52%	2.88%
TFCs/SUKUK	25.40%	32.59%
Commercial papers	6.65%	8.55%
Spread Transactions	22.63%	38.34%
Other including Receivables	32.52%	2.09%

Credit Quality of Portfolio (% of Total Assets)



* Cumulative Return

**Geometric Mean

TFCs/Sukuk Certificates	Rating	31-Jul-2021
Bank of Punjab - 23-Dec-2016	AA	7.05%
Silk Bank Limited – 10-Aug-2017	BBB+	8.30%
Hub Power Holdings Limited –12-Nov-2020	AA+	5.77%
TPL Trakker Limited – 30-Mar-2021	A+	2.87%
Mughal Iron & Steel Industries Limited – 2-Mar-2021	A+	1.40%

Disclosure of Sindh Workers' Welfare Fund (SWWF):

"The Scheme has maintained provisions against Sindh Workers' Welfare Fund liability to the tune of Rs. 5.91 million. If the same were not made the NAV per unit/return of the Scheme would be higher by Re. 0.38 or 0.73%."

Details of 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
Silk Bank Limited	TFC	88,977,972	Nil	88,977,972	11.01%	8.30%

* Fully provided for investments in TFCs of Dewan Cement Ltd (Rs. 100 Mn), Worldcall Telecom Ltd (Rs. 34.23 Mn) , Pace Pakistan Ltd (0.57 Mn), Summit Bank ltd. (Rs. 24.93 Mn) and Sukuk of New Allied Electronics Industries (Pvt.) Ltd. (Rs. 30 Mn).