

AKD Aggressive Income Fund (Formerly AKD Income Fund)



For the month of Dec 2012

AKD Aggressive Income Fund (formerly AKD Income Fund)

During the month of December the Net Asset Value (NAV) of the AKD Aggressive Income Fund (formerly AKD Income Fund) appreciated by 0.50% (annualized return 5.87%). The yield of the fund was on the lower side due to impairment charged on the Term Finance Certificates "TFC" of World Call Telecom Limited "WTL" subsequent to it being classified as a Non-Performing Asset. The Investment Committee however believes that subsequent to its restructuring this corporate paper would start performing resulting in potential gains for the Fund. We advise our investors to participate in the AKD Aggressive Income Fund to capitalize future potential reversals on corporate debt paper in addition to the yield of the Fund.

Name of non-compliant investment*	Type of Investment	Investment before provision	Provision held if any	Value of Investment after provision	% of Net Assets	% of Gross Assets
Security Leasing Corporation Ltd	Preference Shares	11,352,099	-	11,352,099	2.48%	2.39%

* Fully provided for investments in Dewan Cement Limited (Rs. 100 Mn) and New Allied Electronics Industries (Private) Limited (Rs. 30 Mn)

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 Information

Fund Type	Open-end
Category	Aggressive Income
Date of Fund launch	March, 2007
Assets under Management	457.093 mn
NAV (31st Dec 2012)	PkR 48.10081
Benchmark	1 Year Kibor
Dealing Days	Mon to Fri
Cut-off Timings	9:00 am to 5:00 pm
Pricing Mechanism	Forward Pricing
Management Fee	1.50%
Sales Load	1.00%
Risk Profile	Medium / High
Trustee	CDC
Auditor	A. F. Fergusons
Asset Manager Rating	AM3-
Stability Rating	BBB

Investment Committee Members

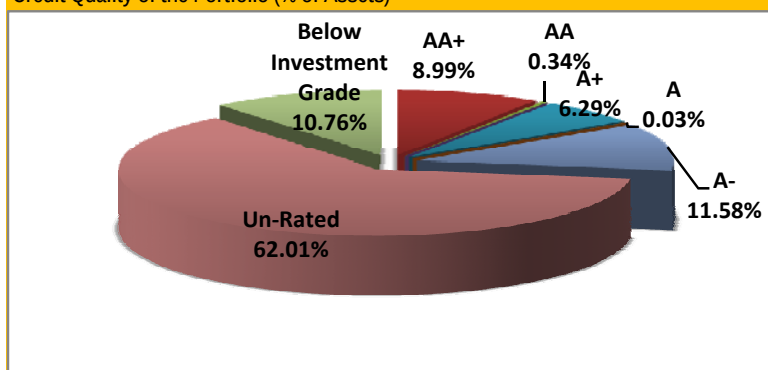
Mr. Imran Motiwala Mr. Nadeem S. Siddiqui
 Mr. Muhammad Yaqoob Mr. Carrow Michael
 Mr. Farrukh Ahmed Mr. Farjad Bhanji

	FYTD	1 Month	3 Month	6 Month	1 Year
1 Year KIBOR	10.68%	9.80%	9.91%	10.68%	11.53%
AKDAIF	3.68%	5.87%	-0.56%	3.68%	7.35%

Asset Allocation (% of NAV)	31-Dec-12	30-Nov-12
Cash and Cash Equivalents	8.67%	13.08%
Pakistan Investment Bonds	0.00%	2.20%
T-bills exceeding 90 days maturity	0.00%	1.09%
Placement with NBFCs	4.10%	4.40%
Preference Shares	2.48%	2.50%
MTS	51.48%	43.93%
TFCs / SUKUK	30.62%	32.06%
Others assets including receivables	2.64%	0.74%

Top Ten TFCs	Rating	31-Dec-12
Avani Hotels Limited (01-Nov-2007)	A-	6.36%
Worldcall Telecom Limited - 07-Oct-2008	D	5.71%
Summit Bank Limited - 27-Oct-2012	A-	5.22%
First Dawood Investment Bank Limited - 11-Sep-2012	Withdrawn	4.34%
JDW Sugar Mills Limited - 23-Jun-2008	A+	3.74%
Al-Abbas Sugar Mills Limited - 21-Nov-2007	A+	2.55%
Kohat Cement Company Limited - 20-Dec-2007	Withdrawn	1.27%
Maple Leaf Cement Factory Limited - 03-Dec-2007	D	0.70%
Orix Leasing Pakistan Limited - 15-Jan-2008	AA+	0.69%
ENGRO Fertilizer Limited 30-Nov-2007	A	0.03%

Credit Quality of the Portfolio (% of Assets)



Disclosure of Worker's Welfare Fund

"The Scheme has maintained provisions against Worker's Welfare Fund's liability to the tune of Rs.2.41 million if the same were not made the NAV per unit of the Scheme would be higher by Rs.0.25329 or 0.53%. For details investors are advised to read the Note 9.1 of the latest Financial Statements of the Scheme."

DISCLAIMER & CAUTION: This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in capital market instruments, including mutual funds, equities and fixed rate instruments are subject to market risk and issuer risk which includes volatility of principal and returns as well as loss in value of the principal amount. The NAV based price of units of mutual funds and any dividends/returns thereon are dependent on forces and factors affecting capital markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results. Investors are urged to carefully assess the risk factors prior to investing in capital market instruments.

*Format Approved & Recommended by MUFAP.