



# AKD Aggressive Income Fund

## Fund Manager's Comments

During the month of July'19, the Net Asset Value (NAV) of the AKD Aggressive Income Fund appreciated by 0.60%, annualized return of 7.20%.

### 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/High                                |
| Net Assets (PKR)                  | 555,131,811                                |
| NAV (PKR) (Ex Div.)               | 51.43377                                   |
| 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)++  | 0.17%                                      |
| Date of Fund Launch               | March, 2007                                |
| Trustee                           | Central Depository Company (CDC)           |
| Auditor                           | A. F. Ferguson & Co. Chartered Accountants |
| Stability Rating                  | A-(f) by PACRA (30 April 19)               |
| Asset Manager Rating              | AM3++ by PACRA (8 Feb'19)                  |
| Weighted Average Maturity (Years) | 1.95                                       |
| Leverage                          | Nil                                        |

#### Fund Manager

Mr. Danish Aslam

#### Investment Committee Members

|                     |                        |
|---------------------|------------------------|
| Mr. Imran Motiwala  | Ms. Anum Dhedhi        |
| Mr. Muhammad Yaqoob | Mr. Nadeem S. Siddiqui |
| Mr. Ambrat Khemani  | Mr. Bilal Shuja Zaidi  |
| Ms. Laraib Mohib    | Mr. Danish Aslam       |
| Mr. Muhammad Taha   |                        |

++Total Expense Ratio (TER) includes 0.03% representing government levy and SECP fee.

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

#### Disclosure of Sindh Workers' Welfare Fund (SWWF):

"The Scheme has maintained provisions against Sindh Workers' Welfare Fund liability to the tune of Rs. 3.23 million. If the same were not made the NAV per unit/return of the Scheme would be higher by Re 0.30 or 0.58%."

#### 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                | 88,375,379                           | Nil                   | 88,375,379                          | 15.92%                      | 15.47%                        |
| Bank of Punjab                   | TFC                | 74,175,750                           | Nil                   | 74,175,750                          | 13.36%                      | 12.98%                        |

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

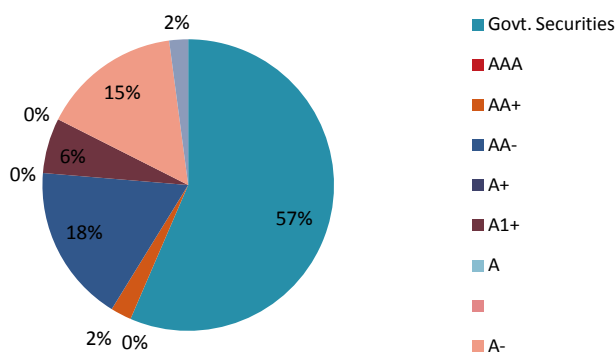
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Performance data does not include the cost incurred directly by an investor in the form of sales load.

### MUFAP's Recommended Format

|                                                                           | FYTD         | MTD    | 365 Days     | 3 Year* | 5 Year* | Since Inception** |
|---------------------------------------------------------------------------|--------------|--------|--------------|---------|---------|-------------------|
| 1 Year Kibor                                                              | 13.97%       | 13.97% | 10.94%       | 20.86%  | 39.66%  | 10.49%            |
| AKDAIF                                                                    | 7.20%        | 7.20%  | 3.06%        | 19.82%  | 45.70%  | 6.67%             |
| BM changed from 6 month Kibor to 1 year Kibor from September 2011 onwards |              |        |              |         |         |                   |
|                                                                           | FY19         | FY18   | FY17         | FY16    | FY15    |                   |
| 1 Year Kibor                                                              | 10.69%       | 6.69%  | 6.40%        | 6.82%   | 9.25%   |                   |
| AKDAIF                                                                    | 3.28%        | 3.62%  | 6.44%        | 9.66%   | 15.51%  |                   |
| BM changed from 6 month Kibor to 1 year Kibor from September 2011 onwards |              |        |              |         |         |                   |
| Asset Allocation (% of Total Assets)                                      | 31-July-2019 |        | 30-June-2019 |         |         |                   |
| Cash                                                                      | 2.32%        |        | 13.54%       |         |         |                   |
| Pakistan Investment Bonds                                                 | -            |        | -            |         |         |                   |
| T-bills                                                                   | 56.48%       |        | 36.98%       |         |         |                   |
| Placements with Banks & DFIs                                              | -            |        | 8.68%        |         |         |                   |
| Preference Shares                                                         | -            |        | -            |         |         |                   |
| MTS                                                                       | -            |        | -            |         |         |                   |
| TFCs/SUKUK                                                                | 39.12%       |        | 38.99%       |         |         |                   |
| Commercial papers                                                         | -            |        | -            |         |         |                   |
| Spread Transactions                                                       | -            |        | -            |         |         |                   |
| Other Assets including receivables                                        | 2.09%        |        | 1.81%        |         |         |                   |

### Credit Quality of Portfolio (% of Total Assets)



\* Cumulative Return

\*\*Geometric Mean

| TFCs/Sukuk Certificates                | Rating | 31-July-2019 |
|----------------------------------------|--------|--------------|
| Bank of Punjab-23-Dec-2016             | AA-    | 12.98%       |
| Silk Bank Limited – 10-Aug-2017        | A-     | 15.47%       |
| TPL Corp Limited-TFC- 19-Dec-2017      | AA-    | 4.54%        |
| Hub Power Company – Sukuk -27-Feb-2019 | A1+    | 6.13%        |