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

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.

SERVICE DESK - CLICK ME
Toll Free (From Landline Only) 0800-88008
Complaints http://sdms.secp.gov.pk complaints@secp.gov.pk
Queries queries@secp.gov.pk

Message from CIOs

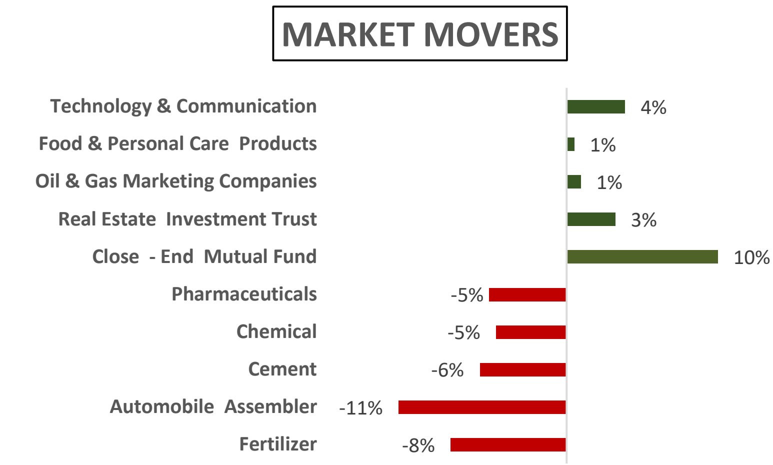
The local bourse witnessed another month of investors' pessimism as the KSE-100 index plummeted by 1,390.47 points closing at 40,150.36 points (down 3.35% MoM). The index gained some momentum during the second week of the month after the government reached a staff-level agreement with IMF, however, the prevailing political uncertainty once again triggered concerns its impact on the already struggling economy. Moreover, the PKR witnessed historic depreciation of 14% in July 2022 due to which the KSE-100 lost 17% in USD terms. The average daily traded volume also decreased by 31% to 145.30 million as compared to 210.87 million recorded during June 2022. The KSE-100 Index closed at a forward P/E and P/B of 4.1x and 0.7 x respectively, with a healthy dividend yield of 9.6%.

Foreigners remained net buyers during the month, with an inflow of USD 7.48 million compared to an outflow of USD 12.48 million recorded during last month. On the local front, Individuals (USD 8.65 million) and Companies (USD 3.82 million) remained net buyers, whereas Mutual Funds and Insurance remained net sellers with a net outflow of USD 11.91 million and 8.42 million respectively.

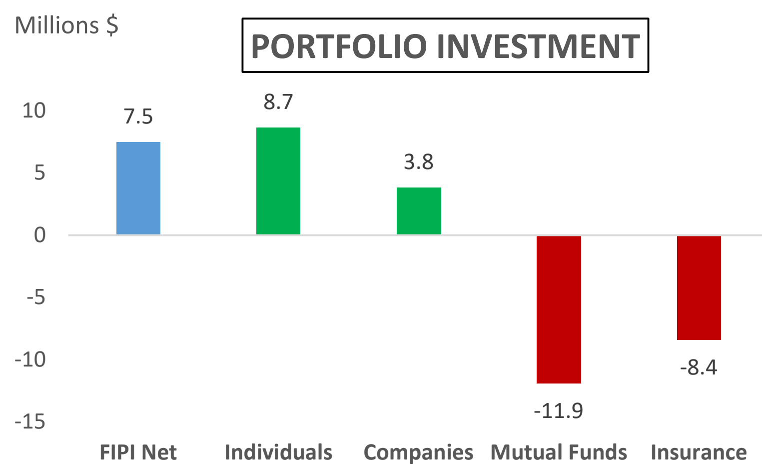
Major news that affected the investors' sentiment during the month included: 1) Staff-level agreement with the IMF for the release of funds amounting to USD 1.18 billion 2) The Country's trade deficit ballooned by 44% to USD 44.77 billion in FY22 on the back of rising international commodity prices, 3) The State Bank of Pakistan (SBP) increased the policy rate by 125 bps to 15% in the monetary policy committee meeting held on July 7, 2022, 4) Fitch downgraded Pakistan's outlook to 'Negative' due to deteriorating macros, 5) During the month, the Country's foreign exchange reserves held with SBP declined by USD 1.24 billion and stands at USD 8.58 billion as of July 22, 2022, 6) The Government reduced the price of petrol by PKR 21.55 per litre during the month after peaking it to PKR 248.74/litre.

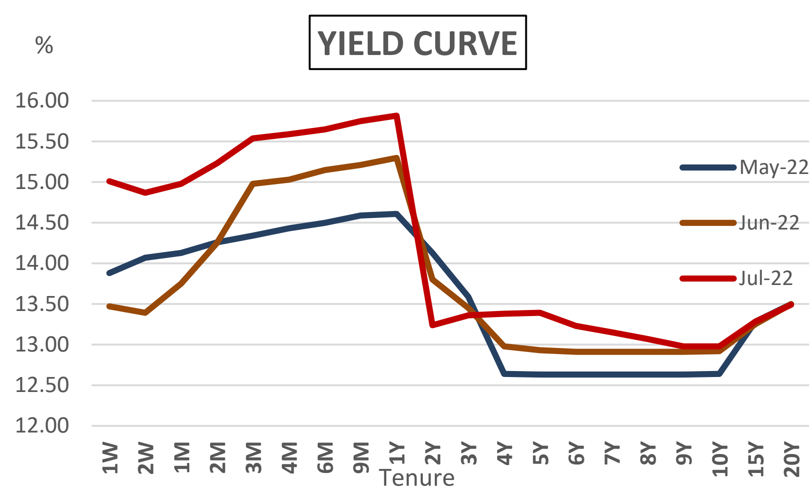
NCPI during the month of July 2022 clocked in at 24.93%, the highest since October 2008. Housing and Utilities contributed most to inflation with an impact of 1.89% MoM due to major increases in electricity charges. A significant increase was also witnessed in Food and Non-alcoholic beverages with a MoM impact of 1.5% due to the continued surge in prices of vegetables, pulses, wheat, and wheat products.

On the Fixed Income front, the heightened uncertainty amid low Foreign exchange reserves and deteriorating macros led to the yield curve being in an inverted position representing higher yields in the short term as compared to long term tenures. During the month, the SBP conducted one (2) MTB auction with a realized amount of PKR 1.45 trillion. Weighted average yields for 3 months, 6 months and 12 months MTB increased by 55bps, 88bps, and 93bps to 15.6338%, 15.6806%, and 15.8837% respectively as compared to the last month. Going forward, we expect the interest rates and inflation rates to decline as the government is making efforts towards the curtailment of imports improving CAD.



**Change in market capitalization during month*





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AKD Aggressive Income Fund

Fund Manager's Comments

For the month of July'2022, AKD Aggressive Income Fund (AKDAIF) posted an annualized return of 5.46% against the benchmark return of 16.05%. The exposure in TFCs/Sukuks was 38.67%, 17.67% in Commercial Papers, 10.47% in T-Bills, 0.17% in MTS and Cash was 1.81% at the end of July'2022. The weighted average maturity of the Fund was at 465 days.

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)	732,451,167
NAV (PKR) (Ex Div.)	51.2969
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*)++	0.18%
Date of Fund Launch	March, 2007
Trustee	Central Depository Company (CDC)
Auditor	Yousuf Adil Chartered Accountants
Stability Rating	A+(f) by PACRA (7 Mar' 2022)
Asset Manager Rating	AM3++ by PACRA (30 Jun' 2022)
Weighted Average Maturity (Days)	465
Leverage	Nil

Fund Manager

Mr. Danish Aslam

Investment Committee Members

Mr. Imran Motiwala	Ms. Anum Dhedhi
Mr. Muhammad Yaqoob, CFA	Mr. Ali Abbas, CFA
Mr. Sheikh Usman Haroon	Mr. Danish Aslam

++Total Expense Ratio (TER) includes 0.02% 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	16.05%	16.05%	11.87%	34.78%	60.09%	9.17%
AKDAIF	5.46%	5.46%	6.93%	29.70%	39.00%	7.86%

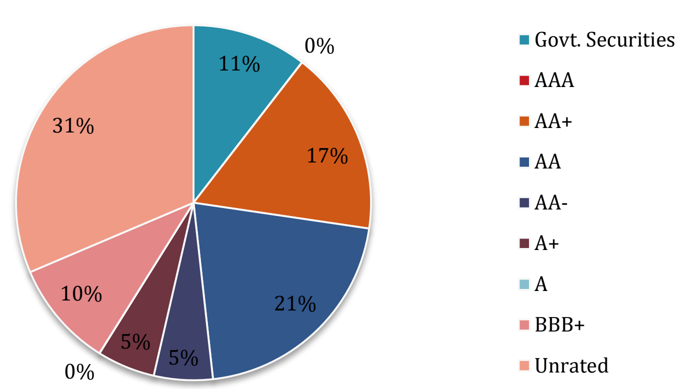
BM changed from 6 month Kibor to 1 year Kibor from September 2011 onwards

	FY22	FY21	FY20	FY19	FY18
1 Year Kibor	11.31%	7.76%	12.31%	10.69%	6.69%
AKDAIF	7.23%	7.08%	13.12%	3.28%	3.62%

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

Asset Allocation (% of Total Assets)	31-Jul-2022	30-Jun-2022
Cash	1.81%	3.28%
PIBs	0.00%	0.00%
T-Bills	10.47%	10.49%
Placements with Banks and DFIs	0.00%	0.00%
MTS	0.17%	0.52%
TFCs/Sukuks	38.67%	38.84%
Commercial Papers	17.67%	20.73%
Spread transactions	0.00%	22.54%
Others including receivables	31.21%	3.59%

Credit Quality of Portfolio (% of Total Assets)



*Cumulative Return **Geometric Mean

TFCs/Sukuk Certificates	Rating	31-Jul-2022
The Bank of Punjab - 23-Dec-2016	AA	10.06%
Silk Bank Limited – 10-Aug-2017	BBB+	9.70%
Hub Power Holdings Limited –12-Nov-2020	AA+	8.28%
TPL Corporation Limited – 28-Jun-2022	AA-	5.35%
TPL Trakker Limited – 30-Mar-2021	A+	3.36%
Mughal Iron & Steel Industries Limited – 2-Mar-2021	A+	1.91%
Total		**38.67%**

Disclosure of Sindh Workers' Welfare Fund (SWWF):

During the month of August 2021, provisioning against Sindh Workers Welfare Fund by AKDAIF amounting to PKR 5.95 million has been reversed on the basis of clarification received from Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan, received on August 13, 2021. This reversal of provision has contributed towards an unusual increase in NAV of the AKDAIF (0.38/unit) 0.73%. This is one-off event and is not likely to be repeated in the future.

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
Dewan Cement Limited	TFC	100,000,000	100,000,000	0	0.00%	0.00%
Pace Pakistan Limited	TFC	574,310	574,310	0	0.00%	0.00%
Summit Bank Limited	TFC	24,925,250	24,925,250	0	0.00%	0.00%
Worldcall Telecom Limited	TFC	31,648,403	31,648,403	0	0.00%	0.00%
New Allied Electronics Industries (Pvt.) Limited	Sukuk	30,000,000	30,000,000	0	0.00%	0.00%
Security Leasing Corporation Limited	Preference Shares	11,352,099	11,352,099	0	0.00%	0.00%
Silk Bank Limited	TFC	99,920,000	27,429,744	72,490,256	9.90%	9.70%
Lucky Electric Power Company Limited	Commercial Paper	80,560,052	0	80,560,052	11.00%	10.78%
The Bank of Punjab	TFC	75,134,340	0	75,134,340	10.26%	10.06%

Non-Compliance Disclaimer: AKDAIF holds above mentioned non-compliant investment. Before making any investment decision, investors should review this document and latest Financial Statements.

MUFAP's Recommended Format