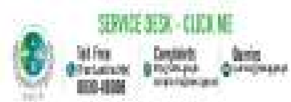
AKD Investment Management Ltd.

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

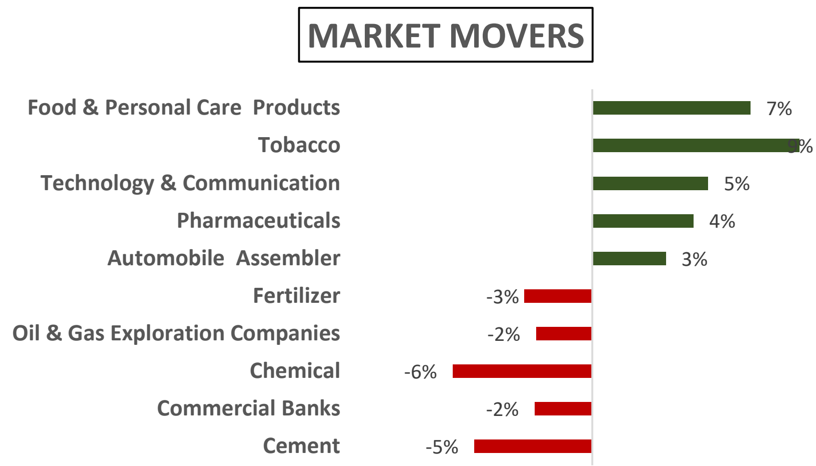
Following a 3,634 points increase during the month of May 2021, the local bourse took some breather due to the fiscal year end effect, as benchmark KSE-100 declined by 540pts (1.13%MoM) to close at 47,356pts, taking the cumulative return for FY21 to 37.58%, highest since FY15. The average daily traded volume during the month surged by 17% MoM to 913 million shares as compared to 774 million shares recorded during May 2021. This was due to the rejuvenation of investors' confidence owing to improving macroeconomic factors coupled with smooth approval in budget for FY22 where the country is expected to post GDP growth of 4.8% during the upcoming fiscal year. Average daily traded value surged by 10.1% to PKR 23.47 billion as compared to PKR 21.32 billion recorded during May 2021. Investors` interest shifted towards the blue chips stocks with the contribution of KSE-100 to the total volumes increasing to 33.95% from 31.84% recorded during May 2021.

Foreign investors remained net sellers during the month, with a net outflow of USD 31.86 million, taking the cumulative outflow during FY2021 to USD 387.34 million. On the other hand, Individuals and Companies remained net buyers with net inflows of USD 50.8 million and USD 18.2 million respectively. Insurance and Bank/DFIs remained net sellers with a net outflow of USD 48.8 million and 11.3 million respectively.

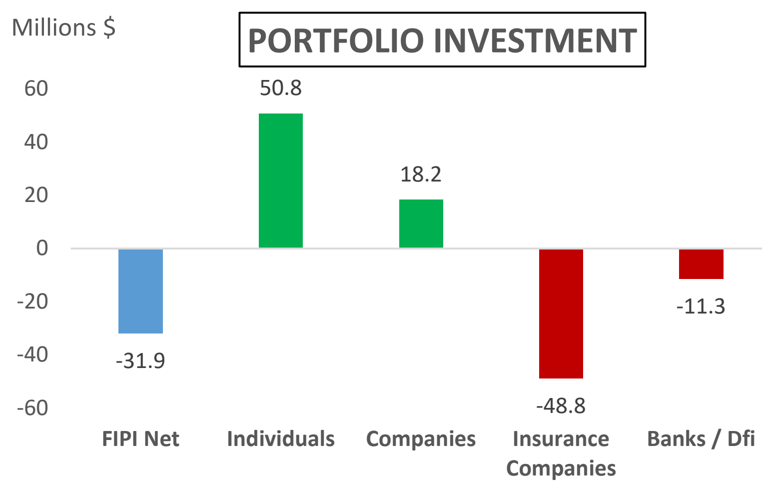
Major news events that impacted the market included: 1) Parliament approved Budget for FY22 with a GDP growth target of 4.8%, 2) Parliament approved 2.5% reduction in Capital Gain Tax from disposal of securities to 12.5%, 3) Government withdrew PKR 100 Billion taxes on different sectors including poultry, milk, vehicles up to 1000cc, capital gains on immovable property etc., imposed under the previously proposed budget, 4) Islamic Trade Finance Corporation (ITFC) signed a 3-year Framework Agreement worth USD 4.5 Billion with Pakistan to provide financing for the import of essential commodities like crude oil, POL products, urea and LNG, 5) Saudi Arabia agreed to resume oil facility of USD 1.5 Billion, 6) World Bank approved financing of USD 442 Million for Punjab Rural Sustainable Water Supply and Sanitation Project, 7) Roshan Digital Account exceeding deposits of USD 1.5 Billion in 9 months, 8) FBR registering historic growth of 18 % in FY21 with a net collection of PKR 4,732 billion surpassing the target of PKR 4,691 by PKR 41 billion, 9) MSCI initiated consultation on market reclassification proposal for the MSCI Pakistan Index to be reclassified from Emerging (EM) to Frontier Markets (FM).

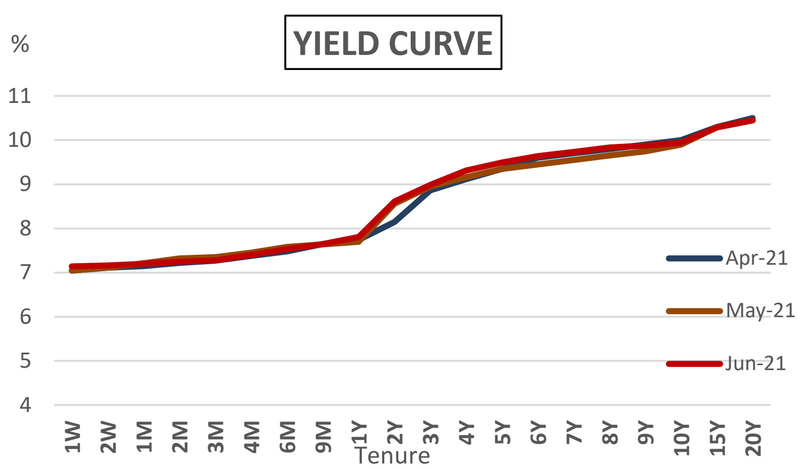
CPI during the month of June 2021 surged by 9.7%YoY as compared to 10.9%YoY reported during last month, taking the average FY21 inflation to 8.90%. Surge in CPI can be attributed to 10.48% YoY and 9.10% YoY increase in Food and Housing & Energy prices respectively. During the month of May, Forex reserves surged to USD 23.30 billion

During the month, yield curve witnessed upward trend except for 1 month to 6 months government securities which declined by up-to 8 bps. State Bank of Pakistan (SBP) conducted three (3) MTB auctions with cumulative target of PKR 2,250 billion against maturing amount of PKR 2,205 billion. Cut off yields for 3 months and 6 months MTB in last auction were 7.31% and 7.58% 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 June'21, the Net Asset Value (NAV) of the AKD Aggressive Income Fund increased by 0.96%, annualized return of 11.72%.

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)	813,869,996
NAV (PKR) (Ex Div.)	51.1627
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*)++	2.70%
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 (Years)	1.44
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 0.42% 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	7.76%	8.07%	7.76%	33.97%	52.07%	10.52%
AKDAIF	7.08%	11.72%	7.08%	25.10%	37.93%	6.44%

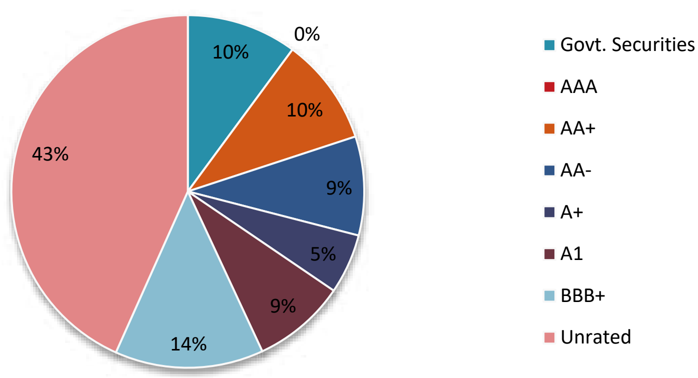
BM changed from 6 month Kibor to 1 year Kibor from September 2011 onwards

	FY20	FY19	FY18	FY17	FY16
1 Year Kibor	12.31%	10.69%	6.69%	6.40%	6.82%
AKDAIF	13.12%	3.28%	3.62%	6.44%	9.66%

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

Asset Allocation (% of Total Assets)	30-Jun-2021	31-May-2021
Cash	5.43%	3.96%
Pakistan Investment Bonds	0.00%	0.00%
T-bills	10.11%	11.04%
Placements with Banks & DFIs	0.00%	0.00%
Preference Shares	0.00%	0.00%
MTS	2.88%	0.43%
TFCs/SUKUK	32.59%	26.81%
Commercial papers	8.55%	0.00%
Spread Transactions	38.34%	23.93%
Other including Receivables	2.09%	33.82%

Credit Quality of Portfolio (% of Total Assets)



* Cumulative Return

**Geometric Mean

TFCs/Sukuk Certificates	Rating	30-Jun-2021
Bank of Punjab - 23-Dec-2016	AA-	9.07%
Silk Bank Limited – 10-Aug-2017	BBB+	10.62%
Hub Power Holdings Limited –12-Nov-2020	AA+	7.42%
TPL Trakker Limited – 30-Mar-2021	A+	3.68%
Mughal Iron & Steel Industries Limited – 2-Mar-2021	A+	1.81%

Disclosure of Sindh Workers' Welfare Fund (SWWF):
"The Scheme has maintained provisions against Sindh Workers' Welfare Fund liability to the tune of Rs. 5.78 million. If the same were not made the NAV per unit/return of the Scheme would be higher by Re. 0.36 or 0.71%.''

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	88,554,568	Nil	88,554,568	10.88%	10.62%

* 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).