



# AKD Aggressive Income Fund

## Fund Manager's Comments

During the month of September 2015, the Net Asset Value (NAV) of the AKD Aggressive Income Fund (formerly AKD Income Fund) appreciated by 0.52% (annualized return 6.33%) underperforming the benchmark by 0.79%.

## 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 Income                                      |
| Risk Profile                      | Medium/High                                            |
| Net Assets (PKR)                  | 723,429,497                                            |
| NAV (PKR)                         | 51.50908                                               |
| 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%                                                     |
| Date of Fund Launch               | March, 2007                                            |
| Trustee                           | Central Depository Company (CDC)                       |
| Auditor                           | Deloitte Yousuf Adil                                   |
| Stability Rating                  | BBB (F) by JCR-VIS (26 Sep'14)                         |
| Asset Manager Rating              | AM3 by PACRA (16 Jun '15), AM3 by JCR-VIS (10 Apr '15) |
| Weighted Average Maturity (Years) | 2.3                                                    |
| Leverage                          | Nil                                                    |

## Fund Manager

Mr. Muhammad Yaqoob

## Investment Committee Members

|                     |                        |
|---------------------|------------------------|
| Mr. Imran Motiwala  | Ms. Anum Dhedhi        |
| Mr. Muhammad Yaqoob | Mr. Nadeem S. Siddiqui |
| Mr. Carrow Michael  | Ms. Laraib Mohib       |
| Mr. Muhammad Mahd   |                        |

## 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 |
|----------------------------------|--------------------|--------------------------------------|-----------------------|-------------------------------------|-----------------------------|-------------------------------|
| Security Leasing Corporation Ltd | Preference Shares  | 5,099,000                            | Nil                   | 5,099,000                           | 0.70%                       | 0.69%                         |

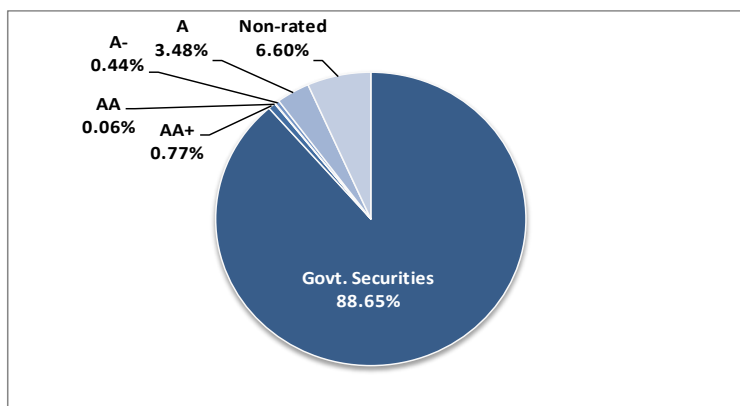
\* Fully provided for investments in TFCs of Dewan Cement Ltd (Rs. 100 Mn), Worldcall Telecom Ltd (Rs.40.2Mn), Pace Pakistan Ltd (0.57Mn) and Sukuk of New Allied Electronics Industries (PVT) Ltd (Rs. 30 Mn).

### Disclosure of Workers' Welfare Fund:

"The Scheme has maintained provisions against Workers' Welfare Fund liability to the tune of Rs. 4.847 Million. If the same were not made the NAV per unit/return of the Scheme would be higher by Rs.0.35 or 0.67%. For details investors are advised to read the Note 10.2 of the latest Financial Statements of the Scheme."

|                                                                           | FYTD   | MTD   | 365 Days     | 3 Year* | 5 Year*     | Since Inception** |
|---------------------------------------------------------------------------|--------|-------|--------------|---------|-------------|-------------------|
| 1 Year Kibor                                                              | 7.28%  | 7.12% | 8.47%        | 31.90%  | 68.05%      | 7.53%             |
| AKDAIF                                                                    | 9.67%  | 6.33% | 18.00%       | 29.73%  | 59.84%      | 10.08%            |
| BM changed from 6 month Kibor to 1 year Kibor from September 2011 onwards |        |       |              |         |             |                   |
|                                                                           | FY15   | FY14  | FY13         | FY12    | FY11        |                   |
| 1 Year Kibor                                                              | 9.25%  | 9.83% | 9.93%        | 12.36%  | 13.39%      |                   |
| AKDAIF                                                                    | 15.51% | 5.41% | 6.55%        | 10.41%  | 11.59%      |                   |
| BM changed from 6 month Kibor to 1 year Kibor from September 2011 onwards |        |       |              |         |             |                   |
| Asset Allocation (% of Total Assets)                                      |        |       | 30-Sept-2015 |         | 31-Aug-2015 |                   |
| Cash                                                                      |        |       | 0.87%        |         | 7.04%       |                   |
| Pakistan Investment Bonds                                                 |        |       | 31.28%       |         | 29.88%      |                   |
| T-bills                                                                   |        |       | 57.37%       |         | 50.44%      |                   |
| Placements with NBFCs                                                     |        |       | 0.38%        |         | 0.36%       |                   |
| Preference Shares                                                         |        |       | 0.69%        |         | 0.66%       |                   |
| MTS                                                                       |        |       | 3.60%        |         | 6.17%       |                   |
| TFCs/SUKUK                                                                |        |       | 3.92%        |         | 3.82%       |                   |
| Other Assets including receivables                                        |        |       | 1.90%        |         | 1.62%       |                   |

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



\* Cumulative Return

\*\*Geometric Mean

| TFCs/Sukuk Certificates                         | Rating | 30-Sept-15 |
|-------------------------------------------------|--------|------------|
| Summit Bank Limited - 27-Oct-2012               | A      | 3.48%      |
| Maple Leaf Cement Factory Limited - 03-Dec-2007 | A-     | 0.44%      |

**DISCLAIMER:** 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 mutual funds are subject to market risks. Past performance is not necessarily indicative of future results. Please read the Offering Document to understand the investment policies and risks involved.

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

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